THE STRAITS TRADING COMPANY LIMITED
Company Registration No.: 188700008D
(A member of The Tecity Group)

Financial Highlights

- The Straits Trading Group's net profit of $49.3 million for 2Q2011 was triple that of 2Q2010. For 1H2011, its net profit increased to $56.4 million from $7.9 million for 1H2010. The strong results were mainly due to improved operating performance, higher tin prices and fair value gains in investment properties.
- The Group's revenue in 2Q2011 was $414.0 million, 32% higher than 2Q2010. For 1H2011, the Group's revenue was $778.9 million, 22% higher than 1H2010. These increases were broad-based across all its business divisions.
- The Group's resources revenue rose by 31% q-o-q to $349.1 million for 2Q2011 and increased by 22% y-o-y to $657.4 million for 1H2011, on the back of higher average tin prices. The strategy to reposition its resources business as a vertically integrated tin mining and smelting group saw profits rise to $7.8 million for 2Q2011 from $2.0 million for 2Q2010. For 1H2011 the profit was $13.9 million, compared with a loss of $7.4 million for 1H2010. These were contributed by higher profits from its tin mining and smelting operations in Malaysia and Indonesia mainly due to improved operating performance as well as higher tin prices. Its investment in KM Resources Inc also returned better results in 2Q2011.
- The Group's hospitality revenue increased by 8% to $35.3 million for 2Q2011 and $74.0 million for 1H2011. This was mainly due to higher average occupancy and room rates. Improved operating performance, lower corporate expenses and fair value gains reduced its hospitality losses to $4.0 million for 2Q2011 and $6.0 million for 1H2011.
- Property revenue doubled to $24.7 million for 2Q2011 from $11.5 million for 2Q2010 and increased by 76% y-o-y to $38.1 million for 1H2011. Higher occupancy of the Straits Trading Building, sale of development properties and higher fair value gains in investment properties contributed to profits growing by 86% q-o-q to $46.3 million for 2Q2011 and increasing by 60% y-o-y to $48.0 million for 1H2011.
- The strong performance in 2Q2011 and 1H2011 resulted in earnings per share rising to 15.1 cents for 2Q2011 and 17.3 cents for 1H2011. Net asset value per share also increased to $3.53 per share as at 30 June 2011.

$ million	2nd Qtr 2011	2nd Qtr 2010	+/(-) %	1st Half 2011	1st Half 2010	+/(-) %
Revenue	**414.0**	312.6	32.4	**778.9**	637.0	22.3
Earnings before interest and tax (EBIT)	**20.7**	1.3	1,469.2	**45.5**	17.2	165.2
Profit/(Loss) before tax and exceptional items	**16.4**	(2.9)	661.7	**37.1**	8.2	354.0
Profit before tax	**67.8**	23.2	192.4	**88.1**	17.0	419.1
Profit after tax	**56.5**	15.0	276.4	**70.8**	4.7	1,402.1
Profit attributable to owners of the parent	**49.3**	15.1	226.6	**56.4**	7.9	615.1
Earnings per share	**15.1 cents**	4.6 cents	226.6	**17.3 cents**	2.4 cents	615.1

	As At 30th June 2011	As At 31st December 2010
Equity attributable to owners of the parent	**$1,152,026,000**	$1,146,413,000
Net asset value per share	**$3.53**	$3.52

N.B.: All in Singapore dollars.

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (1Q, 2Q & 3Q), HALF-YEAR AND FULL YEAR RESULTS

1(a)(i) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

The unaudited results for the 2nd quarter and half year ended 30 June 2011 are as follow:

GROUP	Note	2nd Quarter (2Q) Ended 30 June		Half Year (1H) Ended 30 June	
		2011	2010	**2011**	2010
		$'000	$'000	**$'000**	$'000
Revenue					
Tin mining and smelting revenue	A	**349,075**	267,185	**657,395**	539,637
Hotel revenue		**35,258**	32,550	**73,961**	68,516
Property revenue	B	**24,740**	11,526	**38,149**	21,706
		409,073	311,261	**769,505**	629,859
Other items of income					
Dividend income		**–**	–	**2,306**	2,775
Interest income		**1,608**	692	**2,472**	1,404
Fair value changes in financial assets		**246**	(465)	**315**	883
Other income		**3,089**	1,099	**4,266**	2,126
Total revenue		**414,016**	312,587	**778,864**	637,047
Net exceptional gains		**51,407**	26,094	**50,943**	8,789
Other items of expense					
Employee benefits expense		**(27,480)**	(23,858)	**(51,810)**	(46,048)
Depreciation expense		**(5,346)**	(5,431)	**(10,302)**	(10,318)
Amortisation expense		**(2,647)**	(1,926)	**(5,062)**	(2,782)
Costs of tin mining and smelting	A	**(307,895)**	(245,086)	**(580,467)**	(496,085)
Finance costs		**(4,325)**	(4,234)	**(8,358)**	(8,976)
Other expenses	C	**(57,285)**	(37,130)	**(93,187)**	(69,872)
Exchange (losses)/gains		**(177)**	1,284	**(975)**	2,539
Total expenses		**(405,155)**	(316,381)	**(750,161)**	(631,542)
Share of results of equity-accounted associates and joint ventures		**7,512**	879	**8,434**	2,675
Profit before tax		**67,780**	23,179	**88,080**	16,969
Income tax expense	D	**(11,265)**	(8,166)	**(17,301)**	(12,257)
Profit after tax		**56,515**	15,013	**70,779**	4,712
Profit/(Loss) attributable to:					
Owners of the parent		**49,303**	15,095	**56,385**	7,885
Non-controlling interests		**7,212**	(82)	**14,394**	(3,173)
		56,515	15,013	**70,779**	4,712

Notes:

(A) The increases in the revenue and costs of tin mining and smelting reflected the higher tin prices.

(B) The increases in property revenue were mainly due to higher occupancy of the Straits Trading Building and sale of development properties

(C) The increases in other expenses were mainly due to the cost of development properties sold and increases in resources and hospitality operating expenses.

(D) The overall effective tax rate was higher than the statutory tax rate in Singapore mainly due to certain non-tax deductible expenses as well as losses incurred by certain subsidiaries which could not be set off against taxable profits made by other companies within the Group.

1(a)(ii)Further details to the group income statement.

GROUP

Net exceptional gains:

		2nd Quarter (2Q) Ended 30 June		Half Year (1H) Ended 30 June	
		2011	2010	**2011**	2010
		$'000	$'000	**$'000**	$'000
(a)	Fair value changes in investment properties	**50,911**	25,690	**50,911**	25,690
(b)	Reversal/(Impairment) of investments, plant and equipment	**311**	–	**311**	(20,510)
(c)	Net gain/(loss) on disposal of investment properties	**356**	530	**(108)**	457
(d)	Net loss on disposal/liquidation of subsidiaries	**(171)**	(126)	**(171)**	(126)
(e)	Write back of unutilised upgrading provisions	**–**	–	**–**	3,278
		51,407	26,094	**50,943**	8,789

1(a)(iii)Statements of comprehensive income for the 2nd quarter and half year ended 30 June 2011.

GROUP	2nd Quarter (2Q) Ended 30 June		Half Year (1H) Ended 30 June	
	2011	2010	**2011**	2010
	$'000	$'000	**$'000**	$'000
Profit after tax	**56,515**	15,013	**70,779**	4,712
Other comprehensive income/(expenses):				
Net fair value changes in available-for-sale investment securities	**(17,987)**	(8,326)	**(38,280)**	(18,024)
Net fair value changes in cash flow hedges	**1,376**	3,670	**1,158**	2,154
Currency translation reserve	**(3,893)**	(12,438)	**(8,402)**	(178)
Net revaluation surplus on property, plant and equipment	**28**	–	**28**	–
Other comprehensive income/(expenses) after tax for the period	**(20,476)**	(17,094)	**(45,496)**	(16,048)
Total comprehensive income/(expenses) for the period	**36,039**	(2,081)	**25,283**	(11,336)
Total comprehensive income/(expenses) attributable to:				
Owners of the parent	**29,786**	(2,247)	**13,487**	(6,695)
Non-controlling interests	**6,253**	166	**11,796**	(4,641)
	36,039	(2,081)	**25,283**	(11,336)

COMPANY	2nd Quarter (2Q) Ended 30 June		Half Year (1H) Ended 30 June	
	2011	2010	**2011**	2010
	$'000	$'000	**$'000**	$'000
Profit after tax	**20,420**	2,415	**22,166**	9,368
Other comprehensive income/(expenses):				
Net fair value changes in available-for-sale investment securities	**(6,783)**	(3,131)	**(14,446)**	(6,780)
Net fair value changes in cash flow hedges	**-**	(141)	**-**	(462)
Net revaluation surplus on property, plant and equipment	**28**	–	**28**	–
Currency translation reserve	**(1,034)**	344	**(1,229)**	2,062
Other comprehensive income/(expenses) after tax for the period	**(7,789)**	(2,928)	**(15,647)**	(5,180)
Total comprehensive income/(expenses) for the period	**12,631**	(513)	**6,519**	4,188
Total comprehensive income/(expenses) attributable to:				
Owners of the parent	**12,631**	(513)	**6,519**	4,188

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

Balance sheets as at 30 June 2011

	Note	GROUP		COMPANY	
		30 June 2011	31 December 2010	**30 June 2011**	31 December 2010
		$'000	$'000	**$'000**	$'000
Assets					
Non-current assets					
Property, plant and equipment		**338,260**	340,923	**377**	361
Investment properties	E	**929,424**	853,505	**116,391**	112,734
Goodwill		**21,777**	22,425	**–**	–
Other intangible assets		**34,783**	34,119	**–**	–
Investments in subsidiaries		–	–	**212,390**	213,390
Investments in associates and joint ventures		**74,684**	67,143	**3,585**	3,585
Deferred tax assets		**10,626**	10,722	**–**	–
Other non-current receivables		**2,720**	2,315	**106,832**	106,465
Investment securities	F	**174,972**	213,683	**60,776**	75,226
Other non-current assets		**1,221**	18,025	**–**	–
Total non-current assets		**1,588,467**	1,562,860	**500,351**	511,761
Current assets					
Assets of disposal group classified as held for sale	G	**822**	10,680	–	564
Development properties for sale		**38,710**	38,895	**–**	–
Inventories	H	**174,851**	171,215	**–**	–
Income tax receivables		**5,444**	11,107	**11**	11
Prepayments and accrued income		**5,309**	7,414	**–**	3
Trade and other receivables	H	**163,937**	138,630	**154,837**	149,286
Marketable securities		**14**	17	**–**	–
Derivative financial instruments		**2,275**	487	**–**	–
Cash and cash equivalents	I	**135,200**	71,597	**2,553**	1,103
Total current assets		**526,562**	450,042	**157,401**	150,967
Total assets		**2,115,029**	2,012,902	**657,752**	662,728
Equity and liabilities					
Equity					
Share capital		**265,928**	265,928	**265,928**	265,928
Retained earnings		**792,461**	746,405	**124,538**	108,890
Other reserves		**93,637**	135,253	**(2,399)**	13,248
Reserve of disposal group classified as held for sale	G	–	(1,173)	–	–
Equity attributable to owners of the parent		**1,152,026**	1,146,413	**388,067**	388,066
Non-controlling interests	I	**101,164**	47,190	**–**	–
Total equity		**1,253,190**	1,193,603	**388,067**	388,066
Non-current liabilities					
Provisions		**17,560**	13,165	**–**	–
Deferred tax liabilities		**83,044**	75,868	**2,222**	2,077
Other non-current payables		–	–	**142,380**	143,213
Borrowings		**312,448**	296,124	**26,747**	22,109
Derivative financial instruments		**493**	576	**–**	–
Other non-current liabilities		**2,973**	7,532	**–**	–
Total non-current liabilities		**416,518**	393,265	**171,349**	167,399

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

Balance sheets as at 30 June 2011 (Cont'd)

	Note	GROUP		COMPANY	
		30 June 2011	31 December 2010	**30 June 2011**	31 December 2010
		$'000	$'000	**$'000**	$'000
Current liabilities					
Liabilities directly associated with disposal group classified as held for sale	G	–	4,741	–	–
Provisions		**3,096**	2,986	–	–
Income tax payable		**28,410**	26,837	**743**	900
Trade and other payables	H	**118,868**	109,787	**97,593**	106,363
Borrowings		**294,947**	281,683	–	–
Total current liabilities		**445,321**	426,034	**98,336**	107,263
Total liabilities		**861,839**	819,299	**269,685**	274,662
Total equity and liabilities		**2,115,029**	2,012,902	**657,752**	662,728

Notes:

(E) The increases in investment properties were mainly due to fair value increases and acquisition of investment properties.

(F) The decreases in investment securities were due to market price movements of the investment securities.

(G) The changes in these items relate to the sale of a non-tin resource investment in an associate, which was an asset in the disposal group classified as held for sale.

(H) The increases in inventories, trade and other receivables as well as trade and other payables were mainly due to higher tin prices.

(I) The increases in cash and cash equivalents and non-controlling interests arose mainly from the secondary listing of the Group's resources operations on SGX-ST in January 2011.

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand:

As at 30/6/2011		As at 31/12/2010	
Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
19,112	275,835	22,339	259,344

Amount repayable after one year:

As at 30/6/2011		As at 31/12/2010	
Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
227,476	84,972	214,741	81,383

Details of any collateral:

The $214.9 million loan is secured by mortgages over the land and building at No. 9 Battery Road, Singapore and legal assignment of all rights, titles and interests under contracts in respect of the mortgaged properties. The loan is due in September 2014.

The $12.6 million loan is secured by mortgages over the 14 units of apartments of The Holland Collection at 53 Holland Road, Singapore and legal assignment of all rights, titles and interests under contracts in respect of the mortgaged properties. The loan is due in April 2015.

The $19.1 million loan is secured by, inter alia, legal mortgages over the land and strata bungalows erected on Five Chancery, Singapore. The loan shall be repaid 6 months after issuance of Temporary Occupation Permit or 25 December 2011, whichever is earlier.

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated cash flow statement for the 2nd quarter and half year ended 30 June 2011

	2nd Quarter (2Q) Ended 30 June		Half Year (1H) Ended 30 June	
	2011	2010	**2011**	2010
	$'000	$'000	**$'000**	$'000
Cash flows from operating activities				
Profit before tax	**67,780**	23,179	**88,080**	16,969
Adjustments				
Depreciation of property, plant and equipment	**5,346**	5,431	**10,302**	10,318
Amortisation of intangible assets	**2,647**	1,926	**5,062**	2,782
Amortisation of deferred income	**(906)**	(906)	**(1,812)**	(1,812)
Dividend income	**–**	–	**(2,306)**	(2,775)
Interest income	**(1,608)**	(692)	**(2,472)**	(1,404)
Finance costs	**4,325**	4,234	**8,358**	8,976
Currency realignment	**(6,644)**	(948)	**(9,124)**	5,377
Fair value changes in investment properties and financial assets	**(51,157)**	(25,225)	**(51,226)**	(26,573)
Net (gain)/loss on disposal of investments, property, plant and equipment and investment properties	**(221)**	(393)	**622**	(321)
(Reversal)/Impairment of investments, plant and equipment	**(311)**	–	**(311)**	20,510
Write off/(Write back)/Provisions for rehabilitation/development and other assets	**2,097**	(1,165)	**5,408**	(3,779)
Provision for employee benefits and receivables	**7,533**	1,253	**8,064**	1,753
Share of results of equity-accounted associates and joint ventures	**(7,512)**	(879)	**(8,434)**	(2,675)
Operating cash flows before changes in working capital	**21,369**	5,815	**50,211**	27,346
Decrease/(Increase) in development properties for sale	**2,790**	(1,031)	**334**	(1,031)
Decrease /(Increase) in inventories	**3,188**	(25,882)	**(4,057)**	(2,865)
(Increase)/Decrease in trade and other receivables	**(3,095)**	2,433	**(35,871)**	(27,611)
(Decrease)/Increase in trade and other payables	**(6,445)**	(15,893)	**1,185**	(27,281)
Cash flow from/(used in) operations	**17,807**	(34,558)	**11,802**	(31,442)
Income taxes paid, net of refund	**(482)**	(3,669)	**(3,713)**	(4,289)
Payment of finance costs	**(4,935)**	(4,668)	**(8,943)**	(8,498)
Interest received	**985**	682	**1,748**	1,394
Dividend income	**–**	–	**2,306**	2,775
Dividends from associates and joint venture	**17**	525	**47**	567
Net cash flows from/(used in) operating activities	**13,392**	(41,688)	**3,247**	(39,493)
Cash flows from investing activities				
Proceeds from disposal of property, plant and equipment and investment properties	**6,925**	5,983	**14,196**	39,132
Cost incurred on property, plant and equipment	**(3,063)**	(4,516)	**(6,571)**	(9,455)
Cost incurred on investment properties	**(27,848)**	(149)	**(32,921)**	(1,910)
Increase in deferred mine development and exploration expenditure and other intangible assets	**(653)**	(2,869)	**(7,027)**	(6,104)
Net cash inflow on disposal of subsidiaries	**3,616**	–	**3,616**	–
Net cash outflow on acquisition of a subsidiary	**–**	(1,470)	**–**	(1,470)
Additional shares in associates	**–**	–	**(1,948)**	(2,847)
Net cash flows (used in)/from investing activities	**(21,023)**	(3,021)	**(30,655)**	17,346

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated cash flow statement for the 2nd quarter and half year ended 30 June 2011 (cont'd)

	2nd Quarter (2Q) Ended 30 June		Half Year (1H) Ended 30 June	
	2011	2010	**2011**	2010
	$'000	$'000	**$'000**	$'000
Cash flows from financing activities				
Dividends paid to shareholders	**(6,518)**	(6,518)	**(6,518)**	(6,518)
Dividend paid to non-controlling shareholders of a subsidiary	**(418)**	(196)	**(418)**	(196)
Drawdown of short term borrowings	**15,038**	48,355	**21,429**	61,094
Drawdown of long term borrowings	**24,993**	1,298	**30,829**	1,298
Repayment of long term borrowings	**(8,487)**	(10,199)	**(11,543)**	(43,098)
Release of security deposits for banker guarantees	**16,909**	–	**16,909**	–
Net proceeds from issuance of shares by subsidiary to non-controlling shareholders	**–**	–	**41,964**	–
Net cash flows from financing activities	**41,517**	32,740	**92,652**	12,580
Net increase/(decrease) in cash and cash equivalents	**33,886**	(11,969)	**65,244**	(9,567)
Effect of exchange rate changes on cash and cash equivalents	**(1,033)**	(502)	**(1,861)**	266
Cash and cash equivalents, beginning balance#	**102,347**	59,364	**71,817**	56,194
Cash and cash equivalents, ending balance	**135,200**	46,893	**135,200**	46,893
# Cash and cash equivalents, beginning balance comprise the following:				
Cash and cash equivalents of the Group	**102,347**	59,364	**71,597**	56,194
Disposal group classified as held for sale	**-**	-	**220**	-
	102,347	59,364	**71,817**	56,194

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statements of changes in equity for the period ended 30 June 2011

GROUP

	Total Equity $'000	Equity attributable to owners of the parent $'000	Share capital $'000	Retained earnings $'000	AFS reserve $'000	Hedging reserve $'000	Revaluation reserve $'000	Share option reserve $'000	Capital reserve $'000	Translation reserve $'000	Reserve of disposal group classified as held for sale $'000	Non-controlling interests $'000
Opening balance at 1 January 2011	1,193,603	1,146,413	265,928	746,405	40,471	210	97,248	84	93	(2,853)	(1,173)	47,190
Total comprehensive income/(expenses) for the period	25,283	13,487	–	56,385	(38,280)	632	28	–	–	(5,275)	(3)	11,796
Contribution by and distributions to owners												
Dividends on ordinary shares	(6,518)	(6,518)	–	(6,518)	–	–	–	–	–	–	–	–
Dividends to non-controlling shareholders of a subsidiary	(418)	–	–	–	–	–	–	–	–	–	–	(418)
Total contributions by and distributions to owners	**(6,936)**	**(6,518)**	**–**	**(6,518)**	–	**–**	**–**	**–**	**–**	**–**	**–**	**(418)**
Changes in ownership interests in subsidiaries												
Changes in ownership interests in subsidiary that do not result in a loss of control	41,964	(2,284)	–	(3,895)	–	(57)	(1,456)	–	(93)	2,969	248	44,248
Disposal of subsidiaries	(724)	928	–	84	–	–	–	(84)	–	–	928	(1,652)
Total changes in ownership interests in subsidiaries	**41,240**	**(1,356)**	**–**	**(3,811)**	**–**	**(57)**	**(1,456)**	**(84)**	**(93)**	**2,969**	**1,176**	**42,596**
Total transactions with owners in their capacity as owners	**34,304**	**(7,874)**	**–**	**(10,329)**	**–**	**(57)**	**(1,456)**	**(84)**	**(93)**	**2,969**	**1,176**	**42,178**
Closing balance at 30 June 2011	**1,253,190**	**1,152,026**	**265,928**	**792,461**	**2,191**	**785**	**95,820**	–	–	**(5,159)**	–	**101,164**

Statements of changes in equity for the period ended 30 June 2011 (cont'd)

GROUP (cont'd)

	Total Equity $'000	Equity attributable to owners of the parent $'000	Share capital $'000	Retained earnings $'000	AFS reserve $'000	Hedging reserve $'000	Revaluation reserve $'000	Share option reserve $'000	Capital reserve $'000	Translation reserve $'000	Reserve of disposal group classified as held for sale $'000	Non-controlling interests $'000
Opening balance at 1 January 2010	1,190,030	1,116,640	265,928	724,754	76,179	(4,652)	64,460	84	–	(10,113)	–	73,390
Total comprehensive income/(expenses) for the period	(11,336)	(6,695)	–	7,885	(18,012)	1,335	–	–	–	2,097	–	(4,641)
Contribution by and distributions to owners												
Dividends on ordinary shares	(6,518)	(6,518)	–	(6,518)	–	–	–	–	–	–	–	–
Dividends to non-controlling shareholders of a subsidiary	(196)	–	–	–	–	–	–	–	–	–	–	(196)
Total transactions with owners in their capacity as owners	**(6,714)**	**(6,518)**	**–**	**(6,518)**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**(196)**
Closing balance at 30 June 2010	**1,171,980**	**1,103,427**	**265,928**	**726,121**	**58,167**	**(3,317)**	**64,460**	**84**	–	**(8,016)**	–	**68,553**

Statements of changes in equity for the period ended 30 June 2011 (cont'd)

COMPANY

	Total equity $'000	Equity attributable to owners of the parent $'000	Share capital $'000	Retained earnings $'000	AFS reserve $'000	Hedging reserve $'000	Revaluation reserve $'000	Translation reserve $'000
Opening balance at 1 January 2011	388,066	388,066	265,928	108,890	16,084	–	147	(2,983)
Total comprehensive income/(expenses) for the period	6,519	6,519	–	22,166	(14,446)	–	28	(1,229)
Contribution by and distributions to owners								
Dividends on ordinary shares	(6,518)	(6,518)	–	(6,518)	–	–	–	–
Total transactions with owners in their capacity as owners	**(6,518)**	**(6,518)**	**–**	**(6,518)**	**–**	**–**	**–**	**–**
Closing balance at 30 June 2011	**388,067**	**388,067**	**265,928**	**124,538**	**1,638**	**–**	**175**	**(4,212)**

	Total equity $'000	Equity attributable to owners of the parent $'000	Share capital $'000	Retained earnings $'000	AFS reserve $'000	Hedging reserve $'000	Revaluation reserve $'000	Translation reserve $'000
Opening balance at 1 January 2010	394,265	394,265	265,928	105,015	29,642	(2,573)	129	(3,876)
Total comprehensive income/(expenses) for the period	4,188	4,188	–	9,368	(6,780)	(462)	–	2,062
Contribution by and distributions to owners								
Dividends on ordinary shares	(6,518)	(6,518)	–	(6,518)	–	–	–	–
Total transactions with owners in their capacity as owners	**(6,518)**	**(6,518)**	**–**	**(6,518)**	**–**	**–**	**–**	**–**
Closing balance at 30 June 2010	**391,935**	**391,935**	**265,928**	**107,865**	**22,862**	**(3,035)**	**129**	**(1,814)**

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

Not applicable.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	30 June 2011 **'000**	31 December 2010 '000
Total number of ordinary shares in issue	**325,897**	325,897

There were no treasury shares as at 30 June 2011 and 31 December 2010.

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

1(e) Negative assurance confirmation on interim financial results pursuant to Rule 705(5) of the SGX's Listing Manual.

The Board of Directors of the Company hereby confirms that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the second quarter 2011 financial results to be false or misleading in any material aspect.

2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

These figures had not been audited or reviewed by the Company's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group had applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period compared with the audited financial statements as at 31 December 2010.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The adoption of new/revised Financial Reporting Standards (FRSs) and Interpretations to FRSs (INT FRSs) effective for the current financial year have no material impact on the financial statements of the Group, except for FRS 24 which will affect the disclosures on related party transactions.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	2nd Quarter (2Q) Ended 30 June		Half Year (1H) Ended 30 June	
	2011	2010	**2011**	2010
Basic and diluted earnings per share for the period based on Group profit attributable to owners of the parent:	**15.1 cents**	4.6 cents	**17.3 cents**	2.4 cents

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:

(a) current financial period reported on; and

(b) immediately preceding financial year.

Net asset value per share based on issued share capital at the end of:	**30 June 2011**	31 December 2010
The Group	**$3.53**	$3.52
The Company	**$1.19**	$1.19

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

2Q2011 Operating Segment Results

	Resources $'000	Hospitality $'000	Property $'000	Others $'000	Elimination $'000	Consolidated $'000
Revenue						
External revenue	349,075	35,258	24,740	–	–	409,073
Inter-segment revenue	–	75	15	–	(90)	–
Dividend income	–	–	–	–	–	–
Interest income	1,428	167	13	–	–	1,608
Fair value changes in financial assets	248	–	–	(2)	–	246
Other income	2,182	–	907	–	–	3,089
Total revenue	352,933	35,500	25,675	(2)	(90)	414,016
Segment results						
Operating profit/(loss)	17,317	(6,544)	2,986	(573)	–	13,186
Exceptional gains/(losses)	(182)	4,026	47,567	(4)	–	51,407
Finance costs	(2,894)	(42)	(1,236)	(153)	–	(4,325)
Share of results of equity-accounted associates and joint ventures	7,248	49	215	–	–	7,512
Profit/(Loss) before tax	21,489	(2,511)	49,532	(730)	–	67,780
Income tax expense	(6,461)	(1,463)	(3,249)	(92)	–	(11,265)
Profit/(Loss) after tax	15,028	(3,974)	46,283	(822)	–	56,515
Profit/(Loss) attributable to:						
Owners of the parent	7,816	(3,974)	46,283	(822)	–	49,303
Non-controlling interests	7,212	–	–	–	–	7,212
	15,028	(3,974)	46,283	(822)	–	56,515

2Q2010 Operating Segment Results

	Resources $'000	Hospitality $'000	Property $'000	Others $'000	Elimination $'000	Consolidated $'000
Revenue						
External revenue	267,185	32,550	11,526	–	–	311,261
Inter-segment revenue	–	66	126	–	(192)	–
Dividend income	–	–	–	–	–	–
Interest income	658	25	9	–	–	692
Fair value changes in financial assets	(57)	–	–	(408)	–	(465)
Other income	161	26	908	4	–	1,099
Total revenue	267,947	32,667	12,569	(404)	(192)	312,587
Segment results						
Operating profit/(loss)	7,823	(8,618)	2,206	(971)	–	440
Exceptional gains/(losses)	–	500	25,720	(126)	–	26,094
Finance costs	(2,081)	–	(497)	(1,656)	–	(4,234)
Share of results of equity-accounted associates and joint ventures	808	22	49	–	–	879
Profit/(Loss) before tax	6,550	(8,096)	27,478	(2,753)	–	23,179
Income tax expense	(4,628)	(1,755)	(2,553)	770	–	(8,166)
Profit/(Loss) after tax	1,922	(9,851)	24,925	(1,983)	–	15,013
Profit/(Loss) attributable to:						
Owners of the parent	2,004	(9,851)	24,925	(1,983)	–	15,095
Non-controlling interests	(82)	–	–	–	–	(82)
	1,922	(9,851)	24,925	(1,983)	–	15,013

1H2011 Operating Segment Results

	Resources $'000	Hospitality $'000	Property $'000	Others $'000	Elimination $'000	Consolidated $'000
Revenue						
External revenue	657,395	73,961	38,149	–	–	769,505
Inter-segment revenue	–	143	66	–	(209)	–
Dividend income	–	–	–	2,306	–	2,306
Interest income	2,093	352	27	–	–	2,472
Fair value changes in financial assets	318	–	–	(3)	–	315
Other income	2,240	211	1,815	–	–	4,266
Total revenue	662,046	74,667	40,057	2,303	(209)	778,864
Segment results						
Operating profit/(loss)	37,817	(8,299)	6,556	987	–	37,061
Exceptional gains/(losses)	(182)	4,026	47,103	(4)	–	50,943
Finance costs	(5,587)	(42)	(2,423)	(306)	–	(8,358)
Share of results of equity-accounted associates and joint ventures	8,210	85	139	–	–	8,434
Profit/(Loss) before tax	40,258	(4,230)	51,375	677	–	88,080
Income tax expense	(11,998)	(1,754)	(3,332)	(217)	–	(17,301)
Profit/(Loss) after tax	28,260	(5,984)	48,043	460	–	70,779
Profit/(Loss) attributable to:						
Owners of the parent	13,866	(5,984)	48,043	460	–	56,385
Non-controlling interests	14,394	–	–	–	–	14,394
	28,260	(5,984)	48,043	460	–	70,779

1H2010 Operating Segment Results

	Resources $'000	Hospitality $'000	Property $'000	Others $'000	Elimination $'000	Consolidated $'000
Revenue						
External revenue	539,637	68,516	21,706	–	–	629,859
Inter-segment revenue	–	130	214	–	(344)	–
Dividend income	–	–	–	2,775	–	2,775
Interest income	1,299	74	28	3	–	1,404
Fair value changes in financial assets	730	–	–	153	–	883
Other income	278	26	1,820	2	–	2,126
Total revenue	541,944	68,746	23,768	2,933	(344)	637,047
Segment results						
Operating profit/(loss)	19,612	(11,399)	4,741	1,527	–	14,481
Exceptional gains/(losses)	(20,510)	500	28,925	(126)	–	8,789
Finance costs	(4,066)	–	(1,100)	(3,810)	–	(8,976)
Share of results of equity-accounted associates and joint ventures	2,520	58	97	–	–	2,675
Profit/(Loss) before tax	(2,444)	(10,841)	32,663	(2,409)	–	16,969
Income tax expense	(8,116)	(2,068)	(2,671)	598	–	(12,257)
Profit/(Loss) after tax	(10,560)	(12,909)	29,992	(1,811)	–	4,712
Profit/(Loss) attributable to:						
Owners of the parent	(7,387)	(12,909)	29,992	(1,811)	–	7,885
Non-controlling interests	(3,173)	–	–	–	–	(3,173)
	(10,560)	(12,909)	29,992	(1,811)	–	4,712

Resources

The Group's resources revenue increased by 31% q-o-q to $349.1 million for 2Q2011 and rose by 22% y-o-y to $657.4 million for 1H2011. The increase in revenue was mainly due to higher average tin prices.

Resources operations recorded a profit of $7.8 million for 2Q2011 compared with $2.0 million for 2Q2010. For 1H2011, the profit was $13.9 million, compared with a loss of $7.4 million for 1H2010. This was contributed by higher profits from its tin mining and smelting operations in Malaysia and Indonesia mainly due to improved operating performance as well as higher tin prices. The Group's investment in its 30% jointly controlled entity in the Philippines, KM Resources Inc, also returned better results. The losses in 1H2010 were mainly due to exceptional impairment provisions.

Hospitality

The Group's hospitality revenue increased by 8% to $35.3 million for 2Q2011 and $74.0 million for 1H2011. The increase in revenue was mainly due to higher average occupancy and room rates reported by most of the Group's hotels.

Improved operating performance, lower hospitality corporate expenses and fair value gains reduced the Group's hospitality losses to $4.0 million for 2Q2011 and $6.0 million for 1H2011.

Property

The Group's property revenue doubled q-o-q to $24.7 million for 2Q2011 and increased by 76% y-o-y to $38.1 million for 1H2011. The increase in revenue was mainly due to higher occupancy of commercial properties and sale of development properties.

Improved operating performance, together with higher fair value gains in investment properties as at 30 June 2011 contributed to property profits growing by 86% q-o-q to $46.3 million for 2Q2011 and increasing by 60% y-o-y to $48.0 million for 1H2011.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

No prospect statement was disclosed in the first quarter 2011 financial results announcement made on 13 May 2011.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

Resources

Despite the heightened uncertainty in global economic, financial and commodity markets in the face of an expanding sovereign debt crisis and poor growth prospects in the developed countries, the Board expects the Group's resources operations to remain profitable in the second half of the year 2011.

Hospitality

Rendezvous Hotel Singapore, the Group's flagship hotel, is undergoing $20 million refurbishment works in designated areas until November 2011.

The Group's leased hotel in Christchurch was affected by the earthquake on the 22 February 2011. The hotel is currently closed pending regulatory inspection and is expected to commence operations in the first half of 2012.

Hospitality business continues to be challenging in an increasingly competitive market environment. Ongoing review and continuing improvement of operations, including refurbishments and refinement of product standards, are expected to result in an improvement in performance in the current year.

Property

Rental income from the Straits Trading Building and the quality of its property portfolio continue to underpin the Group's property operations. The Group can be expected to seize new opportunities in development properties as they arise. The Group expects its property operations to be satisfactory for the current year.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

None.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend has been declared for the second quarter ended 30 June 2011.

BY ORDER OF THE BOARD
Sng Kiat Huang (Ms)
Secretary

12 August 2011
Singapore

This Announcement will be available at the Company's website at http://www.stc.com.sg/