STRAITS TRADING
ESTABLISHED 1887
A MEMBER OF THE TECITY GROUP

Financial Highlights

$ million	1st Qtr 2012	1st Qtr 2011	+/(-) %
Revenue	**371.2**	360.4	3.0
Earnings before interest and tax (EBIT)	**7.1**	24.3	(70.7)
Profit before tax	**0.7**	20.3	(96.7)
Profit/(Loss) after tax	**(2.4)**	14.3	(117.0)
Profit/(Loss) attributable to owners of the Company	**(0.6)**	7.1	(108.2)
Earnings/(Loss) per share (in Singapore cents)	**(0.2) cents**	2.2 cents	N.M.

	As At 31st March 2012	As At 31st December 2011 (restated)
Equity attributable to owners of the Company	**$1,187,803,000**	$1,168,402,000
Net asset value per share	**$3.64**	$3.59

N.B.: All in Singapore dollars
N.M.: Not meaningful

Note: The comparative balance sheet as at 31 December 2011 had been restated to take into account the retrospective adjustments to the Amendments to FRS 12 Deferred Tax: Recovery of Underlying Assets.

- The Straits Trading Group reported a net loss of $0.6 million for the first quarter ended 31 March 2012 ("1Q2012"), compared with a net profit of $7.1 million for the first quarter ended 31 March 2011 ("1Q2011"). This was mainly due to lower net profit reported by the resources division.
- The Group's revenue rose 3% to $371.2 million for 1Q2012. The increase was mainly due to higher resources revenue on the back of higher sales volume and higher hospitality revenue reported by most hotels in the Group, partly offset by no sales of development properties.
- The Group's resources operations reported a significantly lower net profit of $0.9 million for 1Q2012, compared with a net profit of $6.1 million for 1Q2011. Both the smelting business and tin mining operations in Malaysia achieved satisfactory profits in 1Q2012 notwithstanding a more challenging global economic environment. However these profits were substantially off-set by the continuing losses incurred by PT Koba Tin due to the low tin price and high unit cost of production.
- The Group's hospitality operations recorded a marginally lower loss of $1.9 million for 1Q2012. This was mainly due to higher average room rates, (which saw revenue rising by 5% to $40.7 million for 1Q2012), improved operating performance and lower corporate expenses.
- The Group's property operations reported a 20% lower net profit of $1.4 million for 1Q2012 because there were no sales of development properties and net property income was lower.
- Net asset value rose to $3.64 per share as at 31 March 2012 from $3.59 per share as at 31 December 2011(restated), notwithstanding the 4-cent dividend declared by the Company for the financial year ended 31 December 2011. This was mainly due to the increase in fair value of its available-for-sale investment in WBL Corporation Ltd.

The Straits Trading Company Limited (Company Registration No. : 188700008D)

First Quarter Financial Statements Announcement for the Period Ended 31 March 2012

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 1st quarter ended 31 March 2012 are as follow:

GROUP	Note	1st Quarter (1Q) Ended 31 March	
		2012	2011
		$'000	$'000
Revenue			
Tin mining and smelting revenue	A	**318,596**	308,320
Hotel revenue	B	**40,681**	38,703
Property revenue	C	**11,926**	13,409
Total revenue		**371,203**	360,432
Other items of income			
Dividend income		**2,306**	2,306
Interest income		**2,070**	864
Fair value changes in financial assets		**(15)**	69
Other income		**2,554**	713
		378,118	364,384
Other items of expense			
Employee benefits expense		**(23,523)**	(24,330)
Depreciation expense		**(5,642)**	(4,956)
Amortisation expense		**(1,727)**	(2,415)
Costs of tin mining and smelting	D	**(303,332)**	(272,572)
Finance costs	E	**(6,454)**	(4,033)
Other expenses	F	**(38,596)**	(35,902)
Exchange gains/(losses)	G	**1,638**	(798)
Total expenses		**(377,636)**	(345,006)
Share of results of equity-accounted associates and joint ventures	H	**192**	922
Profit before tax		**674**	20,300
Income tax expense	I	**(3,097)**	(6,036)
Profit/(Loss) after tax		**(2,423)**	14,264
Profit/(Loss) attributable to:			
Owners of the Company		**(584)**	7,082
Non-controlling interests		**(1,839)**	7,182
		(2,423)	14,264

Notes:

(A) The increase in tin mining and smelting revenue was mainly due to higher sales volume.

(B) The increase in hotel revenue was mainly due to higher average room rates.

Notes to the Income Statement on page 2:

(C) Property revenue decreased because there were no sales of development properties.

(D) The increase in costs of tin mining and smelting was mainly due to higher cost of production in PT Koba Tin.

(E) The increase in finance costs arose from the maiden issue of the Company's $225 million 4.3% per annum fixed rate 5-year medium term notes in November 2011.

(F) The higher other expenses were mainly due to increases in operating expenses that was broad-based across all business operations.

(G) Exchange gains/(losses) reflected the relative strength of the US$ to Malaysian Ringgit.

(H) Share of results of equity-accounted associates and joint ventures reflected the lower share of profit from the Group's jointly controlled Philippine entity, KM Resources Inc.

(I) The overall effective tax rate for the current period was higher than the statutory tax rate in Singapore mainly due to higher tax rates in overseas subsidiaries and 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) Statement of comprehensive income for the 1st quarter ended 31 March 2012.

GROUP	1st Quarter (1Q) Ended 31 March	
	2012	2011
	$'000	$'000
Profit/(Loss) after tax	**(2,423)**	14,264
Other comprehensive income/(expenses):		
Net fair value changes in available-for-sale investment securities	**35,691**	(20,293)
Net fair value changes in cash flow hedges	**(19)**	(218)
Currency translation reserve	**(3,452)**	(4,509)
Other comprehensive income/(expenses) after tax for the period	**32,220**	(25,020)
Total comprehensive income/(expenses) for the period	**29,797**	(10,756)
Total comprehensive income/(expenses) attributable to:		
Owners of the Company	**32,437**	(16,299)
Non-controlling interests	**(2,640)**	5,543
	29,797	(10,756)

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

Balance sheets as at 31 March 2012

	Note	GROUP			COMPANY		
		31 Mar 2012	31 Dec 2011	31 Dec 2010	**31 Mar 2012**	31 Dec 2011	31 Dec 2010
		$'000	$'000	$'000	**$'000**	$'000	$'000
Assets			(restated)[(a)]	(restated)[(a)]		(restated)[(a)]	(restated)[(a)]
Non-current assets							
Property, plant and equipment		**387,761**	389,802	340,923	**381**	368	361
Investment properties		**923,254**	932,907	853,505	**118,919**	118,658	112,734
Goodwill		**21,972**	21,863	22,425	–	–	–
Other intangible assets		**36,893**	39,128	34,119	–	–	–
Investments in subsidiaries		–	–	–	**195,190**	212,390	213,390
Investments in associates and joint ventures	J	**71,712**	76,439	67,143	**3,585**	3,585	3,585
Deferred tax assets		**10,417**	8,487	10,722	–	–	–
Other non-current receivables		**2,566**	2,695	2,315	–	–	106,465
Investment securities	K	**174,496**	135,500	213,683	**61,656**	48,422	75,226
Other non-current assets		**1,232**	1,226	18,025	–	–	–
Total non-current assets		**1,630,303**	1,608,047	1,562,860	**379,731**	383,423	511,761
Current assets							
Assets of disposal group classified as held for sale		–	–	10,680	–	–	564
Development properties for sale		**28,448**	29,613	38,895	–	–	–
Inventories	L	**140,971**	121,162	171,215	–	–	–
Income tax receivables		**4,646**	4,513	11,107	–	19	11
Prepayments and accrued income		**5,978**	6,043	7,414	**197**	217	3
Trade and other receivables	M	**128,350**	182,109	138,630	**158,799**	166,172	149,286
Marketable securities		**14**	13	17	–	–	–
Derivative financial instruments		–	–	487	–	–	–
Cash and short-term deposits		**302,880**	313,323	71,597	**190,229**	173,441	1,103
Total current assets		**611,287**	656,776	450,042	**349,225**	339,849	150,967
Total assets		**2,241,590**	2,264,823	2,012,902	**728,956**	723,272	662,728
Equity and liabilities							
Equity							
Share capital		**265,928**	265,928	265,928	**265,928**	265,928	265,928
Retained earnings		**775,750**	789,370	751,000	**161,337**	173,767	110,027
Other reserves		**146,125**	113,104	135,259	**(1,019)**	(14,527)	13,254
Reserve of disposal group classified as held for sale		–	–	(1,173)	–	–	–
Equity attributable to owners of the Company		**1,187,803**	1,168,402	1,151,014	**426,246**	425,168	389,209
Non-controlling interests		**95,083**	97,723	47,190	–	–	–
Total equity		**1,282,886**	1,266,125	1,198,204	**426,246**	425,168	389,209
Non-current liabilities							
Provisions		**14,375**	14,102	13,165	–	–	–
Deferred tax liabilities		**70,665**	70,979	71,267	**929**	925	934
Other non-current payables		–	–	–	–	–	143,213
Borrowings		**507,442**	520,190	296,124	**223,963**	223,907	22,109
Derivative financial instruments		**307**	354	576	–	–	–
Other non-current liabilities		**2,058**	2,631	7,532	–	–	–
Total non-current liabilities		**594,847**	608,256	388,664	**224,892**	224,832	166,256

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

Balance sheets as at 31 March 2012 (Cont'd)

	Note	GROUP			COMPANY		
		31 Mar 2012	31 Dec 2011	31 Dec 2010	**31 Mar 2012**	31 Dec 2011	31 Dec 2010
		$'000	$'000	$'000	**$'000**	$'000	$'000
			(restated)[a]	(restated)[a]		(restated)[a]	(restated)[a]
Current liabilities							
Liabilities directly associated with disposal group classified as held for sale		–	–	4,741	–	–	–
Provisions		**8,558**	8,450	2,986	–	–	–
Income tax payable		**25,922**	26,164	26,837	**886**	787	900
Trade and other payables	N	**123,518**	140,907	109,787	**63,896**	72,485	106,363
Borrowings		**192,562**	214,750	281,683	–	–	–
Derivative financial instruments		**261**	171	–	–	–	–
Dividend payables		**13,036**	–	–	**13,036**	–	–
Total current liabilities		**363,857**	390,442	426,034	**77,818**	73,272	107,263
Total liabilities		**958,704**	998,698	814,698	**302,710**	298,104	273,519
Total equity and liabilities		**2,241,590**	2,264,823	2,012,902	**728,956**	723,272	662,728

(a) The comparative balance sheets as at 31 December 2011 and 31 December 2010 had been restated to take into account the retrospective adjustments to the Amendments to FRS 12 Deferred Tax: Recovery of Underlying Assets.

Notes:

(J) The decrease in investments in associates and joint ventures was due to deemed disposal of a foreign associate, following the Group's loss of significant influence in this company and currency translation of foreign associates and joint ventures.

(K) The increase in investment securities was mainly due to the favourable market price movements of the quoted investment securities.

(L) The increase in inventories was mainly due to higher stock quantity.

(M) The decrease in trade and other receivables was due to receipts from investment properties sold in FY2011 and higher collection in the resources operations.

(N) The decrease in trade and other payables reflected increased payments.

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

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

As at 31/03/2012		As at 31/12/2011	
Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
–	192,562	–	214,750

Amount repayable after one year:

As at 31/03/2012		As at 31/12/2011	
Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
236,663	270,779	236,563	283,627

Details of any collaterals:

The $215.2 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 $21.5 million loan is secured by mortgages over the 14 residential units at The Holland Collection, 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.

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

Consolidated cash flow statement for the 1st quarter ended 31 March 2012

	1st Quarter Ended 31 March	
	2012	2011
	$'000	$'000
Cash flows from operating activities		
Profit before tax	**674**	20,300
Adjustments		
Depreciation of property, plant and equipment	**5,642**	4,956
Amortisation of intangible assets	**1,727**	2,415
Amortisation of deferred income	**(906)**	(906)
Dividend income	**(2,306)**	(2,306)
Interest income	**(2,070)**	(864)
Finance costs	**6,454**	4,033
Currency realignment	**(758)**	(2,480)
Fair value changes in financial assets	**15**	(69)
Net loss on disposal of associates, property, plant and equipment and investment properties	**33**	843
(Write back)/Write off/Provisions for rehabilitation/exploration costs and other assets	**(577)**	3,311
Provision for onerous contracts	**784**	–
Provision for employee benefits and receivables	**63**	531
Share of results of equity-accounted associates and joint ventures	**(192)**	(922)
Operating cash flows before changes in working capital	**8,583**	28,842
Decrease/(Increase) in development properties for sale	**1,173**	(2,456)
Increase in inventories	**(18,742)**	(7,245)
Decrease/(Increase) in trade and other receivables	**36,469**	(32,776)
(Decrease)/Increase in trade and other payables	**(16,983)**	7,630
Cash flow from/(used in) operations	**10,500**	(6,005)
Income taxes paid	**(5,831)**	(3,231)
Payment of finance costs	**(3,506)**	(4,008)
Interest received	**1,966**	763
Dividend income	**2,306**	2,336
Net cash flows from/(used in) operating activities	**5,435**	(10,145)
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment and investment properties	**29,066**	7,271
Cost incurred on property, plant and equipment	**(6,501)**	(3,508)
Cost incurred on investment properties	**(2,592)**	(5,073)
Increase in deferred mine development and exploration expenditure and other intangible assets	**(937)**	(6,374)
Additional shares in associates	**–**	(1,948)
Net cash flows from/(used in) investing activities	**19,036**	(9,632)

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

Consolidated cash flow statement for the 1st quarter ended 31 March 2012 (cont'd)

	1st Quarter Ended 31 March	
	2012	2011
	$'000	$'000
Cash flows from financing activities		
(Repayment)/Drawdown of short term borrowings	**(31,925)**	10,991
Drawdown of long term borrowings	**–**	1,236
Repayment of long term borrowings	**(2,915)**	(3,056)
Net proceeds from issuance of shares by subsidiary to non-controlling shareholders	**–**	41,964
Net cash flows (used in)/from financing activities	**(34,840)**	51,135
Net (decrease)/increase in cash and cash equivalents	**(10,369)**	31,358
Effect of exchange rate changes on cash and cash equivalents	**(624)**	(828)
Cash and cash equivalents, beginning balance	**313,323**	71,817
Cash and cash equivalents, ending balance	**302,330**	102,347
Cash and cash equivalents comprise the following:		
Cash and short-term deposits	**277,290**	76,267
Amounts reserved for the development of new mines	**25,590**	25,997
Bank overdrafts	**(550)**	–
Cash and cash equivalents of the Group	**302,330**	102,264
Disposal group classified as held for sale	**–**	83
	302,330	102,347

Included in cash and cash equivalents of the Group, is an amount of S$26 million (2011: S$26 million) reserved for the development of new mines through the selective acquisitions of suitable mining concessions or leases, as well as mining projects and assets primarily in Malaysia, Indonesia and other countries.

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 capitalization 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 year ended 31 March 2012

GROUP

	Total Equity $'000	Equity attributable to owners of the Company $'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
Closing balance at 31 December 2011 as previously reported	1,260,147	1,162,424	265,928	783,370	(30,551)	(25)	144,316	–	–	(614)	–	97,723
Effect of adoption of the Amendments to FRS 12 (refer to item 5)	5,978	5,978	–	6,000	–	–	–	–	–	(22)	–	–
Opening balance at 1 January 2012 as restated	1,266,125	1,168,402	265,928	789,370	(30,551)	(25)	144,316	–	–	(636)	–	97,723
Total comprehensive income/(expenses) for the period	29,797	32,437	–	(584)	35,501	(11)	–	–	–	(2,469)	–	(2,640)
Dividend for 2011, payable	(13,036)	(13,036)	–	(13,036)	–	–	–	–	–	–	–	–
Total transactions with owners in their capacity as owners	(13,036)	(13,036)	–	(13,036)	–	–	–	–	–	–	–	–
Closing balance at 31 March 2012	**1,282,886**	**1,187,803**	**265,928**	**775,750**	**4,950**	**(36)**	**144,316**	–	–	**(3,105)**	–	**95,083**

	Total Equity $'000	Equity attributable to owners of the Company $'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
Closing balance at 31 December 2010 as previously reported	1,193,603	1,146,413	265,928	746,405	40,471	210	97,248	84	93	(2,853)	(1,173)	47,190
Effect of adoption of the Amendments to FRS 12 (refer to item 5)	4,601	4,601	–	4,595	–	–	–	–	–	6	–	–
Opening balance at 1 January 2011 as restated	1,198,204	1,151,014	265,928	751,000	40,471	210	97,248	84	93	(2,847)	(1,173)	47,190
Total comprehensive income/(expenses) for the period	(10,756)	(16,299)	–	7,082	(20,295)	(119)	–	–	–	(2,938)	(29)	5,543
Dividend for 2010, payable	(6,518)	(6,518)	–	(6,518)	–	–	–	–	–	–	–	–
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
Total transactions with owners in their capacity as owners	35,446	(8,802)	–	(10,413)	–	(57)	(1,456)	–	(93)	2,969	248	44,248
Closing balance at 31 March 2011 as restated	**1,222,894**	**1,125,913**	**265,928**	**747,669**	**20,176**	**34**	**95,792**	**84**	–	**(2,816)**	**(954)**	**96,981**

Statements of changes in equity for the year ended 31 March 2012 (cont'd)

COMPANY

	Total equity $'000	Equity attributable to owners of the Company $'000	Share capital $'000	Retained earnings $'000	AFS reserve $'000	Revaluation reserve $'000	Translation reserve $'000
Closing balance at 31 December 2011 as previously reported	423,951	423,951	265,928	172,528	(10,716)	175	(3,964)
Effect of adoption of the Amendments to FRS 12 (refer to item 5)	1,217	1,217	–	1,239	–	–	(22)
Opening balance at 1 January 2012 as restated	425,168	425,168	265,928	173,767	(10,716)	175	(3,986)
Total comprehensive income/(expenses) for the period	14,114	14,114	–	606	13,234	–	274
Dividend for 2011, payable	(13,036)	(13,036)	–	(13,036)	–	–	–
Total transactions with owners in their capacity as owners	(13,036)	(13,036)	–	(13,036)	–	–	–
Closing balance at 31 March 2012	**426,246**	**426,246**	**265,928**	**161,337**	**2,518**	**175**	**(3,712)**

	Total equity $'000	Equity attributable to owners of the Company $'000	Share capital $'000	Retained earnings $'000	AFS reserve $'000	Revaluation reserve $'000	Translation reserve $'000
Closing balance at 31 December 2010 as previously reported	388,066	388,066	265,928	108,890	16,084	147	(2,983)
Effect of adoption of the Amendments to FRS 12 (refer to item 5)	1,143	1,143	–	1,137	–	–	6
Opening balance at 1 January 2011 as restated	389,209	389,209	265,928	110,027	16,084	147	(2,977)
Total comprehensive income/(expenses) for the period	(6,112)	(6,112)	–	1,746	(7,663)	–	(195)
Dividend for 2010, payable	(6,518)	(6,518)	–	(6,518)	–	–	–
Total transactions with owners in their capacity as owners	(6,518)	(6,518)	–	(6,518)	–	–	–
Closing balance at 31 March 2011 as restated	**376,579**	**376,579**	**265,928**	**105,255**	**8,421**	**147**	**(3,172)**

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.

	31 March 2012	31 December2011
	'000	'000
Total number of ordinary shares in issue	**325,897**	325,897

There were no treasury shares as at 31 March 2012 and 31 December 2011.

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.

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.

Except as disclosed in item 5 below, 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 2011.

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 Group adopted the followings revised Financial Reporting Standards ("FRS") that are effective for the financial period beginning 1 January 2012:

Amendments to FRS 107 Disclosures – Transfers of Financial Assets
Amendments to FRS 12 Deferred Tax: Recovery of Underlying Assets

The Amendments to FRS 107 Disclosures – Transfers of Financial Assets is a disclosure standard. It will have no impact on the financial position and financial performance of the Group.

Amendments to FRS 12 Deferred Tax: Recovery of Underlying Assets

The Amendments to FRS 12 apply to the measurement of deferred tax liabilities and assets arising from investment properties measured using the fair value model under FRS 40 Investment Property, including investment property acquired in a business combination and subsequently measured using the fair value model. For the purposes of measuring deferred tax, the Amendments introduce a rebuttable presumption that the carrying amount of an investment property measured at fair value will be recovered entirely through sale. The presumption can be rebutted if the investment property is depreciable and is held within a business model whose objective is to consume substantially all of the economic benefits over time, rather than through sale.

Upon adoption of the Amendments to FRS 12 by the Group and Company with effect from 1 January 2012, there is a presumption that the carrying amount of an investment property measured at fair value will be recovered entirely through sale. The change in accounting policy has been applied retrospectively and the effects are as follows:

	31 December 2011			31 December 2010		
	As previously reported	Effect of Amendments to FRS 12	Restated	As previously reported	Effect of Amendments to FRS 12	Restated
	$'000	$'000	$'000	$'000	$'000	$'000
Balance Sheets						
Group						
Deferred tax liabilities	76,957	(5,978)	70,979	75,868	(4,601)	71,267
Retained earnings	783,370	6,000	789,370	746,405	4,595	751,000
Other reserves	113,126	(22)	113,104	135,253	6	135,259
Company						
Deferred tax liabilities	2,142	(1,217)	925	2,077	(1,143)	934
Retained earnings	172,528	1,239	173,767	108,890	1,137	110,027
Other reserves	(14,505)	(22)	(14,527)	13,248	6	13,254

There was no impact to the income statement for the 1st quarter ended 31 March 2011 as it had not recorded any fair value changes in investment properties for that quarter.

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.

	1st Quarter Ended 31 March	
	2012	2011
Basic and diluted earnings/(loss) per share for the period based on Group profit/(loss) attributable to owners of the Company:	**(0.2) cents**	2.2 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:	**31 March 2012**	31 December 2011 (restated)
The Group	**$3.64**	$3.59
The Company	**$1.31**	$1.30

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.

The following tables summarise the 1Q2012 operating results by business segments and comparables for 1Q2011.

1Q2012 Operating Segment Results

	Resources $'000	Hospitality $'000	Property $'000	Others $'000	Elimination $'000	Consolidated $'000
Revenue						
External revenue	318,596	40,681	11,926	–	–	371,203
Inter-segment revenue	–	80	15	–	(95)	–
Total revenue	318,596	40,761	11,941	–	(95)	371,203
Segment results						
Operating profit/(loss)	5,412	(3,527)	3,370	1,681	–	6,936
Finance costs	(2,230)	(33)	(1,599)	(2,592)	–	(6,454)
Share of results of equity-accounted associates and joint ventures	50	–	142	–	–	192
Profit/(Loss) before tax	3,232	(3,560)	1,913	(911)	–	674
Income tax expense	(4,137)	1,647	(509)	(98)	–	(3,097)
Profit/(Loss) after tax	(905)	(1,913)	1,404	(1,009)	–	(2,423)
Profit/(Loss) attributable to:						
Owners of the Company	934	(1,913)	1,404	(1,009)	–	(584)
Non-controlling interests	(1,839)	–	–	–	–	(1,839)
	(905)	(1,913)	1,404	(1,009)	–	(2,423)

1Q2011 Operating Segment Results

	Resources $'000	Hospitality $'000	Property $'000	Others $'000	Elimination $'000	Consolidated $'000
Revenue						
External revenue	308,320	38,703	13,409	–	–	360,432
Inter-segment revenue	–	68	51	–	(119)	–
Total revenue	308,320	38,771	13,460	–	(119)	360,432
Segment results						
Operating profit/(loss)	20,500	(1,755)	3,106	1,560	–	23,411
Finance costs	(2,693)	–	(1,187)	(153)	–	(4,033)
Share of results of equity-accounted associates and joint ventures	962	36	(76)	–	–	922
Profit/(Loss) before tax	18,769	(1,719)	1,843	1,407	–	20,300
Income tax expense	(5,537)	(291)	(83)	(125)	–	(6,036)
Profit/(Loss) after tax	13,232	(2,010)	1,760	1,282	–	14,264
Profit/(Loss) attributable to:						
Owners of the Company	6,050	(2,010)	1,760	1,282	–	7,082
Non-controlling interests	7,182	–	–	–	–	7,182
	13,232	(2,010)	1,760	1,282	–	14,264

Resources

The Group's resources revenue increased by 3% to $318.6 million for 1Q2012 mainly due to higher sales volume recorded by the tin smelting business in Malaysia.

The Group's resources operations reported a significantly lower net profit of $0.9 million for 1Q2012, compared with a net profit of $6.1 million for 1Q2011. Both the smelting business and the tin mining operations in Malaysia achieved satisfactory profits in 1Q2012. However, these profits were substantially off-set by the losses incurred by PT Koba Tin. Although average tin price recovered slightly to US$22,900 per tonne in 1Q2012 from a low of US$20,800 in 4Q2011, it was still 23% lower than US$29,900 in 1Q2011. The lower tin price coupled with higher unit cost of production continued to adversely affect the performance of PT Koba Tin.

Hospitality

The Group's hospitality revenue increased by 5% to $40.7 million for 1Q2012. The increase in revenue was mainly due to higher average room rates reported by most of the Group's hotels.

Hospitality reported a marginally lower net loss of $1.9 million for 1Q2012 due to higher revenue, improved operating performance and lower corporate expenses.

Property

The Group reported 11% lower property revenue of $11.9 million and 20% lower net profit of $1.4 million for 1Q2012 because there were no sales of development properties and net property income was lower.

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 2011 full year financial statements announcement made on 29 February 2012.

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

The operating environment is expected to continue to be difficult and challenging due to weaker demand for commodities arising from the prevailing global economic uncertainties including sovereign debt concerns and economic recession in Europe.

Rationalisation activities to turnaround PT Koba Tin's operations require a significant improvement in production and drastic cost cutting measures. However, the results of any efforts to increase mine production will be subject to the renewal of PT Koba Tin's Contract of Work with the Government of Indonesia. Barring any unforeseen circumstances and subject to tin prices increasing to a more reasonable level the Board of the Group's listed subsidiary, Malaysia Smelting Corporation Berhad, expects the overall operating performance of the resources operations for FY2012 to be profitable.

Hospitality

Hospitality business continues to be challenging in an increasingly competitive market environment.

The Group has re-launched its hotels under three major brands, namely Rendezvous Grand, Rendezvous and Rendezvous Studio. With the completion of the refurbishment works, the hotel in Singapore will officially re-open as Rendezvous Grand Hotel on 23 May 2012, together with the Rendezvous Gallery, its newly refurbished F&B podium which is 100% tenanted.

Currently, refurbishment works at the Rendezvous hotels in Auckland and Scarborough, Perth, as well as Perth Central Business District are in progress. The refurbishment works at the Rendezvous hotel in Melbourne will also commence soon.

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

Property

The Additional Buyers' Stamp Duty introduced by the Singapore Government in December 2011 has dampened sentiment in certain segments of the Singapore residential market. The Group will seize new opportunities in properties as they arise.

The Group is undertaking feasibility studies on its existing land parcels in Malaysia to unlock their value.

The master lease at No. 18, 20 and 22 Cross Street, Singapore expired on 29 March 2012 and the Group does not expect any material impact arising from the expiration of the lease.

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 first quarter ended 31 March 2012.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Company did not seek and does not have a general mandate from shareholders pursuant to Rule 920 of the Listing Manual.

14. Negative confirmation pursuant to Rule 705(5).

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 first quarter 2012 financial results to be false or misleading in any material aspect.

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

15 May 2012
Singapore

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