Financial Highlights

$ million	2nd Qtr 2012	2nd Qtr 2011 (restated)	+/(-) %	1st Half 2012	1st Half 2011 (restated)	+/(-) %
Revenue	**261.0**	409.1	(36.2)	**632.2**	769.5	(17.8)
Earnings/(Loss) before interest and tax (EBIT)	**(23.3)**	72.1	(132.2)	**(16.1)**	96.4	(116.7)
Profit/(Loss) before tax	**(29.6)**	67.8	(143.7)	**(28.9)**	88.1	(132.8)
Profit/(Loss) after tax	**(24.6)**	57.1	(143.0)	**(27.0)**	71.4	(137.8)
Profit/(Loss) attributable to owners of the Company	**(11.0)**	49.9	(122.0)	**(11.6)**	57.0	(120.3)

Earnings/(Loss) per share (In Singapore cents)	**(3.4) cents**	15.3 cents	N.M.	**(3.6) cents**	17.5 cents	N.M.

	As At 30th June 2012	As At 31st December 2011 (restated)
Equity attributable to owners of the Company	**$1,168,476,000**	$1,168,402,000
Net asset value per share	**$3.59**	$3.59

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

Note: The comparatives 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 $11.0 million for the second quarter ended 30 June 2012 ("2Q2012") compared with a net profit of $49.9 million for 2Q2011. For the six months ended 30 June 2012 ("1H2012"), its net loss was $11.6 million compared with a net profit of $57.0 million in 1H2011. This was mainly due to net losses reported by resources and hospitality operations despite a profit from property operations.

- The Group's revenue fell 36% q-o-q to $261.0 million for 2Q2012 and 18% y-o-y to $632.2 million for 1H2012. The decreases were mainly due to lower revenue from resources, on the back of lower average tin prices and lower sales volume. Average market tin price for 2Q2012 fell by 29% to US$20,600 per tonne compared with US$28,900 per tonne in 2Q2011. Average market tin price for 1H2012 was US$21,700 per tonne or 26% lower compared with US$29,400 per tonne in 1H2011.

- The Group's resources operations reported net loss of $10.1 million and $9.1 million for 2Q2012 and 1H2012 respectively, compared with a net profit of $7.8 million and $13.9 million for the comparative periods. Tin prices continued to fall in 2Q2012 with average price registering about 10% lower from 1Q2012 level resulting in higher operating losses to tin mining operations at PT Koba Tin. The Butterworth tin smelting operations incurred a marginal loss due to lower volume and processing of some slow-moving lower grade tin slags. The current prevailing prices have fallen by 30% to below US$18,000 per tonne compared with an average price of US$26,100 in 2011. Consequently, a write down totaling RM38.5 million was made against the carrying value of the tin inventory during 2Q2012.

- The Group's hospitality operations reported net loss of $8.5 million for 2Q2012 and $10.4 million for 1H2012. Despite improved operating performance from owned hotels and lower corporate expenses, the higher losses reflected the exchange translation loss of $2.6 million transferred from translation reserve and the absence of fair value gains in investment property in 2Q2012.

- The Group's property operations reported lower net profit of $10.8 million for 2Q2012 and $12.2 million for 1H2012 because there were no sales of development properties and lower fair value gains in investment properties in 2Q2012.

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 2012 are as follow:

GROUP	Note	2nd Quarter (2Q) Ended 30 June		Half Year (1H) Ended 30 June	
		2012	2011	**2012**	2011
		$'000	$'000	**$'000**	$'000
			(restated)[a]		(restated)[a]
Revenue					
Tin mining and smelting revenue	A	**219,914**	349,075	**538,510**	657,395
Hotel revenue	B	**35,270**	35,258	**75,951**	73,961
Property revenue	C	**5,781**	24,740	**17,707**	38,149
Proceeds from sale of trading securities		**14**	–	**14**	–
		260,979	409,073	**632,182**	769,505
Other items of income					
Dividend income		**–**	–	**2,306**	2,306
Interest income		**1,461**	1,608	**3,531**	2,472
Fair value changes in investment properties	D	**12,045**	50,911	**12,045**	50,911
Fair value changes in financial assets		**(208)**	246	**(223)**	315
Other income		**1,010**	3,445	**3,564**	4,158
		275,287	465,283	**653,405**	829,667
Other items of expense					
Employee benefits expense	E	**(24,426)**	(27,480)	**(47,949)**	(51,810)
Depreciation expense		**(5,826)**	(5,346)	**(11,468)**	(10,302)
Amortisation expense		**(3,552)**	(2,647)	**(5,279)**	(5,062)
Impairment (losses)/reversal		**(835)**	311	**(835)**	311
Costs of tin mining and smelting	F	**(232,771)**	(307,895)	**(536,103)**	(580,467)
Cost of trading securities sold		**(14)**	–	**(14)**	–
Finance costs	G	**(6,336)**	(4,325)	**(12,790)**	(8,358)
Other expenses	H	**(29,008)**	(57,456)	**(67,604)**	(93,358)
Exchange gains/(losses)		**(1,563)**	(177)	**75**	(975)
Total expenses		**(304,331)**	(405,015)	**(681,967)**	(750,021)
Share of results of equity-accounted associates and joint ventures	I	**(543)**	7,512	**(351)**	8,434
Profit/(Loss) before tax		**(29,587)**	67,780	**(28,913)**	88,080
Income tax (expense)/credit	J	**5,017**	(10,636)	**1,920**	(16,672)
Profit/(Loss) after tax		**(24,570)**	57,144	**(26,993)**	71,408
Profit/(Loss) attributable to:					
Owners of the Company		**(10,998)**	49,932	**(11,582)**	57,014
Non-controlling interests		**(13,572)**	7,212	**(15,411)**	14,394
		(24,570)	57,144	**(26,993)**	71,408

(a) The comparative income statements for the 2nd quarter and half year ended 30 June 2011 had been restated to take into account the retrospective adjustments to the Amendments to FRS 12 Deferred Tax: Recovery of Underlying Assets.

Notes to the Income Statement on page 2:

(A) The decrease in tin mining and smelting revenue was mainly due to lower average tin prices and lower sales volume.

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

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

(D) The fair value changes in investment properties were mainly from the revaluation gains of GCB properties at Cable and Nathan Road and the apartment units at The Holland Collection.

(E) The lower employee benefits expense was mainly due to lower staff cost in resources and property operations.

(F) The decrease in costs of tin mining and smelting reflected lower average tin prices and lower sales volume. In light of the lower current prevailing tin prices, a write down totaling RM38.5 million was made against the carrying value of the tin inventory during 2Q2012.

(G) 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.

(H) The lower other expenses were mainly by resources and property operations.

(I) 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.

(J) The net tax credit was mainly due to a reversal of tax provision by a subsidiary in resource operations following finalisation of its corporate income tax.

1(a)(ii) Statement of comprehensive income for the 2nd quarter and half year ended 30 June 2012.

GROUP	2nd Quarter (2Q) Ended 30 June		Half Year (1H) Ended 30 June	
	2012	2011	**2012**	2011
	$'000	$'000	**$'000**	$'000
		(restated)[(a)]		(restated)[(a)]
Profit/(Loss) after tax	**(24,570)**	57,144	**(26,993)**	71,408
Other comprehensive income/(expenses):				
Net fair value changes in available-for-sale investment securities	**(7,877)**	(17,987)	**27,814**	(38,280)
Net fair value changes in cash flow hedges	**16**	1,376	**(3)**	1,158
Currency translation reserve	**(753)**	(3,893)	**(4,205)**	(8,402)
Net revaluation surplus on property, plant and equipment	**–**	28	**–**	28
Other comprehensive income/(expenses) after tax for the period	**(8,614)**	(20,476)	**23,606**	(45,496)
Total comprehensive income/(expenses) for the period	**(33,184)**	36,668	**(3,387)**	25,912
Total comprehensive income/(expenses) attributable to:				
Owners of the Company	**(19,327)**	30,415	**13,110**	14,116
Non-controlling interests	**(13,857)**	6,253	**(16,497)**	11,796
	(33,184)	36,668	**(3,387)**	25,912

(a) The comparative statements of comprehensive income for the 2nd quarter and half year ended 30 June 2011 had been restated to take into account the retrospective adjustments to the Amendments to FRS 12 Deferred Tax: Recovery of Underlying Assets.

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 30 June 2012

	Note	GROUP			COMPANY		
		30 June 2012	31 Dec 2011	31 Dec 2010	**30 June 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		**394,292**	389,802	340,923	**360**	368	361
Investment properties		**934,460**	932,907	853,505	**118,344**	118,658	112,734
Goodwill		**21,419**	21,863	22,425	–	–	–
Other intangible assets		**35,134**	39,128	34,119	–	–	–
Investments in subsidiaries		–	–	–	**195,190**	212,390	213,390
Investments in associates and joint ventures	K	**71,522**	76,439	67,143	**3,585**	3,585	3,585
Deferred tax assets		**10,596**	8,487	10,722	–	–	–
Other non-current receivables		**2,517**	2,695	2,315	**9,434**	–	106,465
Investment securities	L	**165,056**	135,500	213,683	**58,276**	48,422	75,226
Other non-current assets		**1,201**	1,226	18,025	–	–	–
Total non-current assets		**1,636,197**	1,608,047	1,562,860	**385,189**	383,423	511,761
Current assets							
Assets of disposal group classified as held for sale		–	–	10,680	–	–	564
Development properties for sale		**28,405**	29,613	38,895	–	–	–
Inventories	M	**103,236**	121,162	171,215	–	–	–
Income tax receivables		**8,242**	4,513	11,107	–	19	11
Prepayments and accrued income		**5,706**	6,043	7,414	**178**	217	3
Trade and other receivables	N	**122,871**	182,109	138,630	**166,689**	166,172	149,286
Marketable securities		–	13	17	–	–	–
Derivative financial instruments		–	–	487	–	–	–
Cash and short-term deposits		**284,860**	313,323	71,597	**169,761**	173,441	1,103
Total current assets		**553,320**	656,776	450,042	**336,628**	339,849	150,967
Total assets		**2,189,517**	2,264,823	2,012,902	**721,817**	723,272	662,728
Equity and liabilities							
Equity							
Share capital		**265,928**	265,928	265,928	**265,928**	265,928	265,928
Retained earnings		**764,752**	789,370	751,000	**166,254**	173,767	110,027
Other reserves		**137,796**	113,104	135,259	**(5,801)**	(14,527)	13,254
Reserve of disposal group classified as held for sale		–	–	(1,173)	–	–	–
Equity attributable to owners of the Company		**1,168,476**	1,168,402	1,151,014	**426,381**	425,168	389,209
Non-controlling interests		**78,769**	97,723	47,190	–	–	–
Total equity		**1,247,245**	1,266,125	1,198,204	**426,381**	425,168	389,209
Non-current liabilities							
Provisions		**14,492**	14,102	13,165	–	–	–
Deferred tax liabilities		**72,036**	70,979	71,267	**898**	925	934
Other non-current payables		–	–	–	–	–	143,213
Borrowings		**480,530**	520,190	296,124	**224,019**	223,907	22,109
Derivative financial instruments		**254**	354	576	–	–	–
Other non-current liabilities		**1,768**	2,631	7,532	–	–	–
Total non-current liabilities		**569,080**	608,256	388,664	**224,917**	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 30 June 2012 (Cont'd)

	Note	GROUP			COMPANY		
		30 June 2012	31 Dec 2011	31 Dec 2010	**30 June 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		**9,272**	8,450	2,986	–	–	–
Income tax payable		**16,395**	26,164	26,837	**607**	787	900
Trade and other payables	O	**123,592**	140,907	109,787	**69,912**	72,485	106,363
Borrowings		**223,444**	214,750	281,683	–	–	–
Derivative financial instruments		**489**	171	–	–	–	–
Total current liabilities		**373,192**	390,442	426,034	**70,519**	73,272	107,263
Total liabilities		**942,272**	998,698	814,698	**295,436**	298,104	273,519
Total equity and liabilities		**2,189,517**	2,264,823	2,012,902	**721,817**	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:

(K) 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, impairment provision as well as currency translation of foreign associates and joint ventures.

(L) The increase in investment securities was mainly due to higher market price of the quoted investment securities.

(M) The decrease in inventories was mainly due to the write down in the carrying value of the tin inventory as explained in note F.

(N) The decrease in trade and other receivables was due to receipts from investment properties sold in FY2011 and lower resources revenue in the current period.

(O) 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 30/6/2012		As at 31/12/2011	
Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
–	223,444	–	214,750

Amount repayable after one year:

As at 30/6/2012		As at 31/12/2011	
Secured S$'000	Unsecured S$'000	Secured S$'000	Unsecured S$'000
236,662	243,868	236,563	283,627

Details of any collaterals:

The $215.3 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 $21.4 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 2nd quarter and half year ended 30 June 2012

	2nd Quarter (2Q) Ended 30 June		Half Year (1H) Ended 30 June	
	2012	2011	**2012**	2011
	$'000	$'000	**$'000**	$'000
Cash flows from operating activities				
Profit/(Loss) before tax	**(29,587)**	67,780	**(28,913)**	88,080
Adjustments				
Depreciation of property, plant and equipment	**5,826**	5,346	**11,468**	10,302
Amortisation of intangible assets	**3,552**	2,647	**5,279**	5,062
Amortisation of deferred income	**–**	(906)	**(906)**	(1,812)
Dividend income	**–**	**–**	**(2,306)**	(2,306)
Interest income	**(1,461)**	(1,608)	**(3,531)**	(2,472)
Finance costs	**6,336**	4,325	**12,790**	8,358
Currency realignment	**(1,538)**	(6,644)	**(2,296)**	(9,124)
Fair value changes in investment properties and financial assets	**(11,837)**	(51,157)	**(11,822)**	(51,226)
Net loss/(gain) on disposal of investments, property, plant and equipment and investment properties	**2,151**	(221)	**2,184**	622
Impairment/(Reversal) of investments and plant and equipment	**835**	(311)	**835**	(311)
Write off/Provisions for rehabilitation/exploration costs and other assets	**2,311**	2,097	**1,734**	5,408
Provision for onerous contracts	**–**	–	**784**	–
Provision for employee benefits and receivables	**999**	7,533	**1,062**	8,064
Share of results of equity-accounted associates and joint ventures	**543**	(7,512)	**351**	(8,434)
Operating cash flows before changes in working capital	**(21,870)**	21,369	**(13,287)**	50,211
Decrease in development properties for sale	**35**	2,790	**1,208**	334
Decrease/(Increase) in inventories	**36,106**	3,188	**17,364**	(4,057)
Decrease in marketable securities	**14**	–	**14**	–
(Increase)/Decrease in trade and other receivables	**(6,297)**	(3,095)	**30,172**	(35,871)
(Decrease)/Increase in trade and other payables	**(431)**	(6,445)	**(17,414)**	1,185
Cash flow from operations	**7,557**	17,807	**18,057**	11,802
Income taxes paid	**(8,330)**	(482)	**(14,161)**	(3,713)
Payment of finance costs	**(7,214)**	(4,935)	**(10,720)**	(8,943)
Interest received	**1,505**	985	**3,471**	1,748
Dividend income	**–**	17	**2,306**	2,353
Net cash flows (used in)/from operating activities	**(6,482)**	13,392	**(1,047)**	3,247
Cash flows from investing activities				
Proceeds from disposal of property, plant and equipment and investment properties	**11,331**	6,925	**40,397**	14,196
Cost incurred on property, plant and equipment	**(11,729)**	(3,063)	**(18,230)**	(6,571)
Cost incurred on investment properties	**(182)**	(27,848)	**(2,774)**	(32,921)
Proceeds from disposal of investment securities	**1,586**	–	**1,586**	–
Increase in deferred mine development and exploration expenditure and other intangible assets	**(1,484)**	(653)	**(2,421)**	(7,027)
Net cash inflow on disposal of disposal group classified as held for sale	**–**	3,616	**–**	3,616
Additional shares in associates	**(510)**	–	**(510)**	(1,948)
Net cash flows (used in)/from investing activities	**(988)**	(21,023)	**18,048**	(30,655)

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 2nd quarter and half year ended 30 June 2012 (cont'd)

	2nd Quarter (2Q) Ended 30 June		Half Year (1H) Ended 30 June	
	2012	2011	**2012**	2011
	$'000	$'000	**$'000**	$'000
Cash flows from financing activities				
Dividends paid to shareholders	**(13,036)**	(6,518)	**(13,036)**	(6,518)
Dividends paid to non-controlling shareholders of a subsidiary	**(2,457)**	(418)	**(2,457)**	(418)
Drawdown/(Repayment) of short term borrowings	**9,695**	15,038	**(22,230)**	26,029
Drawdown of long term borrowings	**–**	24,993	**–**	26,229
Repayment of long term borrowings	**(3,651)**	(8,487)	**(6,566)**	(11,543)
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 (used in)/from financing activities	**(9,449)**	41,517	**(44,289)**	92,652
Net (decrease)/increase in cash and cash equivalents	**(16,919)**	33,886	**(27,288)**	65,244
Effect of exchange rate changes on cash and cash equivalents	**(1,790)**	(1,033)	**(2,414)**	(1,861)
Cash and cash equivalents, beginning balance	**302,330**	102,347	**313,323**	71,817
Cash and cash equivalents, ending balance	**283,621**	135,200	**283,621**	135,200
Cash and cash equivalents comprise the following:				
Cash and short-term deposits	**259,913**	109,836	**259,913**	109,836
Amounts reserved for the development of new mines	**24,947**	25,364	**24,947**	25,364
Bank overdrafts	**(1,239)**	–	**(1,239)**	–
	283,621	135,200	**283,621**	135,200

Included in cash and cash equivalents of the Group, is an amount of S$25 million (2011: S$25 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 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 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	Translation reserve $'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	(3,387)	13,110	–	(11,582)	27,091	(2)	–	(2,397)	(16,497)
Contributions by and distributions to owners									
Dividends on ordinary shares	(13,036)	(13,036)	–	(13,036)	–	–	–	–	–
Dividends to non-controlling shareholders of a subsidiary	(2,457)	–	–	–	–	–	–	–	(2,457)
Total contributions by and distributions to owners	**(15,493)**	**(13,036)**	**–**	**(13,036)**	–	**–**	**–**	**–**	**(2,457)**
Total transactions with owners in their capacity as owners	**(15,493)**	**(13,036)**	**–**	**(13,036)**	–	**–**	**–**	**–**	**(2,457)**
Closing balance at 30 June 2012	**1,247,245**	**1,168,476**	**265,928**	**764,752**	**(3,460)**	**(27)**	**144,316**	**(3,033)**	**78,769**

Statements of changes in equity for the period ended 30 June 2012 (cont'd)

GROUP (cont'd)

	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	25,912	14,116	–	57,014	(38,280)	632	28	–	–	(5,275)	(3)	11,796
Contributions 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 subsidiaries 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 as restated	**1,258,420**	**1,157,256**	**265,928**	**797,685**	**2,191**	**785**	**95,820**	–	–	**(5,153)**	**–**	**101,164**

Statements of changes in equity for the period ended 30 June 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	14,249	14,249	–	5,523	9,855	–	(1,129)
Contributions by and distributions to owners							
Dividends on ordinary shares	(13,036)	(13,036)	–	(13,036)	–	–	–
Total transactions with owners in their capacity as owners	**(13,036)**	**(13,036)**	**–**	**(13,036)**	**–**	**–**	**–**
Closing balance at 30 June 2012	**426,381**	**426,381**	**265,928**	**166,254**	**(861)**	**175**	**(5,115)**

	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	6,519	6,519	–	22,166	(14,446)	28	(1,229)
Contributions 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 as restated	**389,210**	**389,210**	**265,928**	**125,675**	**1,638**	**175**	**(4,206)**

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 2012	31 December 2011
	'000	'000
Total number of ordinary shares in issue	**325,897**	325,897

There were no treasury shares as at 30 June 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 following 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

The adoption of Amendments to FRS 12 resulted in $0.6 million reversal of deferred tax expenses in the income statement for 2nd quarter and half year ended 30 June 2011.

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	
	2012	2011 (restated)	**2012**	2011 (restated)
Basic and diluted earnings/(loss) per share for the period based on Group profit/(loss) attributable to owners of the Company:	**(3.4) cents**	15.3 cents	**(3.6) cents**	17.5 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 2012**	31 December 2011 (restated)
The Group	**$3.59**	$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 2Q2012 operating results by business segments and comparables for 2Q2011 and the 1H2012 operating results by business segments and comparables for 1H2011.

2Q2012 Operating Segment Results

	Resources $'000	Hospitality $'000	Property $'000	Others $'000	Elimination $'000	Consolidated $'000
Revenue						
External revenue	219,914	35,270	5,781	14	–	260,979
Inter-segment revenue	–	45	15	–	(60)	–
Total revenue	219,914	35,315	5,796	14	(60)	260,979
Segment results						
Operating profit/(loss)	(27,511)	(7,540)	1,618	(485)	–	(33,918)
Fair value changes in investment properties	–	(113)	12,158	–	–	12,045
Impairment (losses)/reversal	(835)	–	–	–	–	(835)
Finance costs	(2,104)	(36)	(1,600)	(2,596)	–	(6,336)
Share of results of equity-accounted associates and joint ventures	(641)	–	98	–	–	(543)
Profit/(Loss) before tax	(31,091)	(7,689)	12,274	(3,081)	–	(29,587)
Income tax (expense)/credit	7,447	(778)	(1,488)	(164)	–	5,017
Profit/(Loss) after tax	(23,644)	(8,467)	10,786	(3,245)	–	(24,570)
Profit/(Loss) attributable to:						
Owners of the Company	(10,072)	(8,467)	10,786	(3,245)	–	(10,998)
Non-controlling interests	(13,572)	–	–	–	–	(13,572)
	(23,644)	(8,467)	10,786	(3,245)	–	(24,570)

2Q2011 Operating Segment Results

	Resources $'000	Hospitality $'000 (restated)	Property $'000	Others $'000	Elimination $'000	Consolidated $'000 (restated)
Revenue						
External revenue	349,075	35,258	24,740	–	–	409,073
Inter-segment revenue	–	75	15	–	(90)	–
Total revenue	349,075	35,333	24,755	–	(90)	409,073
Segment results						
Operating profit/(loss)	17,146	(6,544)	3,342	(573)	–	13,371
Fair value changes in investment properties	–	3,700	47,211	–	–	50,911
Impairment (losses)/reversal	(11)	326	–	(4)	–	311
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)	(834)	(3,249)	(92)	–	(10,636)
Profit/(Loss) after tax	15,028	(3,345)	46,283	(822)	–	57,144
Profit/(Loss) attributable to:						
Owners of the Company	7,816	(3,345)	46,283	(822)	–	49,932
Non-controlling interests	7,212	–	–	–	–	7,212
	15,028	(3,345)	46,283	(822)	–	57,144

1H2012 Operating Segment Results

	Resources $'000	Hospitality $'000	Property $'000	Others $'000	Elimination $'000	Consolidated $'000
Revenue						
External revenue	538,510	75,951	17,707	14	–	632,182
Inter-segment revenue	–	125	30	–	(155)	–
Total revenue	538,510	76,076	17,737	14	(155)	632,182
Segment results						
Operating profit/(loss)	(22,099)	(11,067)	4,988	1,196	–	(26,982)
Fair value changes in investment properties	–	(113)	12,158	–	–	12,045
Impairment (losses)/reversal	(835)	–	–	–	–	(835)
Finance costs	(4,334)	(69)	(3,199)	(5,188)	–	(12,790)
Share of results of equity-accounted associates and joint ventures	(591)	–	240	–	–	(351)
Profit/(Loss) before tax	(27,859)	(11,249)	14,187	(3,992)	–	(28,913)
Income tax (expense)/credit	3,310	869	(1,997)	(262)	–	1,920
Profit/(Loss) after tax	(24,549)	(10,380)	12,190	(4,254)	–	(26,993)
Profit/(Loss) attributable to:						
Owners of the Company	(9,138)	(10,380)	12,190	(4,254)	–	(11,582)
Non-controlling interests	(15,411)	–	–	–	–	(15,411)
	(24,549)	(10,380)	12,190	(4,254)	–	(26,993)

1H2011 Operating Segment Results

	Resources $'000	Hospitality $'000 (restated)	Property $'000	Others $'000	Elimination $'000	Consolidated $'000 (restated)
Revenue						
External revenue	657,395	73,961	38,149	–	–	769,505
Inter-segment revenue	–	143	66	–	(209)	–
Total revenue	657,395	74,104	38,215	–	(209)	769,505
Segment results						
Operating profit/(loss)	37,646	(8,299)	6,448	987	–	36,782
Fair value changes in investment properties	–	3,700	47,211	–	–	50,911
Impairment (losses)/reversal	(11)	326	–	(4)	–	311
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)	(1,125)	(3,332)	(217)	–	(16,672)
Profit/(Loss) after tax	28,260	(5,355)	48,043	460	–	71,408
Profit/(Loss) attributable to:						
Owners of the Company	13,866	(5,355)	48,043	460	–	57,014
Non-controlling interests	14,394	–	–	–	–	14,394
	28,260	(5,355)	48,043	460	–	71,408

Resources

The Group's resources revenue decreased by 37% q-o-q to $219.9 million and fell 18% y-o-y to $538.5 million on the back of lower tin prices and lower volume. Average market tin price for 2Q2012 fell by 29% to US$20,600 per tonne compared with US$28,900 per tonne in 2Q2011. Average market tin price for 1H2012 was US$21,700 per tonne or 26% lower compared with US$29,400 per tonne in 1H2011.

The Group's resources operations reported a net loss of $10.1 million for 2Q2012, compared with a net profit of $7.8 million for 2Q2011. For 1H2012, resources operations reported net loss of $9.1 million compared with net profit of $13.9 million for 1H2011.

Tin prices continued to fall in 2Q2012 with average price registering a 10% decrease from 1Q2012 level. This has resulted in higher operating losses in the tin mining operations at PT Koba Tin. As a result, some units at PT Koba Tin have ceased operations resulting in a 50% drop in PT Koba Tin' s production in 2Q2012.

The Butterworth tin smelting operations incurred a marginal loss due to lower volume and processing of some slow-moving lower grade tin slags.

At Rahman Hydraulic, tin mining operations continued to be profitable with an improvement in mine production but were affected by lower tin prices in 2Q2012.

The short term outlook for tin and other commodities is not encouraging due to slower demand in China and other industrial economies compounded by the economic problems in Europe. The current prevailing prices have fallen by 30% to below US$18,000 per tonne compared with an average price of US$26,100 in 2011. Consequently, a write down totaling RM38.5 million was made against the carrying value of the tin inventory during 2Q2012.

Hospitality

The Group's hospitality revenue for 2Q2012 was comparable with 2Q2011, and increased marginally to $76.0 million for 1H2012. The increase in revenue was mainly due to higher average room rates reported by most of the Group's hotels.

The Group's hospitality reported net loss of $8.5 million for 2Q2012 and $10.4 million for 1H2012. Despite improved operating performance from owned hotels and lower corporate expenses, the higher losses reflected the exchange translation loss of $2.6 million transferred from translation reserve and the absence of fair value gains in investment property in 2Q2012. .

Property

The Group's property revenue was 77% q-o-q lower at $5.8 million for 2Q2012 and 54% y-o-y lower at $17.7 million for 1H2012. This was because there were no sales of development properties and lower rental revenue.

Property operations reported lower net profit of $10.8 million for 2Q2012 and $12.2 million for 1H2012 because there were no sales of development properties and lower fair value gains in investment properties in 2Q2012.

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 2012 financial results announcement made on 15 May 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 continues to be difficult and challenging due to weaker demand and lower prices for commodities arising from the prevailing global economic uncertainties including debt concerns and economic problems in Europe.

The management of Malaysia Smelting Corporation Berhad ("MSC") is still in the process of negotiating the renewal of Contract of Work ("CoW") which might result in a dilution of MSC's stake in PT Koba Tin. PT Koba Tin is evaluating various options to minimise its losses and will implement appropriate remedial measures in the third quarter. However, return to profitability will very much depend on tin prices and subject to the renewal of CoW.

In the event the CoW is not renewed, the Board of MSC would review the following group assets in Indonesia and, to the extent required, make such provisions and adjustments as are appropriate:
(a) The plant and equipment used in its mine;
(b) Its deferred mine exploration and evaluation expenditure;
(c) Its deferred mine development expenditure; and
(d) Its deferred tax assets

Hospitality

Business continues to face an increasingly competitive market environment.

The Group has entered into an agreement to acquire the property at 318-332 Flinders Street, Melbourne, Australia which is currently leased and operated under the hotel name, Rendezvous Grand Hotel Melbourne. The acquisition would enable the Group to strengthen and expand its footprint in the Asia Pacific region. The acquisition is expected to complete in September 2012.

The Group is currently refurbishing its hotels. The Rendezvous Grand Hotel in Singapore was completed and officially re-opened in May 2012. Refurbishment works at the Rendezvous Studio Hotel Perth Central and Rendezvous Grand Hotel Auckland were substantially completed in July 2012. Currently, refurbishment works at the Rendezvous hotels in Melbourne and Scarborough, Perth are in progress.

The Group's leased hotel in Christchurch, which was affected by the earthquake on 22 February 2011, remained closed for restoration works. The hotel will not be re-opened until first quarter of 2013.

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 has completed feasibility studies on its remaining GCB land plots and is planning for redevelopment. The Group is also undertaking feasibility studies on its existing land parcels in Malaysia to unlock their value.

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

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

14 August 2012
Singapore

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