



The Straits Trading Company Limited

*Fourth Quarter and Full Year Financial Statement And Dividend Announcement for the Period Ended 31 December 2003*

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS**

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

The unaudited results of the Group for the 4th quarter and the full year ended 31 December 2003 are as follows:

	4th Quarter		Full Year Ended 31 December	
	2003 \$'000	2002 \$'000	2003 \$'000	2002 \$'000
<b>Revenues</b>				
Property revenue	10,605	10,221	41,106	36,701
Hotel revenue	18,746	15,192	58,556	47,959
Proceeds from sale of trading securities	42,465	131	69,220	33,623
Investment income, gross	4,543	1,374	14,942	9,543
Other revenue including interest income	56	57	249	2,332
<b>Total Revenues</b>	<b>76,415</b>	<b>26,975</b>	<b>184,073</b>	<b>130,158</b>
<b>Costs and Expenses</b>				
Staff costs	(6,767)	(6,587)	(22,742)	(22,252)
Depreciation and amortisation	(2,217)	(1,961)	(8,212)	(7,208)
Exchange gains/(losses)	80	(593)	55	(266)
Costs of trading securities sold	(29,703)	(97)	(51,330)	(27,920)
Other operating expenses	(14,736)	(13,009)	(50,648)	(40,600)
<b>Total Costs and Expenses</b>	<b>(53,343)</b>	<b>(22,247)</b>	<b>(132,877)</b>	<b>(98,246)</b>
<b>Profit from Operations</b>	<b>23,072</b>	<b>4,728</b>	<b>51,196</b>	<b>31,912</b>
Finance costs	(1,999)	(2,584)	(8,412)	(6,955)
Share of profits of associated companies	6,286	4,574	22,291	16,520
<b>Profit from Operations Before Exceptional Items</b>	<b>27,359</b>	<b>6,718</b>	<b>65,075</b>	<b>41,477</b>
Exceptional items	(20,697)	9,689	(16,087)	(4,772)
<b>Profit from Operations Before Taxation and Minority Interests</b>	<b>6,662</b>	<b>16,407</b>	<b>48,988</b>	<b>36,705</b>
Taxation	(3,584)	6,588	(12,237)	(4,541)
<b>Profit from Operations After Taxation</b>	<b>3,078</b>	<b>22,995</b>	<b>36,751</b>	<b>32,164</b>
Minority interests	3,687	555	4,630	502
<b>Profit Attributable to Members of the Company</b>	<b>6,765</b>	<b>23,550</b>	<b>41,381</b>	<b>32,666</b>

- Exceptional Items comprise:-

	4th Quarter		Full Year Ended 31 December	
	2003 \$'000	2002 \$'000	2003 \$'000	2002 \$'000
(a) Net surplus on disposal of investments	16,342	8,480	20,670	15,845
(b) Provision for diminution in value of investments	(10,000)	-	(10,000)	-
(c) Provision for diminution in value of trading securities	-	(2,602)	-	(24,955)
(d) Net deficit on revaluation of commercial investment properties	(27,037)	-	(27,037)	-
(e) Net gain on sale of property	(2)	(12)	280	472
(f) Net tax refund from prior years' sale of investments	-	3,824	-	3,824
(g) Compensation award for land	-	(1)	-	42
	<u>(20,697)</u>	<u>9,689</u>	<u>(16,087)</u>	<u>(4,772)</u>

- Amount of profits on any sale of investments and/or properties:-

	4th Quarter 2003 \$'000	Full Year Ended 31 December 2003 \$'000
<i>Sale of investments</i>	16,342	20,670
<i>Sale of property</i>	(2)	280

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 31 December 2003

	<b>GROUP</b>		<b>COMPANY</b>	
	<b>31 December 2003</b>	31 December 2002	<b>31 December 2003</b>	31 December 2002
	<b>\$'000</b>	\$'000	<b>\$'000</b>	\$'000
<b>Non-Current Assets</b>				
Property, plant and equipment, net	<b>160,813</b>	155,356	<b>1,520</b>	1,624
Investment properties, net	<b>927,554</b>	962,527	<b>43,815</b>	45,753
Subsidiary companies	-	-	<b>619,352</b>	658,694
Associated companies	<b>82,923</b>	85,210	<b>49,882</b>	49,882
Investments, net	<b>162,059</b>	146,881	<b>116,513</b>	106,021
Properties under development, net	<b>75,813</b>	74,928	-	-
Intangible assets, net	<b>1,501</b>	1,253	-	-
Deferred tax assets	<b>1,499</b>	1,454	-	-
Other non-current assets, net	<b>720</b>	-	-	-
	<b>1,412,882</b>	1,427,609	<b>831,082</b>	861,974
<b>Current Assets</b>				
Properties held for sale	<b>51,780</b>	54,309	-	-
Stocks	<b>1,017</b>	749	-	-
Marketable securities, net	<b>110,428</b>	110,562	-	-
Trade debtors, net	<b>7,221</b>	6,020	<b>32</b>	38
Other debtors	<b>30,185</b>	73,195	<b>12,458</b>	10,254
Cash at bank and on deposit	<b>23,066</b>	11,382	<b>10,259</b>	3,797
	<b>223,697</b>	256,217	<b>22,749</b>	14,089
<b>Current Liabilities</b>				
Short-term loans	<b>(125,740)</b>	(324,381)	<b>(47,840)</b>	(92,302)
Trade creditors	<b>(9,005)</b>	(5,350)	<b>(410)</b>	(298)
Other creditors	<b>(25,131)</b>	(47,083)	<b>(2,888)</b>	(2,969)
Provision for taxation	<b>(2,847)</b>	(1,019)	-	-
	<b>(162,723)</b>	(377,833)	<b>(51,138)</b>	(95,569)
<b>Net Current Assets/(Liabilities)</b>	<b>60,974</b>	(121,616)	<b>(28,389)</b>	(81,480)
<b>Non-Current Liabilities</b>				
Long-term loans	<b>(390,000)</b>	(270,000)	-	-
Other non-current liabilities	<b>(20,683)</b>	(7,554)	-	-
Deferred tax liabilities	<b>(9,550)</b>	(8,593)	<b>(107)</b>	-
	<b>(420,233)</b>	(286,147)	<b>(107)</b>	-
<b>NET ASSETS</b>	<b>1,053,623</b>	1,019,846	<b>802,586</b>	780,494
<b>Equity</b>				
Share capital	<b>356,400</b>	356,400	<b>356,400</b>	356,400
Reserves	<b>709,434</b>	676,150	<b>446,186</b>	424,094
	<b>1,065,834</b>	1,032,550	<b>802,586</b>	780,494
<b>Minority Interests</b>	<b>(12,211)</b>	(12,704)	-	-
<b>EQUITY &amp; MINORITY INTERESTS</b>	<b>1,053,623</b>	1,019,846	<b>802,586</b>	780,494

(Certain comparative figures have been adjusted to conform with current period's presentation.)

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

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

<b>As at 31/12/2003</b>		<b>As at 31/12/2002</b>	
Secured	Unsecured	Secured	Unsecured
\$39,400,000	\$86,340,000	\$192,079,000	\$132,302,000

*Amount repayable after one year*

<b>As at 31/12/2003</b>		<b>As at 31/12/2002</b>	
Secured	Unsecured	Secured	Unsecured
\$390,000,000	\$0	\$270,000,000	\$0

*Details of any collateral*

A \$39.4 million short-term loan facility is secured by an assignment of the proceeds from the tenancies relating to an investment property of a subsidiary company.

The other secured loan facilities are secured by, inter alia, legal mortgages over the land and buildings erected on 18/20/22 Cross Street and 3 Pickering Street, China Square Central, Singapore and debentures over all the assets of the borrowing subsidiary companies.

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 4th quarter and the full year ended 31 December 2003

	4th Quarter		Full Year Ended 31 December	
	2003 \$'000	2002 \$'000	2003 \$'000	2002 \$'000
<b>Cash flow from operating activities :</b>				
Profit from operations	23,072	4,728	51,196	31,912
Adjustments for :				
Interest income	(29)	(18)	(119)	(2,236)
Investment income	(4,543)	(1,374)	(14,942)	(9,543)
Depreciation of property, plant and equipment	2,171	1,926	8,040	7,142
Loss/(Gain) on disposal of property, plant and equipment	11	(20)	(284)	(517)
Property, plant and equipment written off	55	25	184	29
Amortisation of hotel management rights	46	35	172	66
Provision for diminution in value of trading securities	-	(2,602)	-	(24,955)
<b>Operating profit before working capital changes</b>	<b>20,783</b>	<b>2,700</b>	<b>44,247</b>	<b>1,898</b>
Decrease in properties held for sale	636	1,287	2,507	3,373
Increase in stocks	(174)	(81)	(268)	(48)
(Increase)/Decrease in marketable securities, net	(9,251)	601	134	(12,870)
Decrease/(Increase) in debtors	2,505	(23)	(2,535)	(3,652)
Increase in creditors	4,460	7,320	4,187	5,689
<b>Cash generated from/(used in) operations</b>	<b>18,959</b>	<b>11,804</b>	<b>48,272</b>	<b>(5,610)</b>
Interest expense	(1,999)	(2,584)	(8,412)	(6,955)
Income tax paid	(732)	(57)	(9,837)	(5,169)
Investment income	4,543	1,374	14,942	9,543
Dividends from associated companies	4,069	1,891	6,473	4,139
Interest income	29	18	119	2,236
<b>Net cash flow from/(used in) operating activities</b>	<b>24,869</b>	<b>12,446</b>	<b>51,557</b>	<b>(1,816)</b>
<b>Cash flow from investing activities :</b>				
(Decrease)/Increase in amount payable to associated company	(29)	(2)	(25)	5
Proceeds from sale of property, plant and equipment	3	43	653	20,416
Compensation award on land acquired	-	(1)	-	42
Purchase of property, plant and equipment	(373)	(913)	(3,632)	(2,395)
Proceeds from sale of investments	17,392	6,839	25,334	15,486
Purchase of investments	(15,660)	-	(16,153)	-
Purchase of hotel management rights	(622)	-	(665)	(529)
Expenditures incurred on properties under development	(3,096)	(16,220)	(9,427)	(112,746)
Tax paid on prior years' sale of investments	-	(11,717)	(3,688)	(12,843)
Tax refund on prior years' sale of investments	-	3,238	1,724	3,238
Proceeds from sale of tin slag	-	-	-	2,143
Proceeds from sale of a commercial building	38,332	-	38,332	350,733
<b>Net cash flow from/(used in) investing activities</b>	<b>35,947</b>	<b>(18,733)</b>	<b>32,453</b>	<b>263,550</b>
<b>Cash flow from financing activities :</b>				
(Repayment of)/Proceeds from loans, net	(44,064)	9,555	(78,641)	(260,143)
Payment of premium on interest rate cap	-	-	(770)	-
(Payment of)/Proceeds from issuance of share capital by subsidiary company to minority shareholders	(1)	9,799	4,899	9,800
Increase in amount due to minority shareholder of a subsidiary company	1,272	-	14,502	-
Payment of dividends to minority shareholders of subsidiary company	-	(78)	-	(78)
Payment of dividends to shareholders	(5,132)	(5,560)	(13,472)	(13,258)
<b>Net cash flow (used in)/from financing activities</b>	<b>(47,925)</b>	<b>13,716</b>	<b>(73,482)</b>	<b>(263,679)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>12,891</b>	<b>7,429</b>	<b>10,528</b>	<b>(1,945)</b>
Cash and cash equivalents at beginning of financial period	9,785	3,964	11,382	13,402
Effect of exchange rate changes on balances held in foreign currencies	390	(11)	1,156	(75)
<b>Cash and cash equivalents at end of financial period</b>	<b>23,066</b>	<b>11,382</b>	<b>23,066</b>	<b>11,382</b>
<b>Cash and cash equivalents at end of financial period consist of :</b>				
<b>Cash at bank and on deposit</b>	<b>23,066</b>	<b>11,382</b>	<b>23,066</b>	<b>11,382</b>

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 year ended 31 December 2003

**GROUP**

	Issued Capital \$'000	Revaluation Reserve \$'000	Exchange Translation Reserve \$'000	Reserve on Consolidation \$'000	Revenue Reserve \$'000	Dividend Reserve \$'000	Total \$'000
At 1 January 2003	356,400	168,786	(34,420)	2,634	530,810	8,340	1,032,550
Net deficit on revaluation of properties	-	(14,136)	-	-	-	-	(14,136)
Exchange adjustment	-	-	19,375	-	-	-	19,375
Share of reserve movement of associated companies	-	-	-	-	136	-	136
Profit for 2003	-	-	-	-	41,381	-	41,381
Dividend on ordinary shares							
- 2nd interim dividend for 2002, paid	-	-	-	-	-	(8,340)	(8,340)
- 1st interim dividend for 2003, paid	-	-	-	-	(5,132)	-	(5,132)
- 2nd interim dividend for 2003, proposed	-	-	-	-	(11,120)	11,120	-
<b>At 31 December 2003</b>	<b>356,400</b>	<b>154,650</b>	<b>(15,045)</b>	<b>2,634</b>	<b>556,075</b>	<b>11,120</b>	<b>1,065,834</b>
At 1 January 2002	356,400	175,194	(32,690)	2,634	508,698	7,698	1,017,934
Net deficit on revaluation of properties	-	(6,408)	-	-	-	-	(6,408)
Exchange adjustment	-	-	(1,730)	-	-	-	(1,730)
Share of reserve movement of associated companies	-	-	-	-	3,346	-	3,346
Profit for 2002	-	-	-	-	32,666	-	32,666
Dividend on ordinary shares							
- 2nd interim dividend for 2001, paid	-	-	-	-	-	(7,698)	(7,698)
- 1st interim dividend for 2002, paid	-	-	-	-	(5,560)	-	(5,560)
- 2nd interim dividend for 2002, proposed	-	-	-	-	(8,340)	8,340	-
At 31 December 2002	356,400	168,786	(34,420)	2,634	530,810	8,340	1,032,550

**COMPANY**

	Issued Capital \$'000	Revaluation Reserve \$'000	Revenue Reserve \$'000	Dividend Reserve \$'000	Total \$'000
At 1 January 2003	356,400	32,929	382,825	8,340	780,494
Net deficit on revaluation of properties	-	(1,786)	-	-	(1,786)
Profit for 2003	-	-	37,350	-	37,350
Dividend on ordinary shares					
- 2nd interim dividend for 2002, paid	-	-	-	(8,340)	(8,340)
- 1st interim dividend for 2003, paid	-	-	(5,132)	-	(5,132)
- 2nd interim dividend for 2003, proposed	-	-	(11,120)	11,120	-
<b>At 31 December 2003</b>	<b>356,400</b>	<b>31,143</b>	<b>403,923</b>	<b>11,120</b>	<b>802,586</b>
At 1 January 2002	356,400	36,466	323,417	7,698	723,981
Net deficit on revaluation of properties	-	(3,537)	-	-	(3,537)
Profit for 2002	-	-	73,308	-	73,308
Dividend on ordinary shares					
- 2nd interim dividend for 2001, paid	-	-	-	(7,698)	(7,698)
- 1st interim dividend for 2002, paid	-	-	(5,560)	-	(5,560)
- 2nd interim dividend for 2002, proposed	-	-	(8,340)	8,340	-
At 31 December 2002	356,400	32,929	382,825	8,340	780,494

- 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 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.

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

The figures have 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 paragraph 5 below and the disclosure of the provision made for diminution in value of trading securities shown under exceptional items, the same accounting policies and methods of computation are followed in the financial statements for the current financial year as compared with the audited financial statements for the year ended 31 December 2002.

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*

With effect from 1 January 2003, the Group has adopted the Singapore Financial Reporting Standard (FRS) 21 on the Effects of Changes in Foreign Exchange Rates. Accordingly, the financial results of foreign subsidiary companies and associated companies are now translated into Singapore dollars at the average exchange rates for the period. Previously, such results were translated at exchange rates on balance sheet date. The change in accounting policy is applied prospectively because the effects of adopting the FRS 21 are not significant.



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

	4th Quarter		Full Year Ended 31 December	
	2003	2002	2003	2002
Basic and Diluted Earnings per share for the period based on Group profit attributable to members of the Company:-	<b>1.9 cents</b>	6.6 cents	<b>11.6 cents</b>	9.2 cents

7. *Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year*

	31 December 2003	31 December 2002
Net asset value per share based on issued share capital at the end of:-		
The Group	<b>\$2.99</b>	\$2.90
The Company	<b>\$2.25</b>	\$2.19

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*

The Group's revenue rose from \$27.0 million in Q4 2002 to \$76.4 million in Q4 2003 primarily due to a rise in the sale of trading securities. Notwithstanding higher revenue, net earnings of the Group were lower at \$6.8 million compared to \$23.6 million in Q4 2002 because of provisions made for the decline in capital values of investment properties in Singapore and permanent diminution in value of one of the Group's long-term investments. Excluding these provisions, net earnings of the Group would have been \$40.3 million in Q4 2003, which was much higher than the \$23.6 million recorded in Q4 2002.

For the full year 2003, despite these provisions, net earnings of the Group improved substantially from \$32.7 million in 2002 to \$41.4 million, representing an increase of 27%. Except for the hotel operations, all major operating units have performed better than the previous year.

Property revenue in 2003 rose 12% to \$41.1 million compared to \$36.7 million in 2002. The rise was mainly attributable to the rental income secured in the later part of 2002 and the continuous improvement in occupancy at China Square Central, and the high occupancy at Gallop Green condominium, which was completed in the second half of 2002. The Group took into account the weakness in the Singapore office market and wrote down the capital values of its commercial investment properties. Net revaluation deficit of \$27.0 million (before deducting minority interest's share of \$3.5 million) was charged to the profit and loss account as the Group has fully utilised its revaluation reserve of these properties as at 31 December 2003.

Although hotel revenue increased 22% from \$48.0 million in 2002 to \$58.6 million in 2003, the hotel earnings have decreased marginally as the Group's Singapore hotel operations were adversely affected by the SARS outbreak and the Iraq war earlier in 2003. The negative impact was mitigated by better performance from the Group's hotels in Australia as a result of increased demand from the leisure traveller and corporate meeting market segments. The strong Australian dollar also contributed significantly to the reported earnings of the hotels.

Performance from securities trading improved substantially in 2003 on the back of a stronger equity market in the second half of 2003. The Group realised a gain of \$17.9 million for the year of 2003 compared to \$5.7 million in 2002. Dividend income from the Group's investments also rose sharply from \$9.5 million in 2002 to \$14.9 million in 2003 due to higher and special dividend payouts from some of the Group's long-term investments. The Group made a \$10.0 million provision for the permanent diminution in value of one of the Group's long-term investments in Q4 2003.

Contributions from associated companies increased 35% from \$16.5 million in 2002 to \$22.3 million in 2003. The tin smelting associate, Malaysia Smelting Corporation Bhd contributed higher profits due to firmer tin prices and relentless cost rationalisation programmes. Johan Kekal Sdn Bhd also commenced recognising profits from the sale of its residential properties at Federal Hill, Kuala Lumpur for the first time in 2003 based on percentage of completion method.

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

Not applicable.

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*

The outlook for the domestic and global economies continues to improve. Singapore's economy has been forecast to grow between 3.5% and 5.5% in 2004. Demand for office space is likely to pick up with rentals stabilising at around current levels. The Group's investment properties will continue to contribute positively.

Although the occupancy rate of the Singapore hotel has improved substantially, the hotel continues to experience room rate pressure in the corporate market segment. The

Australian hotels will continue to do well. With the opening of the Group's first hotel in Shanghai in March this year, the Group is confident that hotel earnings will improve provided there is no escalation of the avian flu, which may severely affect global travel.

In February 2004, the Group entered into a conditional share sale agreement to divest its remaining 8.5% interest in Tronoh Mines Malaysia Bhd, which may result in a gain of approximately \$9.5 million. The Group's long-term investments are expected to generate a satisfactory level of dividend income but the results of securities trading cannot be accurately forecast due to continued volatility in the equity markets.

The Group's associated companies will continue to contribute positively to the Group's results.

Barring unforeseen circumstances, the Group expects 2004 to remain profitable.

#### 11. *Dividend*

##### (a) *Current Financial Period Reported On*

*Any dividend declared for the current financial period reported on?*

Yes.

<i>Name of Dividend</i>	First Interim	Second Interim
<i>Dividend Type</i>	Cash	Cash
<i>Dividend Amount per Share (in cents)</i>	2.0 cents per ordinary share less tax	4.0 cents per ordinary share less tax
<i>Optional:- Dividend rate (in %)</i>		
<i>Par value of shares</i>	\$1.0	\$1.0
<i>Tax Rate</i>	28% (Malaysian tax)	22%

##### (b) *Corresponding Period of the Immediately Preceding Financial Year*

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

Yes.

<i>Name of Dividend</i>	First Interim	Second Interim
<i>Dividend Type</i>	Cash	Cash
<i>Dividend Amount per Share (in cents)</i>	2.0 cents per ordinary share less tax	3.0 cents per ordinary share less tax
<i>Optional:- Dividend rate (in %)</i>		
<i>Par value of shares</i>	\$1.0	\$1.0
<i>Tax Rate</i>	22%	22%

(c) *Date payable*

5 May 2004.

(d) *Books closure date*

The share register of the Company will be closed from 20 to 21 April 2004, both dates inclusive, for the preparation of warrants. Registrable transfers received by the Company's Registrars, PricewaterhouseCoopers, at 8 Cross Street, #11-00 PWC Building, Singapore 048424, up to 5.00 pm on 19 April 2004 will be registered before entitlements to the dividend are determined.

The Directors have declared a second interim dividend of 4 cents per share, less Singapore income tax at 22% in respect of the year ended 31 December 2003, payable on 5 May 2004 to shareholders on the share register on 21 April 2004. No further dividend is recommended in respect of the year ended 31 December 2003.

The Annual General Meeting of The Straits Trading Company Limited will be held at 9 Battery Road, #03-05 Straits Trading Building, Singapore 049910, on Wednesday, 28 April 2004 at 11.30 a.m.

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

Not applicable.

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
*(This part is not applicable to Q1, Q2, Q3 or Half Year Results)*

13. *Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year*

**Segment Revenue and Results for the year ended 31 December 2003**

<b><u>2003 Business Segments</u></b>	Property \$'000	Hotel \$'000	Securities Trading \$'000	Investment Holding \$'000	Corporate/ Others \$'000	Elimination \$'000	Consolidated \$'000
Segment Revenue							
Revenue from external	41,106	58,556	73,133	11,029	-	-	183,824
Inter-segment revenue	502	-	-	-	-	(502)	-
Unallocated revenue	-	-	-	-	249	-	249
Total revenues	41,608	58,556	73,133	11,029	249	(502)	184,073
Segment result	17,243	3,018	21,126	10,835	249	-	52,471
Unallocated expenses							(1,275)
Profit from operations							51,196
Finance costs							(8,412)
Share of profits of associated companies	2,825				19,466		22,291
Profit from operations before exceptional items							65,075
Exceptional items	(26,757)			20,670	(10,000)		(16,087)
Profit from operations before taxation and minority interests							48,988
Taxation							(12,237)
Minority interests							4,630
Profit attributable to Members of the Company							41,381

<b><u>2003 Geographical Segments</u></b>	Singapore \$'000	Malaysia \$'000	Australia \$'000	Corporate/ Others \$'000	Elimination \$'000	Consolidated \$'000
Segment Revenue						
Revenue from external	127,037	3,758	53,254	24	-	184,073
Inter-segment revenue	36	-	826	-	(862)	-
Total revenues	127,073	3,758	54,080	24	(862)	184,073

## Segment Revenue and Results for the year ended 31 December 2003 (cont'd)

<b><u>2002 Business Segments</u></b>	Property \$'000	Hotel \$'000	Securities Trading \$'000	Investment Holding \$'000	Corporate/ Others \$'000	Elimination \$'000	Consolidated \$'000
Segment Revenue							
Revenue from external	36,701	47,959	35,965	7,201	-	-	127,826
Inter-segment revenue	439	-	-	-	-	(439)	-
Unallocated revenue	-	-	-	-	2,332	-	2,332
<b>Total revenues</b>	<b>37,140</b>	<b>47,959</b>	<b>35,965</b>	<b>7,201</b>	<b>2,332</b>	<b>(439)</b>	<b>130,158</b>
Segment result	15,290	3,236	6,276	7,038	2,332	-	34,172
Unallocated expenses							(2,260)
Profit from operations							31,912
Finance costs							(6,955)
Share of profits of associated companies	20				16,500		16,520
Profit from operations before exceptional items							41,477
Exceptional items	514		(24,955)	19,669			(4,772)
Profit from operations before taxation and minority interests							36,705
Taxation							(4,541)
Minority interests							502
Profit attributable to Members of the Company							32,666
<b><u>2002 Geographical Segments</u></b>	Singapore \$'000	Malaysia \$'000	Australia \$'000		Corporate/ Others \$'000	Elimination \$'000	Consolidated \$'000
Segment Revenue							
Revenue from external	86,783	3,343	39,971		61	-	130,158
Inter-segment revenue	36	-	601		-	(637)	-
<b>Total revenues</b>	<b>86,819</b>	<b>3,343</b>	<b>40,572</b>		<b>61</b>	<b>(637)</b>	<b>130,158</b>

14. *In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments*

Please refer to paragraph 8.

15. *A breakdown of sales*

	<b>2003</b>	2002	+ or (-)
	<b>\$'000</b>	\$'000	%
(a) <i>Turnover reported for first half year</i>	<b>46,297</b>	47,278	(2.1)
(b) <i>Operating profit after tax before deducting minority interests reported for first half year</i>	<b>17,774</b>	26,479	(32.9)
(c) <i>Turnover reported for second half year</i>	<b>75,168</b>	44,925	67.3
(d) <i>Operating profit after tax before deducting minority interests reported for second half year</i>	<b>18,977</b>	5,685	233.8

Note: Turnover represents the gross value of sales, income from investment trading, rents and service charges from property and revenue from hotel operations.

16. *A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year*

*Total Annual Dividend (Refer to Para 16 of Appendix 7.2 for the required details)*

	<i>Latest Full Year (S\$'000)</i>	<i>Previous Full Year (S\$'000)</i>
<i>Ordinary</i>	16,252	13,900
<i>Preference</i>	0	0
<i>Total:</i>	16,252	13,900

**BY ORDER OF THE BOARD**

**Emily Teo (Ms)**

**Secretary**

27 February 2004

Singapore

This Announcement is also available at the Company's website at <http://www.stc.com.sg/>