

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this document, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this document.



## COSCO Pacific Limited

(Incorporated in Bermuda with limited liability)

(Stock Code: 1199)

### FINANCIAL AND OPERATIONAL HIGHLIGHTS FOR THE THREE MONTHS ENDED 31ST MARCH 2009

This announcement is made by the Company on a voluntary basis to enhance the practice of good corporate governance and further promote the transparency and accountability of the Company. The Company currently intends to continue to publish quarterly financial and operational highlights in the future.

The board of directors of COSCO Pacific Limited (the “Company”) presents the unaudited consolidated results of the Company and its subsidiaries (the “Group”) for the three months ended 31st March 2009.

#### Results Highlights

The global recession triggered a decline in container traffic for the first three months of 2009 which inevitably resulted in a significant impact on the Group’s core businesses. During the period, the profit attributable to equity holders of the Company decreased by 34.1% when compared with the corresponding period last year to US\$43,397,000.

#### Unaudited Condensed Consolidated Balance Sheet

As at 31st March 2009

	As at 31st March 2009 US\$’000	As at 31st December 2008 US\$’000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	1,657,795	1,627,590
Investment properties	1,679	1,679
Leasehold land and land use rights	60,517	60,660
Intangible assets	4,615	4,688
Jointly controlled entities	714,483	766,053
Associates	736,751	732,343
Available-for-sale financial assets	323,000	323,000
Finance lease receivables	1,777	2,000

Deferred income tax assets	1,226	1,204
Derivative financial instruments	22,643	24,215
	<u>3,524,486</u>	<u>3,543,432</u>
<b>Current assets</b>		
Inventories	4,496	5,376
Trade and other receivables	302,044	233,240
Available-for-sale financial assets	2,499	2,119
Restricted bank deposits	73,324	77,435
Cash and cash equivalents	368,876	351,606
	<u>751,239</u>	<u>669,776</u>
<b>Total assets</b>	<u>4,275,725</u>	<u>4,213,208</u>
<b>EQUITY</b>		
<b>Capital and reserves attributable to the equity holders of the Company</b>		
Share capital	28,792	28,792
Reserves	2,527,539	2,492,047
Proposed final dividend	31,026	31,026
	<u>2,587,357</u>	<u>2,551,865</u>
<b>Minority interests</b>	92,254	94,438
<b>Total equity</b>	<u>2,679,611</u>	<u>2,646,303</u>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Deferred income tax liabilities	16,089	12,776
Long term borrowings	1,361,786	1,356,955
Other long term liabilities	2,356	2,922
	<u>1,380,231</u>	<u>1,372,653</u>
<b>Current liabilities</b>		
Trade and other payables	119,196	123,531
Current income tax liabilities	2,995	3,341
Current portion of long term borrowings	67,361	56,406
Short term bank loans	26,331	10,974
	<u>215,883</u>	<u>194,252</u>
<b>Total liabilities</b>	<u>1,596,114</u>	<u>1,566,905</u>
<b>Total equity and liabilities</b>	<u>4,275,725</u>	<u>4,213,208</u>
<b>Net current assets</b>	<u>535,356</u>	<u>475,524</u>
<b>Total assets less current liabilities</b>	<u>4,059,842</u>	<u>4,018,956</u>

**Unaudited Condensed Consolidated Income Statement**  
**For the three months ended 31st March 2009**

	Note	Three months ended	
		31st March	
		2009	2008
		US\$'000	US\$'000
Revenue		75,437	73,558
Cost of sales		(40,851)	(36,034)
<b>Gross profit</b>		<b>34,586</b>	37,524
Other operating income, net		4,597	9,683
Administrative expenses		(12,789)	(11,274)
<b>Operating profit</b>		<b>26,394</b>	35,933
Finance income		1,518	1,498
Finance costs		(12,488)	(12,424)
Operating profit after finance income and costs		15,424	25,007
Share of profits less losses of			
- jointly controlled entities		18,284	30,000
- associates		13,394	14,139
<b>Profit before income tax</b>		<b>47,102</b>	69,146
Income tax expenses		(3,396)	(1,749)
<b>Profit for the period</b>		<b>43,706</b>	67,397
Profit attributable to:			
Equity holders of the Company		43,397	65,835
Minority interests		309	1,562
		<b>43,706</b>	67,397
<b>Earnings per share for profit attributable to the equity holders of the Company</b>			
- basic	1	<b>US1.93 cents</b>	US2.93 cents
- diluted	1	<b>US1.93 cents</b>	US2.93 cents

Notes:

1. Basic earnings per share are calculated by dividing the profit attributable to the equity holders of the Company by the weighted average number of ordinary shares in issue during the three months ended 31st March 2009 of 2,245,029,298 (Three months ended 31st March 2008: 2,244,972,287).

For the three months ended 31st March 2009, as the Company's outstanding share options did not have a dilutive effect on the earnings per share, the diluted earnings per share is equal to the basic earnings per share. Diluted earnings per share for the three months ended 31st March 2008 were calculated based on the profit attributable to the equity holders of the Company and the weighted average number of ordinary shares in issue during the three months ended 31st March 2008 of 2,249,562,694, after adjusting for the number of dilutive potential ordinary shares deemed to be issued at no consideration as if all outstanding share options granted by the Company had been exercised.

2. The accounting policies adopted in preparing the financial information for the three months ended 31st March 2009 are consistent with those used in the 2008 annual consolidated financial statements of the Group for the year ended 31st December 2008.

The financial information for the three months ended 31st March 2009 is based on the internal records and management accounts of the Group and are unaudited.

## Operational Highlights

### Terminals

For the three months ended 31st March 2009, total throughput handled by the Group's terminal companies reached 9,566,369 TEUs (corresponding period of 2008: 10,396,235 TEUs), a decrease of 8.0% when compared with the corresponding period last year.

For the three months ended 31st March 2009, throughput of the container terminals in Bohai Rim, Yangtze River Delta, Pearl River Delta and Southeast Coast, and Overseas were 4,054,006 TEUs (corresponding period of 2008: 4,069,408 TEUs), 1,910,891 TEUs (corresponding period of 2008: 2,129,128 TEUs), 2,727,701 TEUs (corresponding period of 2008: 3,109,485 TEUs) and 873,771 TEUs (corresponding period of 2008: 1,088,214 TEUs) respectively, representing a decrease of 0.4%, 10.3%, 12.3% and 19.7% respectively when compared with the corresponding period last year.

For the three months ended 31st March 2009, throughput of the Group's operating terminals was as set out below:-

	<b>Three months ended</b>		<b>y-o-y change</b>
	<b>31st March</b>		
	<b>2009</b>	<b>2008</b>	
	<b>(TEUs)</b>	<b>(TEUs)</b>	
<b>Bohai Rim</b>	<b>4,054,006</b>	<b>4,069,408</b>	<b>-0.4%</b>
Qingdao Qianwan Container Terminal Co., Ltd.	2,175,881	2,122,909	+2.5%
Qingdao Cosport International Container Terminals Co., Ltd.	283,271	268,584	+5.5%
Dalian Port Container Co., Ltd.	628,790	617,240	+1.9%
Dalian Port Container Terminal Co., Ltd.	313,950	364,856	-14.0%
Tianjin Five Continents International Container Terminal Co., Ltd.	432,461	452,572	-4.4%
Yingkou Container Terminals Company Limited	219,653	243,247	-9.7%
<b>Yangtze River Delta</b>	<b>1,910,891</b>	<b>2,129,128</b>	<b>-10.3%</b>
Shanghai Pudong International Container Terminals Limited	561,429	625,773	-10.3%
Shanghai Container Terminals Limited	715,483	876,528	-18.4%
Ningbo Yuan Dong Terminals Limited	245,323	174,355	+40.7%
Zhangjiagang Win Hanverky Container Terminal Co., Ltd.	134,183	176,811	-24.1%
Yangzhou Yuanyang International Ports Co. Ltd.	40,580	53,384	-24.0%
Nanjing Port Longtan Container Co., Ltd.	213,893	222,277	-3.8%
<b>Pearl River Delta and Southeast Coast</b>	<b>2,727,701</b>	<b>3,109,485</b>	<b>-12.3%</b>
COSCO-HIT Terminals (Hong Kong) Limited	298,020	410,304	-27.4%
Yantian International Container Terminals Ltd.	1,837,800	2,013,164	-8.7%
Guangzhou South China Oceangate Container Terminal Company Limited	348,883	469,195	-25.6%
Quan Zhou Pacific Container Terminal Co., Ltd.	188,394	216,822	-13.1%
Jinjiang Pacific Ports Development Co., Ltd.	54,604	-	N/A
<b>Overseas</b>	<b>873,771</b>	<b>1,088,214</b>	<b>-19.7%</b>
COSCO-PSA Terminal Private Limited	162,035	334,568	-51.6%
Antwerp Gateway NV	136,010	249,994	-45.6%
Suez Canal Container Terminal S.A.E.	575,726	503,652	+14.3%
<b>Total container throughput in China</b>	<b>8,692,598</b>	<b>9,308,021</b>	<b>-6.6%</b>
<b>Total container throughput</b>	<b>9,566,369</b>	<b>10,396,235</b>	<b>-8.0%</b>
<b>Total break-bulk cargo throughput (tons)</b>	<b>2,568,213</b>	<b>2,641,102</b>	<b>-2.8%</b>

### Container Leasing, Management and Sale

As at 31st March 2009, the Group operated and managed a container fleet of 1,615,202 TEUs (as at 31st March 2008: 1,605,762 TEUs), representing an increase of 0.6% over the corresponding period last year. Among the total fleet capacity, 46.2% (corresponding period of 2008: 52.0%) was owned containers, 46.5% (corresponding period of 2008: 48.0%) was managed containers and 7.3% (corresponding period of 2008: nil) was sale-and-leaseback containers. The overall average utilisation rate for the three months ended 31st March 2009 was 91.3% (three months ended 31st March 2008: 94.9%).

As at 31st March 2009, the breakdown of the fleet capacity was as follows:-

		<b>As at 31st March 2009</b>	As at 31st March 2008	<b>y-o-y change</b>
<u>Owned containers</u>				
COSCO Container Lines Company Limited	TEUs %	<b>430,463</b> <b>26.6</b>	550,396 34.3	<b>-21.8%</b> <b>-7.7pp</b>
International customers	TEUs %	<b>316,244</b> <b>19.6</b>	284,062 17.7	<b>+11.3%</b> <b>+1.9pp</b>
<u>Managed containers</u>				
International customers	TEUs %	<b>750,401</b> <b>46.5</b>	771,304 48.0	<b>-2.7%</b> <b>-1.5pp</b>
<u>Sale-and-leaseback containers</u>				
COSCO Container Lines Company Limited	TEUs %	<b>118,094</b> <b>7.3</b>	- -	<b>N/A</b> <b>N/A</b>
<b>Total fleet capacity</b>	<b>TEUs</b>	<b>1,615,202</b>	1,605,762	<b>+0.6%</b>

## Logistics

For the three months ended 31st March 2009, operations of each business segment of COSCO Logistics Co., Ltd. were set out below:-

	<b>Three months ended 31st March</b>		
	<b>2009</b>	2008	<b>y-o-y change</b>
<u>Third party logistics</u>			
Product logistics			
Home appliance (pieces in thousand)	<b>10,038</b>	11,774	<b>-14.7%</b>
Chemical (tons)	<b>592,737</b>	1,008,386	<b>-41.2%</b>
Project logistics (RMB in million)	<b>298</b>	256	<b>+16.4%</b>
<u>Shipping agency (voyages)</u>	<b>28,763</b>	27,796	<b>+3.5%</b>
<u>Freight forwarding</u>			
Sea freight forwarding			
Bulk cargoes (tons in thousand)	<b>38,315</b>	39,352	<b>-2.6%</b>
Container cargoes (TEUs)	<b>414,254</b>	548,471	<b>-24.5%</b>
Air freight forwarding (tons)	<b>18,253</b>	26,396	<b>-30.8%</b>

## Caution Statement

**The Company's shareholders and potential investors should note that all the figures contained herein are unaudited. Investors are cautioned not to rely on the financial and operational highlights for the three months ended 31st March 2009.**

**The Company's shareholders and potential investors are urged to exercise caution when dealing in the shares of the Company and are recommended to consult their own professional advisers if they are in doubt as to their investment positions.**

By Order of the Board  
**COSCO Pacific Limited**  
**XU Minjie**  
*Vice Chairman & Managing Director*

Hong Kong, 29th April 2009

As at the date of this announcement, the board of directors of the Company comprises Mr. CHEN Hongsheng<sup>2</sup> (Chairman), Mr. LI Jianhong<sup>1</sup>, Mr. XU Lirong<sup>2</sup>, Ms. SUN Yueying<sup>1</sup>, Mr. XU Minjie<sup>1</sup> (Vice Chairman & Managing Director), Dr. SUN Jiakang<sup>2</sup>, Mr. HE Jiale<sup>1</sup>, Dr. WONG Tin Yau, Kelvin<sup>1</sup>, Mr. WANG Zhi<sup>1</sup>, Mr. YIN Weiyu<sup>1</sup>, Dr. LI Kwok Po, David<sup>3</sup>, Mr. CHOW Kwong Fai, Edward<sup>3</sup>, Mr. Timothy George FRESHWATER<sup>3</sup> and Dr. FAN HSU Lai Tai, Rita<sup>3</sup>.

<sup>1</sup> Executive Director

<sup>2</sup> Non-executive Director

<sup>3</sup> Independent Non-executive Director