

SEMBship



Award of Breakthrough Long-term LNG Refit Contract From Australia's Northwest Shelf Project

SembCorp Marine was awarded a long-term contract from the North West Shelf venture (NWS) to provide ship dry-docking, refit, and other marine services, for their fleet of LNG ships. This breakthrough contract, signed on 27th October 2004, signifies the first time that a major LNG consortium has committed itself to a long-term maintenance and

refit contract in the region. At a time when Singapore is preparing itself to be a major hub and player in the LNG sector, the selection of SembCorp Marine as a refit partner of NWS, is a great boost to the Singapore marine industry and reinforces the Shipyard Group's leadership position in LNG refits.

The contract, signed in Perth, Australia, by Mr Nick Harrison, General Manager of North West Shelf Shipping and Ms Lee-Lin Wong, Executive Director and General Manager of Sembawang Shipyard Pte Ltd, commits the retrofitting and dry-docking of a number of NWS Liquefied Natural Gas (LNG) carriers to SembCorp Marine's Sembawang Shipyard and Jurong Shipyard for a five-year term with an option for extension of the contract.

The signing of the long-term contract marks a major milestone in the collaborative relationship between NWS and SembCorp Marine as it commits both partners to co-operating in the area of ship-repair and related services with the key objective of achieving short and long-



From left, Mr Savas Athanasiadis, Technical Manager of NWS, Mr Nick Harrison, General Manager of NWS, Ms Lee-Lin Wong, Executive Director and General Manager of Sembawang Shipyard and Ms K K Wee, Assistant General Manager (Business) of Sembawang Shipyard, signing the long-term refit contract in NWS's office in Perth, Australia.



term mutually compatible goals in HSE (Health, Safety and Environment), quality, timely delivery, cost and technology advancement.

“We have worked with SembCorp Marine over the years, the first being the refit of Northwest Shearwater and Northwest Swift in Sembawang Shipyard in 2001 and 2002 respectively and most recently the Northwest Swallow and Northwest Swan, earlier this year. The NWS venture firmly believes that for any partnership to be successful, it must be forward-looking with a clear and well-defined focus. We look forward to working with SembCorp Marine in achieving safe, high quality and on-time delivery maintenance targets for our fleet of nine LNG carriers”, said Mr Nick Harrison.

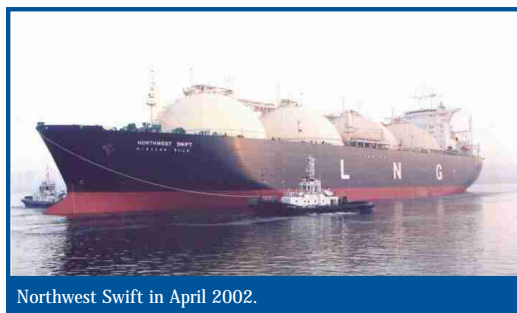
“This prestigious award is a major milestone achievement for SembCorp Marine’s Sembawang

Shipyard and Jurong Shipyard as it is the first long-term LNG refit contract between a world renowned LNG ship operator with a Singapore shipyard group. We are honoured and grateful to be chosen by NWS as their Singapore based partner. We have worked with the shipping entities of the various NWS owners for 5 years and this award thus gives great satisfaction to our team. This is also a strong affirmation from the large LNG operators of SembCorp Marine’s capabilities in the highly specialised LNG refit market. We are confident that with NWS, we will work towards enhancing long-term partnership through value creation and leveraging our complementary skills and

venture, equally owned by BP, BHP Billiton, ChevronTexaco, MIMI (a joint Mitsubishi and Mitsui company), Shell and Woodside companies. The NWS venture owns and operates nine LNG ships, which require dry docking services every 30 months. In addition to the conventional refit scope work, a number of other major tasks are planned for



Northwest Swallow in June 2004.

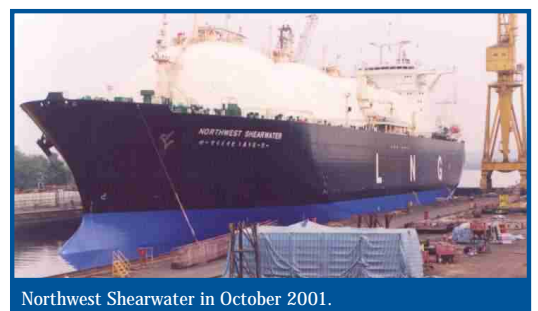


Northwest Swift in April 2002.

capabilities to improve and enhance the operating performance of NWS’s fleet and SembCorp Marine”, said Ms Lee-Lin Wong.

NWS is an unincorporated joint

“We look forward SembCorp Marine in quality and on-time targets for our fleet



Northwest Shearwater in October 2001.



the next five (5) years, including among others, the replacement of halon fire fighting systems with environmentally friendly alternatives, TBT paint removal, and vessel life extension.

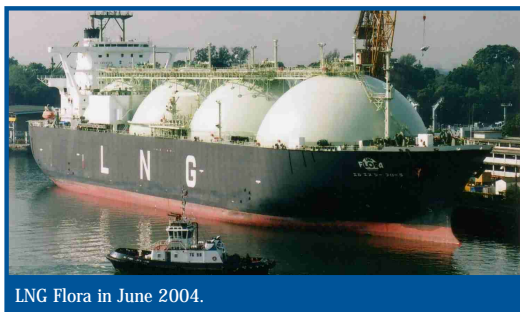
With the signing of this contract, NWS LNG vessels are scheduled to undergo maintenance drydocking and repairs including



Project Team for Galeomma.



LNG Galeomma in September 2004.



LNG Flora in June 2004.

several major upgrades in SembCorp Marine's Sembawang Shipyard and Jurong Shipyard, at an estimated US\$45 million

Sembawang Shipyard has always pride itself for its ability to innovate and create, to adapt and transform to meet the needs of the industry, and to exceed the expectations of our customers. We have thus continuously built up and improved our LNG repair capabilities and facilities to provide world-class services to LNG carrier owners and operators. The NWS's award is a strong affirmation of our strong capabilities in this specialised niche market. In 2004 to-date, besides the Northwest Swallow, we also successfully repaired another 5 LNG carriers including the major refurbishment of LNG Galeomma and repairs of Abadi for our alliance partner STASCo, British Trader for our alliance partner BP Shipping, LNG Flora for NYK Japan and Aman Sendai for Malaysia International Shipping Corporation (MISC). ⚓

to working with achieving safe, high delivery maintenance of nine LNG carriers”

~ Mr Nick Harrison
General Manager
NWS Shipping



Aman Sendai in August 2004.

(S\$75 million) over 5 years. The Northwest Seaeagle will be the first vessel to be drydocked under the contract in Sembawang Shipyard, first in the series of 3 LNG carriers scheduled for refits in 2005.



Abadi in September 2004.