

Monthly Operational Update



Neptune Orient Lines Ltd
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20 June 2003

NOL's operating performance for the 4 weeks (Period 5) between 03 May 2003 to 30 May 2003 is as follows:

	Period 5, 03	Period 5, 02	% Change
<u>Liner</u>			
a) Volume (FEU)	110,900	118,600	-6
b) Average Freight Rate (US\$/FEU)	2,557	1,971	30
<u>Logistics</u>			
a) <u>Revenue by Biz Segments (US\$ '000)</u>			
Contract Logistics Services	54,800	42,900	28
International Services	17,900	15,800	13

Note: Summation may not add up due to rounding

Liner: APL carried fewer FEUs as a result of lower volume from Intra-Asia short-sea and Trans-Pacific Westbound trade due to emphasis on high-yield cargo. Volume in Latin America continued to remain soft. Utilization on head-haul directions of major trade lanes however remained strong.

Average freight rate was 7% higher than P4, 2003 and 30% better than last year due mainly to the recent success in the Trans-Pacific contract negotiations and improved yield mix.

Logistics: Revenue for Contract Logistics and International Services rose by 28% to US\$55m and 13% to US\$18m respectively. Total revenue also increased 3% from prior period.

APL Average Freight Rates (updated as at Period 5, 2003)

APL Overall Freight Rate (2000-2003)

