

3Q 2007 Performance Review

31 October 2007



Forward Looking Statements

The following presentation includes forward-looking statements, which involve known and unknown risks and uncertainties, that could cause actual results or performance to differ. Forward looking information is based on current views and assumptions of management, including, but not limited to, prevailing economic and market conditions. Such statements are not, and should not be interpreted as a forecast or projection of future performance.



By Thomas Held
Group President & CEO

1. 3Q 2007 Performance Review



Group Financial Highlights

US\$m	YTD07	YTD06	% ▲	3Q07	3Q06	% ▲
Revenue	5,736	5,279	9	2,029	1,759	15
EBIT	385	330 ¹	17	209	97 ¹	115
Net profit to equity holders	327	314	4	191	127	50

¹ Excludes the impairment in value of goodwill arising on consolidation of US\$100 million.

Group Outlook

Over the first nine months of this year, improving market conditions have led to robust volume growth and higher freight rates in key trade lanes. We expect these conditions to continue through the rest of the year.

Barring unforeseen circumstances, we expect this momentum to continue into 2008.

2. 3Q 2007 Financial Performance



By Cedric Foo
Group Deputy President &
CFO



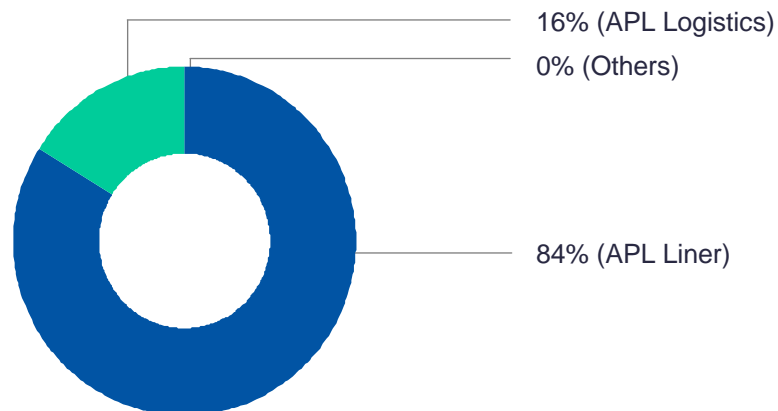
Group Financial Highlights

US\$m	YTD07	YTD06	% ▲	3Q07	3Q06	% ▲
Revenue	5,736	5,279	9	2,029	1,759	15
EBITDA	568	509¹	12	269	154¹	75
• Depreciation & Amortisation	(183)	(179)	3	(60)	(57)	6
EBIT	385	330¹	17	209	97¹	115
• Impairment of Goodwill	-	(100)	(100)	-	(100)	(100)
• Gross Interest Expense	(30)	(28)	6	(8)	(6)	21
• Tax	(28)	112	nm	(10)	136	nm
Net profit to equity holders	327	314	4	191	127	50

¹ Excludes the impairment in value of goodwill arising on consolidation of US\$100 million.

Group Revenue Breakdown

US\$m	YTD07	YTD06	% ▲	3Q07	3Q06	% ▲
APL Liner	4,804	4,323	11	1,715	1,446	19
APL Logistics	942	949	(1)	318	313	2
Others	92	96	(4)	29	31	(6)
Interco Elimination	(102)	(89)	15	(33)	(31)	6
Total Revenue	5,736	5,279	9	2,029	1,759	15



Group EBIT Breakdown

US\$m	YTD07	YTD06	% ▲	3Q07	3Q06	% ▲
APL Liner	337	286	18	192	86	123
APL Logistics	38	40 ¹	(5)	12	14 ¹	(14)
Others	10	4	150	5	(3)	nm
Total EBIT	385	330	17	209	97	115

¹ Excludes the impairment in value of goodwill arising on consolidation of US\$100 million.

Balance Sheet Highlights

US\$m	21 Sep '07	29 Dec '06
Total Assets	4,737	4,271
Total Liabilities	2,253	2,129
Total Equity	2,484	2,142
Total Debt	601	672
Total Cash	347	694
Net Debt/(Cash)	254	(22)
Gearing (Gross)	0.24x	0.31x
Gearing (Net)	0.10x	Net Cash
NAV per share (US\$)	1.66	1.45
(S\$)	2.51	2.22

Capital Expenditure

US\$m	YTD07 Actual
1. Vessels	377
2. Equipment / Facilities	315
3. Drydock	36
4. IT & Others	23
Total	751

Appendix

Group Fuel and Currency Exposures

Bunker

- The Group continues to recover part of its fuel price increases from customers through bunker adjustment factors.
- The Group also maintains a policy of hedging bunker exposures.

Foreign exchange

- Major foreign currency exposures are in Euro, Japanese Yen, Chinese Yuan, S\$, HK\$, Korean Won, Canadian \$, British Pound, A\$, Indian Rupee and Taiwan Dollar.
- The Group maintains a policy of hedging foreign exchange exposures.

Operating Performance Liner



Liner 3Q07 Highlights

- Revenue increased by 19% QoQ to US\$1.7 billion as a result of higher volumes and freight rates in key trade lanes.
 - Volume grew by 12% QoQ, driven mainly by the Transpacific and Intra-Asia trade lanes.
 - 3Q07 average revenue per FEU was 9% higher QoQ as freight rates in key trade lanes continue to move on the upward momentum arising from several successful rate restoration programs in recent months.
 - 3Q07 utilisation continues to be strong at 99%.
- EBIT increased by 123% QoQ to US\$192 million due to rate restoration in key trades, improved volumes, yield management and cost mitigation efforts.
 - Cost/FEU remained relatively unchanged QoQ, as a result of continuous cost mitigation efforts in an environment of increasing cost pressures.

Liner Profit & Loss Summary

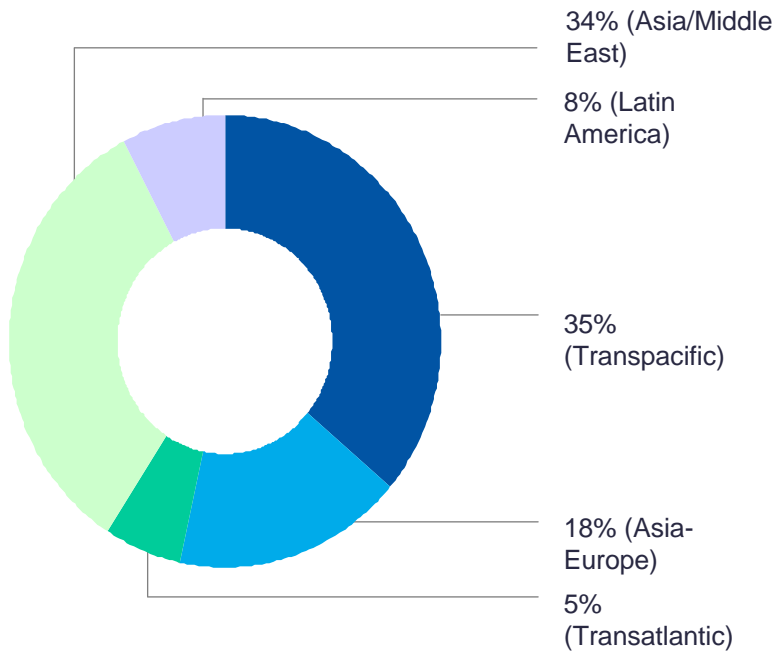
US\$m	YTD07	YTD06	% ▲	3Q07	3Q06	% ▲
Revenue	4,804	4,323	11	1,715	1,446	19
EBITDA	504	447	13	247	138	79
• Depreciation & Amortisation	(167)	(161)	4	(55)	(52)	6
EBIT	337	286	18	192	86	123
EBIT Margin	7.0%	6.6%		11.2%	5.9%	

Liner Volume Growth

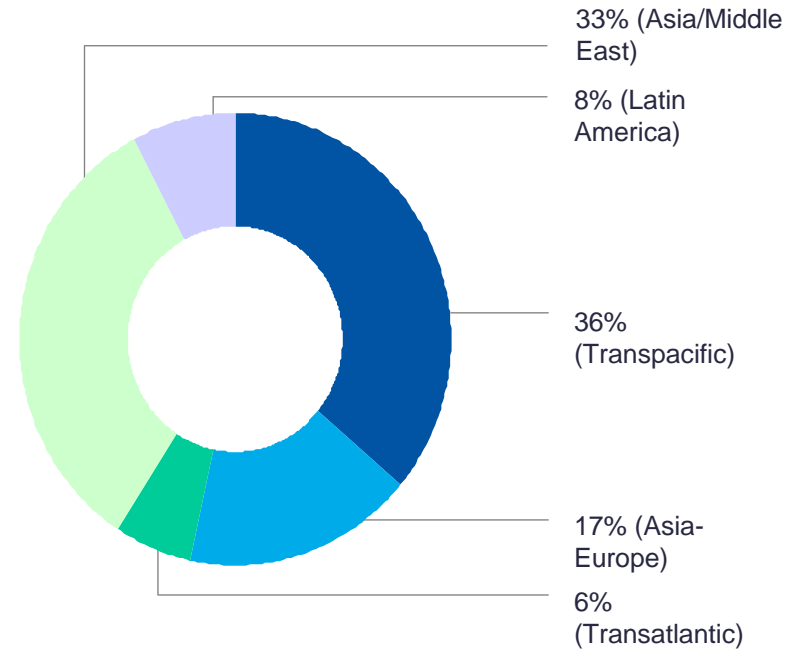
'000 FEUs	YTD07	YTD06	% ▲	3Q07	3Q06	% ▲
Americas	716	653	10	247	217	14
Transpacific	589	533	11	203	176	15
Latin America	127	120	6	44	41	7
Europe	405	389	4	130	124	5
Asia-Europe	311	301	3	98	97	1
Transatlantic	94	88	7	32	27	19
Asia/Middle East	567	475	19	187	164	14
Total	1,688	1,517	11	564	505	12

Liner : Volume Mix

- Asia/Middle East continues to grow as a proportion of overall volumes
- Trade volume mix continues to be managed to maximise yields



YTD07 Volume breakdown



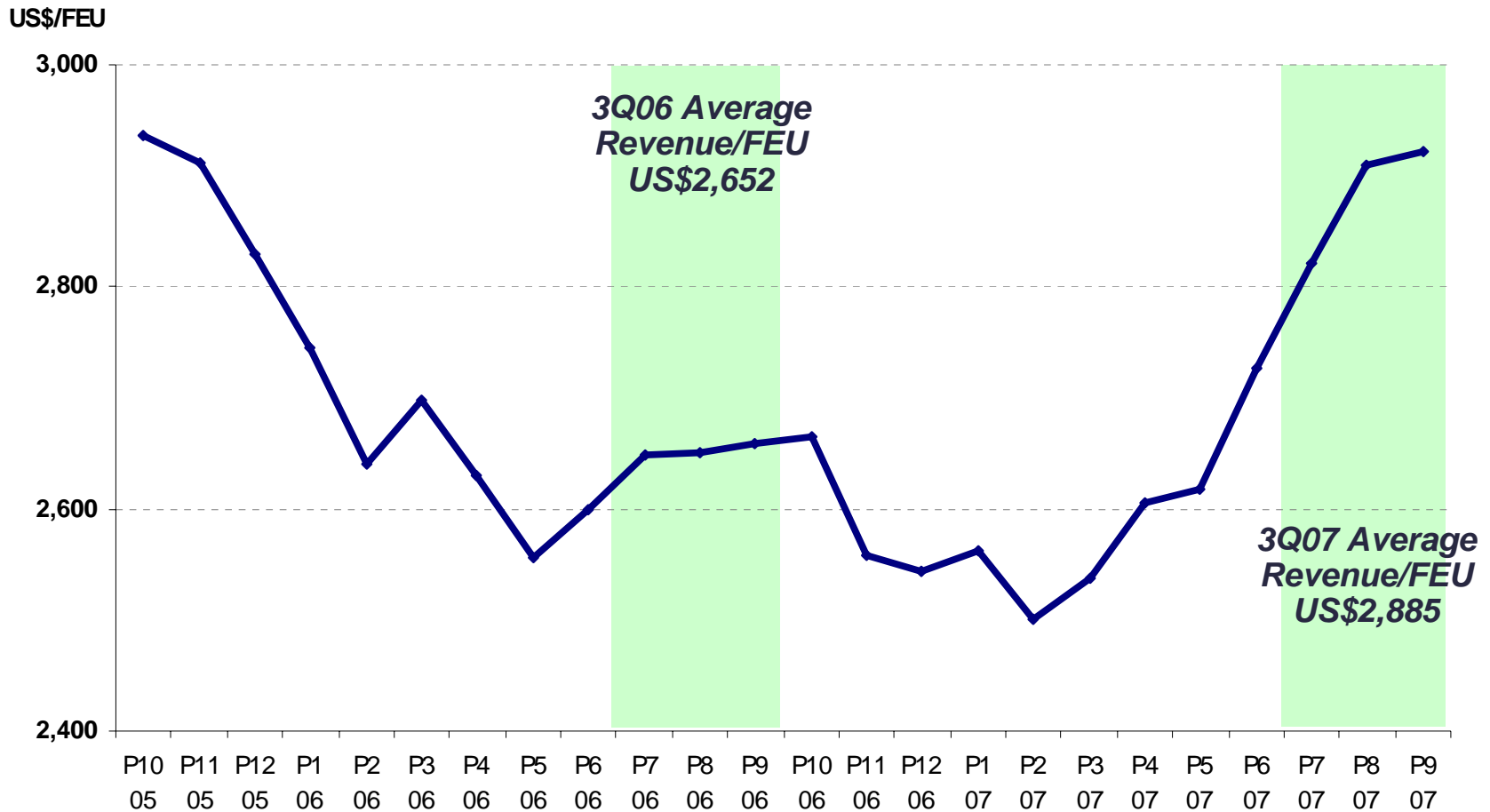
3Q07 Volume breakdown

Liner Average Revenue/FEU

US\$/FEU	YTD07	YTD06	% ▲	3Q07	3Q06	% ▲
Americas	3,361	3,436	(2)	3,462	3,442	1
Europe	2,730	2,487	10	2,978	2,565	16
Asia/Middle East	1,814	1,702	7	2,060	1,674	23
Total	2,690	2,651	1	2,885	2,652	9

Liner Average Revenue/FEU Trend

As rate environment continues to improve in selected key trades, higher average revenue/FEU was achieved in 3Q07.



Liner: Americas

	YTD07	YTD06	% ▲	3Q07	3Q06	% ▲
Total Volumes ('000 FEUs)	716	653	10	247	217	14
• Transpacific	589	533	11	203	176	15
• Latin America	127	120	6	44	41	7
Average Revenue (US\$/FEU)	3,361	3,436	(2)	3,462	3,442	1

- **Transpacific** : Continued strong demand resulted in robust volume growth despite uncertainties in the US housing market and sub-prime issues. Weaker US dollar and improved utilisation has also generated greater backhaul volume.
- **Latin America** : Improvements in volume and rate from continued healthy demand conditions in the trade lane.

Liner: Europe

	YTD07	YTD06	% ▲	3Q07	3Q06	% ▲
Total Volumes ('000 FEUs)	405	389	4	130	124	5
• Asia-Europe	311	301	3	98	97	1
• Transatlantic	94	88	7	32	27	19
Average Revenue (US\$/FEU)	2,730	2,487	10	2,978	2,565	16

- **Asia-Europe** : Demand remained very strong, with significant freight rate improvement through rate restoration and yield mix programs.
- **Transatlantic** : The Transatlantic route continue to grow with increase in volume.

Liner: Asia/Middle East

	YTD07	YTD06	% ▲	3Q07	3Q06	% ▲
Total Volumes ('000 FEUs)	567	475	19	187	164	14
Average Revenue (US\$/FEU)	1,814	1,702	7	2,060	1,674	23

- Asia/Middle East:** Robust demand conditions continued to drive up volumes in 3Q07. Average freight rates have also continued to strengthen in 3Q07 on a series of rate restoration programs.

Liner Trade Imbalance

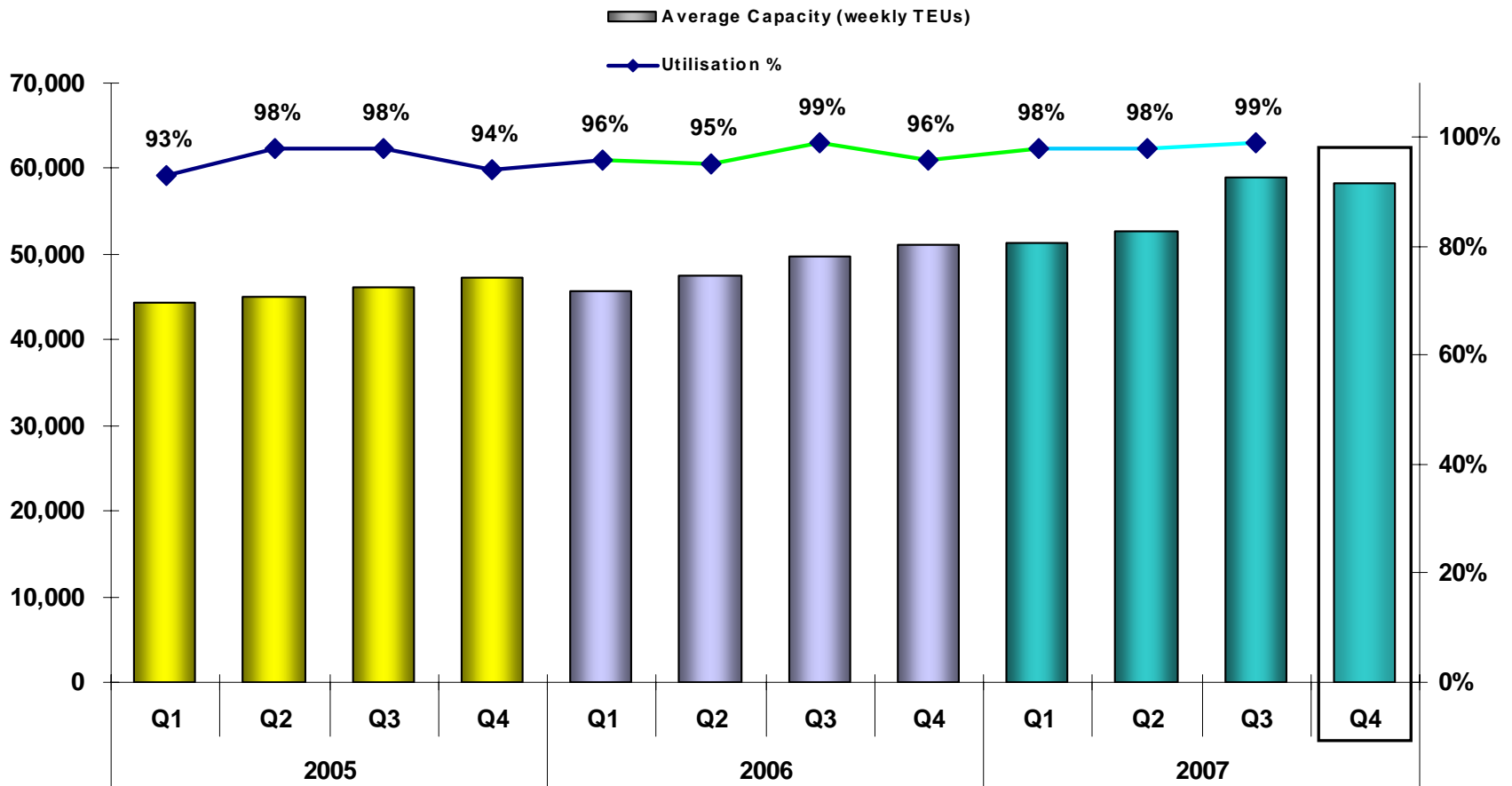
Slight improvement in Transpacific imbalance due to seasonality.

No. of FEUs that are full backhaul for every 10 FEUs full headhaul

Trade	2005	2006	YTD07
• Transpacific	5	5	6
• Asia-Europe	8	7	7
• Transatlantic	10	10	10

Liner Network Capacity & Utilisation

In Q3 2007, average liner capacity expanded with headhaul utilisation sustained at a high level of 99%.



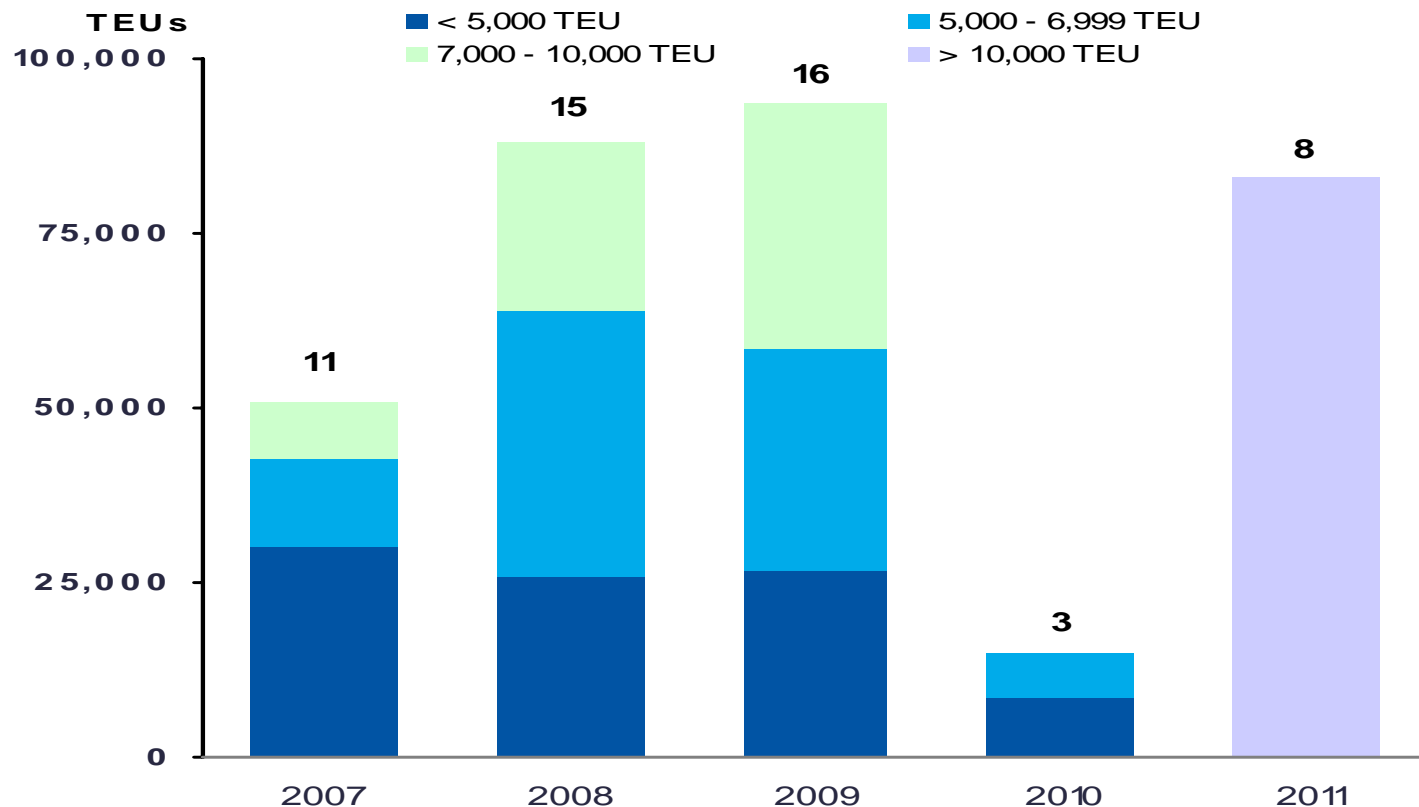
Note: Figures are based on the headhaul leg of main linehaul services



Liner New Vessel Commitments

The liner vessel fleet will continue to be expanded, in line with our target to grow capacity.

New vessel commitments currently at 53 (owned and chartered), to be delivered between 2007 to 2011. Of the eleven new vessels to arrive in 2007, nine vessels have been delivered so far, with another two to be delivered by the end of the year.



Operating Performance Logistics



Logistics 3Q07 Highlights

- Revenue for 3Q07 grew by 2% QoQ due to higher volumes and change in business mix in the International Services segment. The growth in International Services was offset by lower volume from the Contract Logistics segment.
- Logistics EBIT decreased by US\$2 million or 14% QoQ in 3Q07 due mainly to higher operating expenses from International Services.

Logistics P&L Summary

US\$m	YTD07	YTD06	% ▲	3Q07	3Q06	% ▲
Revenue	942	949	(1)	318	313	2
EBITDA	46	48 ¹	(4)	15	17 ¹	(12)
• Depreciation & Amortisation	(8)	(8)	-	(3)	(3)	-
EBIT	38	40 ¹	(5)	12	14 ¹	(14)
EBIT Margin	4.0%	4.2%		3.8%	4.5%	

¹ Excludes the impairment in value of goodwill arising on consolidation of US\$100 million.

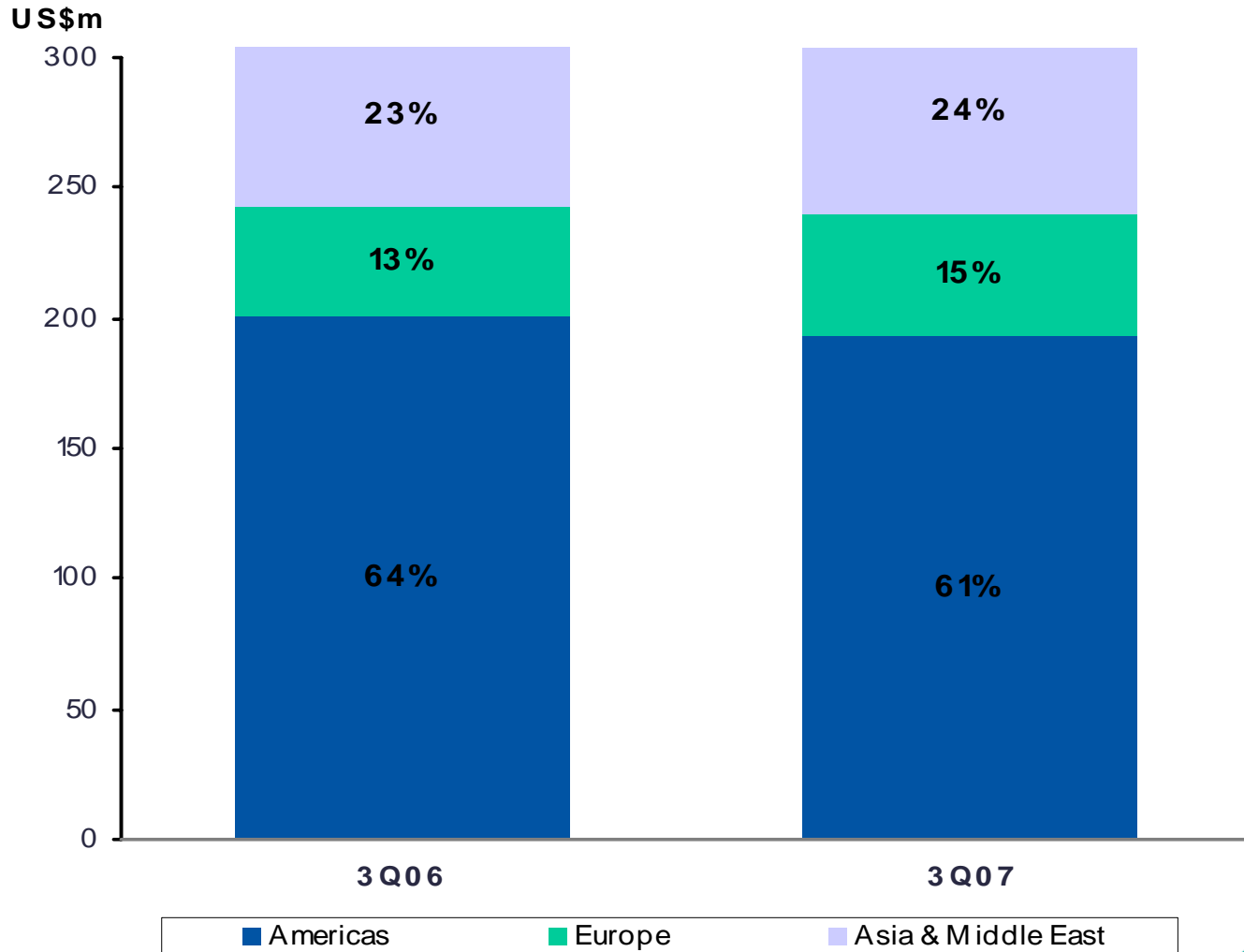
Performance Breakdown

Business Segment	YTD07	YTD06	% ▲	3Q07	3Q06	% ▲
Revenue	942	949	(1)	318	313	2
• Contract Logistics	583	636	(8)	186	199	(7)
• International Services	359	313	15	132	114	16
EBIT	38	40¹	(5)	12	14¹	(14)
• Contract Logistics	20	13 ¹	54	5	2 ¹	150
• International Services	18	27	(33)	7	12	(42)
EBIT Margin	4.0%	4.2%		3.8%	4.5%	
• Contract Logistics	3.4%	2.0%		2.7%	1.0%	
• International Services	5.0%	8.6%		5.3%	10.5%	

¹ Excludes the impairment in value of goodwill arising on consolidation of US\$100 million.

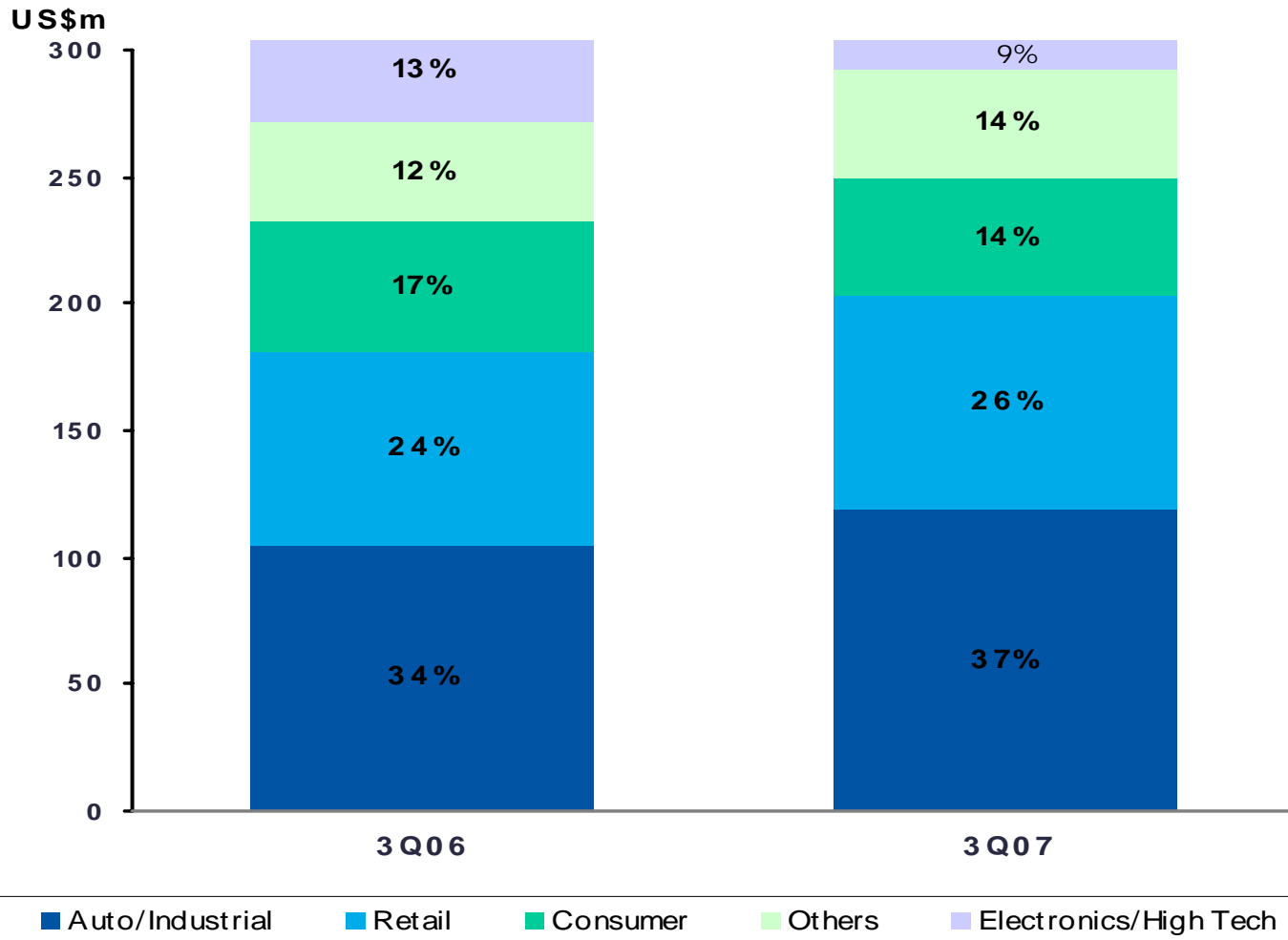
Logistics' Revenue Trend – By Region

The Asia/Middle East and Europe region continues to register QoQ revenue growth accounting for 24% and 15% respectively of revenue in 3Q07.



Logistics' Revenue Trend – By Customer Segment

Shows the benefit of continuing focus on key Auto and Retail/Apparel verticals.



**End of Presentation
Thank You**

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