

**CONDENSED CONSOLIDATED INCOME STATEMENT OF THE GROUP
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2007**

	Note	THIRD QUARTER		CUMULATIVE QUARTER	
		Current Quarter Ended 30.09.2007 RM'000 Unaudited	Preceding Quarter Ended 30.09.2006 RM'000 Restated	Current Year-To-Date Ended 30.09.2007 RM'000 Unaudited	Preceding Year-To-Date Ended 30.09.2006 RM'000 Restated
Revenue	4	62,522	41,884	172,935	80,768
Cost of sales		<u>(38,073)</u>	<u>(21,996)</u>	<u>(100,676)</u>	<u>(43,797)</u>
Gross profit		24,449	19,888	72,259	36,971
Other income		4,931	1,181	11,301	1,806
Staff costs		(3,132)	(2,160)	(9,316)	(3,197)
Depreciation and amortisation		(1,746)	(1,502)	(5,379)	(3,859)
Other operating expenses		<u>(851)</u>	<u>(623)</u>	<u>(4,525)</u>	<u>(83)</u>
Profit from operations		23,651	16,784	64,340	31,638
Finance costs		(4,352)	(4,641)	(13,940)	(6,093)
Share of profit of jointly-controlled entity		49	298	234	-
Profit before taxation and negative goodwill		19,348	12,441	50,634	25,545
Negative goodwill		<u>-</u>	<u>-</u>	<u>-</u>	<u>23,628</u>
Profit before taxation		19,348	12,441	50,634	49,173
Taxation	19	<u>(5,469)</u>	<u>(3,007)</u>	<u>(13,397)</u>	<u>(12,006)</u>
Net profit for the period		<u>13,878</u>	<u>9,435</u>	<u>37,237</u>	<u>37,167</u>
Attributable to:					
Equity holders of the parent		13,955	9,605	34,246	36,679
Minority interest		(77)	(170)	2,991	488
		<u>13,879</u>	<u>9,435</u>	<u>37,237</u>	<u>37,167</u>
Earnings per share attributable to equity holders of the parent	27				
- Basic (Sen)		8.5	6.2	21.0	25.1
- Diluted (Sen)		7.8	5.9	19.2	24.2

Note :

* The comparative consolidated figures for the preceding year's corresponding year-to-date reflect financial results for five (5) months only as AMRB Group was only conceived on 21 April 2006.

The condensed consolidated income statements should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET OF THE GROUP
AS AT 30 SEPTEMBER 2007

	As At 30.09.2007 RM'000 (Unaudited)	As At 31.12.2006 RM'000 (Audited)
Assets		
Non-current Assets		
Property, vessel and equipment	645,915	452,372
Investments	1,426	648
Intangible Assets	1,166	-
	<u>648,507</u>	<u>453,020</u>
Current Assets		
Other receivables	14,254	3,428
Trade receivables	95,763	89,120
Tax Recoverable	15	15
Cash and bank balances	37,746	19,120
	<u>147,778</u>	<u>111,683</u>
Total Assets	<u><u>796,285</u></u>	<u><u>564,703</u></u>
Equity And Liabilities		
Equity Attributable To Equity Holders Of The Parent		
Share capital	82,727	81,269
Share premium	34,120	30,748
Other reserves	7,009	3,505
Retained profits/(accumulated losses)	81,902	49,467
	<u>205,758</u>	<u>164,989</u>
Minority interest	11,552	9,184
Total Equity	<u><u>217,310</u></u>	<u><u>174,173</u></u>
Non-current Liabilities		
Long-term borrowings	333,954	242,972
Deferred taxation	45,687	33,536
	<u>379,641</u>	<u>276,508</u>
Current Liabilities		
Short-term borrowings	121,709	53,603
Other payables	31,627	12,623
Trade payables	40,228	41,354
Taxation	5,770	6,442
	<u>199,334</u>	<u>114,022</u>
Total Liabilities	<u><u>578,975</u></u>	<u><u>390,530</u></u>
Total Equity And Liabilities	<u><u>796,285</u></u>	<u><u>564,703</u></u>
Net Assets/(Liabilities) Per Share (RM)	<u><u>1.24</u></u>	<u><u>1.02</u></u>

The condensed consolidated balance sheet should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT OF THE GROUP
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2007**

	Current Year-To-Date Ended 30.09.2007 RM'000 Unaudited	Preceding Year-To-Date Ended 30.09.2006 RM'000 Unaudited
Net cash used in operating activities	62,209	(41,997)
Net cash used in investing activities	(235,224)	(247,934)
Net cash generated from financing activities	<u>191,640</u>	<u>301,258</u>
Net increase in cash and cash equivalents	18,625	11,327
Cash and cash equivalents at beginning of financial period	<u>19,121</u>	*
Cash and cash equivalents at end of financial period	<u><u>37,746</u></u>	<u><u>11,327</u></u>
Cash and cash equivalents at the end of the financial period comprise the following:		
Short-term deposits	12,912	7,745
Cash and bank balances	<u>24,834</u>	<u>3,582</u>
	<u><u>37,746</u></u>	<u><u>11,327</u></u>

* Represent RM1.00

The condensed consolidated cash flow statement should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

PART A: EXPLANATORY NOTES PURSUANT TO FRS 134

1. BASIS OF PREPARATION

The interim financial statements have been prepared under the historical cost convention. The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standards ("FRS") 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the explanatory notes attached to the interim financial statements which provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group.

2. CHANGES IN ACCOUNTING POLICIES

The significant accounting policies adopted are consistent with those of the statutory financial statements for the financial year ended 31 December 2006 except for the adoption of the following new or revised Financial Reporting Standards ("FRS") effective for financial period beginning 1 January 2007:

FRS 6	Exploration for and Evaluation of Mineral Resources
FRS 117	Leases
FRS 119 ²⁰⁰⁴	Employee Benefits - Actuarial Gains and Losses, Group Plans and Disclosure
FRS 124	Related Party Disclosure

The group has not adopted FRS 139 Financial Instruments: Recognition and measurement as its effective date has been deferred indefinitely.

The adoption of other new or revised FRSs does not have significant financial impact on the Group. The effects on the adoption of FRS 117 and 124 have been exempted from disclosure.

3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements of the Company and its subsidiaries for the year ended 31 December 2006 were not qualified.

4. SEGMENTAL INFORMATION

The results and other information of the Group as at 30 September 2007 are as follows:

	Offshore support vessels and services RM'000	Underwater services RM'000	Others RM'000	Consolidation RM'000	TOTAL RM'000
Revenue					
External	155,056	15,949	1,930	-	172,935
Intra group	-	-	674	(674)	-
Total	155,056	15,949	2,604	(674)	172,935
Results					
Profits from operations	60,884	7,129	(1,196)	(2,477)	64,340
Finance costs	(13,312)	(25)	(603)	-	(13,940)
Share of profit of associates	-	-	-	234	234
Negative goodwill	-	-	-	-	-
Profit before taxation	47,572	7,104	(1,799)	(2,243)	50,634

5. UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the current financial year-to-date except as disclosed in Note 2.

6. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES

There were no changes in estimates that have had a material effect in the current financial year-to-date results.

7. SEASONAL AND CYCLICAL FACTORS

The Group's performance would be subject to the risk of increase in downtime and off-hires due to the adverse weather conditions such as monsoon seasons. In this respect, only one(1) of the Group's smaller-sized vessel that is under spot charter contract, and underwater services would inevitably be affected by the monsoon seasons and this would result in fluctuation in the Group's earnings over the financial year.

Notwithstanding the above, nineteen (19) out of the Group's fleet of twenty (20) vessels are currently under fixed charter contracts whereby the vessels are to be made available regardless of the weather condition. This, in turn, will provide the Group with a steady stream of income.

8. DIVIDENDS PAID

Dividend amounting to RM1,810,993 was paid on 21 August 2007, being final dividend of 3.0% or 1.5 Sen per share (less 27% taxation) declared in respect of the financial year ended 31 December 2006.

9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There was no valuation of the property, vessel and equipment in the current financial period under review.

10. DEBT AND EQUITY SECURITIES

There were no issuance, cancellations, repurchases, resale and repayments of debts and equity securities except for the following:

Employee Share Options Scheme ("ESOS")

During the financial period ended 30 September 2007, the Company issued 2,443,600 and 8,750 ordinary shares of RM 0.50 each for cash at the respective exercise prices of RM1.65 and RM3.87 per ordinary share pursuant to the AMRB Employee Share Options Scheme (ESOS).

11. CHANGES IN COMPOSITION OF THE GROUP

Equity Restructuring In Workboat International FZCO

On 28 May 2007, two (2) shares of AED100,000.00 each amounting to AED200,000.00 in Workboat International FZCO ("WBI") were transferred from the former shareholder, Mr Clement Francis Misquitta to the other shareholders, Alam Maritim (L) Inc ("AML") and Mr John D'Lima at the ratio of 50:50 (the "transfer"). The total cash consideration paid by AML and Mr John D'Lima for the shares was AED581,306.31 and AED143,693.69, respectively.

Following the transfer, AML and Mr John D'Lima held three (3) shares of AED100,000.00 each in the share capital of WBI.

Subsequently, on 28 July 2007, the share capital of WBI was increased from AED600,000.00 to AED1,000,000.00 by way of capitalizing a sum of AED400,000.00 of its retained earnings equivalent to four (4) shares of AED100,000.00 each.

The bonus shares was credited as fully paid up shares to AML and Mr John D'Lima in the ratio of 75:25. As a result of the transaction, AML and Mr John D'Lima hold six (6) and four (4) shares of AED100,000.00 each, respectively with shareholding ratio of 60:40 in WBI.

12. CAPITAL COMMITMENTS

The amount of commitments for the purchase of property, plant and equipment not provided for in the interim condensed financial statements as at 30 September 2007 is as follows:

	RM'000
Approved and contracted for:	
Expenditure on the acquisition of vessels and equipment	489,691
Approved but not contracted for:	
Expenditure on the acquisition of vessels and equipment	-
Total	<u>489,691</u>

13. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

As at 30 September 2007, our contingent liabilities, comprising bank and performance guarantees for contracts entered into with customers, stood at approximately RM7.5 million. In addition, the Company has provided corporate guarantee for the credit facilities totalling USD28.56 million granted by Maybank International (L) Ltd. to 60%-owned subsidiaries of Alam Maritim (M) Sdn. Bhd. ("AMSB"), the company's wholly-owned subsidiary, namely Alam Synergy I (L) Inc., Alam Synergy II (L) Inc., Alam Synergy III (L) Inc.

AMSB, has also provided a corporate guarantee for the banking facilities amounting to RM 5.0 million granted by Malayan Banking Berhad to Alam Hidro (M) Sdn. Bhd. ("AHSB"), a 70%-owned subsidiary of AMSB.

Save as disclosed above, there were no material contingent liabilities that may, upon materialisation, have a material effect on the Group's financial results or position.

14. SUBSEQUENT EVENTS

There were no material events subsequent to the end of the current financial quarter except for completion of the corporate exercise in relation to the issuance of bonus shares and subdivision of shares which was announced on 23 October 2007.

PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

15. PERFORMANCE REVIEW

The Group recorded a turnover of RM172.94 million for the 9-month period ended 30 September 2007 as compared to RM80.77 million for the 5-month period ended 30 September 2006 last year.

However, the profit before taxation for the current financial period of RM50.63 million was only 3.0% higher in comparison to RM49.17 million registered for the 5-month period last year, mainly due to one-time recognition of negative goodwill totalling RM23.63 million arising from the Group's restructuring exercise prior to the listing of the Company on 20 July 2006.

16. VARIATION OF RESULTS AGAINST PRECEDING QUARTER

The Group's revenue for the current quarter of RM62.52 million was higher than the preceding quarter's revenue figure of RM48.55 million by 28.8% mainly due to higher revenue registered by Offshore Support Vessels & Services segment supported by improved revenue contribution from owned and third party vessels.

The profit before taxation ("PBT") of the Group for the current financial quarter of RM19.35 million was higher than the preceding quarter's PBT of RM15.42 million by 25.5%, which is in tandem with the higher revenue registered by Offshore Support Vessels & Services segment. The improvement in PBT was also attributable to lower other operating expenses and finance costs incurred during the current financial quarter under review in comparison to the preceding quarter.

17. COMMENTARY ON PROSPECTS

The Offshore Support Vessels and Services segment is expected to remain the major contributor to the profitability of the Group for the current financial year. The first batch of seven (7) new vessels expected to be delivered this year together with another nine (9) new vessels scheduled to be received by next year, are poised to boost up the earnings capacity of the Group with the full-year impact on bottom-line to be felt in the financial year ending 31 December 2008. The young fleet of the Group is expected to be expanded to thirty-three (33) vessels of various sizes and capacities by the end of 2008.

The other key driver for growth is the increasing trend of daily charter rate (DCR) which is primarily attributable to shortage of supply of offshore support vessels (OSVs) to cater for the intensified exploration and production (E&P) activities within Malaysian waters and in the global market.

The Group has also beefed up the capacity and capability of Underwater Services segment through the acquisition of two (2) units of remotely operated vehicles (ROVs) which is expected to be delivered before end of the current financial year. With the availability of saturation diving system (SatDive) and ROVs, the Group is able to offer packaged marine spread to the clients at a superior lump-sum rate which in turn will enhance earning capacity of the Group going forward.

18. PROFIT FORECAST

The Group has not issued any profit forecast for the current financial year and therefore no comparison is available.

19. INCOME TAX EXPENSE

	Current Quarter		Year-To-Date	
	30.09.2007	30.09.2006	30.09.2007	30.09.2006
	RM'000	RM'000	RM'000	RM'000
Current taxation	(706)	(5,380)	1,247	3,619
Deferred taxation	6,175	8,387	12,150	8,387
	<u>5,469</u>	<u>3,007</u>	<u>13,397</u>	<u>12,006</u>

The effective tax rate of the Group for the current quarter under review of 28.3% is slightly higher than the statutory tax rate of 27% mainly due to certain expenses being disallowed for tax purposes. However, the effective tax rate for the current year-to-date of 26.5% is slightly lower than the statutory tax rate principally due to certain income which is not taxable.

20. SALE OF PROPERTIES

There were no sales of properties in the financial quarter under review.

21. INVESTMENTS IN QUOTED SECURITIES

There were no dealings by the Group in quoted securities for the financial period under review.

22. CORPORATE PROPOSALS

On 24 May 2007, the Company announced the proposed corporate exercises comprising the following:

- (a) a bonus issue of up to 62,131,109 bonus shares on the basis three (3) shares for every eight (8) existing AMRB shares;
- (b) a subdivision of shares involving the subdivision of every one (1) AMRB share into two (2) subdivided shares upon completion of the bonus issue;
- (c) a private placement of up to 10% of the issued and paid-up share capital of the Company upon completion of the proposed bonus issue and proposed subdivision of shares; and
- (d) amendments to the M&A of AMRB.

Corporate proposals (a), (b) and (d) were completed on 23 October 2007 with a total number of 62,045,224 bonus shares and 454,998,312 subdivided shares were issued and quoted on the Main Board of Bursa Malaysia Securities Berhad on 24 October 2007. The corporate proposal, in respect of the private placement of up to 10% of the issued and paid-up share capital of the Company, is expected to be completed before end of the current financial year.

23. BORROWINGS

	Denominated in Local Currency As at 30.09.2007 RM'000	Denominated in Foreign Currency As at 30.09.2007 RM'000	Total
Short Term Borrowings			
Unsecured:			
Revolving credit facilities	10,000	-	10,000
Overdraft	10,971	-	10,971
Secured:			
MTN - Murabahah	100,000		100,000
Term loans	11	-	11
Loan stocks	659	-	659
Hire purchase	68	-	68
			<u>121,709</u>
Long-term borrowings			
Secured:			
PDS - Sukuk Ijarah	300,000	-	300,000
Term loans	3,875	28,804	32,679
Loan stocks	-	-	-
Hire purchase	1,276	-	1,276
			<u>333,954</u>
Total Borrowings			<u><u>455,663</u></u>
Borrowings denominated in foreign currency: -			
		USD'000	RM'000 Equivalent
United States Dollar (USD)		8,430	28,804

24. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

There are no off balance sheet financial instruments as at 27 November 2007.

25. CHANGES IN MATERIAL LITIGATION

The Group is not engaged in any material litigation, whether as plaintiff or defendant, which may have a material impact on the financial position or performance of the Group as at 27 November 2007. The Board of Directors does not know of any proceedings pending or threatened or of any fact likely to give rise to any proceedings which might materially and adversely affect the financial or business position of the Group.

26. DIVIDEND PAYABLE

No dividend has been declared for the financial period ended 30 September 2007.

27. EARNINGS PER SHARE ("EPS")

Basic EPS

Basic earnings per share amount is calculated by dividing profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the period.

	Current Quarter		Year-To-Date	
	30.09.2007	30.09.2006	30.09.2007	30.09.2006
	RM'000	RM'000	RM'000	RM'000
Profit attributable to equity holders of the parent	13,955	9,605	34,246	36,679
Weighted average number of ordinary shares in issue	164,842	155,995	163,444	146,030
Basic EPS (Sen)	8.5	6.2	21.0	25.1

Diluted EPS

Diluted earnings per share amount is calculated by dividing profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares in issue during the period after adjusting for the dilutive effects of all potential ordinary shares to be issued under ESOS.

	Current Quarter		Year-To-Date	
	30.09.2007	30.09.2006	30.09.2007	30.09.2006
	RM'000	RM'000	RM'000	RM'000
Profit attributable to equity holders of the parent	13,955	9,605	34,246	36,679
Weighted average number of ordinary shares in issue	164,842	155,995	163,444	146,030
Effects of dilution from ESOS*	13,508	5,802	14,509	5,802
Adjusted weighted average number of ordinary shares in issue and issuable	178,350	161,797	177,953	151,832
Diluted EPS (Sen)	7.8	5.9	19.2	24.2

*Notes: The estimation of effects of dilution from ESOS was based on the average closing price or RM5.30 for the financial period ended 30 September 2007.

28. PUBLIC SHAREHOLDING SPREAD REQUIREMENT PURSUANT TO PARAGRAPH 8.15 (1) OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

Based on the Record of Depositors dated 30 October 2007, the Company has complied with the public shareholding spread requirement pursuant to Paragraph 8.15 (1) of the Listing Requirements.

The details of public shareholding spread as at 30 October 2007 are as follows: -

- a) Percentage (%) of public shareholding spread - 25.00%
- b) Public shareholders holding not less than 100 shares each - 1,058 shareholders

The Company has complied with the public shareholding spread requirements ahead of the extended deadline granted by Bursa Malaysia Securities Berhad.

29. AUTHORISATION FOR ISSUE

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 27 November 2007.

BY ORDER OF THE BOARD

Haniza Binti Sabaran
(MAICSA No. 7032233)
Company Secretary
Kuala Lumpur
27 November 2007