

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME OF THE GROUP  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

	Note	FOURTH QUARTER		CUMULATIVE QUARTER	
		Current Quarter Ended	Preceding Quarter Ended	Current Year-To-Date Ended	Preceding Year-To-Date Ended
		31.12.2015 RM'000	31.12.2014 RM'000	31.12.2015 RM'000	31.12.2014 RM'000
Revenue	A4	96,947	107,659	350,222	391,584
Cost of sales		(89,978)	(101,607)	(287,553)	(320,580)
<b>Gross profit</b>		<b>6,969</b>	<b>6,052</b>	<b>62,669</b>	<b>71,004</b>
Other income		2,370	7,733	17,660	18,960
Staff costs		(5,945)	(8,386)	(26,504)	(29,722)
Other operating expenses		(44,089)	(786)	(41,215)	(13,756)
<b>(Loss)/profit from operations</b>		<b>(40,695)</b>	<b>4,613</b>	<b>12,610</b>	<b>46,486</b>
Finance costs		(2,948)	(10,392)	(11,936)	(24,006)
Share of results of associates		(1,193)	2,680	2,933	21,210
Share of results of jointly controlled entities		(17,295)	10,226	(23,423)	22,943
<b>(Loss)/profit before taxation</b>		<b>(62,131)</b>	<b>7,127</b>	<b>(19,816)</b>	<b>66,633</b>
Taxation	B5	68,743	(2,563)	64,960	(5,904)
<b>Net profit for the year</b>		<b>6,612</b>	<b>4,564</b>	<b>45,144</b>	<b>60,729</b>
<b>Other comprehensive income</b>					
Currency translation differences		(152)	254	2,148	103
<b>Other comprehensive income for the year, net of tax</b>		<b>(152)</b>	<b>254</b>	<b>2,148</b>	<b>103</b>
<b>Total comprehensive income for the period</b>		<b>6,460</b>	<b>4,818</b>	<b>47,292</b>	<b>60,832</b>
<b>Profit/(loss) attributable to:</b>					
Owners of the parent		7,003	5,257	44,809	60,702
Non-controlling interests		(391)	(693)	335	27
		<b>6,612</b>	<b>4,564</b>	<b>45,144</b>	<b>60,729</b>
<b>Total comprehensive income for the year</b>					
Owners of the parent		6,859	5,504	46,906	60,805
Non-controlling interests		(399)	(686)	386	27
		<b>6,460</b>	<b>4,818</b>	<b>47,292</b>	<b>60,832</b>
Earnings per share attributable to Owners of the parent	B16				
- Basic (Sen)		0.8	0.7	4.8	7.0
- Diluted (Sen)		0.8	0.7	4.8	6.9

The unaudited statement of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED STATEMENT OF FINANCIAL POSITION OF THE GROUP  
AS AT 31 DECEMBER 2015

	As At 31.12.2015 RM'000	As At 31.12.2014 RM'000
<b>Assets</b>		
<b>Non-current Assets</b>		
Property, vessel and equipment	511,026	528,501
Intangible assets	1,560	1,358
Investments in jointly controlled entities	228,326	256,400
Investments in associates	79,986	73,418
Deferred tax assets	-	7,042
Trade receivables	582	1,183
	<u>821,480</u>	<u>867,902</u>
<b>Current Assets</b>		
Inventories	2,632	4,927
Trade receivables	139,324	185,110
Other receivables	93,977	102,446
Tax recoverable	3,598	3,655
Cash and bank balances	120,446	245,031
	<u>359,977</u>	<u>541,169</u>
<b>Total Assets</b>	<b><u>1,181,457</u></b>	<b><u>1,409,071</u></b>
<b>Equity And Liabilities</b>		
<b>Equity Attributable To Owners Of The Parent</b>		
Share capital	231,115	231,115
Share premium	165,200	165,200
Other reserves	(1,048)	(3,145)
Retained profits	481,721	436,912
	<u>876,988</u>	<u>830,082</u>
Non-controlling interests	942	556
<b>Total Equity</b>	<b><u>877,930</u></b>	<b><u>830,638</u></b>
<b>Non-current Liabilities</b>		
Borrowings B9	92,414	134,204
Deferred tax liabilities	5,408	80,080
	<u>97,822</u>	<u>214,284</u>
<b>Current Liabilities</b>		
Borrowings B9	100,383	186,214
Trade payables	48,454	156,420
Other payables	56,868	21,377
Tax payable	-	138
	<u>205,705</u>	<u>364,149</u>
<b>Total Liabilities</b>	<b><u>303,527</u></b>	<b><u>578,433</u></b>
<b>Total Equity And Liabilities</b>	<b><u>1,181,457</u></b>	<b><u>1,409,071</u></b>
<b>Net Assets Per Share (RM)</b>	<b><u>0.95</u></b>	<b><u>0.90</u></b>

The unaudited statement of financial position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY OF THE GROUP  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

	← Attributable to Owners of the Parent →				Total RM'000	Non-controlling interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Other Reserves RM'000	Retained Profits RM'000			
As at 1 January 2014	200,324	33,207	(3,184)	376,210	606,557	529	607,086
Total comprehensive income for the period	-	-	103	60,702	60,805	27	60,832
Transactions with owners							
Issue of ordinary shares							
Pursuant private placement	30,750	135,260	-	-	166,010	-	166,010
Pursuant to ESOS	41	64	(64)	-	41	-	41
Share issuance expenses	-	(3,331)	-	-	(3,331)	-	(3,331)
As at 31 December 2014	231,115	165,200	(3,145)	436,912	830,082	556	830,638

The unaudited condensed consolidated statement of changes in equity of the Group should be read in conjunction the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY OF THE GROUP (Continued)  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

	← Attributable to Owners of the Parent →				Total RM'000	Non-controlling interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Other Reserves RM'000	Retained Profits RM'000			
As at 1 January 2015	231,115	165,200	(3,145)	436,912	830,082	556	830,638
Total comprehensive income for the year	-	-	2,097	44,809	46,906	386	47,292
As at 31 December 2015	231,115	165,200	(1,048)	481,721	876,988	942	877,930

The unaudited condensed consolidated statement of changes in equity of the Group should be read in conjunction the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED STATEMENT OF CASH FLOW OF THE GROUP  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

	<b>Current Year-To-Date Ended 31.12.2015 RM'000</b>	<b>Preceding Year-To-Date Ended 31.12.2014 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/profit before taxation	<b>(19,816)</b>	<b>66,633</b>
Adjustment for:		
Interest income	(3,473)	(6,982)
Interest expense	11,936	24,006
Depreciation	41,034	39,514
Provision for impairment loss on trade receivables	12,378	811
Reversal of impairment on trade receivables	-	(151)
Net unrealised gain on foreign exchange	(10,855)	(1,937)
Share of results of jointly controlled entities	23,423	(22,943)
Share of results of associates	(2,933)	(21,210)
Gain on disposal of fixed assets	(165)	(4,692)
Property, vessels and equipment written off	-	172
Impairment loss on interests in joint venture	841	418
Impairment of property, vessels and equipment	16,078	672
Impairment of goodwill	-	184
Amortisation of intangible assets	-	66
<b>Operating profit before working capital changes</b>	<b>68,448</b>	<b>74,561</b>
Decrease/(increase) in inventories	2,295	(1,174)
Decrease in receivables	53,507	211,401
Decrease in payables	(72,500)	(57,709)
<b>Cash generated from operating activities</b>	<b>51,750</b>	<b>227,079</b>
Taxes paid	(2,676)	(3,340)
Interest paid	(11,936)	(24,006)
<b>Net cash flows from operating activities</b>	<b>37,138</b>	<b>199,733</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest income received	3,473	6,982
Proceeds from disposal of fixed assets	-	13,108
Purchase of fixed assets	(32,561)	(30,678)
<b>Net cash flows from investing activities</b>	<b>(29,088)</b>	<b>(10,588)</b>

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

UNAUDITED STATEMENT OF CASH FLOW OF THE GROUP (Continued)  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015

	Current Year-To-Date Ended 31.12.2015 RM'000	Preceding Year-To-Date Ended 31.12.2014 RM'000
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from issuance of ordinary shares	-	162,720
Proceeds of term loan	2,735	1,353
Proceeds of RC	6,000	12,669
Proceeds of hire purchase	998	-
Repayment of term loans	(10,970)	(133,637)
Repayment of hire purchase	(1,055)	(5,345)
Repayment of RC	(9,200)	(40,000)
Repayment of MCP	-	(38,008)
Repayment of MTN	(115,000)	(40,000)
Refund of placement of sinking fund	19,532	-
Placement of sinking fund	-	(21,988)
Marginal deposit	182	(821)
<b>Net cash flows in financing activities</b>	<b>(106,778)</b>	<b>(103,057)</b>
Net decrease in cash and cash equivalents	(98,728)	86,088
Effect of exchange rate changes on cash and cash equivalent	(5,013)	(96)
Cash and cash equivalents at beginning of financial period	195,051	109,059
<b>Cash and cash equivalents at end of financial period</b>	<b>91,310</b>	<b>195,051</b>
Cash and cash equivalents at the end of the financial year comprise the following:		
Cash on hand and at banks	53,433	110,659
Deposits with licensed banks	67,013	134,372
	<b>120,446</b>	<b>245,031</b>
Bank overdrafts (Note B9)	(3,126)	(4,256)
Amount set aside as sinking fund	(15,038)	(34,570)
Amount pledged for bank guarantee facilities	(10,972)	(11,154)
Total cash and cash equivalents	<b>91,310</b>	<b>195,051</b>

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

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**A1. 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 Malaysian Financial Reporting Standards ("MFRS") 134: Interim Financial Reporting and Chapter 9.22, part K of Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities"). The interim financial report is in compliance with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board.

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.

**A2. CHANGES IN ACCOUNTING POLICIES**

On 1 January 2015, the Group adopted the following new and amended MFRSs and IC Interpretation mandatory for annual financial periods beginning on or after 1 January 2015.

<b>Description</b>	<b>Effective for annual periods beginning on or after</b>
Amendments to MFRS 119: Defined Benefit Plans: Employee Contributions	1 July 2014
Annual Improvements to MFRSs 2010 - 2012 Cycle	1 July 2014
Annual Improvements to MFRSs 2011 - 2013 Cycle	1 July 2014

The adoption of the above MFRS and amendments to MFRS that came into effect on 1 January 2015, did not have significant impact on the unaudited condensed financial statements upon the initial application on 1 January 2015.

A2. CHANGES IN ACCOUNTING POLICIES (Continued)

Standards and interpretations issued but not yet effective

The Group has not adopted the following standards and interpretations that have been issued but not yet effective.

Description	Effective for annual periods beginning on or after
Annual Improvements to MFRSs 2012 - 2014 Cycle	1 January 2016
Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 11: Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
Amendments to MFRS 127: Equity Method in Separate Financial Statements	1 January 2016
Amendments to MFRS 101: Disclosure Initiatives	1 January 2016
Amendments to MFRS 10, MFRS 12 and MFRS 128: Investment Entities: Applying the Consolidation Exception	1 January 2016
MFRS 14 Regulatory Deferral Accounts	1 January 2016
MFRS 15 Revenue from Contracts with Customers	1 January 2018
MFRS 9 Financial Instruments	1 January 2018

The Group has not completed its assessment of the financial effects of standards and interpretations issued but not yet effective.



**A3. AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report on the financial statements of the Company and its subsidiaries for the financial year ended 31 December 2014 were not qualified.

**A4. SEGMENTAL INFORMATION**

The results and other information of the Group as at 31 December 2015 are as follows:-

As at 31 December 2015	Offshore support vessels and services RM'000	Subsea services & OIC RM'000	Others RM'000	Consol RM'000	TOTAL RM'000
<b>Revenue</b>					
External	208,029	133,873	8,320	-	350,222
Intra group	177,326	-	-	(177,326)	-
<b>Total</b>	<b>385,355</b>	<b>133,873</b>	<b>8,320</b>	<b>(177,326)</b>	<b>350,222</b>
<b>Results</b>					
Profit from operations	13,979	(3,707)	8,332	(5,994)	12,610
Finance costs	(10,939)	(576)	(7,971)	7,550	(11,936)
Share of results of associates	2,933	-	-	-	2,933
Share of results of jointly controlled entities	(11,340)	(12,083)	-	-	(23,423)
<b>Profit before taxation</b>	<b>(5,367)</b>	<b>(16,366)</b>	<b>361</b>	<b>1,556</b>	<b>(19,816)</b>
<b>As at 31 December 2014</b>					
<b>Revenue</b>					
External	227,545	160,698	3,341	-	391,584
Intra group	62,994	70,220	738	(133,952)	-
<b>Total</b>	<b>290,539</b>	<b>230,918</b>	<b>4,079</b>	<b>(133,952)</b>	<b>391,584</b>
<b>Results</b>					
Profit from operations	38,922	7,825	1,956	(2,217)	46,486
Finance costs	(22,200)	(1,483)	(323)	-	(24,006)
Share of results of associates	21,210	-	-	-	21,210
Share of results of jointly controlled entities	20,430	2,513	-	-	22,943
<b>Profit before taxation</b>	<b>58,362</b>	<b>8,855</b>	<b>1,633</b>	<b>(2,217)</b>	<b>66,633</b>

**A5. 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 except as disclosed in Note A2.

**A6. SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES**

There were no changes in estimates that have had a material effect in the current financial year's results.

**A7. 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.

Notwithstanding the above, our chartered vessels are made available regardless of the weather condition.

**A8. (LOSS)/PROFIT BEFORE TAXATION**

Included in the profit before taxation are the following items:

	<b>Current Quarter Ended 31.12.2015 RM'000</b>	<b>Preceding Quarter Ended 31.12.2014 RM'000</b>	<b>Current Year-To-Date Ended 31.12.2015 RM'000</b>	<b>Preceding Year-To-Date Ended 31.12.2014 RM'000</b>
Interest income	(2,151)	(5,473)	(3,473)	(6,982)
Interest expense	2,948	10,392	11,936	24,006
Depreciation	21,425	12,300	41,034	39,514
Net (gain)/loss on foreign exchange	(5,075)	(1,347)	(10,855)	(1,937)

**A9. DIVIDENDS PAID**

No dividend was paid in the financial year under review.

**A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

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

**A11. DEBT AND EQUITY SECURITIES**

There were no issuance, cancellations, repurchases, resale and repayments of debts and equity securities for the current year under review.

**A12. CHANGES IN COMPOSITION OF THE GROUP**

There were no changes in composition of the Group for the financial year under review.

**A13. CAPITAL COMMITMENTS**

There were no material capital commitments for the financial year under review.

**A14. CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

As at 31 December 2015, our contingent liabilities, comprising of bank and performance guarantees for contracts entered into with customers, stood at approximately RM31.76 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"), namely Alam Synergy I (L) Inc, Alam Synergy II (L) Inc and Alam Synergy III (L) Inc.

AMSB has provided a corporate guarantee for the banking facilities amounting to RM13.0 million granted by financial institutions to Alam Hidro (M) Sdn Bhd ("AHSB"), a wholly owned subsidiary of AMSB. Alam Maritim (L) Inc has also provided corporate guarantee on proportionate basis (50%) for the credit facilities totalling RM154.0 million granted by Ambank Group to its jointly controlled entity, Alam Swiber DLB 1 (L) Inc.

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.

**A15. SUBSEQUENT EVENTS**

There were no material events subsequent to the end of the current financial year.

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

**B1. PERFORMANCE REVIEW**

	OSV Segment RM'000	Subsea/ OIC Segment RM'000	Others/ Elimination RM'000	Consolidated Total RM'000
Revenue (Year-to-date 2015)	208,029	133,873	8,320	350,222
Revenue (Year-to-date 2014)	227,545	160,698	3,341	391,584
Variance (%)	<u>(8.6%)</u>	<u>(16.7%)</u>		<u>(10.6%)</u>

The Group recorded a turnover of RM350.2 million for the financial year ended 31 December 2015 as compared to RM391.6 million for last year, resulting in a negative variance of 10.6%. Revenue from Offshore Support Vessels ("OSV") segment dropped by 8.6% due to lower average vessel utilisation rate.

Revenue derived from Subsea Services/Offshore Installation & Construction ("OIC") segment decreased by 16.7% as compared to last year, mainly due to lower contribution from subsea project.

	OSV Segment RM'000	Subsea/ OIC Segment RM'000	Others/ Elimination RM'000	Consolidated Total RM'000
Profit/(Loss) Before Tax -YTD2015	(5,367)	(16,366)	1,917	(19,816)
Profit/(Loss) Before Tax -YTD2014	58,362	8,855	(584)	66,633
Variance (%)	<u>(109.2%)</u>	<u>(284.8%)</u>		<u>(129.7%)</u>

The Group recorded a loss before taxation for the current financial year of RM19.8 million resulted in a negative variance of exceeding 100% as compared to RM66.6 million profit recorded for the preceding financial year. The OSV segment recorded a loss of RM5.4 million due to lower average utilisation rate of OSV and impairment of vessels.

Subsea Services/OIC segment registered a loss before taxation of RM16.4 million for the financial year ended 31 December 2015 as compared to profit before taxation of RM8.8 million recorded in the same period last year due to lower contribution margin derived from OIC segment during the current financial year.

**B2. VARIATION OF RESULTS AGAINST PRECEDING QUARTER**

The Group's revenue for the current quarter of RM96.9 million was lower than the preceding quarter's revenue figure of RM100.0 million with an adverse variance of 3.1%. This was mainly due to lower average utilisation rate of chartered vessels during the current financial quarter under review.

The Group recorded a loss before taxation for the current financial quarter of RM62.1 million as compared to a profit before taxation of RM22.8 million registered for the preceding financial quarter, resulting in an adverse variance exceeding 100%. The loss before tax registered for current quarter was mainly due to impairment of vessels and trade receivables.

**B3. COMMENTARY ON PROSPECTS**

The business outlook for Alam Maritim Group is influenced by the level of capital expenditure spending by the Oil Majors which is in line with the volume of exploration and production activities. Based on the current market condition, the domestic oil and gas industry is expected to be vulnerable and volatile in the interim period due to slower project rollouts and softening charter rates. Despite these challenges, we believe that the business should be able to withstand short term uncertainties and sustain with solid fundamentals in the long run.

Notwithstanding the above, the Directors will continue to exercise due care in managing and implementing strategies for the Group's business and will ensure that shareholders' values are strategically enhanced from time to time.

**B4. PROFIT FORECAST**

The Group did not provide any profit forecast or profit guarantee in any public document.

**B5. INCOME TAX EXPENSE**

	Current Quarter		Year-To-Date	
	31.12.2015	31.12.2014	31.12.2015	31.12.2014
	RM'000	RM'000	RM'000	RM'000
Income Taxation				
-Current year	2,977	79	2,813	3,335
-(Over)/under-provision in prior year	-	(330)	-	(330)
	<u>2,977</u>	<u>(251)</u>	<u>2,813</u>	<u>3,005</u>
Deferred Taxation				
-Current year	(71,720)	228	(67,773)	313
-(Over)/under-provision in prior year	-	2,586	-	2,586
	<u>(71,720)</u>	<u>2,814</u>	<u>(67,773)</u>	<u>2,899</u>
	<b><u>(68,743)</u></b>	<b><u>2,563</u></b>	<b><u>(64,960)</u></b>	<b><u>5,904</u></b>

The negative income tax is principally due to reversal of deferred tax liabilities.

**B6. SALE OF PROPERTIES**

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

**B7. INVESTMENTS IN QUOTED SECURITIES**

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

**B8. CORPORATE PROPOSALS**

There were no corporate proposals announced but not completed as at the end of the financial year under review.

**B9. BORROWINGS**

	<b>Total As at 31.12.2015 RM'000</b>	<b>Total As at 31.12.2014 RM'000</b>
<b>Short Term Borrowings</b>		
Unsecured:		
Revolving credit facilities	46,000	49,200
Overdraft	3,126	4,256
Secured:		
MTN - Sukuk Ijarah	40,000	115,000
Term loans	10,749	17,091
Hire purchase	508	667
	<b><u>100,383</u></b>	<b><u>186,214</u></b>
<b>Long-term borrowings</b>		
Secured:		
MTN - Sukuk Ijarah	75,000	115,000
Term loans	14,147	16,040
Hire purchase	3,267	3,164
	<b><u>92,414</u></b>	<b><u>134,204</u></b>
<b>Total Borrowings</b>	<b><u>192,797</u></b>	<b><u>320,418</u></b>

**B10. DERIVATIVE FINANCIAL INSTRUMENTS**

There were no outstanding derivatives as at the end of the reporting period.

**B11. FAIR VALUE HIERARCHY**

No transfer between any levels of the fair value estimation took place during the current interim period and the comparative period. There were also no changes in the purpose of any financial instrument that subsequently resulted a change in those instruments.

**B12. DISCLOSURE OF GAINS/LOSSES ARISING FROM FAIR VALUE CHANGES OF FINANCIAL LIABILITIES**

The Group did not have any financial liabilities measured at fair value through profit or loss as at 31 December 2015 and 31 December 2014.

**B13. OFF BALANCE SHEET FINANCIAL INSTRUMENTS**

There are no off balance sheet financial instruments as at 25 February 2016.

**B14. 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 31 December 2015. The Board of Directors is not aware 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.

**B15. DISCLOSURE OF NATURE OF OUTSTANDING DERIVATIVE**

There were no outstanding derivatives as at the end of the reporting year.

**B16. 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 issued during the year.

	Current Quarter		Year-To-Date	
	31.12.2015	31.12.2014	31.12.2015	31.12.2014
	RM'000	RM'000	RM'000	RM'000
Profit attributable to equity holders of the parent	7,003	5,257	44,809	60,702
Weighted average number of ordinary shares issued	924,461	801,439	924,461	871,886
<b>Basic EPS (Sen)</b>	<b>0.8</b>	<b>0.7</b>	<b>4.8</b>	<b>7.0</b>

**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 issued during the period after adjusting for the dilutive effects of all potential ordinary shares to be issued under ESOS.

	Current Quarter		Year-To-Date	
	31.12.2015	31.12.2014	31.12.2015	31.12.2014
	RM'000	RM'000	RM'000	RM'000
Profit attributable to equity holders of the parent	7,003	5,257	44,809	60,702
Weighted average number of ordinary shares issued	924,461	801,439	924,461	871,886
Effects of dilution from ESOS*	419	3,361	419	3,361
Adjusted weighted average number of ordinary shares in issue and issuable	924,881	804,800	924,879	875,247
<b>Diluted EPS (Sen)</b>	<b>0.8</b>	<b>0.7</b>	<b>4.8</b>	<b>6.9</b>

\*Note: The estimation of effects of dilution from ESOS was based on the average closing price of RM0.57 for the financial year ended 31 December 2015.

**B17. RELATED PARTY TRANSACTIONS**

Significant related party transactions during the financial year are described below:

	<b>Cumulative financial year ended 31.12.2015 RM'000</b>
<b><u>Jointly controlled entities</u></b>	
Charter hire vessels	96,209
Offshore installation and construction contracts	28,782
Vessel management fees	9,198
<b><u>Associates</u></b>	
Charter hire vessels	<u>81,116</u>

**B18. REALISED AND UNREALISED PROFITS**

	<b>As At 31.12.2015 RM'000</b>
Total retained profits of the Company and its subsidiaries	
- realised	672,695
- unrealised	<u>(318,923)</u>
	353,772
Total share of retained profits from associates:	
- realised	23,469
- unrealised	297
Total share of retained profits from jointly controlled entities:	
- realised	148,697
- unrealised	<u>22,057</u>
	548,292
Less: consolidation adjustments	<u>(66,571)</u>
Retained profits as per financial statements	<u>481,721</u>

**B19. 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 29 February 2016.

**BY ORDER OF THE BOARD**

**Fatan Hamamah binti Khalid**  
(MAICSA No. 7039265)  
Company Secretary  
Kuala Lumpur  
29 February 2016