

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME OF THE GROUP  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2018

	Note	SECOND QUARTER		CUMULATIVE QUARTER	
		Current Quarter Ended 30.06.2018 RM'000	Preceding Quarter Ended 30.06.2017 RM'000	Current Year-To-Date Ended 30.06.2018 RM'000	Preceding Year-To-Date Ended 30.06.2017 RM'000
Revenue	A4	18,896	54,089	40,334	74,304
Cost of sales		(18,377)	(45,717)	(31,415)	(64,336)
<b>Gross (loss)/profit</b>		<b>519</b>	<b>8,372</b>	<b>8,919</b>	<b>9,968</b>
Other income		2,146	676	2,323	1,689
Staff costs		(4,603)	(5,115)	(9,742)	(10,747)
Other operating expenses		(981)	(1,247)	(7,630)	(5,663)
<b>(Loss)/Profit from operations</b>		<b>(2,919)</b>	<b>2,686</b>	<b>(6,130)</b>	<b>(4,753)</b>
Finance costs		(815)	(1,494)	(2,138)	(3,056)
Share of results of associates		(411)	1,168	(398)	959
Share of results of jointly controlled entities		(5,267)	(637)	(8,834)	(5,211)
<b>(Loss)/profit before taxation</b>		<b>(9,412)</b>	<b>1,723</b>	<b>(17,500)</b>	<b>(12,061)</b>
Taxation	B5	81	(116)	(786)	(211)
<b>Net (loss)/profit for the period</b>		<b>(9,331)</b>	<b>1,607</b>	<b>(18,286)</b>	<b>(12,272)</b>
<b>Other comprehensive income</b>					
Currency translation differences		(250)	(1,136)	(1,765)	(418)
<b>Other comprehensive income for the period, net of tax</b>		<b>(250)</b>	<b>(1,136)</b>	<b>(1,765)</b>	<b>(418)</b>
<b>Total comprehensive income for the period</b>		<b>(9,581)</b>	<b>471</b>	<b>(20,051)</b>	<b>(12,690)</b>
<b>(Loss)/profit attributable to:</b>					
Owners of the parent		(9,466)	2,384	(20,840)	(9,508)
Non-controlling interests		135	(777)	2,554	(2,764)
		<b>(9,331)</b>	<b>1,607</b>	<b>(18,286)</b>	<b>(12,272)</b>
<b>Total comprehensive income for the period</b>					
Owners of the parent		(9,619)	970	(22,072)	(11,936)
Non-controlling interests		38	(499)	2,021	(754)
		<b>(9,581)</b>	<b>471</b>	<b>(20,051)</b>	<b>(12,690)</b>
Earnings per share attributable to Owners of the parent	B16				
- Basic (Sen)		(1.0)	0.3	(2.3)	(1.0)
- Diluted (Sen)		(1.0)	0.3	(2.3)	(1.0)

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 30 JUNE 2018**

	<b>As At 30.06.2018 RM'000</b>	<b>As At 31.12.2017 RM'000</b>
<b>Assets</b>		
<b>Non-current Assets</b>		
Property, vessel and equipment	364,557	391,083
Investment properties	1,650	1,650
Investments in associates	38,615	39,013
Interests in join ventures	140,260	149,094
Deferred tax assets	-	531
	<u>545,082</u>	<u>581,371</u>
<b>Current Assets</b>		
Inventories	1,480	1,513
Trade receivables	51,519	97,416
Other receivables	79,945	118,089
Tax recoverable	9,604	5,731
Cash and bank balances	60,377	55,792
	<u>202,925</u>	<u>278,541</u>
Non-current asset held for sale	10,978	10,978
	<u>213,903</u>	<u>289,519</u>
<b>Total Assets</b>	<b><u>758,985</u></b>	<b><u>870,890</u></b>
<b>Equity And Liabilities</b>		
<b>Equity Attributable To Owners Of The Parent</b>		
Share capital	396,315	396,315
Other reserves	452	1,684
Retained profits	178,288	199,128
	<u>575,055</u>	<u>597,127</u>
Non-controlling interests	(4,067)	(3,483)
<b>Total Equity</b>	<b><u>570,988</u></b>	<b><u>593,644</u></b>
<b>Non-current Liabilities</b>		
Borrowings B9	15,267	20,439
Deferred tax liabilities	3,792	4,427
	<u>19,059</u>	<u>24,866</u>
<b>Current Liabilities</b>		
Borrowings B9	113,925	130,859
Trade payables	25,391	47,661
Other payables	29,393	73,765
Tax payable	229	95
	<u>168,938</u>	<u>252,380</u>
<b>Total Liabilities</b>	<b><u>187,997</u></b>	<b><u>277,246</u></b>
<b>Total Equity And Liabilities</b>	<b><u>758,985</u></b>	<b><u>870,890</u></b>
<b>Net Assets Per Share (RM)</b>	<b><u>0.62</u></b>	<b><u>0.65</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 PERIOD ENDED 30 JUNE 2018

	← 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 2017	231,115	165,200	704	345,099	742,118	(4,511)	737,607
Loss for the year	-	-	-	(145,971)	(145,971)	591	(145,380)
Other comprehensive income	-	-	980	-	980	437	1,417
<b>Total comprehensive income for the year</b>	231,115	165,200	1,684	199,128	597,127	(3,483)	593,644
Transfer to share capital	165,200	(165,200)	-	-	-	-	-
<b>As at 31 December 2017</b>	<b>396,315</b>	<b>-</b>	<b>1,684</b>	<b>199,128</b>	<b>597,127</b>	<b>(3,483)</b>	<b>593,644</b>

*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 PERIOD ENDED 30 JUNE 2018

	← 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 2018	396,315	-	1,684	199,128	597,127	(3,483)	593,644
Total comprehensive income for the period	-	-	(1,232)	(20,840)	(22,072)	2,021	(20,051)
Dividend	-	-	-	-	-	(2,605)	(2,605)
<b>As at 30 June 2018</b>	<b>396,315</b>	<b>-</b>	<b>452</b>	<b>178,288</b>	<b>575,055</b>	<b>(4,067)</b>	<b>570,988</b>

*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 PERIOD ENDED 30 JUNE 2018**

	<b>Current Year-To-Date Ended 30.06.2018 RM'000</b>	<b>Preceding Year-To-Date Ended 30.06.2017 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/profit before taxation	(17,500)	(12,061)
Adjustment for:		
Interest income	(332)	(1,234)
Interest expense	2,138	3,056
Depreciation	19,829	21,588
Net unrealised loss/(gain) on foreign exchange	2,013	1,057
Share of results of jointly controlled entities	8,834	5,211
Share of results of associates	398	(959)
Gain on disposal of property, vessel and equipment	(1,778)	-
<b>Operating profit before working capital changes</b>	<b>13,602</b>	<b>16,658</b>
Increase/(decrease) in inventories	33	(174)
Decrease/(increase) in receivables	76,262	(60,062)
(Increase)/decrease in payables	(66,643)	77,904
<b>Cash generated from operating activities</b>	<b>23,254</b>	<b>34,326</b>
Taxes paid	(632)	(247)
Interest paid	(2,138)	(3,056)
<b>Net cash flows from operating activities</b>	<b>20,484</b>	<b>31,023</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest income received	332	1,234
Proceeds from disposal of fixed assets	9,399	-
Purchase of fixed assets	(923)	(364)
<b>Net cash flows from investing activities</b>	<b>8,808</b>	<b>870</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 PERIOD ENDED 30 JUNE 2018**

	<b>Current Year-To-Date Ended 30.06.2018 RM'000</b>	<b>Preceding Year-To-Date Ended 30.06.2017 RM'000</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of term loans	(8,321)	(888)
Repayment of hire purchase	(339)	(1,745)
Repayment of RC	(13,450)	(3,093)
Dividend paid	(2,603)	-
Net cash set aside for sinking fund	-	(8,538)
Marginal deposit	-	(3,448)
<b>Net cash flows in financing activities</b>	<b>(24,713)</b>	<b>(17,712)</b>
Net increase/(decrease) in cash and cash equivalents	4,579	14,181
Cash and cash equivalents at beginning of financial period	5,479	13,735
<b>Cash and cash equivalents at end of financial period</b>	<b>10,058</b>	<b>27,916</b>
Cash and cash equivalents at the end of the financial year comprise the following:		
Cash on hand and at banks	38,842	51,700
Deposits with licensed banks	21,535	19,595
	<b>60,377</b>	<b>71,295</b>
Bank overdrafts (Note B9)	(4,383)	-
Amount set aside as sinking fund	(38,414)	(36,973)
Amount pledged for bank guarantee facilities	(7,522)	(6,406)
<b>Total cash and cash equivalents</b>	<b>10,058</b>	<b>27,916</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 2018, the Group adopted the following new and amended MFRSs and IC Interpretation mandatory for annual financial periods beginning on or after 1 January 2018.

<b>Description</b>	<b>Effective for annual periods beginning on or after</b>
MFRS 2 Classification and Measurement of Share-based Payment Transactions (Amendments to MFRS 2)	1 January 2018
MFRS 9 Financial Instruments	1 January 2018
MFRS 15 Revenue from Contracts with Customers	1 January 2018
MFRS 140 Transfers of Investment Property (Amendments to MFRS 140)	1 January 2018
Annual Improvements to MFRS Standards 2014 - 2016 Cycle	1 January 2018
IC Interpretation 22 Foreign Currency Transactions and Advance Consideration	1 January 2018

The adoption of the above MFRS and amendments to MFRS that came into effect on 1 January 2018, did not have significant impact on the unaudited condensed financial statements upon the initial application on 1

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.

<b>Description</b>	<b>Effective for annual periods beginning on or after</b>
MFRS 9 Prepayment Features with Negative Compensation (Amendments to MFRS 9)	1 January 2019
MFRS 16 Leases	1 January 2019
MFRS 128 Long-term Interests in Associates and Joint Ventures (Amendments to MFRS 128)	1 January 2019
Annual Improvements to MFRS Standards 2015-2017 Cycle	1 January 2019
MFRS 119 Plan Amendment, Curtailment or Settlement (Amendments to MFRS 119)	1 January 2019
IC Interpretation 23 Uncertainty over Income Tax Treatments	1 January 2019
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

**A2. CHANGES IN ACCOUNTING POLICIES (CONTD.)**

Standards and interpretations issued but not yet effective (contd.)

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
MFRS 17 Insurance Contracts	1 January 2021

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 draw attention to the material uncertainty of the Group and of the Company. The Group and the Company incurred a loss for the year of RM145,380,551 and RM1,974,661 respectively during the financial year ended 31 December 2017. These conditions, along with other matters as set forth in Note 2.2 of the audited financial statements, indicate the existence of a material uncertainty that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. The auditors' opinion is not modified in respect of this matter.

**A4. SEGMENTAL INFORMATION**

The results and other information of the Group as at 30 June 2018 are as follows:-

As at 30 June 2018	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	26,445	13,736	153	-	40,334
Intra group	21,384	-	-	(21,384)	-
<b>Total</b>	<b>47,829</b>	<b>13,736</b>	<b>153</b>	<b>(21,384)</b>	<b>40,334</b>
<b>Results</b>					
(Loss)/profit from operations	(6,355)	716	(491)	-	(6,130)
Finance costs	(1,917)	(221)	-	-	(2,138)
Share of results of associates	(398)	-	-	-	(398)
controlled entities	(8,834)	-	-	-	(8,834)
<b>(Loss)/profit before taxation</b>	<b>(17,504)</b>	<b>495</b>	<b>(491)</b>	<b>-</b>	<b>(17,500)</b>
<b>As at 30 June 2017</b>					
<b>Revenue</b>					
External	23,923	48,213	2,168	-	74,304
Intra group	41,184	7,434	785	(49,403)	-
<b>Total</b>	<b>65,107</b>	<b>55,647</b>	<b>2,953</b>	<b>(49,403)</b>	<b>74,304</b>
<b>Results</b>					
(Loss)/Profit from operations	(2,309)	(2,874)	342	88	(4,753)
Finance costs	(2,276)	(643)	(137)	-	(3,056)
Share of results of associates	959	-	-	-	959
Share of results of jointly controlled entities	(2,370)	(2,841)	-	-	(5,211)
<b>(Loss)/profit before taxation</b>	<b>(5,996)</b>	<b>(6,358)</b>	<b>205</b>	<b>88</b>	<b>(12,061)</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 (loss)/profit before taxation are the following items:

	<b>Current Quarter Ended 30.06.2018 RM'000</b>	<b>Preceding Quarter Ended 30.06.2017 RM'000</b>	<b>Current Year-To-Date Ended 30.06.2018 RM'000</b>	<b>Preceding Year-To-Date Ended 30.06.2017 RM'000</b>
Interest income	(271)	(95)	(332)	(1,234)
Interest expense	815	1,494	2,138	3,056
Depreciation	9,607	10,419	19,829	21,588
Net (gain)/loss on foreign exchange	<u>(2,083)</u>	<u>1,761</u>	<u>2,013</u>	<u>1,057</u>

**A9. DIVIDENDS PAID**

No dividend was paid in the financial quarter under review.

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

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

**A11. DEBT AND EQUITY SECURITIES**

There were no issuance, cancellations, repurchases, resale and repayments of debts and equity under review.

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

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

**A13. CAPITAL COMMITMENTS**

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

**A14. CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

As at 30 June 2018, our contingent liabilities, comprising of bank and performance guarantees for contracts entered into with customers, stood at approximately RM40.8 million. In addition, the Company has provided corporate guarantee for the credit facilities totalling RM17.03 million granted by HSBC Bank Malaysia Berhad to a wholly owned subsidiary, Alam Maritim (M) Sdn. Bhd. ("AMSB") and USD28.56 million granted by Maybank International (L) Ltd to 60%-owned subsidiaries of 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 RM18.0 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. AMLI has also provided corporate guarantee on proportionate basis (51%) i.e USD24,480,000 for the credit facilities granted by Oversea-Chinese Banking Corp Limited to MDSV I (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 period.

**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 2018)	26,445	13,736	153	40,334
Revenue (Year-to-date 2017)	23,923	48,213	2,168	74,304
Variance (%)	10.5%	(71.5%)		(45.7%)

The Group recorded a turnover of RM40.33 million for financial period ended 30 June 2018 as compared to RM74.30 million for the same period last year, resulting in an adverse variance of 45.7%. Revenue from Offshore Support Vessels ("OSV") segment increased by 10.5% due to higher average utilisation rate of chartered vessels.

Revenue derived from Subsea Services/Offshore Installation & Construction ("OIC") segment was lower by 71.5% as compared to last year, mainly due to lower contribution from OIC/subsea projects.

	OSV Segment RM'000	Subsea/ OIC Segment RM'000	Others/ Elimination RM'000	Consolidated Total RM'000
Profit/(Loss) Before Tax -YTD2018	(17,504)	495	(491)	(17,500)
Profit/(Loss) Before Tax -YTD2017	(5,996)	(6,358)	293	(12,061)
Variance (%)	(191.9%)	107.8%		(45.1%)

The Group recorded loss before taxation for the current financial period of RM17.50 million, resulting in negative variance 45.1% as compared to loss before taxation of RM12.06 million recorded for the preceding financial year. The performance of OSV segment was recorded lower exceeding 100% primarily due to lower contribution from jointly controlled entities and associates.

Subsea Services/OIC segment registered profit before taxation of RM0.3 million as compared to loss before taxation of RM6.4 million recorded in the same period last year due to lower cost registered by Subsea/OIC segment during the current financial period.

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

The Group's revenue for the current quarter of RM18.90 million was lower than the preceding quarter's revenue figure of RM21.44 million with an adverse variance of 11.9%. This was mainly due to lower revenue contribution from Subsea Services/OIC during the preceding financial quarter under review.

The loss before taxation for the current financial quarter was recorded at RM9.41 million as compared to loss before taxation of RM8.09 million registered for the preceding financial quarter. The losses registered for the current quarter compared to preceding quarter were due to lower contribution from jointly controlled entities and associates.

**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 recently issued PETRONAS Activity Outlook for 2018-2020, upstream Malaysia has a robust pipeline of potential projects focused on developing new growth areas (Greenfield Projects) and maximising ultimate recovery of existing fields (Brownfield Projects).

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

**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	
	30.06.2018	30.06.2017	30.06.2018	30.06.2017
	RM'000	RM'000	RM'000	RM'000
Income Taxation				
-Current year	(39)	116	378	211
-(Over)/under-provision in prior year	-	-	-	-
	<u>(39)</u>	<u>116</u>	<u>378</u>	<u>211</u>
Deferred Taxation				
-Current year	(42)	-	408	-
-(Over)/under-provision in prior year	-	-	-	-
	<u>(42)</u>	<u>-</u>	<u>408</u>	<u>-</u>
	<b><u>(81)</u></b>	<b><u>116</u></b>	<b><u>786</u></b>	<b><u>211</u></b>

The effective tax rate for the current financial year is lower than the statutory tax rate of 24% principally due to certain income which is taxed at a lower tax regime, and losses registered by certain subsidiary companies.

**B6. SALE OF PROPERTIES**

There were no sales of properties in the financial quarter under review except the following:

On 30 June 2018, the Group's wholly-owned subsidiary, Alam Maritim (M) Sdn. Bhd. had completed the sale and purchase transaction with a third party to dispose of a three storey shop lot building located at No. 2, Jalan Raden Bagus 1, Sri Petaling, 57000 Kuala Lumpur for a consideration of RM9.4 million.

**B7. INVESTMENTS IN QUOTED SECURITIES**

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

## **B8. CORPORATE PROPOSALS**

On 30 March 2018, the Company and certain of its subsidiaries, jointly controlled entities and associated companies ("Affected Companies") received the requisite approval-in-principle of the Proposed Restructuring Scheme ("PRS") from the respective lenders and financiers. To date, the Group has received the requisite approval-in-principle representing 87% of the secured debt and 100% of the unsecured debt.

The PRS is deemed effective subject to:

- 1) Award of stipulated contracts;
- 2) Consent of shareholders of the Affected Companies; and
- 3) Completion of the bilateral settlement documentation within 60 days from 30 March 2018 or any

The Group's restructuring involves a bilateral settlement between each borrowing entity and its respective lenders or financiers by amending and extending the terms and conditions of the existing borrowing or facilities based on their respective cash flow forecasts and projections. Execution of bilateral agreements with respective lenders are to be completed before end of September 2018.

**B9. BORROWINGS**

	<b>Total As at 30.06.2018 RM'000</b>	<b>Total As at 31.12.2017 RM'000</b>
<b>Short Term Borrowings</b>		
Unsecured:		
Revolving credit facilities	34,595	48,045
Overdraft	4,383	4,379
Secured:		
MTN - Sukuk Ijarah	75,000	75,000
Term loans	(82)	3,067
Hire purchase	29	368
	<b><u>113,925</u></b>	<b><u>130,859</u></b>
<b>Long-term borrowings</b>		
Secured:		
Term loans	13,783	19,143
Hire purchase	1,484	1,296
	<b><u>15,268</u></b>	<b><u>20,439</u></b>
<b>Total Borrowings</b>	<b><u>129,193</u></b>	<b><u>151,298</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 30 June 2018.

**B13. OFF BALANCE SHEET FINANCIAL INSTRUMENTS**

There are no off balance sheet financial instruments as at 29 August 2018.

**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 30 June 2018. 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 period.

**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 period.

	Current Quarter		Year-To-Date	
	30.06.2018	30.06.2017	30.06.2018	30.06.2017
	RM'000	RM'000	RM'000	RM'000
Profit attributable to equity holders of the parent	(9,466)	2,384	(20,840)	(9,508)
Weighted average number of ordinary shares issued	924,461	924,461	924,461	924,461
<b>Basic EPS (Sen)</b>	<b>(1.0)</b>	<b>0.3</b>	<b>(2.3)</b>	<b>(1.0)</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	
	30.06.2018	30.06.2017	30.06.2018	30.06.2017
	RM'000	RM'000	RM'000	RM'000
Profit attributable to equity holders of the parent	(9,466)	2,384	(20,840)	(9,508)
Weighted average number of ordinary shares issued	924,461	924,461	924,461	924,461
Effects of dilution from ESOS*	-	-	-	-
Adjusted weighted average number of ordinary shares in issue and issuable	924,461	924,461	924,461	924,461
<b>Diluted EPS (Sen)</b>	<b>(1.0)</b>	<b>0.3</b>	<b>(2.3)</b>	<b>(1.0)</b>

\*Note: The estimation of effects of dilution from ESOS was based on the average closing price of RM0.15 for the financial period ended 30 June 2018.

**B17. RELATED PARTY TRANSACTIONS**

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

	<b>Cumulative quarter period ended 30.06.2018 RM'000</b>
<b><u>Jointly controlled entities</u></b>	
Charter hire vessels	9,957
Vessel management fees	4,024
<b><u>Associates</u></b>	
Charter hire vessels	<u>31,412</u>

**B18. 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 August 2018.

**BY ORDER OF THE BOARD**

**Nuranisma binti Ahmad**  
(MAICSA No. 7067610)  
**Nur Aznita binti Taip**  
(MAICSA No. 7067607)  
Company Secretary  
Kuala Lumpur  
30 August 2018