



BUMIARMADA

**BUMI ARMADA BERHAD**  
(370398-X)  
(Incorporated in Malaysia)

UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE QUARTER ENDED 31 MARCH 2015

**UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2015**

The Board of Directors of Bumi Armada Berhad (“Bumi Armada” or “the Company” or “the Group”) would like to announce the following unaudited condensed consolidated financial statements for the first quarter ended 31 March 2015 which should be read in conjunction with the audited consolidated financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the unaudited condensed consolidated financial statements.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF INCOME**

	Note	Individual Quarter Ended		Cumulative Quarter Period Ended	
		31.3.2015 RM'000	31.3.2014 RM'000 Restated	31.3.2015 RM'000	31.3.2014 RM'000 Restated
Revenue	18	<b>572,151</b>	468,917	<b>572,151</b>	468,917
Cost of sales		<b>(384,314)</b>	(337,969)	<b>(384,314)</b>	(337,969)
Gross profit		<b>187,837</b>	130,948	<b>187,837</b>	130,948
Other operating income		<b>19,692</b>	9,056	<b>19,692</b>	9,056
Selling and distribution costs		<b>(8,326)</b>	(11,862)	<b>(8,326)</b>	(11,862)
Administrative expenses		<b>(56,853)</b>	(35,147)	<b>(56,853)</b>	(35,147)
Operating profit		<b>142,350</b>	92,995	<b>142,350</b>	92,995
Finance costs		<b>(38,241)</b>	(21,579)	<b>(38,241)</b>	(21,579)
Share of results of joint ventures		<b>1,096</b>	14,974	<b>1,096</b>	14,974
Profit before taxation		<b>105,205</b>	86,390	<b>105,205</b>	86,390
Taxation		<b>(32,160)</b>	(19,660)	<b>(32,160)</b>	(19,660)
Profit for the financial period		<b>73,045</b>	66,730	<b>73,045</b>	66,730
Attributable to:					
- Owners of the Company		<b>72,048</b>	64,778	<b>72,048</b>	64,778
- Non-controlling interests		<b>997</b>	1,952	<b>997</b>	1,952
		<b>73,045</b>	66,730	<b>73,045</b>	66,730
Earnings per share (sen)	28				
- Basic		<b>1.23</b>	1.37	<b>1.23</b>	1.37
- Diluted		<b>1.23</b>	1.37	<b>1.23</b>	1.37

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

	Note	Individual Quarter Ended		Cumulative Quarter Period Ended	
		31.3.2015 RM'000	31.3.2014 RM'000	31.3.2015 RM'000	31.3.2014 RM'000
Profit for the financial period		<b>73,045</b>	66,730	<b>73,045</b>	66,730
Other comprehensive income/(expense):					
Items that may be reclassified subsequently to profit or loss					
- Available-for-sale financial assets:					
- Loss on fair value change		-	(1,506)	-	(1,506)
- Fair value (loss)/gain on cash flow hedges		<b>(53,637)</b>	1,371	<b>(53,637)</b>	1,371
- Foreign currency translation differences		<b>279,592</b>	(17,939)	<b>279,592</b>	(17,939)
- Share of other comprehensive loss of joint ventures		<b>(586)</b>	-	<b>(586)</b>	-
Other comprehensive income/(expense) for the financial period, net of tax		<b>225,369</b>	(18,074)	<b>225,369</b>	(18,074)
Total comprehensive income for the financial period		<b>298,414</b>	48,656	<b>298,414</b>	48,656
Total comprehensive income attributable to:					
- Owners of the Company		<b>294,314</b>	46,936	<b>294,314</b>	46,936
- Non-controlling interests		<b>4,100</b>	1,720	<b>4,100</b>	1,720
		<b>298,414</b>	48,656	<b>298,414</b>	48,656

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

	Note	As at 31.3.2015 RM'000	As at 31.12.2014 RM'000
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	11	<b>9,558,398</b>	8,459,781
Investments in joint ventures		<b>422,988</b>	405,178
Available-for-sale financial assets		<b>38,197</b>	38,103
Accrued lease rentals		<b>188,298</b>	187,502
Deferred tax assets		<b>16,077</b>	13,743
Amount due from a joint venture		<b>53,647</b>	47,426
		<b>10,277,605</b>	9,151,733
<b>CURRENT ASSETS</b>			
Inventories		<b>2,527</b>	4,830
Amounts due from customers on contract		<b>80,555</b>	136,605
Trade receivables		<b>857,322</b>	704,439
Accrued lease rentals		<b>656,740</b>	786,069
Other receivables, deposits and prepayments		<b>145,208</b>	139,837
Tax recoverable		<b>9,647</b>	9,211
Amounts due from joint ventures		<b>157,854</b>	149,438
Deposits, cash and bank balances		<b>2,428,736</b>	3,303,247
		<b>4,338,589</b>	5,233,676
Non-current assets classified as held-for-sale		<b>146,661</b>	66,481
<b>TOTAL ASSETS</b>		<b>14,762,855</b>	14,451,890

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (CONTINUED)**

	Note	As at 31.3.2015 RM'000	As at 31.12.2014 RM'000
<b>LESS: CURRENT LIABILITIES</b>			
Trade payables and accruals		683,256	699,416
Other payables and accruals		570,304	557,241
Amounts due to joint ventures		15,683	18,598
Hire purchase creditors		28	68
Borrowings	21	649,081	1,018,123
Derivative financial instruments	22	10,845	7,523
Taxation		26,331	25,541
		<b>1,955,528</b>	<b>2,326,510</b>
<b>NET CURRENT ASSETS</b>			
		<b>2,529,722</b>	<b>2,973,647</b>
<b>LESS: NON-CURRENT LIABILITIES</b>			
Hire purchase creditors		52	56
Borrowings	21	5,395,265	5,174,702
Derivative financial instruments	22	322,999	174,227
Deferred tax liabilities		72,493	58,870
		<b>5,790,809</b>	<b>5,407,855</b>
<b>NET ASSETS</b>			
		<b>7,016,518</b>	<b>6,717,525</b>
<b>CAPITAL AND RESERVES ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>			
Share capital		1,173,253	1,173,253
Reserves		5,806,839	5,511,946
		<b>6,980,092</b>	<b>6,685,199</b>
<b>NON-CONTROLLING INTERESTS</b>			
		<b>36,426</b>	<b>32,326</b>
<b>TOTAL EQUITY</b>			
		<b>7,016,518</b>	<b>6,717,525</b>
<b>NET ASSETS PER SHARE (RM)</b>			
		<b>1.20*</b>	<b>1.15</b>

\* Based on 5,866,269,344 ordinary shares in issue at RM0.20 par value as at 31 March 2015.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Attributable to Owners of the Company									Non-controlling interests RM'000	Total equity RM'000
	Number of shares '000	Nominal value RM'000	Share premium RM'000	Foreign exchange reserve RM'000	Other reserves RM'000	Share option reserve RM'000	Hedging reserve RM'000	Retained earnings RM'000	Total RM'000		
<u>2015</u>											
At 1 January 2015	5,866,269	1,173,253	3,137,730	352,580	6,562	44,862	(94,939)	2,065,151	6,685,199	32,326	6,717,525
Profit for the financial period	-	-	-	-	-	-	-	72,048	72,048	997	73,045
Other comprehensive income/(expense) for the financial period, net of tax	-	-	-	275,910	-	-	(53,644)	-	222,266	3,103	225,369
Total comprehensive income/(expense) for the financial period, net of tax	-	-	-	275,910	-	-	(53,644)	72,048	294,314	4,100	298,414
Transactions with owners:											
- Employee share options granted	-	-	-	-	-	579	-	-	579	-	579
- Employee share options forfeited	-	-	-	-	-	(2,540)	-	2,540	-	-	-
<b>At 31 March 2015</b>	<b>5,866,269</b>	<b>1,173,253</b>	<b>3,137,730</b>	<b>628,490</b>	<b>6,562</b>	<b>42,901</b>	<b>(148,583)</b>	<b>2,139,739</b>	<b>6,980,092</b>	<b>36,426</b>	<b>7,016,518</b>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)**

	Attributable to Owners of the Company									Non-controlling interests RM'000	Total Equity RM'000
	Number of shares '000	Nominal value RM'000	Share premium RM'000	Foreign exchange reserve RM'000	Other reserves RM'000	Share option reserve RM'000	Hedging reserve RM'000	Retained earnings RM'000	Total RM'000		
<u>2014</u>											
At 1 January 2014	2,931,591	586,318	1,764,614	51,713	(7,786)	30,633	(10,355)	1,941,522	4,356,659	23,576	4,380,235
Profit for the financial period	-	-	-	-	-	-	-	64,778	64,778	1,952	66,730
Other comprehensive income/(expense) for the financial period, net of tax	-	-	-	(17,687)	(1,506)	-	1,351	-	(17,842)	(232)	(18,074)
Total comprehensive income/(expense) for the financial period, net of tax	-	-	-	(17,687)	(1,506)	-	1,351	64,778	46,936	1,720	48,656
Transactions with owners:											
- Employee share options exercised	538	108	1,895	-	-	(371)	-	-	1,632	-	1,632
- Employee share options granted	-	-	-	-	-	3,866	-	-	3,866	-	3,866
- Employee share options forfeited	-	-	-	-	-	(228)	-	228	-	-	-
<b>At 31 March 2014</b>	<b>2,932,129</b>	<b>586,426</b>	<b>1,766,509</b>	<b>34,026</b>	<b>(9,292)</b>	<b>33,900</b>	<b>(9,004)</b>	<b>2,006,528</b>	<b>4,409,093</b>	<b>25,296</b>	<b>4,434,389</b>

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**

	<b>Period Ended 31.3.2015 RM'000</b>	<b>Period Ended 31.3.2014 RM'000</b>
<b>OPERATING ACTIVITIES</b>		
Profit for the financial period	<b>73,045</b>	66,730
Adjustments for non-cash items:		
Share of results of joint ventures	<b>(1,096)</b>	(14,974)
Depreciation of property, plant and equipment	<b>141,386</b>	115,169
Fair value through profit and loss on derivative financial instruments	<b>97,547</b>	(2,041)
Gain on disposal of property, plant and equipment	<b>-</b>	(25)
Allowance for doubtful debts written back	<b>(15,306)</b>	-
Unrealised foreign exchange (gain)/loss	<b>(94,368)</b>	970
Share-based payment	<b>579</b>	3,866
Impairment for available-for-sale financial assets	<b>2,140</b>	-
Interest income	<b>(16,343)</b>	(1,284)
Interest expense	<b>37,048</b>	22,291
Taxation	<b>32,160</b>	19,660
Operating profit before changes in working capital	<b>256,792</b>	210,362
Changes in working capital:		
Inventories	<b>2,551</b>	(6,672)
Trade and other receivables	<b>(17,580)</b>	(49,267)
Trade and other payables	<b>5,696</b>	(35,797)
Cash from operations	<b>247,459</b>	118,626
Interest paid	<b>(71,852)</b>	(24,421)
Tax paid	<b>(26,916)</b>	(22,463)
Tax refund	<b>-</b>	1,710
<b>NET CASH FLOWS GENERATED FROM OPERATING ACTIVITIES</b>	<b>148,691</b>	73,452



**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (CONTINUED)**

	<b>Period Ended 31.3.2015 RM'000</b>	<b>Period Ended 31.3.2014 RM'000</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(754,942)	(736,464)
Proceeds from disposal of property, plant and equipment	-	25
Investment in joint ventures	(3,339)	-
Interest received	18,388	1,284
<b>NET CASH FLOWS USED IN INVESTING ACTIVITIES</b>	<b>(739,893)</b>	<b>(735,155)</b>
<b>FINANCING ACTIVITIES</b>		
Proceeds from bank borrowings	129,623	817,699
Repayment of bank borrowings	(496,483)	(46,376)
Repayment of hire purchase creditors	(45)	(47)
Proceeds from issuance of shares	-	1,632
Decrease in deposit pledged as security	600	-
<b>NET CASH FLOWS (USED IN)/GENERATED FROM FINANCING ACTIVITIES</b>	<b>(366,305)</b>	<b>772,908</b>
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(957,507)</b>	<b>111,205</b>
<b>CURRENCY TRANSLATION DIFFERENCES</b>	<b>83,596</b>	<b>(1,528)</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD</b>	<b>3,301,747</b>	<b>633,638</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	<b>2,427,836</b>	<b>743,315</b>
Cash and cash equivalents consist of:		
Deposits with licensed banks	1,947,608	702,305
Cash and bank balances	481,128	41,910
Less: Designated deposits placed with licensed banks	(900)	(900)
	<b>2,427,836</b>	<b>743,315</b>

**EXPLANATORY NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2015**

**1. BASIS OF PREPARATION**

The unaudited condensed consolidated financial statements have been prepared in accordance with the reporting requirement as set out in Malaysian Financial Reporting Standards (“MFRS”) 134 on “Interim Financial Reporting”, Paragraph 9.22 and Appendix 9B of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The unaudited condensed consolidated financial statements should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes. These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the financial year ended 31 December 2014. The results of the joint ventures are based on unaudited management accounts.

The significant accounting policies and methods of computation applied in the unaudited condensed consolidated financial statements are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 December 2014, other than those disclosed below:

(a) Amendment and Annual Improvements to MFRS which are applicable to the Group effective 1 July 2014:

- Amendment to MFRS 119 “Defined Benefits Plans” - Employee Contributions
- Annual Improvements to MFRSs 2010 - 2012 cycle
- Annual Improvements to MFRSs 2011 - 2013 cycle

The above amendment and annual improvements to MFRS are not anticipated to have any significant impact on the financial statements of the Group upon their initial application.

(b) Amendments and Annual Improvements to MFRS which are applicable to the Group effective 1 January 2016:

- Annual improvements to MFRSs 2012 - 2014 cycle
- Amendments to MFRS 10 “Consolidated Financial Statements” and MFRS 128 “Investment in Associates and Joint Ventures” - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- Amendments to MFRS 127 “Separate Financial Statements” - Equity Method in Separate Financial Statements
- Amendments to MFRS 116 “Property, Plant and Equipment” and MFRS 138 “Intangibles Assets” - Clarification of Acceptable Methods of Depreciation and Amortisation

The above amendments and annual improvements to MFRS are not anticipated to have any significant impact on the financial statements of the Group upon their initial application.

(c) Amendment to MFRS which are applicable to the Group effective 1 January 2017:

- MFRS 15 “Revenue from Contracts with Customers”

The adoption of MFRS 15 may result in a change in accounting policy. The Group will quantify the effect of adopting this standard when the full standard is effective.

(d) Amendment to MFRS which are applicable to the Group effective 1 January 2018:

- MFRS 9 “Financial Instruments”

The adoption of MFRS 9 may result in a change in accounting policy. The Group will quantify the effect of adopting this standard when the full standard is effective.

**2. MANAGEMENT COMMENTARY**

**(A) Review of performance for the current year to date (“YTD”) results as compared with the previous year to date**

<b>Financial Indicators</b>	<b>YTD 31.3.2015 RM'000</b>	<b>YTD 31.3.2014 RM'000</b>	<b>Change RM'000</b>
Segment revenue			
FPSO <sup>(1)</sup>	<b>291,080</b>	195,667	95,413
OSV <sup>(1)</sup>	<b>164,520</b>	156,222	8,298
T&I <sup>(1)</sup>	<b>116,551</b>	117,028	(477)
Total revenue	<b>572,151</b>	468,917	103,234
EBITDA <sup>(2)</sup>	<b>284,832</b>	223,138	61,694
EBITDA margin	<b>50%</b>	48%	2%
Profit for the financial period	<b>73,045</b>	66,730	6,315
Total depreciation	<b>141,386</b>	115,169	26,217

The Group recorded revenue of RM572.2 million for the financial period up to 31 March 2015 (“YTD 2015”), an increase of 22% compared to the financial period up to 31 March 2014 (“YTD 2014”). The increase was driven mainly by the following factors:

- (a) FPSO revenue grew by RM95.4 million driven by increased conversion activity from the Kraken FPSO project, contribution from the Eni 15/06 FPSO project that was awarded in 2014, as well as tanker operations;
- (b) OSV revenue grew by RM8.3 million from the contribution of new vessels acquired in 2014. This was partly offset by lower utilisation of Class B vessels which have been affected by challenging market conditions;
- (c) T&I revenue was largely unchanged year-on-year as the contribution from higher O&M <sup>(3)</sup> activity of the Armada Installer operations in Turkmenistan, and Armada Hawk operations in India, were offset by lower utilisation of the Armada Condor and lower activity from the LukOil project in the Caspian Sea.

The Group posted an EBITDA of RM284.8 million for YTD 2015, an increase of RM61.7 million over YTD 2014. The EBITDA reflects higher contributions from FPSO conversion projects and tanker operations, and from the Armada Installer and Armada Hawk. However, it was adversely affected by lower contribution from OSV and the LukOil project. The YTD 2015 EBITDA also included a charge of RM20.6 million related to a staff retrenchment exercise.

Profit for the financial period YTD 2015 amounted to RM73.0 million, an increase of RM6.3 million over YTD 2014. The increase in profit reflected the higher EBITDA after taking into account the following:

- (a) Higher depreciation of RM26.2 million due to additional vessels in operation across all business segments;
- (b) Higher finance costs of RM16.7 million, which was due to higher corporate debts; and
- (c) Higher taxation expense of RM12.5 million, which was driven by the increase in EBITDA and activities in countries with higher statutory tax rates.

Notes:

- (1) FPSO - Floating Production Storage Offloading system, OSV - Offshore Support Vessel and T&I - Transport and Installation. These acronyms are also used hereinafter.
- (2) Defined as profit before finance costs, taxation, depreciation and amortisation.
- (3) Defined as operations and maintenance.

**2. MANAGEMENT COMMENTARY (CONTINUED)**

**(B) Performance of the current quarter as compared with the immediate preceding quarter**

<b>Financial Indicators</b>	<b>1st Quarter 2015 RM'000</b>	<b>4th Quarter 2014 RM'000</b>	<b>Change RM'000</b>
Segment revenue			
FPSO	<b>291,080</b>	285,498	5,582
OSV	<b>164,520</b>	182,295	(17,775)
T&I	<b>116,551</b>	234,039	(117,488)
Total revenue	<b>572,151</b>	701,832	(129,681)
EBITDA	<b>284,832</b>	131,095	153,737
EBITDA margin	<b>50%</b>	19%	31%
Profit/(loss) for the financial period	<b>73,045</b>	(54,968)	128,013
Total depreciation	<b>141,386</b>	131,210	10,176

The Group posted revenue of RM572.2 million for the quarter ended 31 March 2015 ("Q1 2015"), a decrease of RM129.7 million or 18.5% sequentially compared to the quarter ended 31 December 2014 ("Q4 2014"). The sequential decrease in Q1 2015 was driven mainly by the following factors;

- (a) FPSO revenue was higher by RM5.6 million sequentially driven by increased contribution from the Kraken FPSO project and tanker operation;
- (b) OSV revenue reduced by RM17.8 million sequentially due to lower utilisation of both Class A and Class B vessels which continues to be affected by challenging market conditions. The OSV fleet renewal programme is on-going with 5 vessels being identified for sale, and

<b>OSV vessel average utilisation rates for the quarter ended</b>	<b>1st Quarter 2015 %</b>	<b>4th Quarter 2014 %</b>	<b>Change in %</b>
Group's vessels	<b>70</b>	79	(9)
- Class A <sup>(4)</sup>	<b>73</b>	84	(11)
- Class B <sup>(5)</sup>	<b>66</b>	71	(5)
Group's vessels including those held by joint ventures	<b>71</b>	79	(8)

- (c) T&I revenue decreased by RM117.5 million sequentially driven mainly by lower activities on the Armada Hawk as the installation of Armada Sterling II in India was completed during the quarter, and lower activity from the LukOil project in the Caspian Sea.

The Group posted an EBITDA of RM284.8 million for Q1 2015, an increase of RM153.7 million compared to Q4 2014. The increase in EBITDA reflected the fact that certain costs and charges that were incurred in Q4 2014, were not incurred this quarter. These include costs associated with T&I's installation of Armada Sterling II in India, charge out of bidding expenses for certain FPSO projects, allowance for doubtful debts of RM40.6 million, as well as impairment charge for available-for-sale financial assets and goodwill of RM24.8 million incurred last quarter. The Q1 2015 EBITDA included a charge of RM20.6 million related to a staff retrenchment exercise.

Profit for the financial period Q1 2015 of RM73.0 million, improved by RM128.0 million sequentially. The increase in profit reflected the higher EBITDA after taking into account the following:

- (a) Higher depreciation of RM10.2 million, which includes depreciation for the vessel KP1, a T&I pipe-lay barge that was acquired in 2014, following the completion of shipyard refurbishment;
- (b) Higher finance costs of RM5.8 million; and
- (c) Higher taxation costs of RM9.1 million, which was driven by the increase in EBITDA and activities in countries that have higher statutory tax rates.

Notes:

<sup>(4)</sup> Class A represents vessels which are less than 12 years or more than 8000 brake horse power and accommodation work barges which are more than 200 pax capacity.

<sup>(5)</sup> Class B represents vessels which are more than 12 years or less than 8000 brake horse power and accommodation work barges which are less than 200 pax capacity.

**3. PROSPECTS FOR THE FINANCIAL YEAR ENDING 31 DECEMBER 2015**

The offshore oil and gas sector remains challenged by the continuing uncertainty on the short-term to medium-term outlook for global energy supply and demand. The oil companies continue to focus on capital and cost management, and this will in turn continue to defer decision making and awards on new projects. The deferment of new projects is likely to have a negative impact on the demand for the assets and services of the Group. In the meantime, the Group will continue to pursue new opportunities that adequately meet the internal requirements for a balanced risk and return criteria, while it remains focused on efficiency and productivity in our current structure. Notwithstanding the above, we remain positive on the long term outlook of the offshore oil and gas services industry and are confident of the long term underlying fundamentals of the Group.

**4. QUALIFICATION OF PRECEDING AUDITED FINANCIAL STATEMENTS**

There was no qualification to the audited financial statements for the preceding financial year ended 31 December 2014.

**5. SEASONALITY OR CYCLICALITY OF OPERATIONS**

As we increase our services offering in offshore oil and gas, the T&I business, specifically in the Caspian, will be subject to short-term seasonal conditions.

**6. ITEMS OF UNUSUAL NATURE, SIZE OR INCIDENCE**

There were no items of an unusual nature, size or incidence affecting the assets, liabilities, equity, net income or cash flow of the Group during the current quarter.

**7. CHANGES IN ESTIMATES**

There were no changes in estimates of amounts reported in prior financial years that have a material effect on the unaudited condensed consolidated financial statements of the Group.

**8. ISSUANCE OR REPAYMENT OF DEBT AND EQUITY SECURITIES**

There were no issuances or repayments of debt securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter.

**9. DIVIDENDS PAID**

There were no dividends paid in the current financial period ended 31 March 2015.

**10. SEGMENTAL INFORMATION**

The Group is organised into 3 core business segments based on the type of activities carried out by its vessels and barges. The information of each of the Group's business segments for the individual quarters ended 31 March 2015 and 31 March 2014 are as follows:

<b>Individual Quarter Ended 31.3.2015</b>	<b>FPSO RM'000</b>	<b>OSV RM'000</b>	<b>T&amp;I RM'000</b>	<b>Others RM'000</b>	<b>Corporate and elimination RM'000</b>	<b>Group RM'000</b>
Revenue	<b>291,080</b>	<b>164,520</b>	<b>116,551</b>	-	-	<b>572,151</b>
Inter-segment revenue	-	-	-	<b>41,899</b>	<b>(41,899)</b>	-
Results						
Segment results	<b>84,184</b>	<b>297</b>	<b>40,317</b>	<b>(455)</b>	<b>(1,685)</b>	<b>122,658</b>
Other operating income						<b>19,692</b>
Share of results of joint ventures						<b>1,096</b>
Finance costs						<b>(38,241)</b>
Taxation						<b>(32,160)</b>
Profit for the financial period						<b>73,045</b>

<b>Individual Quarter Ended 31.3.2014</b>	<b>FPSO RM'000</b>	<b>OSV RM'000</b>	<b>T&amp;I RM'000</b>	<b>Others RM'000</b>	<b>Corporate and elimination RM'000</b>	<b>Group RM'000</b>
Revenue	195,667	156,222	117,028	-	-	468,917
Inter-segment revenue	-	-	-	43,529	(43,529)	-
Results						
Segment results (restated)	61,502	18,669	3,768	704	(704)	83,939
Other operating income						9,056
Share of results of joint ventures						14,974
Finance costs						(21,579)
Taxation						(19,660)
Profit for the financial period						<b>66,730</b>

## **11. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

There was no revaluation of property, plant and equipment for the period under review. As at 31 March 2015, all property, plant and equipment were stated at cost less accumulated depreciation and accumulated impairment losses.

## **12. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL PERIOD**

Save as disclosed below, no material event has arisen in the interval between the end of this reporting period and the date of this report:

- (a) An unincorporated consortium comprising Bumi Armada Offshore Holdings Limited ("BAOHL") (a wholly-owned subsidiary of the Company) and PT Armada Gema Nusantara ("PT AGN"), entered into a charter contract with Husky-CNOOC Madura Limited ("HCML") on 10 December 2014 for the provision of a floating production, storage and offloading facility ("FPSO") for charter and deployment at the Madura BD field, east of Surabaya, offshore Indonesia ("Field") and the operation and maintenance of the FPSO ("Charter Contract").

Armada Madura EPC Limited ("Armada Madura") (then a wholly-owned subsidiary of BAOHL) had on 10 April 2015 entered into a sale and purchase agreement with PT AGN pursuant to which Armada Madura will engineer, procure, convert, construct and complete the FPSO for sale and delivery to PT AGN, to enable PT AGN to perform its obligations under the Charter Contract.

Thereafter, on 10 April 2015:

- (i) the Company and BAOHL;
- (ii) Shapoorji Pallonji And Company Private Limited ("SPCL") and Shapoorji Pallonji International FZE ("SPINT") (an indirect wholly-owned subsidiary of SPCL); and
- (iii) Armada Madura,

entered into a shareholders agreement ("Shareholders Agreement") with respect to the joint investment in Armada Madura by the Company and BAOHL on the one part, and SPCL and SPINT on the other part, in connection with the engineering, design, acquisition, conversion, development, construction, fitting out, completion, mobilisation, transportation, installation, hook-up, testing, commission and integration of the FPSO at the Field ("FPSO Project") to be carried out by Armada Madura, pursuant to which each of BAOHL and SPINT would hold a 50% economic interest and be responsible for 50% of the funding obligations with respect to the FPSO Project, in accordance with the terms of the Shareholders Agreement ("Joint Venture").

The Joint Venture is regarded as a related party transaction under the Main Market Listing Requirements of Bursa Securities.

Accordingly, the full implementation of the Joint Venture requires the approval of the Company's shareholders at an extraordinary general meeting, which will be held on 8 June 2015.

- (b) On 14 April 2015, the Company announced that its wholly owned subsidiaries, Armada Floating Gas Storage Malta Ltd ("AFG Storage") and Armada Floating Gas Services Malta Ltd ("AFG Services"), have entered into agreements with ElectroGas Malta Limited ("EGM") for the conversion, supply and operations and maintenance, respectively, of one floating storage unit ("FSU") for the project relating to the construction and operation of an LNG receiving terminal located at Delimara, Malta (collectively, "Contracts"). The effective date of the Contracts is 13 April 2015.

The Contracts are for a firm period of eighteen (18) years and two (2) months. The estimated aggregate value of the Contracts is approximately USD300 million (equivalent to approximately RM1.1 billion). The FSU is expected to commence operations in the Delimara, Malta in 2016.

**12. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE FINANCIAL PERIOD (CONTINUED)**

Both AFG Storage and AFG Services, are wholly-owned subsidiaries of the Company. AFG Storage is principally involved in the business of owning and chartering of ships and vessels among others whilst AFG Services is principally involved in the provision of marine support among others.

AFG Storage has identified an LNG carrier which has been approved by EGM, as the conversion vessel for this project. The acquisition of the LNG carrier is currently being finalised.

EGM has been awarded contracts by Enemalta Corporation (“Enemalta”) for the supply and delivery of natural gas and electricity to Enemalta’s facilities located at Delimara, Malta. Enemalta is the national electricity company of Malta, majority owned by the government of Malta. EGM is a joint venture company whose shareholders comprise Gasol plc, GEM Holdings Limited, Siemens Project Ventures GmbH and SOCAR Trading SA.

- (c) The material litigation referred to in Note 26.

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

There were no changes in the composition of the Group arising from business combinations, acquisitions or disposals of subsidiaries and long-term investments, restructurings, and discontinued operations for the current quarter under review except for the following:

- (a) On 17 February 2015, Armada Etan Limited (“Armada Etan”) was incorporated as a wholly-owned subsidiary of Bumi Armada Offshore Holdings Limited (“BAOHL”) in the Republic of The Marshall Islands with an authorised capital of USD50,000 comprising 50,000 shares of USD1.00 each, of which 10,000 shares have been issued upon incorporation. BAOHL is a wholly-owned subsidiary of the Company.
- (b) On 3 March 2015, Armada Madura EPC Limited (“Armada Madura”) was incorporated as a wholly-owned subsidiary of BAOHL in the Republic of The Marshall Islands, with an authorised capital of USD50,000 comprising 50,000 shares of USD1.00 each, of which 10 shares have been issued upon incorporation.

**14. CONTINGENT LIABILITIES AND CONTINGENT ASSETS**

The Group’s contingent liabilities comprising the bank guarantees extended to third parties amounted to RM764.1 million as at 31 March 2015 as compared to RM679.8 million as at 31 December 2014. There are no material contingent assets to be disclosed.

**15. CAPITAL COMMITMENTS**

Capital expenditure for property, plant and equipment approved by the Directors and not provided for in the unaudited condensed consolidated financial statements as at 31 March 2015 are as follows:

	<b>RM’000</b>
- authorised and contracted	<b>1,305,558</b>
- authorised but not contracted	<b>7,007,401</b>
	<hr/> <b>8,312,959</b> <hr/>



**16. SIGNIFICANT RELATED PARTY DISCLOSURES**

The significant related party transactions undertaken during the quarter are described below:

	<b>Quarter Ended 31.3.2015 RM'000</b>
<u>Related party transactions</u>	
(a) Transactions with UTSB Management Sdn Bhd <sup>(1)</sup> :	
- reimbursable costs incurred in respect of an executive director	2,249
- management fees	1,453
(b) Telecommunication expenses to Maxis Berhad <sup>(2)</sup>	522
(c) Rental to Malaysian Landed Property Sdn Bhd <sup>(3)</sup>	1,322
(d) Transactions with joint ventures:	
- ship management fees to Century Bumi Limited	4,190
(e) Key management personnel compensation:	
- non-executive directors fees	429
- salaries, bonus and allowances and other staff related costs <sup>(4)</sup>	5,108
- defined contribution plan	610
- share-based payment	14,012
(f) Payment on behalf:	
- joint ventures	<u>6,248</u>

Usaha Tegas Sdn Bhd (“UTSB”) is a party related to the Company by virtue of its substantial interest in Objektif Bersatu Sdn Bhd (“OBSB”), a substantial shareholder of the Company. The ultimate holding company of UTSB is PanOcean Management Limited (“PanOcean”). PanOcean is the trustee of a discretionary trust, the beneficiaries of which are members of the family of Ananda Krishnan Tatparanandam (“TAK”) and foundations including those for charitable purposes. Although PanOcean and TAK are deemed to have interest in the shares of the Company through UTSB’s deemed interest in OBSB, they do not have any economic or beneficial interest in the shares as such interest is held subject to the terms of the discretionary trust.

Notes:

<sup>(1)</sup> Subsidiary of UTSB, a substantial shareholder of the Company.

<sup>(2)</sup> Subsidiary of a joint venture, in which UTSB has a significant equity interest.

<sup>(3)</sup> Subsidiary of a company in which TAK has 100% equity interest.

<sup>(4)</sup> The amount is inclusive of the transaction with UTSB Management Sdn Bhd with regard to reimbursable costs incurred in respect of an Executive Director as disclosed in (a).

**17. PROFIT FORECAST OR PROFIT GUARANTEE**

This is not applicable as the Group did not publish any profit forecast or issue any profit guarantee.

**18. TAXATION**

Taxation comprises the following:

	Individual Quarter Ended		Cumulative Quarter Period Ended	
	31.3.2015 RM'000	31.3.2014 RM'000	31.3.2015 RM'000	31.3.2014 RM'000
Income tax:				
- Current year	23,456	14,646	23,456	14,646
- Prior year	-	55	-	55
Deferred tax	8,704	4,959	8,704	4,959
Total	32,160	19,660	32,160	19,660

The Group's effective tax rate for the quarter ended 31 March 2015 was 31%. The effective tax rate is higher than the Malaysian statutory tax rate of 25% mainly due to income generated in foreign countries that have higher statutory tax rates than Malaysia.

**19. STATUS OF CORPORATE PROPOSALS ANNOUNCED**

Save as disclosed below, there were no corporate proposals announced but not completed as at the date of this report:

- (a) On 13 August 2013, we announced that our wholly-owned subsidiary, Bumi Armada Capital Offshore Ltd had on 6 August 2013, entered into documentation for the establishment of a Multi Currency Euro Medium Term Note Programme with a programme size of USD1.5 billion (or its equivalent in other currencies) ("EMTN Programme").

An application has been made to the Singapore Exchange Securities Trading Limited ("SGX-ST") for permission to deal in, and for quotation of, any medium term notes ("Notes") that may be issued pursuant to the EMTN Programme and which are agreed at or prior to the time of issue thereof to be so listed on the SGX-ST. Such permission will be granted when such Notes have been admitted to the Official List of the SGX-ST. An application will be submitted to Bursa Securities for listing of the Notes under the Exempt Regime. The Notes to be issued under the EMTN Programme may be listed on Bursa Securities but will not be quoted for trading. No Notes have been issued yet under the EMTN Programme.

- (b) The Joint Venture is referred to in Note 12 (a).

**20. UTILISATION OF PROCEEDS FROM RIGHTS ISSUE**

In October 2014, the Company completed the renounceable Rights Issue of 1,466,567,350 new ordinary shares of RM0.20 each at an issue price of RM1.35 per share, pursuant to the renounceable Rights Issue approved at the Company's extraordinary general meeting held on 8 July 2014 ("Rights Issue"). The Rights Issue raised proceeds amounting to RM1,979.9 million ("Proceeds").

The status of the utilisation of the Proceeds as at 31 March 2015 was as follows:

	<b>Purpose</b>	<b>Proposed utilisation RM'million</b>	<b>Actual utilisation RM'million</b>	<b>Estimated timeframe for utilisation upon listing of Rights Shares</b>	<b>Remaining balance RM'million</b>
(i)	Capital expenditure	1,760.0	167.3	Within 24 months	1,592.7
(ii)	General working capital	164.9	164.9	Within 24 months	-
(iii)	Estimated expenses for the Corporate Exercises*	55.0	24.8	Within 3 months	30.2
		<b>1,979.9</b>	<b>357.0</b>		<b>1,622.9</b>

\* *The Corporate Exercises included the Bonus Issue and the Rights Issue as defined and detailed in the Circular to our Shareholders dated 23 June 2014 with further information on the Rights Issue as disclosed in the Abridged Prospectus dated 12 September 2014.*

The actual utilisation of the Proceeds in respect of expenses incurred for the Corporate Exercises was lower than the amount estimated and disclosed in the Abridged Prospectus. Hence, the unutilised balance will be used for general working capital requirements of the Group.

**21. BORROWINGS**

The borrowings of the Group as at 31 March 2015 are as set out below:

	As at 31.3.2015 RM'000
<b>SHORT TERM DEBT</b>	
<b>Secured:</b>	
Term loans	462,062
<b>Unsecured:</b>	
Sukuk murabahah	6,908
Bridging loan	132
Term loans	179,979
<b>Total short term debt</b>	<b>649,081</b>
<b>LONG TERM DEBT</b>	
<b>Secured:</b>	
Term loans	1,157,976
<b>Unsecured:</b>	
Sukuk murabahah	1,498,832
Bridging loan	778,170
Term loans	1,960,287
<b>Total long term debt</b>	<b>5,395,265</b>
<b>Total borrowings</b>	<b>6,044,346</b>
<b>CURRENCY PROFILE</b>	
United States Dollar	3,814,026
Ringgit Malaysia	2,230,320
	<b>6,044,346</b>

**22. DERIVATIVE FINANCIAL INSTRUMENTS**

**Disclosure of derivatives**

Details of derivative financial instruments outstanding as at 31 March 2015 are as set out below:

Types of Derivative	Contract/ Notional Amount RM'000	Fair Value (Liabilities)/ Assets RM'000
Derivatives used for hedging:		
Interest rate swaps		
- Less than 1 year	394,821	(7,357)
- 1 to 3 years	887,844	(2,796)
- More than 3 years	113,231	194
	<u>1,395,896</u>	<u>(9,959)</u>
Cross currency interest rate swaps		
- Less than 1 year	27,696	(3,488)
- 1 to 3 years	55,391	(13,260)
- More than 3 years	1,521,304	(307,137)
	<u>1,604,391</u>	<u>(323,885)</u>

**22. DERIVATIVE FINANCIAL INSTRUMENTS (CONTINUED)**

There have been no changes since the end of the previous financial year ended 31 December 2014 in respect of the following:

- (a) the market risk and credit risk associated with the derivatives as these are used for hedging purposes;
- (b) the cash requirements of the derivatives; and
- (c) the policies in place for mitigating or controlling the risks associated with the derivatives.

As at 31 March 2015, the Group recognised derivative financial liabilities of RM333.8 million (2014: RM181.8 million) on re-measuring the fair values of the derivative financial instruments. Of the increase of RM152.0 million from the previous financial year ended 31 December 2014, an amount of RM144.2 million was included in the cash flow hedging reserve attributable to the Group and non-controlling interests, of which RM90.6 million was recycled to profit or loss while RM6.9 million was recorded as fair value loss from derivative financial instruments through profit or loss. The total loss on derivatives charged to profit or loss was RM97.5 million as disclosed in Note 25 (g).

The Group's cash flow hedging reserve of RM148.6 million as at 31 March 2015 represents the effective portion of the deferred fair value losses relating to the derivative financial instruments which qualified for hedge accounting. The gains and losses recognised in the cash flow hedging reserve will be released to the profit and loss within finance cost over the period of the underlying borrowings.

**23. FAIR VALUE HIERARCHY**

The Group uses the following hierarchy for determining the fair value of all financial instruments carried at fair value and amortised cost, the different levels have been identified as follows:

- Level 1 - Quoted prices (unadjusted in active markets for identical assets or liabilities)
- Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as price) or indirectly (that is, derived from prices)
- Level 3 - Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs)

**(a) Financial instruments carried at amortised cost**

The carrying amounts of financial assets and liabilities of the Group approximated their fair values as at 31 March 2015 except as set out below, measured using Level 3 valuation technique:

	<b>Carrying amount RM'000</b>	<b>Fair value RM'000</b>
Fixed rate term loans	<b>1,505,704</b>	<b>1,607,398</b>
Amount due from a joint venture	<b>53,647</b>	<b>53,567</b>

**(b) Financial instruments carried at fair value**

The table below analyses financial instruments carried at fair value as at 31 March 2015, by valuation method.

	<b>Level 1 RM'000</b>	<b>Level 2 RM'000</b>	<b>Total RM'000</b>
Financial asset:			
Available-for-sale financial asset	<b>38,197</b>	<b>-</b>	<b>38,197</b>
Financial liabilities:			
Derivatives used for hedging			
- Cross currency interest rate swaps	<b>-</b>	<b>(323,885)</b>	<b>(323,885)</b>
- Interest rate swaps	<b>-</b>	<b>(9,959)</b>	<b>(9,959)</b>

**23. FAIR VALUE HIERARCHY (CONTINUED)**

**(b) Financial instruments carried at fair value (continued)**

The fair value of financial instruments traded in active market is based on quoted market price at the balance sheet date. This instrument is included in Level 1.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques, such as estimated discounted cash flows. These valuation techniques are used to determine the fair value of derivative financial instruments. The fair value of cross currency interest rate swaps and interest rate swaps are calculated as the present value of the estimated future cash flows based on forward interest rates and exchange rate from observable yield curves.

No transfers between any levels of the fair value estimation took place during the current period and the comparative periods. There were also no changes in the purpose of any financial instruments that subsequently caused a change in classification of those instruments.

**24. REALISED AND UNREALISED RETAINED EARNINGS**

The following analysis of realised and unrealised retained earnings at the legal entity level is prepared in accordance with the Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Listing Requirements, as issued by the Malaysian Institute of Accountants whilst the disclosure at the Group level is based on the prescribed format by the Bursa Securities.

The breakdown of realised and unrealised retained profits of the Group is as follows:

	<b>As at</b>
	<b>31.3.2015</b>
	<b>RM'000</b>
Total retained profits of the Company and its subsidiaries	
- realised	<b>1,984,153</b>
- unrealised	<b>43,202</b>
	<b>2,027,355</b>
Total share of retained profits from joint ventures	
- realised	<b>144,138</b>
- unrealised	<b>(31,754)</b>
	<b>112,384</b>
Total retained profits of the Group	<b>2,139,739</b>

**25. NOTES TO THE CONDENSED CONSOLIDATED STATEMENTS OF INCOME**

	<b>Individual Quarter Ended 31.3.2015 RM'000</b>	<b>Individual Quarter Ended 31.3.2014 RM'000</b>
Profit before taxation is arrived at after charging/(crediting):		
(a) Other operating income		
- Interest income	<b>(16,343)</b>	(1,284)
- Gain on disposal of property, plant and equipment	-	(25)
- Insurance claims	<b>(1,126)</b>	(6,182)
- Others	<b>(2,223)</b>	(1,565)
(b) Interest expense	<b>37,048</b>	22,291
(c) Depreciation and amortisation	<b>141,386</b>	115,169
(d) Allowance for doubtful debts written back	<b>(15,306)</b>	-
(e) Impairment for available-for-sale financial assets	<b>2,140</b>	-
(f) Net foreign exchange (gain)/loss	<b>(97,461)</b>	1,075
(g) Loss/(gain) on derivatives	<b>97,547</b>	(2,041)
(h) Retrenchment expenses	<b>20,573</b>	-

Other than as presented in the statements of income and as disclosed above, there was no allowance for and write-off of inventories, allowance for and write-off of doubtful debts, gain or loss on disposal of quoted or unquoted investments or properties and other exceptional items for the current quarter ended 31 March 2015.

**26. MATERIAL LITIGATION**

Save as disclosed below there is no material litigation pending as at the date of this report:

Subsequent to the end of this reporting period, Bumi Armada Caspian LLC (“BAC”), a wholly owned subsidiary of the Company, received a Notice of Arbitration (“Notice of Arbitration”) from SEA Srl (“SEA”) in relation to the Service Contract dated 28 September 2012 entered into between BAC and SEA for Post Trenching and Backfilling Services for Filanosky Field Development Project PO No. 4500058928 (“Service Contract”). The Service Contract value is EUR16.2 million.

In the Notice of Arbitration, SEA claimed approximately EUR28.5 million against BAC under the Service Contract.

BAC has obtained the views of its legal counsel who considers that BAC has good prospects of success in defending the claim.

No date has been set as yet for the arbitration hearing.

The Company will make further announcements of any material development on this matter from time to time.

## 27. DIVIDENDS

The Company had announced that the Directors had recommended a tax exempt final cash dividend of 1.63 sen per share (2013: final cash dividend comprised a single tier tax exempt dividend of 3.25 sen per share and a dividend of 0.14 sen per share less 25% income tax) in respect of the financial year ended 31 December 2014 for members approval at the forthcoming Nineteenth Annual General Meeting of the Company to be held on 8 June 2015. Subject to members' approval, the proposed dividend will be payable on 3 July 2015 to the Company's members whose names appear in the Record of Depositors maintained by Bursa Malaysia Depository Sdn Bhd on **15 June 2015**.

- a) A depositor shall qualify for entitlement to the dividend in respect of:
- i) shares transferred into the Depositor's securities accounts **before 4.00 pm on 15 June 2015** in respect of transfers; and
  - ii) shares bought on Bursa Securities on a **cum entitlement basis** according to the Rules of Bursa Securities.
- b) No dividend is declared for the current financial period ended 31 March 2015.

## 28. EARNINGS PER SHARE

The basic earnings per share ("EPS") is calculated by dividing the Group's profit attributable to Owners of the Company by the average number of ordinary shares in issue during the financial period.

The diluted earnings per share is calculated by dividing the profit for the financial period attributable to Owners of the Company (adjusted for interest income, net of tax, earned on the proceeds arising from the conversion of the Employee Share Option Scheme ("ESOS") options) by the weighted average number of ordinary shares as adjusted for the basic earnings per share and includes all potential dilutive shares arising from the ESOS options granted by the reporting date, as if the options had been exercised on the first day of the financial period or the date of the grant, if later.

The restated EPS took into consideration the number of shares issued pursuant to the Rights Issue and the Bonus Issue as disclosed in Note 20.

	Individual Quarter Ended		Cumulative Quarter Period Ended	
	31.3.2015	31.3.2014	31.3.2015	31.3.2014
Profit attributable to Owners of the Company (RM'000)	<b>72,048</b>	64,778	<b>72,048</b>	64,778
Weighted average number of ordinary shares in issue for basic EPS ('000)	<b>5,866,269</b>	2,931,959	<b>5,866,269</b>	2,931,959
Adjusted for bonus issue and bonus elements of right issues ('000)	-	1,792,340	-	1,792,340
Adjusted weighted average number of ordinary shares in issue for basic EPS ('000) (restated)	<b>5,866,269</b>	4,724,299	<b>5,866,269</b>	4,724,299
Adjusted for potential ordinary shares on conversion of options under ESOS ('000)	-	188	-	188
Adjusted weighted average number of ordinary shares for diluted EPS ('000) (restated)	<b>5,866,269</b>	4,724,487	<b>5,866,269</b>	4,724,487
Basic earnings per share (sen) (restated)	<b>1.23</b>	1.37	<b>1.23</b>	1.37
Diluted earnings per share (sen) (restated)	<b>1.23</b>	1.37	<b>1.23</b>	1.37



**29. COMPARATIVE FIGURES**

The following comparative figures have been reclassified to conform with current quarter's presentation, which more appropriately reflects the nature of relevant transactions.

	<b>As previously reported 31.3.2014 RM'000</b>	<b>Effect of reclassification RM'000</b>	<b>As restated 31.3.2014 RM'000</b>
<u>Condensed Consolidated Statements of Income</u>			
Cost of sales	(311,577)	(26,392)	(337,969)
Selling and distribution costs	(36,542)	24,680	(11,862)
Administrative expenses	(36,859)	1,712	(35,147)
<u>Segmental Information</u>			
Segment Results			
FPSO	57,017	4,485	61,502
OSV	20,031	(1,362)	18,669
T&I	6,891	(3,123)	3,768

Costs and expenses attributable to activities that directly support operations, previously classified in selling and distributions costs or administrative expenses, have been reclassified to cost of sales.

BY ORDER OF THE BOARD

NOOR HAMIZA BINTI ABD HAMID  
(MAICSA 7051227)  
Company Secretary

Kuala Lumpur  
26 May 2015