

**SCOMI MARINE BHD (397979-A)**  
**(Incorporated in Malaysia)**

**Unaudited Condensed Consolidated Income Statements For 9 months ended 30 September 2008**

	Current Quarter 3 months ended 30 September		Cumulative 9 months ended 30 September	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
<b>Revenue</b>	<b>121,659</b>	<b>117,955</b>	<b>350,620</b>	<b>351,093</b>
Cost of sales	(98,569)	(91,956)	(284,728)	(269,353)
<b>Gross profit</b>	<b>23,090</b>	<b>25,999</b>	<b>65,892</b>	<b>81,740</b>
Administrative and other operating expenses	(12,580)	(13,427)	(27,863)	(37,650)
Other operating income	9,711	487	10,422	822
<b>Profit from operations</b>	<b>20,221</b>	<b>13,059</b>	<b>48,451</b>	<b>44,912</b>
Interest expense	(8,430)	(9,581)	(27,395)	(29,024)
Interest income	205	1,158	678	3,522
Share of profits in associated companies	14,022	13,462	34,140	29,675
<b>Profit before taxation</b>	<b>26,018</b>	<b>18,098</b>	<b>55,874</b>	<b>49,085</b>
Taxation	(4,620)	(2,132)	(7,909)	(5,633)
<b>Profit for the period</b>	<b>21,398</b>	<b>15,966</b>	<b>47,965</b>	<b>43,452</b>
<b>Attributable to :</b>				
Shareholders of the Company	20,403	14,652	45,389	39,706
Minority interests	995	1,314	2,576	3,746
<b>Profit for the period</b>	<b>21,398</b>	<b>15,966</b>	<b>47,965</b>	<b>43,452</b>
Earnings per share attributable to shareholders of the Company:				
<u>Basic earnings per ordinary share (sen)</u>	<u>2.78</u>	<u>2.00</u>	<u>6.19</u>	<u>5.42</u>
<u>Diluted earnings per ordinary share (sen)</u>	<u>2.78</u>	<u>1.99</u>	<u>6.19</u>	<u>5.42</u>

Note : The detailed calculation for the Basic and Diluted earnings per share is shown in note B13.

*The Condensed Financial Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2007.*

**Unaudited Condensed Consolidated Balance Sheets As At 30 September 2008**

	As at 30 September 2008 RM'000	As at 31 December 2007 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	694,807	679,863
Investment in associates	253,186	200,970
Goodwill on consolidation	439,430	424,057
Deferred tax assets	8	26
Long term receivables	17,528	21,518
<b>Total non-current assets</b>	<b>1,404,959</b>	<b>1,326,434</b>
<b>Current assets</b>		
Trade and other receivables	261,625	201,751
Deposit with licensed banks	3,567	22,702
Cash and bank balances	46,364	44,263
<b>Total current assets</b>	<b>311,556</b>	<b>268,716</b>
<b>Total assets</b>	<b>1,716,515</b>	<b>1,595,150</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>		
Share capital	733,009	733,009
Treasury shares	(3)	(1)
Share premium	121,913	121,913
Exchange fluctuation reserves	(77,652)	(109,725)
Options reserve	3,824	3,316
Retained profits	165,795	129,568
<b>Total equity attributable to shareholders of the Company</b>	<b>946,886</b>	<b>878,080</b>
Minority interests	55,089	51,769
<b>Total equity</b>	<b>1,001,975</b>	<b>929,849</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Long term borrowings	555,685	565,144
Deferred tax liabilities	13	91
Provision for retirement benefits	2,643	2,288
<b>Total non-current liabilities</b>	<b>558,341</b>	<b>567,523</b>
<b>Current liabilities</b>		
Trade and other payables	109,603	77,064
Short term borrowings	40,122	19,564
Current tax liabilities	6,474	1,150
<b>Total current liabilities</b>	<b>156,199</b>	<b>97,778</b>
<b>Total liabilities</b>	<b>714,540</b>	<b>665,301</b>
<b>Total equity and liabilities</b>	<b>1,716,515</b>	<b>1,595,150</b>
Net assets per share (RM)	1.29	1.20

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Unaudited Condensed Consolidated Statements of Changes in Equity  
For The Nine Months Ended 30 September 2008

	Non Distributable					Distributable			Attributable to shareholders of the Company	
	Share inconvertible preference shares RM '000	Share premium RM '000	Treasury Shares RM'000	Exchange fluctuation reserve RM '000	Option reserves RM '000	Retained profits RM '000	Total RM '000	Minority interests RM '000	Total equity RM '000	
<b>As at 1 January 2007</b>	733,009	121,913	-	(55,203)	1,366	102,726	903,811	52,068	955,879	
Net income recognised directly in equity :										
Exchange difference arising from translation of financial statements of foreign subsidiary companies	-	-	-	(26,255)	-	-	(26,255)	(1,613)	(27,868)	
Net profit/(loss) recognised directly in equity	-	-	-	(26,255)	-	-	(26,255)	(1,613)	(27,868)	
Profit for the period	-	-	-	-	-	39,706	39,706	3,746	43,452	
Total recognised income and expense	-	-	-	(26,255)	-	39,706	13,451	2,133	15,584	
Share base payment expenses	-	-	-	-	1,945	-	1,945	-	1,945	
Issue of shares by subsidiary company	-	-	-	-	-	(27,492)	(27,492)	(1,887)	(29,379)	
<b>As at 30 Sept 2007</b>	<b>733,009</b>	<b>121,913</b>	<b>-</b>	<b>(81,458)</b>	<b>3,311</b>	<b>114,940</b>	<b>891,715</b>	<b>52,314</b>	<b>944,029</b>	
<b>As at 1 January 2008</b>	733,009	121,913	(1)	(109,725)	3,316	129,568	878,080	51,769	929,849	
Net income recognised directly in equity :										
Exchange difference arising from translation of financial statements of foreign subsidiary companies	-	-	-	32,073	-	-	32,073	744	32,817	
Net profit/(loss) recognised directly in equity	-	-	-	32,073	-	-	32,073	744	32,817	
Profit for the period	-	-	-	-	-	45,389	45,389	2,576	47,965	
Total recognised income and expense	-	-	-	32,073	-	45,389	77,462	3,320	80,782	
Purchase of treasury shares	-	-	(2)	-	-	-	(2)	-	(2)	
Dividends	-	-	-	-	-	(9,162)	(9,162)	-	(9,162)	
Share base payment expenses	-	-	-	-	508	-	508	-	508	
<b>As at 30 September 2008</b>	<b>733,009</b>	<b>121,913</b>	<b>(3)</b>	<b>(77,652)</b>	<b>3,824</b>	<b>165,795</b>	<b>946,886</b>	<b>55,089</b>	<b>1,001,975</b>	

The Condensed Financial Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2007

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**Unaudited Condensed Consolidated Cash Flow Statements**  
**For The Nine Months Ended 30 September 2008**

	9 months ended 30 September 2008 RM'000	9 months ended 30 September 2007 RM'000
<b>Cash Flows From Operating Activities</b>		
Profit for the period	47,965	43,452
Adjustments for:		
Income tax expense recognised in income statements	7,909	5,633
Gain on disposal of property, plant and equipment	(9,798)	(477)
Depreciation of property, plant and equipment	38,599	42,315
Amortisation of expenses	5,612	4,804
Recognition of share based payment expense	508	1,945
Interest expense	27,395	29,024
Interest income	(678)	(3,522)
Share of profit of associated companies	(34,140)	(29,675)
Operating profit before working capital changes	83,372	93,499
Changes in working capital		
Decrease in trade and other receivables	(40,676)	(9,045)
Increase/(Decrease) in trade and other payables	27,996	(188,174)
Cash generated from/(used in) from operations	70,692	(103,720)
Interest received	678	3,522
Income tax paid	(2,851)	(8,052)
Net cash generated from/(used in) operating activities	68,519	(108,250)
<b>Cash Flows From Investing Activities</b>		
Purchase of property, plant and equipment	(31,190)	(314)
Proceeds from disposal of property, plant and equipment	1,231	3,327
Purchase of treasury shares	(2)	-
Investment in associate	(11,377)	-
Dividend received from associated company	2,393	2,341
Decrease in amount pledge to financial institution	-	11,406
Proceeds from disposal of subsidiary companies	-	53,837
Net cash (used in)/generated from investing activities	(38,945)	70,597
<b>Cash Flows From Financing Activities</b>		
Repayment of loans and other borrowings	(10,885)	(368,343)
Drawdown of loan and hire purchase	-	489,745
Interest paid	(27,395)	(29,024)
Proceeds from issuance of shares by subsidiary companies	-	123
Dividend paid to minority interests	(1,031)	(2,010)
Dividend paid to shareholders	(9,162)	(18,325)
Net cash (used in)/generated from financing activities	(48,473)	72,166
(Decrease)/increase in cash and cash equivalents	(18,899)	34,513
<b>Cash and cash equivalents at 1 January</b>	66,965	78,184
Effect of exchange rate changes	1,865	(1,961)
<b>Cash and cash equivalents at 30 September</b>	49,931	110,736
Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:-		
	RM'000	RM'000
Deposits with licensed banks	3,567	77,249
Cash and bank balances	46,364	39,644
	49,931	116,893
Amount pledged	-	(6,157)
	49,931	110,736

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