

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

**Unaudited Condensed Consolidated Income Statements For 12 months ended 31 December 2008**

	Current Quarter 3 months ended 31 December		Cumulative 12 months ended 31 December	
	2008 RM'000	2007 RM'000	2008 RM'000	2007 RM'000
<b>Revenue</b>	<b>116,439</b>	<b>110,927</b>	<b>467,058</b>	<b>462,072</b>
Cost of sales	(90,945)	(82,797)	(375,672)	(352,122)
<b>Gross profit</b>	<b>25,494</b>	<b>28,130</b>	<b>91,386</b>	<b>109,950</b>
Administrative and other operating expenses	(12,044)	(7,708)	(40,460)	(55,749)
Other operating income	1,418	(64)	11,840	11,068
<b>Profit from operations</b>	<b>14,868</b>	<b>20,358</b>	<b>62,766</b>	<b>65,269</b>
Interest expense	(9,342)	(10,520)	(36,186)	(39,544)
Interest income	327	706	1,005	4,229
Share of profits in associated companies	15,403	6,945	49,543	36,619
<b>Profit before taxation</b>	<b>21,256</b>	<b>17,489</b>	<b>77,128</b>	<b>66,573</b>
Taxation	(1,384)	(1,779)	(9,293)	(7,411)
<b>Profit for the period</b>	<b>19,872</b>	<b>15,710</b>	<b>67,835</b>	<b>59,162</b>
<b>Attributable to :</b>				
Shareholders of the Company	19,570	14,625	64,957	54,330
Minority interests	302	1,085	2,878	4,832
<b>Profit for the period</b>	<b>19,872</b>	<b>15,710</b>	<b>67,835</b>	<b>59,162</b>
Earnings per share attributable to shareholders of the Company:				
<u>Basic earnings per ordinary share (sen)</u>	<u>2.67</u>	<u>2.00</u>	<u>8.86</u>	<u>7.41</u>
<u>Diluted earnings per ordinary share (sen)</u>	<u>2.67</u>	<u>2.00</u>	<u>8.86</u>	<u>7.41</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 31 December 2008**

	As at 31 December 2008 RM'000	As at 31 December 2007 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	695,571	679,863
Investment in associates	264,594	200,970
Goodwill on consolidation	445,836	424,057
Deferred tax assets	10	26
Long term receivables	16,154	21,518
<b>Total non-current assets</b>	<b>1,422,165</b>	<b>1,326,434</b>
<b>Current assets</b>		
Trade and other receivables	223,818	201,751
Deposit with licensed banks	98,786	22,702
Cash and bank balances	51,467	44,263
<b>Total current assets</b>	<b>374,071</b>	<b>268,716</b>
<b>Total assets</b>	<b>1,796,236</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	(65,328)	(109,725)
Option reserves	3,978	3,316
Other reserves	2,373	
Retained profits	175,100	129,568
<b>Total equity attributable to shareholders of the Company</b>	<b>971,042</b>	<b>878,080</b>
Minority interests	47,231	51,769
<b>Total equity</b>	<b>1,018,273</b>	<b>929,849</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Long term borrowings	581,134	565,144
Deferred tax liabilities	-	91
Provision for retirement benefits	2,067	2,288
<b>Total non-current liabilities</b>	<b>583,201</b>	<b>567,523</b>
<b>Current liabilities</b>		
Trade and other payables	94,397	77,064
Short term borrowings	95,966	19,564
Current tax liabilities	4,399	1,150
<b>Total current liabilities</b>	<b>194,762</b>	<b>97,778</b>
<b>Total liabilities</b>	<b>777,963</b>	<b>665,301</b>
<b>Total equity and liabilities</b>	<b>1,796,236</b>	<b>1,595,150</b>
Net assets per share (RM)	1.32	1.20

Unaudited Condensed Consolidated Statements of Changes in Equity  
For The Twelve Months Ended 31 December 2008

	Non Distributable				Distributable				Total shareholders of the Company		Total equity RM '000
	Share capital RM '000	Share premium RM '000	Treasury Shares RM'000	Exchange fluctuation reserve RM '000	Option reserves RM '000	Other reserves RM '000	Retained profits RM '000	Minority interests RM '000	Total RM '000		
<b>As at 1 January 2007</b>	733,009	121,913	-	(55,204)	1,366	-	102,726	52,068	903,810	955,878	
Net income recognised directly in equity :											
Exchange difference arising from translation of financial statements of foreign operations	-	-	-	(54,521)	-	0	-	(3,325)	(54,521)	(57,846)	
Net profit/(loss) recognised directly in equity	-	-	-	(54,521)	-	-	-	(3,325)	(54,521)	(57,846)	
Profit for the year	-	-	-	-	-	-	54,330	4,832	54,330	59,162	
Total recognised income and expense	-	-	-	(54,521)	-	-	54,330	1,507	(191)	1,316	
Purchase of treasury shares	-	-	(1)	-	-	-	-	-	(1)	(1)	
Dividends	-	-	-	-	-	-	(27,488)	-	(27,488)	(27,488)	
Share base payment expenses	-	-	-	-	1,950	-	-	-	1,950	1,950	
Dividend paid by subsidiary	-	-	-	-	-	-	-	(4,929)	-	(4,929)	
Issue of share by subsidiary	-	-	-	-	-	-	-	123	-	123	
<b>As at 31 December 2007</b>	<b>733,009</b>	<b>121,913</b>	<b>(1)</b>	<b>(109,725)</b>	<b>3,316</b>	<b>-</b>	<b>129,568</b>	<b>51,769</b>	<b>878,080</b>	<b>929,849</b>	
<b>As at 1 January 2008</b>	733,009	121,913	(1)	(109,725)	3,316	-	129,568	51,769	878,080	929,849	
Net income recognised directly in equity :											
Exchange difference arising from translation of financial statements of foreign operations	-	-	-	44,397	-	-	-	(3,286)	44,397	41,111	
Net profit/(loss) recognised directly in equity	-	-	-	44,397	-	-	-	(3,286)	44,397	41,111	
Profit for the year	-	-	-	-	-	-	64,957	2,878	64,957	67,835	
Total recognised income and expense	-	-	-	44,397	-	-	64,957	(408)	109,354	108,946	
Reserve arising from accretion of interest in the existing subsidiary	-	-	-	-	-	2,373	-	(2,373)	2,373	-	
Purchase of treasury shares	-	-	(2)	-	-	-	-	-	(2)	(2)	
Dividends	-	-	-	-	-	-	(19,425)	-	(19,425)	(19,425)	
Share base payment expenses	-	-	-	-	662	-	-	-	662	662	
Dividend paid by subsidiary	-	-	-	-	-	-	-	(1,757)	-	(1,757)	
<b>As at 31 December 2008</b>	<b>733,009</b>	<b>121,913</b>	<b>(3)</b>	<b>(65,328)</b>	<b>3,978</b>	<b>2,373</b>	<b>175,100</b>	<b>47,231</b>	<b>971,042</b>	<b>1,018,273</b>	

**Unaudited Condensed Consolidated Cash Flow Statements  
For The Twelve Months Ended 31 December 2008**

	<b>12 months ended 12 December 2008 RM'000</b>	<b>12 months ended 12 December 2007 RM'000</b>
<b>Cash Flows From Operating Activities</b>		
Profit for the period	67,835	59,162
Adjustments for:		
Income tax expense recognised in income statements	9,293	7,411
Gain on disposal of property, plant and equipment	(11,040)	(481)
Depreciation of property, plant and equipment	51,407	57,301
Property, plant and equipment written off	-	11,379
Amortisation of expenses	1,238	2,033
Recognition of share based payment expense	663	1,950
Interest expense	36,186	39,544
Interest income	(1,005)	(4,229)
Bad debts written off	-	2,975
Provision for retirement benefit	-	526
Unrealised foreign exchange loss	-	(1,295)
Share of profit of associated companies	(49,543)	(36,619)
Operating profit before working capital changes	105,034	139,657
Changes in working capital		
(Increase)/Decrease in trade and other receivables	(6,142)	10,974
Increase/(Decrease) in trade and other payables	10,073	(106,437)
Cash generated from operations	108,965	44,194
Decrease/(Increase) in prepaid charter hire expense	6,175	(11,422)
Payment of retirement benefit	-	(90)
Income tax paid	(6,312)	(9,423)
Net cash generated from/(used in) operating activities	108,828	23,259
<b>Cash Flows From Investing Activities</b>		
Purchase of property, plant and equipment	(34,157)	(16,321)
Proceeds from disposal of property, plant and equipment	11,900	3,369
Purchase of treasury shares	(2)	(1)
Investment in associate	(11,377)	-
Dividend received from associated company	9,346	19,505
Decrease in amount pledge to financial institution	-	17,562
Interest received	1,005	4,229
Accretion of interest in the existing subsidiary	(5,596)	-
Net cash (used in)/generated from investing activities	(28,881)	28,343
<b>Cash Flows From Financing Activities</b>		
Decrease in other payables	-	(87,534)
Repayment of loans and other borrowings	(151,728)	(398,825)
Drawdown of loan and hire purchase	209,795	495,599
Interest paid	(36,186)	(39,544)
Proceeds from issuance of shares by subsidiary companies	-	123
Dividend paid to minority interests	(1,757)	(1,929)
Dividend paid to shareholders	(19,425)	(27,488)
Net cash generated from/(used in) financing activities	699	(59,598)
Increase/(Decrease) in cash and cash equivalents	80,646	(7,996)
<b>Cash and cash equivalents at 1 January</b>	66,965	78,184
Effect of exchange rate changes	2,642	(3,223)
<b>Cash and cash equivalents at 31 December</b>	150,253	66,965

Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:-

	<b>RM'000</b>	<b>RM'000</b>
Deposits with licensed banks	98,786	22,702
Cash and bank balances	51,467	44,263
	150,253	66,965
Amount pledged	-	-
	150,253	66,965