

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

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 2010

	Current Quarter 3 months ended 30 June		Cumulative 6 months ended 30 June	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Continuing operations:				
Revenue	101,013	110,902	203,851	221,309
Cost of sales	(85,036)	(81,873)	(154,525)	(171,516)
Gross profit	15,977	29,029	49,326	49,793
Administrative and other operating expenses	(8,644)	(8,715)	(16,838)	(18,831)
Other operating income	233	12	858	24
Profit from operations	7,566	20,326	33,346	30,986
Finance costs	(12,050)	(9,292)	(17,693)	(19,402)
Interest income	93	396	187	789
Other operating income	59,130	-	59,130	-
Share of profits/(losses) in associated companies	(920)	(857)	(1,720)	(597)
Profit before taxation	53,819	10,573	73,250	11,776
Taxation	(1,352)	(2,023)	(4,082)	(3,819)
Profit from continuing operations	52,467	8,550	69,168	7,957
Discontinued operations:				
Profit from discontinued operations	3,798	14,881	11,391	26,956
Profit for the period	56,265	23,431	80,559	34,913
Profit attributable to :				
Shareholders of the Company	55,368	22,842	77,252	33,957
Minority interests	897	589	3,307	956
Profit for the period	56,265	23,431	80,559	34,913
Earnings per share attributable to shareholders of the Company:				
Basic earnings per ordinary share (sen)	7.55	3.12	10.54	4.63
Diluted earnings per ordinary share (sen)	7.55	3.12	10.54	4.63
Earnings per share for profit from continuing operations attributable to shareholders of the Company:				
Basic earnings per ordinary share (sen)	7.04	1.09	8.99	0.96
Diluted earnings per ordinary share (sen)	7.04	1.09	8.99	0.96

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

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UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 2010

	Current Quarter 3 months ended 30 June		Cumulative 6 months ended 30 June	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Profit for the period	56,265	23,431	80,559	34,913
Cash flow hedges - fair value loss	3,291	-	2,352	-
Exchange difference arising from translation of financial statements of foreign operations	(21,664)	(25,599)	(51,224)	14,448
Total comprehensive income	37,892	(2,168)	31,687	49,361
Total comprehensive income attributable to:				
Shareholders of the Company	38,294	(1,728)	31,083	47,816
Minority interests	(402)	(440)	604	1,545
Total comprehensive income	37,892	(2,168)	31,687	49,361

The Condensed Financial Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2009.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2010

	Unaudited As at 30 June 2010 RM'000	Audited As at 31 December 2009 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	600,628	659,227
Investment in associated companies	7,834	296,055
Goodwill	283,013	294,915
Deferred tax assets	57	60
Receivables	28,745	41,904
Fixed deposits pledged	1,680	1,780
Total non-current assets	921,957	1,293,941
Current assets		
Trade and other receivables	197,081	188,679
Deposit with licensed banks	9,378	47,573
Cash and bank balances	53,103	38,959
Total current assets	259,562	275,211
Non-current assets classified as held for sale 59130	-	12,686
Total assets	1,181,519	1,581,838
EQUITY AND LIABILITIES		
Capital and reserves		
Share capital	733,009	733,009
Treasury shares	(3)	(3)
Share premium	121,913	121,913
Exchange fluctuation reserves	(123,443)	(75,123)
Options reserve	6,374	5,765
Hedging reserves	(2,865)	-
Retained profits	177,563	100,311
Total equity attributable to shareholders of the Company	912,548	885,872
Minority interests	49,576	50,383
Total equity	962,124	936,255
Liabilities		
Non-current liabilities		
Long term borrowings	51,735	412,226
Derivative financial instrument	293	-
Provision for retirement benefits	1,505	1,741
Deferred tax liabilities	453	480
Total non-current liabilities	53,986	414,447
Current liabilities		
Trade and other payables	77,277	89,744
Short term borrowings	80,640	139,720
Derivative financial instrument	3,781	-
Tax liabilities	3,711	1,672
Total current liabilities	165,409	231,136
Total liabilities	219,395	645,583
Total equity and liabilities	1,181,519	1,581,838
Net assets per share (RM)	1.24	1.21

	Non Distributable						Distributable		Attributable to shareholders of the Company	
	Share capital RM '000	Treasury shares RM'000	Share premium RM '000	Exchange fluctuation reserve RM '000	Option reserves RM '000	Hedging reserves RM '000	Retained earnings RM '000	Total RM '000	Minority interests RM '000	Total equity RM '000
As at 1 January 2009	733,009	(2)	121,913	(63,881)	3,978	-	177,473	972,490	48,096	1,020,586
Total comprehensive income for the period	-	-	-	13,859	-	-	33,957	47,816	1,545	49,361
Share options - value of employee services	-	-	-	-	610	-	-	610	-	610
As at 31 June 2009	733,009	(2)	121,913	(50,022)	4,588	-	211,430	1,020,916	49,641	1,070,557
As at 1 January 2010	733,009	(3)	121,913	(75,123)	5,765	-	100,311	885,872	50,383	936,255
Effect from adoption of FRS139	-	-	-	-	-	(5,016)	-	(5,016)	(1,411)	(6,427)
Restated balance	733,009	(3)	121,913	(75,123)	5,765	(5,016)	100,311	880,856	48,972	929,828
Total comprehensive income for the period	-	-	-	(48,320)	-	2,151	77,252	31,083	604	31,687
Purchase of treasury shares	-	-	-	-	-	-	-	-	-	-
Share options - value of employee services	-	-	-	-	609	-	-	609	-	609
As at 30 June 2010	733,009	(3)	121,913	(123,443)	6,374	(2,865)	177,563	912,548	49,576	962,124

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UNAUDITED STATEMENT OF CASH FLOW FOR THE SIX MONTHS ENDED 30 JUNE 2010

	6 months ended 30 June 2010 RM'000	6 months ended 30 June 2009 RM'000
Cash Flows From Operating Activities		
Profit for the period	80,559	34,913
Adjustments for:		
Depreciation of property, plant and equipment	22,498	24,279
Amortisation of dry docking costs	8,663	-
Interest expense	11,945	18,527
Amortisation of prepaid charter expenses	3,047	3,304
Amortisation of facility fee	47	40
Taxation expense	4,082	3,819
Share option expense	609	610
Amortisation of loan expense	5,701	835
Unrealised foreign exchange gain/loss	278	419
Share of profit of associated companies	(9,671)	(26,359)
Gain on disposal of property, plant and equipment	(792)	(922)
Gain on disposal of an associated company	(59,130)	-
Interest income	(187)	(789)
Provision of retirement benefit	(142)	63
Operating profit before working capital changes	<u>67,507</u>	<u>58,739</u>
Changes in working capital		
Receivables, deposits and prepayments	(13,037)	(3,315)
Payables	<u>(16,020)</u>	<u>8,201</u>
Cash generated from operations	38,450	63,625
Tax paid	<u>(2,599)</u>	<u>(6,017)</u>
Net cash generated from operating activities	<u>35,851</u>	<u>57,608</u>
Cash Flows From Investing Activities		
Proceeds from disposal of property, plant and equipment	13,848	925
Dividend received from associated companies	400	2,406
Interest received	187	789
Purchase of property, plant and equipment	(11,230)	(27,828)
Proceeds from disposal of an associated company	341,912	-
Additional investment in associated company	(979)	(4,990)
Repayment of advances from associated company	14,681	-
Investment in a subsidiary company	(4,197)	-
Net cash generated/(used in) investing activities	<u>354,622</u>	<u>(28,698)</u>
Cash Flows From Financing Activities		
Repayment of loans and other borrowings	(431,185)	(119,118)
Drawdown of borrowings	28,507	-
Interest paid on borrowings	(11,945)	(18,527)
Dividend paid	-	(10,262)
Net cash used in financing activities	<u>(414,623)</u>	<u>(147,907)</u>
Net decrease in cash and cash equivalents	(24,150)	(118,997)
Cash and cash equivalents at 1 January	86,343	151,369
Currency Translation Differences	102	2,345
Cash and cash equivalents at 30 June	<u>62,295</u>	<u>34,717</u>
Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:-		
	RM'000	RM'000
Deposits with licensed banks	9,378	10,162
Cash and bank balances	<u>53,103</u>	<u>24,555</u>
	62,481	34,717
Less:		
Deposits pledged with financial institutions	<u>(186)</u>	-
	<u>62,295</u>	<u>34,717</u>

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