

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

UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2010

	Current Quarter 3 months ended 30 September		Cumulative 9 months ended 30 September	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Continuing operations:				
Revenue	114,089	116,108	317,941	337,417
Cost of sales	(108,701)	(85,942)	(263,226)	(257,458)
Gross profit	5,388	30,166	54,715	79,959
Administrative and other operating expenses	(31,094)	(7,713)	(47,933)	(28,338)
Other operating income	1,462	6,930	2,321	7,873
Profit from operations	(24,244)	29,383	9,103	59,494
Impairment loss on assets classified as held for sale	(256,558)	-	(256,558)	-
Finance costs	(1,375)	(7,038)	(19,069)	(25,565)
Interest income	164	101	351	890
Gain on disposal of an associate	-	-	59,130	-
Share of profits/(losses) in associated companies	(671)	(980)	(2,390)	(1,577)
(Loss)/Profit before taxation	(282,684)	21,466	(209,433)	33,242
Taxation	(1,647)	(5,013)	(5,730)	(8,833)
(Loss)/Profit from continuing operations	(284,331)	16,453	(215,163)	24,409
Discontinued operations:				
Profit from discontinued operations	-	10,412	11,391	37,368
(Loss)/Profit for the period	(284,331)	26,865	(203,772)	61,777
(Loss)/Profit attributable to :				
Shareholders of the Company	(284,657)	25,516	(207,405)	59,473
Minority interests	326	1,349	3,633	2,304
(Loss)/Profit for the period	(284,331)	26,865	(203,772)	61,777
(Loss)/Earnings per share attributable to shareholders of the Company:				
Basic (loss)/earnings per ordinary share (sen)	(38.83)	3.48	(28.30)	8.11
Diluted (loss)/earnings per ordinary share (sen)	(38.83)	3.48	(28.30)	8.11
(Loss)/Earnings per share for profit from continuing operations attributable to shareholders of the Company:				
Basic (loss)/earnings per ordinary share (sen)	(38.83)	2.06	(29.85)	3.02
Diluted (loss)/earnings per ordinary share (sen)	(38.83)	2.06	(29.85)	3.02

Note : The detailed calculation for the Basic and Diluted (loss)/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 2009.

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

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2010

	Current Quarter 3 months ended 30 September		Cumulative 9 months ended 30 September	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
(Loss)/Profit for the period	(284,331)	26,865	(203,772)	61,777
Cash flow hedges - fair value loss	1,139	-	3,491	-
Exchange difference arising from translation of financial statements of foreign operations	(19,542)	(18,707)	(70,767)	(4,259)
Total comprehensive (loss)/income	<u>(302,734)</u>	<u>8,158</u>	<u>(271,047)</u>	<u>57,518</u>
Total comprehensive (loss)/income attributable to:				
Shareholders of the Company	(300,992)	8,034	(269,909)	55,409
Minority interests	(1,742)	124	(1,138)	2,109
Total comprehensive (loss)/income	<u>(302,734)</u>	<u>8,158</u>	<u>(271,047)</u>	<u>57,518</u>

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 SEPTEMBER 2010

	Unaudited As at 30 September 2010 RM'000	Audited As at 31 December 2009 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	63,157	659,227
Investment in associated companies	6,486	296,055
Goodwill	4,685	294,915
Deferred tax assets	-	60
Receivables	312	41,904
Fixed deposits pledged	-	1,780
Total non-current assets	74,640	1,293,941
Current assets		
Trade and other receivables	21,146	188,679
Deposit with licensed banks	108	47,573
Cash and bank balances	5,510	38,959
Total current assets	26,764	275,211
Assets classified as held for sale	750,433	12,686
Total assets	851,837	1,581,838
EQUITY AND LIABILITIES		
Capital and reserves		
Share capital	733,009	733,009
Treasury shares	(4)	(3)
Share premium	121,913	121,913
Exchange fluctuation reserves	(140,704)	(75,123)
Options reserve	6,679	5,765
Hedging reserves	(1,939)	-
Retained profits	(107,094)	100,311
Total equity attributable to shareholders of the Company	611,860	885,872
Minority interests	47,834	50,383
Total equity	659,694	936,255
Liabilities		
Non-current liabilities		
Long term borrowings	22,830	412,226
Provision for retirement benefits	-	1,741
Deferred tax liabilities	433	480
Total non-current liabilities	23,263	414,447
Current liabilities		
Trade and other payables	30,698	89,744
Short term borrowings	14,929	139,720
Derivative financial instrument	1,441	-
Tax liabilities	281	1,672
Total current liabilities	47,349	231,136
Liabilities classified as held for sale	121,531	-
Total liabilities	192,143	645,583
Total equity and liabilities	851,837	1,581,838
Net assets per share (RM)	0.83	1.21

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

UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 30
SEPTEMBER 2010

	←-----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	-	-	-	(4,064)	-	-	59,473	55,409	2,109	57,518
Purchase of treasury shares	-	(1)	-	-	-	-	-	(1)	-	(1)
Share options - value of employee services	-	-	-	-	915	-	-	915	-	915
As at 30 September 2009	733,009	(3)	121,913	(67,945)	4,893	-	236,946	1,028,813	50,205	1,079,018
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)	-	(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	-	-	-	(65,581)	-	3,077	(207,405)	(269,909)	(1,138)	(271,047)
Purchase of treasury shares	-	(1)	-	-	-	-	-	(1)	-	(1)
Share options - value of employee services	-	-	-	-	914	-	-	914	-	914
As at 30 September 2010	733,009	(4)	121,913	(140,704)	6,679	(1,939)	(107,094)	611,860	47,834	659,694

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

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

UNAUDITED STATEMENT OF CASH FLOW FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2010

	9 months ended 30 September 2010 RM'000	9 months ended 30 September 2009 RM'000
Cash Flows From Operating Activities		
Profit for the period	(203,772)	61,777
Adjustments for:		
Depreciation of property, plant and equipment	33,521	36,592
Amortisation of facility fee	156	68
Amortisation of dry docking costs	13,355	-
Interest expense	13,204	25,565
Taxation expense	5,730	8,833
Amortisation of loan expense	5,708	1,251
Amortisation of prepaid charter expenses	4,527	4,954
Share option expense	914	915
Unrealised foreign exchange gain/loss	670	662
Provision of retirement benefit	44	(7)
Impairment loss on asset held for sales	256,558	-
Provision for doubtful debts	23,161	-
Provision for insurance claim	1,029	-
Gain on disposal of an associated company	(59,132)	-
Share of profit of associated companies	(9,001)	(35,791)
Gain on disposal of property, plant and equipment	(1,943)	(7,785)
Interest income	(351)	(890)
Operating profit before working capital changes	84,378	96,144
Changes in working capital		
Receivables, deposits and prepayments	10,949	(15,441)
Payables	(62,071)	(3,633)
Cash generated from operations	33,256	77,070
Tax paid	(3,857)	(7,445)
Net cash generated from operating activities	29,399	69,625
Cash Flows From Investing Activities		
Proceeds from disposal of an associated company	344,591	-
Proceeds from disposal of property, plant and equipment	15,197	12,083
Interest received	351	7,785
Repayment of advances from associated company	830	-
Dividend received from associated companies	400	2,391
Purchase of property, plant and equipment	(19,571)	(25,044)
Additional investment in associated company	(18,469)	(4,990)
Investment in a subsidiary company	(4,206)	-
Net cash generated/(used in) investing activities	319,123	(7,775)
Cash Flows From Financing Activities		
Drawdown of borrowings	28,080	-
Repayment of loans and other borrowings	(438,469)	(95,750)
Interest paid on borrowings	(13,204)	(25,565)
Dividend paid	-	(10,262)
Treasury shares	(1)	-
Net cash used in financing activities	(423,594)	(131,577)
Net decrease in cash and cash equivalents	(75,071)	(69,727)
Cash and cash equivalents at 1 January	86,343	151,369
Currency Translation Differences	(5,654)	(396)
Cash and cash equivalents at 30 September	<u>5,618</u>	<u>81,246</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	108	42,177
Cash and bank balances	5,510	32,174
	<u>5,618</u>	<u>74,351</u>
Less:		
Deposits pledged with financial institutions	-	-
	<u>5,618</u>	<u>74,351</u>

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