

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE QUARTER AND YEAR ENDED
31 DECEMBER 2010**

	Current Quarter 3 months ended 31 December		Cumulative 12 months ended 31 December	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
<u>Continuing operations:</u>				
Revenue	16,805	2,780	78,859	14,610
Cost of sales	(15,719)	(1,246)	(71,454)	(10,197)
Gross profit	1,086	1,534	7,405	4,413
Administrative and other operating expenses	(4,294)	(10,369)	(35,084)	(19,597)
Other operating income	-	470	74	557
Loss from operations	(3,208)	(8,365)	(27,605)	(14,627)
Impairment of goodwill	(3,482)	(148,649)	(260,040)	(148,649)
Finance costs	(614)	(2,252)	(15,847)	(23,239)
Interest income	3	3	96	86
Gain on disposal of an associate	-	-	59,130	-
Share of losses in associated companies	(4,617)	(1,950)	(5,440)	(3,527)
Loss before taxation	(11,918)	(161,213)	(249,706)	(189,956)
Taxation	(400)	(367)	(567)	(894)
Loss from continuing operations	(12,318)	(161,580)	(250,273)	(190,850)
<u>Discontinuing operations:</u>				
Profit from discontinuing operations	14,395	31,899	48,577	122,944
Profit/(Loss) for the period	2,077	(129,681)	(201,696)	(67,906)
Profit/(Loss) attributable to :				
Shareholders of the Company	3,372	(131,137)	(204,034)	(71,665)
Minority interests	(1,295)	1,456	2,338	3,759
Profit/(Loss) for the period	2,077	(129,681)	(201,696)	(67,906)
(Loss)/Earnings per share attributable to shareholders of the Company:				
Basic (loss)/earnings per ordinary share (sen)	0.46	(17.89)	(27.84)	(9.78)
Diluted (loss)/earnings per ordinary share (sen)	0.46	(17.89)	(27.84)	(9.78)
(Loss)/Earnings per share for profit from continuing operations attributable to shareholders of the Company:				
Basic (loss)/earnings per ordinary share (sen)	(1.50)	(22.24)	(34.46)	(26.55)
Diluted (loss)/earnings per ordinary share (sen)	(1.50)	(22.24)	(34.46)	(26.55)

Note : The detailed calculation for the Basic and Diluted (loss)/earnings per share is shown in note B14.

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

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2010

	Current Quarter 3 months ended 31 December		Cumulative 12 months ended 31 December	
	2010 RM'000	2009 RM'000	2010 RM'000	2009 RM'000
Profit/(Loss) for the period	2,077	(129,681)	(201,696)	(67,906)
Cash flow hedges - fair value loss	290	-	3,781	-
Exchange difference arising from translation of financial statements of foreign operations	13,595	(7,734)	(57,171)	(11,993)
Total comprehensive (loss)/income	<u>15,962</u>	<u>(137,415)</u>	<u>(255,086)</u>	<u>(79,899)</u>
Total comprehensive (loss)/income attributable to:				
Shareholders of the Company	16,952	(138,440)	(252,957)	(82,909)
Minority interests	(990)	1,025	(2,129)	3,010
Total comprehensive (loss)/income	<u>15,962</u>	<u>(137,415)</u>	<u>(255,086)</u>	<u>(79,899)</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 31 DECEMBER 2010

	<i>Unaudited</i> As at 31 December 2010 RM'000	<i>Audited</i> As at 31 December 2009 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	66,798	659,227
Investment in associated companies	3,000	296,055
Goodwill	4,685	294,915
Deferred tax assets	-	60
Receivables	-	41,904
Fixed deposits pledged	-	1,780
Total non-current assets	74,483	1,293,941
Current assets		
Trade and other receivables	20,897	188,679
Deposit with licensed banks	-	47,573
Cash and bank balances	12,666	38,959
Total current assets	33,563	275,211
Assets classified as held for sale	755,062	12,686
Total assets	863,108	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	(127,268)	(75,123)
Options reserve	5,929	5,765
Hedging reserves	(1,794)	-
Retained profits	(103,723)	100,311
Total equity attributable to shareholders of the Company	628,062	885,872
Minority interests	46,843	50,383
Total equity	674,905	936,255
Liabilities		
Non-current liabilities		
Long term borrowings	15,663	412,226
Provision for retirement benefits	-	1,741
Deferred tax liabilities	433	480
Total non-current liabilities	16,096	414,447
Current liabilities		
Trade and other payables	32,054	89,744
Short term borrowings	15,789	139,720
Derivative financial instrument	1,139	-
Tax liabilities	287	1,672
Total current liabilities	49,269	231,136
Liabilities classified as held for sale	122,838	-
Total liabilities	188,203	645,583
Total equity and liabilities	863,108	1,581,838
Net assets per share (RM)	0.86	1.21

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

UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 31 DECEMBER 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	-	-	-	(11,242)	-	-	(71,665)	(82,907)	3,010	(79,897)
Purchase of treasury shares	-	(1)	-	-	-	-	-	(1)	-	(1)
Share options - value of employee services	-	-	-	-	1,787	-	-	1,787	-	1,787
Dividend paid by a subsidiary	-	-	-	-	-	-	-	-	(723)	(723)
Dividend paid	-	-	-	-	-	-	(5,497)	(5,497)	-	(5,497)
As at 31 December 2009	733,009	(3)	121,913	(75,123)	5,765	-	100,311	885,872	50,383	936,255
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	-	-	-	(52,145)	-	3,222	(204,034)	(252,957)	(2,129)	(255,086)
Purchase of treasury shares	-	(1)	-	-	-	-	-	(1)	-	(1)
Share options - value of employee services	-	-	-	-	164	-	-	164	-	164
As at 31 December 2010	733,009	(4)	121,913	(127,268)	5,929	(1,794)	(103,723)	628,062	46,843	674,905

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

UNAUDITED STATEMENT OF CASH FLOW FOR THE TWELVE MONTHS ENDED 31 DECEMBER 2010

	12 months ended 31 December 2010 RM'000	12 months ended 31 December 2009 RM'000
Cash Flows From Operating Activities		
Loss for the period	(201,696)	(67,906)
Adjustments for:		
Impairment loss on goodwill	260,040	148,649
Depreciation of property, plant and equipment	34,008	57,213
Allowance for doubtful debts	23,128	13,212
Finance costs	14,492	28,438
Amortisation of dry docking costs	13,960	-
Taxation expense	6,872	6,342
Amortisation of loan expense	6,253	1,654
Amortisation of prepaid charter expenses	5,986	6,547
Unrealised foreign exchange loss/(gain)	3,735	1,092
Reduction in insurance claim receivables	1,217	13,328
Provision of retirement benefit	323	(451)
Amortisation of facility fee	237	223
Share option expense	164	1,787
Property, plant and equipment written off	44	18
Gain on disposal of an associated company	(59,130)	-
Share of profit of associated companies	(7,105)	(43,577)
Gain on disposal of property, plant and equipment	(1,982)	(7,573)
Interest income	(528)	(983)
Operating profit before working capital changes	100,018	158,013
Changes in working capital		
Receivables, deposits and prepayments	43,220	(19,122)
Payables	(60,862)	(4,766)
Cash generated from operations	82,376	134,125
Retirement benefits paid	-	(130)
Tax paid	(5,198)	(8,534)
Net cash generated from operating activities	77,178	125,461
Cash Flows From Investing Activities		
Proceeds from disposal of an associated company	344,550	-
Proceeds from disposal of property, plant and equipment	15,166	14,704
Repayment of advances from associated company	830	1,550
Interest received	528	983
Dividend received from associated companies	400	10,475
Purchase of property, plant and equipment	(27,638)	(45,920)
Additional investment in associated company	(19,414)	(4,990)
Investment in a subsidiary company	(4,213)	-
Increased in share capital by associated company	-	(49)
Net cash generated from/(used in) investing activities	310,209	(23,247)
Cash Flows From Financing Activities		
Drawdown of borrowings	27,771	-
Repayment of loans and other borrowings	(454,501)	(120,504)
Interest paid on borrowings	(14,492)	(28,438)
Treasury shares	(1)	(1)
Dividend paid	-	(15,759)
Dividend paid to minority shareholders of subsidiary	-	(723)
Increased in fixed deposits pledged	-	(2,023)
Net cash used in financing activities	(441,223)	(167,448)
Net decrease in cash and cash equivalents	(53,835)	(65,234)
Cash and cash equivalents at 1 January	86,343	151,369
Currency Translation Differences	(19,842)	208
Cash and cash equivalents at 31 December	<u>12,666</u>	<u>86,343</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	-	47,573
Cash and bank balances	12,666	38,959
Less:		
Deposits pledged with financial institutions	-	(189)
	<u>12,666</u>	<u>86,343</u>

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