

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

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT FOR THE QUARTER AND YEAR ENDED  
30 JUNE 2011**

	Current Quarter 3 months ended 30 June		Cumulative 6 months ended 30 June	
	2011 RM'000	2010 RM'000	2011 RM'000	2010 RM'000
<b><u>Continuing operations:</u></b>				
Revenue	89,892	101,013	194,661	203,851
Cost of sales	(75,590)	(85,036)	(165,067)	(154,525)
<b>Gross profit</b>	14,302	15,977	29,594	49,326
Other operating income	1,895	233	3,885	859
Administrative expenses	(7,575)	(7,782)	(14,822)	(15,892)
Other operating expenses	(1,253)	(863)	(2,573)	(948)
<b>Profit from operations</b>	7,369	7,565	16,084	33,345
Finance costs	(874)	(12,050)	(1,999)	(17,693)
Interest income	209	93	337	187
Share of results of associates	(1,067)	(820)	(1,789)	(1,620)
Share of results of joint venture	622	(99)	1,141	(99)
Gain from disposal of an associate	-	59,130	-	59,130
<b>Profit before taxation</b>	6,259	53,819	13,774	73,250
Taxation	(1,525)	(1,352)	(3,088)	(4,082)
<b>Profit from continuing operations</b>	4,734	52,467	10,686	69,168
<b><u>Discontinuing operations:</u></b>				
Share of results of an associate	-	3,798	-	11,391
<b>Profit for the period</b>	4,734	56,265	10,686	80,559
<b>Profit attributable to :</b>				
Shareholders of the Company	5,273	55,368	11,154	77,252
Non-controlling interests	(539)	897	(468)	3,307
<b>Profit for the period</b>	4,734	56,265	10,686	80,559
Earnings per share attributable to shareholders of the Company:				
Basic earnings per ordinary share (sen)	0.72	7.55	1.52	10.54
Diluted earnings per ordinary share (sen)	0.72	7.55	1.52	10.54
Earnings per share for profit from continuing operations attributable to shareholders of the Company:				
Basic earnings per ordinary share (sen)	0.72	7.03	1.52	8.99
Diluted earnings per ordinary share (sen)	0.72	7.03	1.52	8.99

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

*The Condensed Financial Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2010.*

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**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME FOR THE QUARTER AND YEAR ENDED 30 JUNE 2011**

	Current Quarter 3 months ended 30 June		Cumulative 6 months ended 30 June	
	2011 RM'000	2010 RM'000	2011 RM'000	2010 RM'000
<b>Profit/(Loss) for the period</b>	<b>4,734</b>	<b>56,265</b>	<b>10,686</b>	<b>80,559</b>
Cash flow hedges - fair value loss	946	3,291	2,016	2,352
Exchange difference arising from translation of financial statements of foreign operations	2,523	(21,664)	(12,276)	(51,224)
<b>Total comprehensive (loss)/income</b>	<b>8,203</b>	<b>37,892</b>	<b>426</b>	<b>31,687</b>
<b>Total comprehensive (loss)/income attributable to:</b>				
Shareholders of the Company	8,751	38,294	2,322	31,083
Non-controlling interests	(548)	(402)	(1,896)	604
<b>Total comprehensive (loss)/income</b>	<b>8,203</b>	<b>37,892</b>	<b>426</b>	<b>31,687</b>

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**SCOMI MARINE BHD (397979-A)**  
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**CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2011**

	<i>Unaudited</i> As at 30 June 2011 RM'000	<i>Audited</i> As at 31 December 2010 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	545,727	66,798
Investment in associated companies	19,922	3,225
Goodwill	43,136	4,685
Deferred tax assets	12	-
Receivables	5,016	-
Total non-current assets	613,813	74,708
<b>Current assets</b>		
Trade and other receivables	160,385	20,840
Deposit with licensed banks	37,583	-
Cash and bank balances	24,734	12,666
Total current assets	222,702	33,506
Assets classified as held for sale	-	755,668
<b>Total assets</b>	<b>836,515</b>	<b>863,882</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>		
Share capital	733,009	733,009
Treasury shares	(5)	(4)
Share premium	121,913	121,913
Exchange fluctuation reserves	(137,237)	(127,117)
Options reserve	6,410	5,929
Hedging reserves	(506)	(1,794)
Retained profits	(92,569)	(103,723)
<b>Total equity attributable to shareholders of the Company</b>	<b>631,015</b>	<b>628,213</b>
Non-controlling interests	45,018	46,914
<b>Total equity</b>	<b>676,033</b>	<b>675,127</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Long term borrowings	12,625	15,718
Provision for retirement benefits	1,820	-
Deferred tax liabilities	426	433
Total non-current liabilities	14,871	16,151
<b>Current liabilities</b>		
Trade and other payables	79,129	32,429
Short term borrowings	62,012	15,734
Derivative financial instrument	1,583	1,139
Tax liabilities	2,887	83
Total current liabilities	145,611	49,385
Liabilities classified as held for sale	-	123,219
<b>Total liabilities</b>	<b>160,482</b>	<b>188,755</b>
<b>Total equity and liabilities</b>	<b>836,515</b>	<b>863,882</b>
Net assets per share (RM)	0.86	0.86

The Condensed Financial Statements should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2010.

UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 JUNE 2011

	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	Non-controlling interests RM '000	Total equity RM '000
<b>As at 1 January 2010</b>	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)
<b>Restated balance</b>	<b>733,009</b>	<b>(3)</b>	<b>121,913</b>	<b>(75,123)</b>	<b>5,765</b>	<b>(5,016)</b>	<b>100,311</b>	<b>880,856</b>	<b>48,972</b>	<b>929,828</b>
Total comprehensive income for the period	-	-	-	(48,320)	-	2,151	77,252	31,083	604	31,687
Share options - value of employee services	-	-	-	-	609	-	-	609	-	609
<b>As at 30 June 2010</b>	<b>733,009</b>	<b>(3)</b>	<b>121,913</b>	<b>(123,443)</b>	<b>6,374</b>	<b>(2,865)</b>	<b>177,563</b>	<b>912,548</b>	<b>49,576</b>	<b>962,124</b>
<b>As at 1 January 2011</b>	733,009	(4)	121,913	(127,117)	5,929	(1,794)	(103,723)	628,213	46,914	675,127
Total comprehensive income for the period	-	-	-	(10,120)	-	1,288	11,154	2,322	(1,896)	426
Purchase of treasury shares	-	(1)	-	-	-	-	-	(1)	-	(1)
Share options - value of employee services	-	-	-	-	481	-	-	481	-	481
<b>As at 30 June 2011</b>	<b>733,009</b>	<b>(5)</b>	<b>121,913</b>	<b>(137,237)</b>	<b>6,410</b>	<b>(506)</b>	<b>(92,569)</b>	<b>631,015</b>	<b>45,018</b>	<b>676,033</b>

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**UNAUDITED STATEMENT OF CASH FLOW FOR THE SIX MONTHS ENDED 30 JUNE 2011**

	6 months ended 30 June 2011 RM'000	6 months ended 30 June 2010 RM'000
<b>Cash Flows From Operating Activities</b>		
Loss for the period	10,686	80,559
Adjustments for:		
Depreciation of property, plant and equipment	19,604	22,498
Amortisation of dry docking costs	9,607	8,663
Taxation expense	3,088	4,082
Amortisation of prepaid charter expenses	2,800	3,047
Allowance for doubtful debts	2,573	-
Finance costs	1,909	11,945
Share of loss/(profit) of associated companies	1,789	(9,671)
Share option expense	481	609
Amortisation of loan expense	100	5,701
Gain on disposal of property, plant and equipment	(3,713)	(792)
Share of profit of jointly controlled entities	(1,141)	-
Unrealised foreign exchange loss/(gain)	(342)	278
Interest income	(337)	(187)
Provision of retirement benefit	(31)	(142)
Amortisation of facility fee	(10)	47
Gain on disposal of an associated company	-	(59,130)
Operating profit before working capital changes	47,063	67,507
Changes in working capital		
Receivables, deposits and prepayments	6,777	(13,037)
Payables	34,730	(16,020)
Cash generated from operations	88,570	38,450
Tax paid	(3,012)	(2,599)
Net cash generated from operating activities	85,558	35,851
<b>Cash Flows From Investing Activities</b>		
Proceeds from disposal of property, plant and equipment	4,194	13,848
Interest received	337	187
Purchase of property, plant and equipment	(11,924)	(11,230)
Proceeds from disposal of an associated company	-	341,912
Repayment of advances from associated company	-	14,681
Dividend received from associated companies	-	400
Additional investment in associated company	-	(979)
Investment in a subsidiary company	-	(4,197)
Net cash generated from/(used in) investing activities	(7,393)	354,622
<b>Cash Flows From Financing Activities</b>		
Repayment of loans and other borrowings	(28,075)	(431,185)
Interest paid on borrowings	(1,999)	(11,945)
Increased in fixed deposits pledged	(1,577)	-
Treasury shares	(1)	-
Drawdown of borrowings	-	28,507
Net cash used in financing activities	(31,652)	(414,623)
Net decrease in cash and cash equivalents	46,513	(24,150)
<b>Cash and cash equivalents at 1 January</b>	12,666	86,343
Currency Translation Differences	(686)	102
<b>Cash and cash equivalents at 30 June</b>	58,493	62,295
Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:-		
	RM'000	RM'000
Deposits with licensed banks	37,583	9,378
Cash and bank balances	24,734	53,103
	62,317	62,481
Less:		
Deposits pledged with financial institutions	(3,824)	(186)
	58,493	62,295

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