

**SCOMI GROUP BERHAD  
(COMPANY NO: 571212-A)**

**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET  
AS AT 30 JUNE 2006**

		<b>As At End Of Current Quarter</b>	As At Preceding Financial Year End
	<b>Note</b>	<b>30-Jun-06 RM'000</b>	31-Dec-05 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		353,886	330,950
Investment properties		1,854	1,926
Investment in Associates		375,163	366,929
Investment in Jointly Controlled Entities		19	19
Other Investment		542	543
Intangible assets		433,667	432,990
		<b>1,165,131</b>	1,133,357
<b>Current assets</b>			
Inventories		218,216	189,554
Trade receivables		360,256	294,400
Other receivables		120,982	140,582
Short-term investment	B6	10,000	-
Tax Recoverable		4,641	6,337
Amount due from associated companies		6,698	3,454
Short-term deposits, cash and bank balances		149,236	96,190
		<b>870,029</b>	<b>730,517</b>
<b>Total current assets</b>		<b>870,029</b>	<b>730,517</b>
<b>Total assets</b>		<b>2,035,160</b>	<b>1,863,874</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to equity holders of the parent</b>			
Share capital		100,371	99,208
Treasury shares		(991)	-
Share premium		233,152	231,748
Other reserves		(21,145)	(13,888)
Retained profit		263,211	227,129
		<b>574,598</b>	544,197
<b>Share Option Reserve</b>		<b>9,807</b>	6,028
<b>Minority interest</b>		<b>50,028</b>	45,904
		<b>634,433</b>	596,129
<b>Non-current liabilities</b>			
Long term borrowings	B8	885,445	750,706
Deferred taxation		4,235	4,816
Other Payables		13,540	20,835
		<b>903,220</b>	776,357
<b>Current liabilities</b>			
Trade payables		163,739	169,130
Other payables		141,912	124,198
Short term borrowings	B8	167,737	176,240
Taxation		24,119	21,820
		<b>497,507</b>	<b>491,388</b>
<b>Total current liabilities</b>		<b>497,507</b>	<b>491,388</b>
<b>Total liabilities</b>		<b>1,400,727</b>	<b>1,267,745</b>
<b>Total equity and liabilities</b>		<b>2,035,160</b>	<b>1,863,874</b>
<b>Net assets per share attributable to equity holders of the parent (RM)</b>			
		<b>0.57</b>	<b>0.55</b>

**SCOMI GROUP BERHAD**  
**(COMPANY NO: 571212-A)**

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT**  
**FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2006**

		Individual Quarter		Cumulative Quarter	
		Current Year Quarter	Preceding Year Quarter	Current Year To Date	Preceding Year Corresponding Period
	Note	30-Jun-06 RM '000	30-Jun-05 RM '000	30-Jun-06 RM '000	30-Jun-05 RM '000
<b>Revenue</b>	A8	<b>348,936</b>	<b>257,585</b>	<b>675,397</b>	<b>486,821</b>
Cost of sales		<u>(248,080)</u>	<u>(183,935)</u>	<u>(476,966)</u>	<u>(350,467)</u>
Gross Profit		<b>100,856</b>	<b>73,650</b>	<b>198,431</b>	<b>136,354</b>
Other income/(expenses)		<b>13,885</b>	<b>1,853</b>	<b>15,966</b>	<b>9,414</b>
Operating expenses		<b>(73,553)</b>	<b>(50,467)</b>	<b>(137,027)</b>	<b>(96,281)</b>
Finance costs		<b>(18,771)</b>	<b>(7,544)</b>	<b>(33,836)</b>	<b>(12,259)</b>
Share of profit in associates		<u>6,122</u>	<u>42</u>	<u>10,033</u>	<u>53</u>
<b>Profit before taxation</b>	A8	<b>28,539</b>	<b>17,534</b>	<b>53,567</b>	<b>37,281</b>
Taxation	B4	<u>(4,882)</u>	<u>(4,183)</u>	<u>(11,105)</u>	<u>(6,940)</u>
<b>Profit for the period</b>		<u><b>23,657</b></u>	<u><b>13,351</b></u>	<u><b>42,462</b></u>	<u><b>30,341</b></u>
Attributable to:					
Equity holders of the parent		<b>20,013</b>	<b>12,044</b>	<b>36,082</b>	<b>26,145</b>
Minority interest		<b>3,644</b>	<b>1,307</b>	<b>6,380</b>	<b>4,196</b>
		<u><b>23,657</b></u>	<u><b>13,351</b></u>	<u><b>42,462</b></u>	<u><b>30,341</b></u>
Earnings per share	B12	sen	sen	sen	sen
- Basic		<b>2.00</b>	<b>1.22</b>	<b>3.62</b>	<b>2.74</b>
- Diluted		<u><b>1.94</b></u>	<u><b>1.16</b></u>	<u><b>3.51</b></u>	<u><b>2.59</b></u>

**(The Unaudited Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December 2005)**

**SCOMI GROUP BERHAD  
(COMPANY NO: 571212-A)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2006**

	Share capital	Share premium	Exchange Fluctuation Reserve	Reserve on Consolidation	Treasury shares	Retained Profits	Share Option Reserve	Minority Interest	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1st January 2006</b>	99,208	231,748	(13,888)	-	-	227,129	6,028	45,904	596,129
Foreign exchange difference	-	-	(7,257)	-	-	-	-	-	(7,257)
Net income/(expense) recognised directly in equity	99,208	231,748	(21,145)	-	-	227,129	6,028	45,904	588,872
Net profit for the period	-	-	-	-	-	36,082	-	6,380	42,462
Dividend distribution to minority shareholders	-	-	-	-	-	-	-	(1,648)	(1,648)
Total recognised income and expense for the period	99,208	231,748	(21,145)	-	-	263,211	6,028	50,636	629,686
Issue of shares pursuant to:									
- Exercise of share options	1,163	1,404	-	-	-	-	-	-	2,567
Recognition of share-based payments	-	-	-	-	-	-	3,779	-	3,779
Shares repurchased	-	-	-	-	(991)	-	-	-	(991)
Acquisition of minority interest	-	-	-	-	-	-	-	(608)	(608)
<b>At 30th June 2006</b>	<b>100,371</b>	<b>233,152</b>	<b>(21,145)</b>	<b>-</b>	<b>(991)</b>	<b>263,211</b>	<b>9,807</b>	<b>50,028</b>	<b>634,433</b>
<b>At 1st January 2005 (as previously stated)</b>	89,414	97,721	2,398	11,354	-	70,510	-	18,303	289,700
Change in accounting policy	-	-	-	(11,354)	-	11,354	-	-	-
<b>At 1st January 2005 (restated)</b>	89,414	97,721	2,398	-	-	81,864	-	18,303	289,700
Foreign exchange difference	-	-	(11,291)	-	-	-	-	-	(11,291)
Net income/(expense) recognised directly in equity	89,414	97,721	(8,893)	-	-	81,864	-	18,303	278,409
Net profit for the year	-	-	-	-	-	30,341	-	4,196	34,537
Total recognised income and expense for the period	89,414	97,721	(8,893)	-	-	112,205	-	22,499	312,946
Issue of shares pursuant to:									
- Private placement	8,941	136,805	-	-	-	-	-	-	145,746
- Exercise of share options	455	399	-	-	-	-	-	-	854
<b>At 30th June 2005</b>	<b>98,810</b>	<b>234,925</b>	<b>(8,893)</b>	<b>-</b>	<b>-</b>	<b>112,205</b>	<b>-</b>	<b>22,499</b>	<b>459,546</b>

(The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st December 2005)

**SCOMI GROUP BERHAD**  
**(COMPANY NO: 571212-A)**  
**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE SIX-MONTHS PERIOD ENDED 30 JUNE 2006**

	<b>6 months ended</b>	
	<b>30-Jun-06</b>	<b>30-Jun-05</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	53,567	37,281
Adjustments for:		
Depreciation	25,693	20,580
Amortisation	96	80
Allowance for doubtful debts	(44)	15
Provision for obsolete stocks	(970)	274
Realisation of negative goodwill	-	(6,882)
Share option expense	3,786	-
Exchange differences	(12,183)	(176)
(Gain)/Loss on disposal of property, plant and equipment	(270)	(1,082)
Share of (profit)/loss in associate	(10,033)	(53)
Interest expense	33,697	12,179
Interest income	(347)	(369)
	<b>92,992</b>	<b>61,847</b>
Changes in working capital:		
Inventories	(27,689)	(27,124)
Trade and other receivables	(108,043)	(50,545)
Trade and other payables	11,333	(12,468)
Cash used in operations	(31,407)	(28,290)
Tax paid	(7,701)	(7,644)
Interest paid	(1,310)	(7,331)
<b>Net cash used in operating activities</b>	<b>(40,418)</b>	<b>(43,265)</b>
<b>Cash flows from investing activities</b>		
Acquisition of subsidiaries	-	(29,719)
Purchase of property, plant and equipment	(58,051)	(26,741)
Proceeds from disposal of property, plant and equipment	556	6,825
Purchase of intangible assets	-	(851)
Increase in other investment	(10,000)	(38)
Repayment of Other Payables	(4,584)	-
Interest received	791	378
<b>Net cash used in investing activities</b>	<b>(71,288)</b>	<b>(50,146)</b>
<b>Cash flows from financing activities</b>		
Proceeds received from private placements	-	145,746
Issue of share capital arising from the exercise of ESOS	2,566	854
Issue of ordinary shares of a subsidiary to minority interest	67,335	-
Acquisition of treasury shares	(990)	-
Net proceeds from/(payments of) short term borrowings	(4,606)	13,400
Payment of hire purchase/lease liabilities	(2,248)	(1,451)
Payment of lease liabilities	(87)	(9)
Proceeds from term loan/bonds	157,900	-
Repayment of term loans	(16,569)	(69,555)
Interest paid	(35,155)	(363)
(Decr)/ incr in Short term Deposit pledged as Security	834	-
Placement in debt service reserve account	(870)	-
<b>Net cash generated from financing activities</b>	<b>168,110</b>	<b>88,622</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>56,404</b>	<b>(4,789)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>58,160</b>	<b>(1,331)</b>
<b>Cash and cash equivalents at end of period</b>	<b>114,564</b>	<b>(6,120)</b>
<u>Cash and cash equivalents comprise:</u>		
Fixed deposits placed with licensed banks	58,441	49,493
Cash and bank balances	90,795	56,626
Bank overdrafts	(13,636)	(74,497)
	<b>135,600</b>	<b>31,622</b>
Less : Debt service reserve account	(1,892)	-
Less : Fixed deposits pledged	(19,144)	(37,742)
	<b>114,564</b>	<b>(6,120)</b>

**(The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31st December 2005)**