

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

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

		<b>As At End Of Current Quarter</b>	As At Preceding Financial Year End
	<b>Note</b>	<b>30-Sep-06 RM'000</b>	31-Dec-05 RM'000
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		417,632	330,950
Investment properties		1,818	1,926
Investment in Associates		381,717	366,929
Investment in Jointly Controlled Entities		19	19
Other Investment		627	543
Intangible assets		452,156	432,990
		<b>1,253,969</b>	1,133,357
<b>Current assets</b>			
Inventories		274,990	189,554
Trade receivables		420,847	294,400
Other receivables		107,655	140,582
Short-term investment	B6	7,363	-
Tax Recoverable		4,794	6,337
Amount due from associated companies		4,641	3,454
Short-term deposits, cash and bank balances		106,733	96,190
		<b>927,023</b>	730,517
<b>Total current assets</b>		<b>927,023</b>	<b>730,517</b>
<b>Total assets</b>		<b>2,180,992</b>	<b>1,863,874</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity attributable to equity holders of the parent</b>			
Share capital		100,476	99,208
Treasury shares		(3,265)	-
Share premium		233,325	231,748
Other reserves		(19,080)	(13,888)
Retained profit		282,194	227,129
		<b>593,650</b>	544,197
<b>Share Option Reserve</b>		12,837	6,028
<b>Minority interest</b>		70,502	45,904
		<b>676,989</b>	596,129
<b>Total equity</b>		<b>676,989</b>	596,129
<b>Non-current liabilities</b>			
Long term borrowings	B8	879,486	750,706
Deferred taxation		5,138	4,816
Other Payables		13,689	20,835
		<b>898,313</b>	776,357
<b>Total non-current liabilities</b>		<b>898,313</b>	776,357
<b>Current liabilities</b>			
Trade payables		173,356	169,130
Other payables		181,511	124,198
Short term borrowings	B8	213,980	176,240
Taxation		36,843	21,820
		<b>605,690</b>	491,388
<b>Total current liabilities</b>		<b>605,690</b>	<b>491,388</b>
<b>Total liabilities</b>		<b>1,504,003</b>	<b>1,267,745</b>
<b>Total equity and liabilities</b>		<b>2,180,992</b>	<b>1,863,874</b>
<b>Net assets per share attributable to equity holders of the parent (RM)</b>		<b>0.59</b>	<b>0.55</b>

(The Unaudited Condensed Consolidated Balance Sheet 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 INCOME STATEMENT**  
**FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2006**

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter	Preceding Year Quarter	Current Year To Date	Preceding Year Corresponding
		30-Sep-06 RM '000	30-Sep-05 RM '000	30-Sep-06 RM '000	30-Sep-05 RM '000
<b>Revenue</b>	A8	<b>430,679</b>	<b>284,811</b>	<b>1,106,076</b>	<b>771,632</b>
Cost of sales		<u>(306,697)</u>	<u>(203,596)</u>	<u>(783,664)</u>	<u>(554,063)</u>
Gross Profit		<b>123,982</b>	<b>81,215</b>	<b>322,412</b>	<b>217,569</b>
Other income		<b>3,766</b>	<b>2,026</b>	<b>19,732</b>	<b>11,440</b>
Operating expenses		<b>(84,976)</b>	<b>(52,867)</b>	<b>(222,003)</b>	<b>(149,148)</b>
Finance costs		<b>(20,165)</b>	<b>(7,761)</b>	<b>(54,001)</b>	<b>(20,020)</b>
Share of profit in associates		<u><b>10,867</b></u>	<u><b>49</b></u>	<u><b>20,900</b></u>	<u><b>102</b></u>
<b>Profit before taxation</b>	A8	<b>33,474</b>	<b>22,662</b>	<b>87,040</b>	<b>59,943</b>
Taxation	B4	<u><b>(6,059)</b></u>	<u><b>(4,776)</b></u>	<u><b>(17,164)</b></u>	<u><b>(11,716)</b></u>
<b>Profit for the period</b>		<u><u><b>27,415</b></u></u>	<u><u><b>17,886</b></u></u>	<u><u><b>69,876</b></u></u>	<u><u><b>48,227</b></u></u>
Attributable to:					
Equity holders of the parent		<b>23,312</b>	<b>16,008</b>	<b>59,393</b>	<b>42,153</b>
Minority interest		<b>4,103</b>	<b>1,878</b>	<b>10,483</b>	<b>6,074</b>
		<u><u><b>27,415</b></u></u>	<u><u><b>17,886</b></u></u>	<u><u><b>69,876</b></u></u>	<u><u><b>48,227</b></u></u>
Earnings per share	B11	sen	sen	sen	sen
- Basic		<b>2.33</b>	<b>1.62</b>	<b>5.96</b>	<b>4.36</b>
- Diluted		<u><b>2.27</b></u>	<u><b>1.54</b></u>	<u><b>5.80</b></u>	<u><b>4.15</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 NINE-MONTH PERIOD ENDED 30 SEPTEMBER 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	-	-	(5,192)	-	-	-	-	-	(5,192)
Net income/(expense) recognised directly in equity	99,208	231,748	(19,080)	-	-	227,129	6,028	45,904	590,937
Net profit for the period	-	-	-	-	-	59,393	-	10,483	69,876
Dividend for financial year 31st December 2005 - Final	-	-	-	-	-	(4,328)	-	-	(4,328)
Dividend distribution to minority shareholders	-	-	-	-	-	-	-	(1,648)	(1,648)
<b>Total recognised income and expense for the period</b>	<b>99,208</b>	<b>231,748</b>	<b>(19,080)</b>	<b>-</b>	<b>-</b>	<b>282,194</b>	<b>6,028</b>	<b>54,739</b>	<b>654,837</b>
Issue of shares pursuant to: - Exercise of share options	1,268	1,577	-	-	-	-	-	1,309	4,154
Recognition of share-based payments	-	-	-	-	-	-	6,809	-	6,809
Shares repurchased	-	-	-	-	(3,265)	-	-	-	(3,265)
Acquisition of subsidiaries	-	-	-	-	-	-	-	15,062	15,062
Acquisition of minority interest	-	-	-	-	-	-	-	(608)	(608)
<b>At 30th September 2006</b>	<b>100,476</b>	<b>233,325</b>	<b>(19,080)</b>	<b>-</b>	<b>(3,265)</b>	<b>282,194</b>	<b>12,837</b>	<b>70,502</b>	<b>676,989</b>
<b>At 1st January 2005 (as previously stated)</b>	<b>89,414</b>	<b>97,721</b>	<b>2,398</b>	<b>11,354</b>	<b>-</b>	<b>70,510</b>	<b>-</b>	<b>-</b>	<b>271,397</b>
Change in accounting policy	-	-	-	(11,354)	-	11,354	-	-	-
<b>At 1st January 2005 (restated)</b>	<b>89,414</b>	<b>97,721</b>	<b>2,398</b>	<b>-</b>	<b>-</b>	<b>81,864</b>	<b>-</b>	<b>-</b>	<b>271,397</b>
Issue of shares pursuant to: - Private placement	8,942	136,805	-	-	-	-	-	-	145,747
- Exercise of share options	800	725	-	-	-	-	-	-	1,525
- Bonus issue	-	-	-	-	-	-	-	-	-
Share issue expenses	-	(3,700)	-	-	-	-	-	-	(3,700)
Foreign exchange difference	-	-	(12,374)	-	-	-	-	-	(12,374)
Net profit for the year	-	-	-	-	-	42,153	-	-	42,153
Dividend for financial year 31st December 2004 - Final	-	-	-	-	-	(2,141)	-	-	(2,141)
<b>At 30th September 2005</b>	<b>99,156</b>	<b>231,551</b>	<b>(9,976)</b>	<b>-</b>	<b>-</b>	<b>121,876</b>	<b>-</b>	<b>-</b>	<b>442,607</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 NINE-MONTHS PERIOD ENDED 30 SEPTEMBER 2006**

	<b>9 months ended</b>	
	<b>30-Sep-06</b>	<b>30-Sep-05</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	87,040	59,943
Adjustments for:		
Depreciation	39,463	31,397
Amortisation	148	117
Allowance for doubtful debts	1,273	41
Provision for obsolete stocks	(958)	332
Realisation of negative goodwill	-	(6,827)
Share option expense	6,809	-
Exchange differences	(10,438)	(1,255)
(Gain)/Loss on disposal of property, plant and equipment	(330)	(1,543)
Share of (profit)/loss in associate	(20,900)	(102)
Interest expense	53,689	19,387
Interest income	(2,100)	(599)
	<b>153,696</b>	<b>100,891</b>
Changes in working capital:		
Inventories	(68,210)	(24,653)
Trade and other receivables	(155,161)	(94,077)
Trade and other payables	37,152	18,815
	<b>(32,523)</b>	<b>976</b>
Cash used in operations	(32,523)	976
Tax paid	(6,749)	(13,011)
Interest paid	(2,220)	(13,546)
	<b>(41,492)</b>	<b>(25,581)</b>
<b>Net cash used in operating activities</b>	<b>(41,492)</b>	<b>(25,581)</b>
<b>Cash flows from investing activities</b>		
Acquisition of subsidiaries	(35,987)	(45,778)
Purchase of property, plant and equipment	(75,519)	(54,621)
Proceeds from disposal of property, plant and equipment	1,827	9,453
Purchase of intangible assets	-	(844)
Investment in associates	-	(360,000)
Dividend received fr Associates	6,184	-
Increase in other investment	(7,077)	(53)
Repayment of Other Payables	(4,584)	-
Interest received	1,189	690
	<b>(113,967)</b>	<b>(451,153)</b>
<b>Net cash used in investing activities</b>	<b>(113,967)</b>	<b>(451,153)</b>
<b>Cash flows from financing activities</b>		
Proceeds received from private placements	-	145,747
Share issue expenses	(1,726)	(3,700)
Issue of share capital arising from the exercise of ESOS	2,845	1,525
Issue of ordinary shares of a subsidiary to minority interest	70,371	-
Acquisition of treasury shares	(3,265)	-
Net proceeds from/(payments of) short term borrowings	21,345	8,126
Payment of hire purchase/lease liabilities	(3,691)	(1,564)
Proceeds from term loan/bonds	157,900	380,897
Repayment of term loans	(18,390)	(53,224)
Interest paid	(56,836)	(5,437)
(Decr)/ incr in Short term Deposit pledged as Security	(2,267)	8,439
Placement in debt service reserve account	(1,164)	-
Dividends paid	(4,328)	(2,125)
	<b>160,794</b>	<b>478,684</b>
<b>Net cash generated from financing activities</b>	<b>160,794</b>	<b>478,684</b>
<b>Net increase in cash and cash equivalents</b>	<b>5,335</b>	<b>1,950</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>58,160</b>	<b>(1,331)</b>
Currency translation differences	(1,610)	-
	<b>61,885</b>	<b>619</b>
<b>Cash and cash equivalents at end of period</b>	<b>61,885</b>	<b>619</b>
<u>Cash and cash equivalents comprise:</u>		
Fixed deposits placed with licensed banks	29,902	10,028
Cash and bank balances	76,831	69,692
Bank overdrafts	(20,417)	(49,798)
	<b>86,316</b>	<b>29,922</b>
Less : Debt service reserve account	(2,186)	-
Less : Fixed deposits pledged	(22,245)	(29,303)
	<b>61,885</b>	<b>619</b>
	<b>61,885</b>	<b>619</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)**