

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

**UNAUDITED CONDENSED CONSOLIDATED INCOME STATEMENT**  
**FOR THE PERIOD ENDED 30 JUNE 2008**

	Note	Individual Quarter		Cumulative Quarter	
		Current Year	Preceding Year	Current Year	Preceding Year
		Quarter	Quarter	Period Ended	Corresponding Period
		30-Jun-08	30-Jun-07	30-Jun-08	30-Jun-07
		RM '000 Unaudited	RM '000 Unaudited	RM '000 Unaudited	RM '000 Unaudited
<b>Revenue</b>	A8	527,186	492,586	1,003,909	928,707
Cost of sales		<u>(384,732)</u>	<u>(353,458)</u>	<u>(729,746)</u>	<u>(663,624)</u>
Gross Profit		142,454	139,128	274,163	265,083
Other income		1,898	146,734	9,074	154,063
Operating expenses		<u>(81,379)</u>	<u>(86,518)</u>	<u>(171,382)</u>	<u>(170,675)</u>
Finance costs		<u>(18,282)</u>	<u>(21,489)</u>	<u>(37,083)</u>	<u>(43,817)</u>
Share of profit in associates		<u>6,355</u>	<u>4,695</u>	<u>10,885</u>	<u>10,977</u>
<b>Profit before taxation</b>	A8	51,046	182,550	85,657	215,631
Taxation	B5	<u>(8,926)</u>	<u>(8,295)</u>	<u>(14,770)</u>	<u>(13,642)</u>
<b>Profit for the period</b>		<u>42,120</u>	<u>174,255</u>	<u>70,887</u>	<u>201,989</u>
Attributable to:					
Equity holders of the parent		34,544	171,048	56,356	197,100
Minority interest		7,576	3,207	14,531	4,889
		<u>42,120</u>	<u>174,255</u>	<u>70,887</u>	<u>201,989</u>
Earnings per share	B13	sen	sen	sen	sen
- Basic		3.43	17.04	5.60	19.65
- Diluted		<u>3.39</u>	<u>16.55</u>	<u>5.53</u>	<u>19.09</u>

(The Unaudited Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31st December 2007)

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

**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET**  
**AS AT 30 JUNE 2008**

	30-Jun-08 RM'000 Unaudited	31-Dec-07 RM'000 Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	568,390	524,883
Intangible assets	511,665	506,242
Investment properties	1,566	1,638
Prepaid lease payments	8,731	7,604
Investment in Associates	359,745	357,046
Investment in Jointly Controlled Entities	19	19
Other Investment	1,329	1,330
Deferred Tax Assets	40,361	41,521
Derivative financial instruments	4,052	19,378
	<b>1,495,858</b>	<b>1,459,661</b>
<b>Current assets</b>		
Inventories	385,428	327,307
Receivables, deposits and prepayments	825,011	733,480
Tax Recoverable	11,575	13,810
Short-term investment	1,500	700
Short-term deposits, cash and bank balances	130,229	156,709
	<b>1,353,743</b>	<b>1,232,006</b>
Assets of disposal group classified as held for sale	-	15,823
<b>Total current assets</b>	<b>1,353,743</b>	<b>1,247,829</b>
<b>Total assets</b>	<b>2,849,601</b>	<b>2,707,490</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital	102,048	101,971
Treasury shares	(18,695)	(18,694)
Share premium	243,725	242,929
Other reserves	(70,681)	(76,354)
Retained profit	599,654	552,074
	<b>856,051</b>	<b>801,926</b>
<b>Minority interest</b>	<b>161,942</b>	<b>146,349</b>
<b>Total equity</b>	<b>1,017,993</b>	<b>948,275</b>
<b>Non-current liabilities</b>		
Long term borrowings	894,503	890,535
Deferred taxation	6,338	8,690
Retirement benefit obligation	4,424	3,982
Other Payables	-	67,357
	<b>905,265</b>	<b>970,564</b>
<b>Total non-current liabilities</b>	<b>905,265</b>	<b>970,564</b>
<b>Current liabilities</b>		
Trade and other payables	647,445	578,749
Short term borrowings	241,287	156,348
Provision for redundancy	827	2,502
Taxation	27,485	40,529
Dividend Payable	9,299	-
	<b>926,343</b>	<b>778,128</b>
Liabilities directly associated with the assets of disposal group classified as held for sale	-	10,523
<b>Total current liabilities</b>	<b>926,343</b>	<b>788,651</b>
<b>Total liabilities</b>	<b>1,831,608</b>	<b>1,759,215</b>
<b>Total equity and liabilities</b>	<b>2,849,601</b>	<b>2,707,490</b>
<b>Net assets per share attributable to equity holders of the parent (RM)</b>	<b>0.82</b>	<b>0.77</b>

(The Unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the Audited Financial Statements for the year ended 31st December 2007)

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED 30 JUNE 2008**

	Share capital	Share premium	Treasury shares	Exchange Fluctuation Reserve	Share Option Reserve	Hedge Reserve	Retained Profits	Total	Minority Interest	Total equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 1st January 2008</b>	101,971	242,929	(18,694)	(83,035)	15,978	(9,297)	552,074	801,926	146,349	948,275
Currency translation differences arising during the year:										
- subsidiaries	-	-	-	(3,929)	-	-	-	(3,929)	(921)	(4,850)
- associates	-	-	-	(4,352)	-	-	-	(4,352)	-	(4,352)
Cash flow hedges:										
- fair value gains	-	-	-	-	-	19,261	-	19,261	-	19,261
- transfer to income statement	-	-	-	-	-	(3,001)	-	(3,001)	-	(3,001)
Net income/(loss) recognised directly in equity	-	-	-	(8,281)	-	16,260	-	7,979	(921)	7,058
Profit for the period	-	-	-	-	-	-	56,356	56,356	14,531	70,887
Total recognised income and expense for the period	-	-	-	(8,281)	-	16,260	56,356	64,335	13,610	77,945
Share options:-										
- proceeds from shares issued	77	333	-	-	-	-	-	410	-	410
- value of employees services	-	-	-	-	1,563	-	-	1,563	-	1,563
- transfer upon exercise	-	463	-	-	(625)	-	-	(162)	162	-
Purchase of treasury shares	-	-	(1)	-	-	-	-	(1)	-	(1)
Shares of reserves in subsidiaries and associate	-	-	-	-	7	(3,251)	523	(2,721)	5,355	2,634
Dilution of interest in subsidiaries due to share options exercised	-	-	-	-	-	-	-	-	722	722
Other dilution (net) of interest in subsidiaries	-	-	-	-	-	-	-	-	(112)	(112)
Dividend	-	-	-	-	-	-	(9,299)	(9,299)	(4,144)	(13,443)
<b>At 30th June 2008</b>	<b>102,048</b>	<b>243,725</b>	<b>(18,695)</b>	<b>(91,316)</b>	<b>16,923</b>	<b>3,712</b>	<b>599,654</b>	<b>856,051</b>	<b>161,942</b>	<b>1,017,993</b>
<b>At 1st January 2007</b>	100,535	233,823	(3,364)	(57,881)	11,917	-	315,215	600,245	44,622	644,867
Currency translation differences arising during the year:										
- subsidiaries	-	-	-	6,047	-	-	-	6,047	(1,176)	4,871
- associates	-	-	-	(7,903)	-	-	-	(7,903)	-	(7,903)
Cash flow hedges:										
- fair value gains	-	-	-	-	-	4,116	-	4,116	-	4,116
Net loss recognised directly in equity	-	-	-	(1,856)	-	4,116	-	2,260	(1,176)	1,084
Profit for the period	-	-	-	-	-	-	197,100	197,100	4,889	201,989
Total recognised (loss)/income for the period	-	-	-	(1,856)	-	4,116	197,100	199,360	3,713	203,073
Share options:-										
- Proceeds from shares issued	730	2,829	-	-	-	-	-	3,559	-	3,559
- Value of employees services	-	-	-	-	3,580	-	-	3,580	-	3,580
- Transfer upon exercise	-	-	-	-	-	-	-	-	-	-
Purchase of Treasury shares	-	-	(2,956)	-	-	-	-	(2,956)	-	(2,956)
Shares of reserves in subsidiaries and associate	-	-	-	(1,177)	-	-	-	(1,177)	(3)	(1,180)
Dilution of interest in subsidiaries due to share options exercised	-	-	-	-	-	-	-	-	77,888	77,888
Dividend	-	-	-	-	-	-	(11,089)	(11,089)	(2,341)	(13,430)
<b>At 30th June 2007</b>	<b>101,265</b>	<b>236,652</b>	<b>(6,320)</b>	<b>(60,914)</b>	<b>15,497</b>	<b>4,116</b>	<b>501,226</b>	<b>791,522</b>	<b>123,879</b>	<b>915,401</b>

(The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31st December 2007)

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

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE PERIOD ENDED 30 JUNE 2008**

	<b>6 months ended</b>	
	<b>30-Jun-08</b>	<b>30-Jun-07</b>
	<b>RM'000</b>	<b>RM'000</b>
	<b>Unaudited</b>	<b>Audited</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	85,657	215,631
Adjustments for:		
Depreciation	35,384	30,794
Amortisation	178	124
Allowance for obsolete stocks	443	-
Allowance for doubtful debts and bad debts written off	(84)	590
Provision for obsolete stocks	-	471
Share option expense	1,563	3,580
Unrealised loss/(gain) on foreign exchange	(3,741)	2,440
Gain on disposal of property, plant and equipment	(1,172)	(566)
Share of profit in associates	(10,885)	(10,977)
Gain on disposal of an interest in a subsidiary	(2,171)	(140,046)
Interest expense	37,083	43,817
Interest income	(1,372)	(3,121)
	<hr/>	<hr/>
Operating profit before working capital changes	<b>140,883</b>	<b>142,737</b>
Changes in working capital:		
Inventories	(61,914)	40,920
Trade and other receivables	(73,883)	(25,504)
Trade and other payables	(19,364)	(132,012)
	<hr/>	<hr/>
Cash (used in)/generated from operations	(14,278)	26,141
Tax paid	(26,743)	(13,129)
	<hr/>	<hr/>
<b>Net cash (used in)/generated from operating activities</b>	<b>(41,021)</b>	<b>13,012</b>
<b>Cash flows from investing activities</b>		
Additional investment in subsidiaries	-	(30,823)
Proceeds from disposal of subsidiaries companies	3,499	342,533
Purchase of property, plant and equipment	(88,562)	(58,438)
Proceeds from disposal of property, plant and equipment	5,414	2,909
Disposal of other investments	(800)	-
Increase in other investments and long-term assets	-	(10,876)
Addition to intangible assets	(5,495)	-
Repayment of Other Payables	(4,130)	(25,334)
Prepayment of land lease	(1,240)	-
Interest received	1,372	3,121
	<hr/>	<hr/>
<b>Net cash (used in)/generated from investing activities</b>	<b>(89,942)</b>	<b>223,092</b>
<b>Cash flows from financing activities</b>		
Treasury shares	(1)	(2,956)
Issue of share capital arising from the exercise of ESOS	410	3,559
Subsidiary's share issuance from ESOS exercise/repurchased	722	1,626
Proceeds from bank borrowings	104,190	3,239
Repayment of bank borrowings	(16,538)	(294,570)
Interest paid on borrowings	(32,819)	(39,561)
Increase in Short term Deposit pledged as Security	(2,584)	(18,512)
	<hr/>	<hr/>
<b>Net cash generated from/(used in) financing activities</b>	<b>53,380</b>	<b>(347,175)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(77,583)</b>	<b>(111,071)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>74,686</b>	<b>217,879</b>
Currency translation differences	(729)	(3,750)
	<hr/>	<hr/>
<b>Cash and cash equivalents at end of period</b>	<b>(3,626)</b>	<b>103,058</b>
<b>Cash and cash equivalents comprise:</b>		
Short term deposits with licensed banks	41,988	107,044
Cash and bank balances	88,241	118,212
Bank overdrafts	(99,440)	(77,815)
	<hr/>	<hr/>
	<b>30,789</b>	<b>147,441</b>
Less: Short-term deposit pledged as securities	(34,415)	(44,383)
	<hr/>	<hr/>
	<b>(3,626)</b>	<b>103,058</b>

(The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the year ended 31st December 2007)