

SCOMI GROUP BHD
(COMPANY NO: 571212-A)

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET
AS AT 30 SEPTEMBER 2008

	30-Sep-08 RM'000 Unaudited	31-Dec-07 RM'000 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	585,033	524,883
Intangible assets	515,490	506,242
Investment properties	1,626	1,638
Prepaid lease payments	9,826	7,604
Investment in Associates	384,081	357,046
Investment in Jointly Controlled Entities	19	19
Other Investment	1,329	1,330
Deferred Tax Assets	42,018	41,521
Derivative financial instruments	-	19,378
	1,539,422	1,459,661
Current assets		
Inventories	368,220	327,307
Receivables, deposits and prepayments	858,507	733,480
Tax Recoverable	8,637	13,810
Short-term investment	1,500	700
Short-term deposits, cash and bank balances	110,325	156,709
	1,347,189	1,232,006
Assets of disposal group classified as held for sale	-	15,823
Total current assets	1,347,189	1,247,829
Total assets	2,886,611	2,707,490
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share capital	102,176	101,971
Treasury shares	(18,695)	(18,694)
Share premium	243,815	242,929
Other reserves	(57,704)	(76,354)
Retained profit	618,968	552,074
	888,560	801,926
Minority interest	169,226	146,349
Total equity	1,057,786	948,275
Non-current liabilities		
Long term borrowings	970,245	890,535
Deferred taxation	6,819	8,690
Retirement benefit obligation	3,999	3,982
Derivative financial instruments	731	-
Other Payables	-	67,357
Total non-current liabilities	981,794	970,564
Current liabilities		
Trade and other payables	568,761	578,749
Short term borrowings	245,742	156,348
Provision for redundancy	1,008	2,502
Taxation	31,520	40,529
	847,031	778,128
Liabilities directly associated with the assets of disposal group classified as held for sale	-	10,523
Total current liabilities	847,031	788,651
Total liabilities	1,828,825	1,759,215
Total equity and liabilities	2,886,611	2,707,490
Net assets per share attributable to equity holders of the parent (RM)	0.85	0.77

(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 INCOME STATEMENT
FOR THE PERIOD ENDED 30 SEPTEMBER 2008

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter	Preceding Year Quarter	Current Year Period Ended	Preceding Year Corresponding Period
		30-Sep-08	ok 30-Sep-07	ok 30-Sep-08	ok 30-Sep-07
		RM '000 Unaudited	RM '000 Unaudited	RM '000 Unaudited	RM '000 Unaudited
Revenue	A8	504,314	504,421	1,508,223	1,433,128
Cost of sales		<u>(373,555)</u>	<u>(354,791)</u>	<u>(1,103,301)</u>	<u>(1,018,511)</u>
Gross Profit		130,759	149,630	404,922	414,617
Other income/(expenses)		(9,652)	1,530	(578)	155,593
Operating expenses		(81,650)	(91,083)	(253,032)	(261,662)
Finance costs		(18,655)	(19,692)	(55,738)	(63,509)
Share of profit in associates		<u>8,785</u>	<u>6,226</u>	<u>19,670</u>	<u>17,203</u>
Profit before taxation	A8	29,587	46,611	115,244	262,242
Taxation	B5	<u>(4,603)</u>	<u>(5,250)</u>	<u>(19,373)</u>	<u>(18,892)</u>
Profit for the period		<u><u>24,984</u></u>	<u><u>41,361</u></u>	<u><u>95,871</u></u>	<u><u>243,350</u></u>
Attributable to:					
Equity holders of the parent		19,332	31,781	75,688	228,881
Minority interest		5,652	9,580	20,183	14,469
		<u><u>24,984</u></u>	<u><u>41,361</u></u>	<u><u>95,871</u></u>	<u><u>243,350</u></u>
Earnings per share	B13	sen	sen	sen	sen
- Basic		1.92	3.15	7.52	22.78
- Diluted		<u>1.90</u>	<u>3.05</u>	<u>7.44</u>	<u>22.07</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 STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 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
At 1st January 2008	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	-	-	-	3,493	-	-	-	3,493	1,602	5,095
- associates	-	-	-	13,697	-	-	-	13,697	-	13,697
Cash flow hedges:										
- fair value gains	-	-	-	-	-	(16,299)	-	(16,299)	-	(16,299)
- transfer to income statement	-	-	-	-	-	14,727	-	14,727	-	14,727
Net income/(loss) recognised directly in equity	-	-	-	17,190	-	(1,572)	-	15,618	1,602	17,220
Profit for the period	-	-	-	-	-	-	75,688	75,688	20,183	95,871
Total recognised income and expense for the period	-	-	-	17,190	-	(1,572)	75,688	91,306	21,785	113,091
Share options:-										
- proceeds from shares issued	205	423	-	-	-	-	-	628	-	628
- value of employees services	-	-	-	-	3,547	-	-	3,547	-	3,547
- transfer upon exercise	-	463	-	-	(627)	-	-	(164)	164	-
Purchase of treasury shares	-	-	(1)	-	-	-	-	(1)	-	(1)
Shares of reserves in subsidiaries and associate	-	-	-	-	(248)	360	523	635	4,846	5,481
Dilution of interest in subsidiaries due to share options exercised	-	-	-	-	-	-	-	-	725	725
Other dilution (net) of interest in subsidiaries	-	-	-	-	-	-	-	-	(112)	(112)
Dividend	-	-	-	-	-	-	(9,317)	(9,317)	(4,531)	(13,848)
At 30th September 2008	102,176	243,815	(18,695)	(65,845)	18,650	(10,509)	618,968	888,560	169,226	1,057,786
At 1st January 2007	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	-	-	-	7,067	-	-	-	7,067	(1,489)	5,578
- associates	-	-	-	(11,213)	-	-	-	(11,213)	-	(11,213)
Cash flow hedges:										
- fair value gains	-	-	-	-	-	(3,653)	-	(3,653)	-	(3,653)
Net loss recognised directly in equity	-	-	-	(4,146)	-	(3,653)	-	(7,799)	(1,489)	(9,288)
Profit for the period	-	-	-	-	-	-	228,881	228,881	14,469	243,350
Total recognised (loss)/income for the period	-	-	-	(4,146)	-	(3,653)	228,881	221,082	12,980	234,062
Share options:-										
- Proceeds from shares issued	1,241	6,560	-	-	-	-	-	7,801	-	7,801
- Value of employees services	-	-	-	-	5,128	-	-	5,128	-	5,128
- Transfer upon exercise	-	2,044	-	-	(2,861)	-	-	(817)	817	-
Purchase of Treasury shares	-	-	(11,971)	-	-	-	-	(11,971)	-	(11,971)
Shares of reserves in subsidiaries and associate	-	-	-	-	814	-	-	814	(3)	811
Dilution of interest in subsidiaries due to share options exercised	-	-	-	-	-	-	-	-	4,245	4,245
Other dilution (net) of interest in subsidiaries	-	-	-	-	-	-	-	-	75,975	75,975
Dividend	-	-	-	-	-	-	(16,542)	(16,542)	(2,453)	(18,995)
At 30th September 2007	101,776	242,427	(15,335)	(62,027)	14,998	(3,653)	527,554	805,740	136,183	941,923

(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 SEPTEMBER 2008

ok

9 months ended
30-Sep-08 30-Sep-07
RM'000 RM'000
Unaudited Audited

Cash flows from operating activities

Profit before taxation	115,244	262,242
Adjustments for non-cash items	64,007	(43,117)
	<hr/>	<hr/>
Operating profit before working capital changes	179,251	219,125
Changes in working capital:		
Inventories	(35,511)	29,781
Trade and other receivables	(79,068)	(70,761)
Trade and other payables	(83,566)	(85,473)
	<hr/>	<hr/>
Cash (used in)/generated from operations	(18,894)	92,672
Tax paid	(26,074)	(25,629)
	<hr/>	<hr/>
Net cash (used in)/generated from operating activities	(44,968)	67,043

Cash flows from investing activities

Additional investment in subsidiaries	-	(30,960)
Acquisition of subsidiary	(17)	-
Proceeds from disposal of subsidiaries companies	3,499	342,533
Purchase of property, plant and equipment	(112,903)	(107,338)
Proceeds from disposal of property, plant and equipment	7,747	3,294
Increase in other investments and long-term assets	(800)	(7,623)
Addition to intangible assets	(9,355)	-
Repayment of Other Payables	(3,968)	(25,334)
Dividend received	3,913	11,739
Prepayment of land lease	(2,228)	-
Interest received	1,822	5,001
	<hr/>	<hr/>
Net cash (used in)/generated from investing activities	(112,290)	191,312

Cash flows from financing activities

Treasury shares	(1)	(11,971)
Issue of share capital arising from the exercise of ESOS	628	7,801
Subsidiary's share issuance from ESOS exercise/repurchased	725	4,244
Proceeds from bank borrowings	129,355	3,239
Repayment of bank borrowings	(11,842)	(282,669)
Interest paid on borrowings	(42,647)	(72,017)
Increase in Short term Deposit pledged as Security	(3,022)	(26,337)
Dividends paid	(9,317)	(11,036)
Dividend paid to minority shareholders of subsidiaries	(4,532)	(2,453)
	<hr/>	<hr/>
Net cash generated from/(used in) financing activities	59,347	(391,199)

Net decrease in cash and cash equivalents

(97,911) (132,844)

Cash and cash equivalents at beginning of period

74,686 217,879

Currency translation differences 2,188 (4,621)

Cash and cash equivalents at end of period

(21,037) 80,414

Cash and cash equivalents comprise:

Short term deposits with licensed banks	44,326	93,952
Cash and bank balances	65,999	104,038
Bank overdrafts	(96,509)	(64,904)
	<hr/>	<hr/>
	13,816	133,086
Less: Cash & bank balances of disposal group held for sale	-	(938)
Add: Bank overdraft of disposal group held for sale	-	474
Less: Short-term deposit pledged as securities	(34,853)	(52,208)
	<hr/>	<hr/>
	(21,037)	80,414

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