

SCOMI ENGINEERING BHD (111633-M)
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
CONDENSED CONSOLIDATED INCOME STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2009

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31-Mar-09 RM'000 Unaudited	31-Mar-08 RM'000 Unaudited	31-Mar-09 RM'000 Unaudited	31-Mar-08 RM'000 Unaudited
<u>Continuing Operations</u>				
Revenue	126,772	95,058	126,772	95,058
Cost of sales	(93,581)	(75,600)	(93,581)	(75,600)
Gross Profit	33,191	19,458	33,191	19,458
Other income	1,918	3,393	1,918	3,393
Operating expenses	(13,267)	(10,480)	(13,267)	(10,480)
Finance costs	(1,940)	(1,070)	(1,940)	(1,070)
Profit before taxation	19,902	11,301	19,902	11,301
Taxation	(2,148)	(2,422)	(2,148)	(2,422)
Profit for the period from continuing operations	17,754	8,879	17,754	8,879
<u>Discontinued Operations</u>				
Loss for the period from discontinued operations	-	(662)	-	(662)
Profit for the period	17,754	8,217	17,754	8,217
Attributable to :				
Equity holders of the parent	17,708	8,147	17,708	8,147
Minority interest	46	70	46	70
Profit for the period	17,754	8,217	17,754	8,217
Earnings per share attributable to equity holders of the parent:				
<u>Basic earnings per ordinary share (sen)</u>				
- For profit from continuing operations	6.43	3.20	6.43	3.20
- For loss from discontinued operations	-	(0.24)	-	(0.24)
	6.43	2.96	6.43	2.96
<u>Diluted earnings per ordinary share (sen)</u>				
- For profit from continuing operations	-	3.14	-	3.14
- For loss from discontinued operations	-	(0.24)	-	(0.24)
	-	2.90	-	2.90

Note: The detailed calculations for the Basic and Diluted earnings per share are shown in Note B13.

The Condensed Consolidated Income Statements should be read in conjunction with the Audited Financial Report for the year ended 31st December 2008 and the accompanying explanatory notes attached to the interim financial statements.

SCOMI ENGINEERING BHD (111633-M)
(Incorporated in Malaysia)

INTERIM FINANCIAL STATEMENTS
UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS AS AT 31 MARCH 2009

	As at 31-Mar-09 RM'000 Unaudited	As at 31-Dec-08 RM'000 Audited
ASSETS		
Non-current Assets		
Property, plant & equipment	140,209	131,456
Other investments	749	749
Intangible assets	264,141	268,063
Prepaid lease payments	6,012	5,937
Deferred tax assets	7,406	7,406
Total non-current assets	418,517	413,611
Current Assets		
Other investments	-	1,500
Inventories	54,340	50,070
Trade and other receivables	196,448	159,113
Tax recoverable	2,710	2,548
Amounts due from related corporations	-	343
Short-term deposits, cash and bank balances	24,989	23,071
Total current assets	278,487	236,645
Total assets	697,004	650,256
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	275,694	275,694
Treasury shares	(100)	(100)
Reserves	154,981	135,164
Minority interest	430,575 645	410,758 599
Total equity	431,220	411,357
Non-current Liabilities		
Borrowings (interest bearing)	46,139	33,353
Deferred tax liabilities	4,108	4,047
Total non-current liabilities	50,247	37,400
Current Liabilities		
Trade and other payables	136,528	118,237
Deferred government grant	431	431
Amounts due to related corporations	3,150	767
Amount due to ultimate holding company	148	483
Borrowings (interest bearing)	66,491	71,865
Current tax liabilities	8,789	9,716
Total current liabilities	215,537	201,499
Total liabilities	265,784	238,899
TOTAL EQUITY AND LIABILITIES	697,004	650,256
Net assets per share attributable to equity holders of the parent (RM)	1.56	1.49

The Condensed Consolidated Balance Sheets should be read in conjunction with the Audited Financial Report for the year ended 31st December 2008 and the accompanying explanatory notes attached to the interim financial statements.

SCOMI ENGINEERING BERHAD (111633-M)
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE PERIOD ENDED 31 MARCH 2009**

	31-Mar-09 RM'000 Unaudited	31-Mar-08 RM'000 Unaudited
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation from:		
Continuing operations	19,902	11,301
Discontinued operations	-	(662)
	<u>19,902</u>	<u>10,639</u>
Adjustments for:		
Non-cash items	1,951	(437)
Interest expense	1,940	1,262
Interest income	(334)	(34)
Operating profit before changes in working capital	<u>23,459</u>	<u>11,430</u>
Changes in working capital:		
Increase in current assets	(28,163)	(19,828)
Increase / (Decrease) in current liabilities	16,957	(6,503)
Cash flow from / (used in) operating activities	<u>12,253</u>	<u>(14,901)</u>
Tax paid	(3,631)	(6,078)
Interest paid	(1,723)	(1,262)
Net cash flow from / (used in) operating activities	<u>6,899</u>	<u>(22,241)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of subsidiary, net of cash in subsidiary disposed	-	3,597
Purchase of property, plant and equipment	(11,781)	(2,492)
Upliftment in money market fund	1,500	200
Interest received	334	34
Proceeds from disposal of property, plant and equipment	-	195
Development expenditure incurred	(2,394)	(2,540)
Net cash flow used in investing activities	<u>(12,341)</u>	<u>(1,006)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of shares		
- exercise of ESOS	-	809
Treasury shares purchased	-	(2)
Net (repayment) / drawdown of borrowings	(2,425)	24,414
Net settlement of trade facilities	(3,511)	(3,810)
Short term deposits (pledged) / released as securities for bank facilities	(1,283)	470
Net cash flow (used in) / from financing activities	<u>(7,219)</u>	<u>21,881</u>
Net change in cash and cash equivalents	(12,661)	(1,366)
Currency translation differences	697	(564)
Cash and cash equivalents at the beginning of the period	<u>(2,073)</u>	<u>12,251</u>
Cash and cash equivalents at the end of the period	<u>(14,037)</u>	<u>10,321</u>
Cash and cash equivalents comprise:		
Deposits placed with licensed banks	6,708	5,262
Cash and bank balances	18,281	17,846
Bank overdrafts	(35,318)	(12,125)
	<u>(10,329)</u>	<u>10,983</u>
Deposits with licensed banks pledged as security for bank facilities	(3,708)	(662)
	<u>(14,037)</u>	<u>10,321</u>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Report for the year ended 31st December 2008 and the accompanying explanatory notes attached to the interim financial statements.

SCOMI ENGINEERING BERHAD (111633-M)
(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 MARCH 2009**

	Attributable to equity holders of the parent									
	Share capital	Treasury shares	Share premium	Merger relief reserve	Currency exchange reserve	Share option and capital contribution reserves	Retained earnings	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
3-month ended 31 March 2009										
At 1 January 2009	275,694	(100)	45,598	21,260	(7,358)	3,830	71,834	410,758	599	411,357
Employee Share Options Scheme (ESOS) - options granted	-	-	-	-	-	218	-	218	-	218
Currency translation differences arising during the period	-	-	-	-	1,891	-	-	1,891	-	1,891
Net profit for the period	-	-	-	-	-	-	17,708	17,708	46	17,754
At 31 March 2009	275,694	(100)	45,598	21,260	(5,467)	4,048	89,542	430,575	645	431,220
3-month ended 31 March 2008										
At 1 January 2008	274,871	(2)	45,435	21,260	(10,086)	2,991	73,177	407,646	262	407,908
Employee Share Options Scheme (ESOS) - shares issued	809	-	-	-	-	-	-	809	-	809
- transfer from share option reserve on exercise of share options	-	-	160	-	-	(160)	-	-	-	-
- options granted	-	-	-	-	-	167	-	167	-	167
Treasury shares purchased	-	(2)	-	-	-	-	-	(2)	-	(2)
Currency translation differences arising during the period	-	-	-	-	(2,509)	-	-	(2,509)	-	(2,509)
Amount recognised directly in equity in relation to disposal of subsidiary company	-	-	-	-	-	-	750	750	-	750
Net profit for the period	-	-	-	-	-	-	8,147	8,147	70	8,217
At 31 March 2008	275,680	(4)	45,595	21,260	(12,595)	2,998	82,074	415,008	332	415,340

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Report for the year ended 31st December 2008 and the accompanying explanatory notes attached to the interim financial statements.