

**SCOMI ENGINEERING BHD (111633-M)**

(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS****CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 30 JUNE 2013**

	Current Year Quarter	Current Year Period Ended
	30-Jun-13 RM'000 Unaudited	30-Jun-13 RM'000 Unaudited
Revenue	56,623	56,623
Cost of sales	<u>(51,058)</u>	<u>(51,058)</u>
Gross profit	5,565	5,565
Other income	682	682
Operating expenses	(7,411)	(7,411)
Net unrealised foreign exchange gain/(losses)	(14,647)	(14,647)
Operating loss	<u>(15,811)</u>	<u>(15,811)</u>
Finance costs	(597)	(597)
Loss before taxation	<u>(16,408)</u>	<u>(16,408)</u>
Tax expense	(71)	(71)
Loss for the financial period	<u>(16,479)</u>	<u>(16,479)</u>
<b>Other comprehensive profit/(loss)</b>		
Currency translation differences arising from foreign operations	(1,342)	(1,342)
<b>Total other comprehensive profit/(loss)</b>	<u>(1,342)</u>	<u>(1,342)</u>
<b>Total comprehensive profit/(loss) for the financial period</b>	<u>(17,821)</u>	<u>(17,821)</u>
<b>Loss per share (sen) from operations attributable to owners of the Company:</b>	<u>(4.82)</u>	<u>(4.82)</u>

Note: The detailed calculations for the Basic loss per share are shown in Note B10.

The financial year end of the Group and the Company have been changed from 31 December to 31 March to cover the 15-month period from 1 January 2012 to 31 March 2013 and thereafter, to end on 31 March each year. Accordingly, there are no comparative figures to be presented in this Condensed Consolidated Statements of Comprehensive Income

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

**INTERIM FINANCIAL STATEMENTS**  
**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2013**

	<b>As at 30-Jun-13 RM'000 Unaudited</b>	As at 31-Mar-13 RM'000 Audited
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant & equipment	77,664	74,340
Intangible assets	156,461	156,077
Deferred tax assets	27,500	27,500
Available-for-sale financial assets	104	104
	<u>261,729</u>	<u>258,021</u>
<b>CURRENT ASSETS</b>		
Inventories	9,081	15,107
Receivables, deposits and prepayments	646,540	651,483
Tax recoverable	2,231	2,193
Short term deposits, cash and bank balances	56,032	69,867
	<u>713,884</u>	<u>738,650</u>
Assets held for sale	1,389	1,389
<b>Total current assets</b>	<u>715,273</u>	<u>740,039</u>
<b>TOTAL ASSETS</b>	<u>977,002</u>	<u>998,060</u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		
Share capital	342,080	342,080
Treasury shares	(103)	(103)
Share premium	46,605	46,605
Merger relief reserve	21,260	21,260
Share option reserve	4,768	4,768
Currency exchange reserve	(8,859)	(7,517)
Accumulated losses	(115,046)	(98,567)
	<u>290,705</u>	<u>308,526</u>
<b>NON-CURRENT LIABILITIES</b>		
Borrowings	22,672	18,606
Finance lease	4,482	3,512
Payables	39,614	28,673
	<u>66,768</u>	<u>50,791</u>
<b>CURRENT LIABILITIES</b>		
Payables	130,130	153,143
Borrowings	486,626	482,443
Finance lease	1,120	683
Current income tax liabilities	37	768
Deferred government grant	1,616	1,706
	<u>619,529</u>	<u>638,743</u>
<b>TOTAL LIABILITIES</b>	<u>686,297</u>	<u>689,534</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>977,002</u>	<u>998,060</u>
Net assets per share attributable to owners of the Company (RM)	<u>0.85</u>	<u>0.90</u>

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Report for the year ended 31 March 2013 and the accompanying explanatory notes attached to the interim financial statements.

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

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE PERIOD ENDED 30 JUNE 2013**

	-----Attributable to owners of the Company----->								
	<u>Share capital</u> RM'000	<u>Treasury shares</u> RM'000	<u>Share premium</u> RM'000	<u>ICULS</u> RM'000	<u>Merger relief reserve</u> RM'000	<u>Currency exchange reserve</u> RM'000	<u>Share option reserves</u> RM'000	<u>Retained earnings/ (accumulated losses)</u> RM'000	<u>Total equity</u> RM'000
<b><u>3-months ended 30 June 2013</u></b>									
<b>At 1 April 2013</b>	342,080	(103)	46,605	-	21,260	(7,517)	4,768	(98,567)	308,526
<u>Comprehensive income</u>									
Loss for the period	-	-	-	-	-	(1,342)	-	(16,479)	(17,821)
<u>Other comprehensive loss</u>									
Currency translation differences	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	-	(1,342)	-	(16,479)	(17,821)
Share options:									
- options granted	-	-	-	-	-	-	-	-	-
- shares issued	-	-	-	-	-	-	-	-	-
Issuance of ICULS	-	-	-	-	-	-	-	-	-
Conversion of ICULS	-	-	-	-	-	-	-	-	-
<b>At 30 June 2013</b>	<b>342,080</b>	<b>(103)</b>	<b>46,605</b>	<b>-</b>	<b>21,260</b>	<b>(8,859)</b>	<b>4,768</b>	<b>(115,046)</b>	<b>290,705</b>
<b><u>15-months ended 31 March 2013</u></b>									
<b>At 1 January 2012</b>	286,044	(103)	46,605	51,342	21,260	(5,996)	4,423	(77,711)	325,864
<u>Comprehensive income</u>									
Loss for the period	-	-	-	-	-	-	-	(21,082)	(21,082)
<u>Other comprehensive loss</u>									
Currency translation differences	-	-	-	-	-	(1,521)	-	-	(1,521)
Available-for-sale financial assets	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	-	(1,521)	-	(21,082)	(22,603)
Share options:									
- options granted	-	-	-	-	-	-	345	226	571
Conversion of ICULS	56,036	-	-	(51,342)	-	-	-	-	4,694
<b>At 31 March 2013</b>	<b>342,080</b>	<b>(103)</b>	<b>46,605</b>	<b>-</b>	<b>21,260</b>	<b>(7,517)</b>	<b>4,768</b>	<b>(98,567)</b>	<b>308,526</b>

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Report for the year ended 31 March 2013 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 30 JUNE 2013**

	<b>Period Ended 30-Jun-13 RM'000 Unaudited</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Loss before taxation	<b>(16,409)</b>
Adjustments for:	
Non-cash items	<b>16,259</b>
Interest expense	<b>7,368</b>
Interest income	<b>(650)</b>
Operating profit before working capital changes	<b>6,568</b>
Movements in working capital:	
Increase in current assets	<b>(19,686)</b>
(Decrease)/Increase in current liabilities	<b>(7,515)</b>
Cash flows used in operations	<b>(20,633)</b>
Tax paid	<b>(840)</b>
Interest received	<b>650</b>
Net cash flow used in operating activities	<b>(20,823)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Acquisition of property, plant and equipment	<b>(4,885)</b>
Development expenditure incurred	<b>(436)</b>
Net cash flow used in investing activities	<b>(5,321)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	
Receipt of advance from ultimate holding company	<b>11,362</b>
Repayment of borrowings	<b>(1,500)</b>
Drawdown of borrowings	<b>5,690</b>
Net finance lease principal drawdown/(repayment)	<b>1,898</b>
Net (settlement)/utilisation of trade facilities	<b>2,669</b>
ICULS Interest paid	<b>-</b>
Interest paid	<b>(7,368)</b>
Short term deposits pledged as security for bank facilities	<b>(450)</b>
Net cash flow from financing activities	<b>12,301</b>
<b>Net increase in cash and cash equivalents during the financial period</b>	<b>(13,843)</b>
<b>Currency translation differences</b>	<b>(1,342)</b>
<b>Cash and cash equivalents at beginning of financial year</b>	<b>(54,884)</b>
<b>Cash and cash equivalents at end of the period</b>	<b>(70,069)</b>
Cash and cash equivalents comprise:	
Deposits placed with licensed banks	<b>52,311</b>
Cash and bank balances	<b>3,721</b>
Bank overdrafts	<b>(105,340)</b>
	<b>(49,308)</b>
Deposits with licensed banks pledged as security for bank facilities	<b>(20,761)</b>
	<b>(70,069)</b>

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Report for the year ended 31 March 2013 and the accompanying explanatory notes attached to the interim financial statements.