

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

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

	Current Year Quarter	Current Year Period Ended
	30-Sep-13 RM'000 Unaudited	30-Sep-13 RM'000 Unaudited
Revenue	54,229	110,851
Cost of sales	<u>(48,920)</u>	<u>(99,978)</u>
Gross profit	5,309	10,873
Other income	1,208	1,890
Operating expenses	(9,764)	(17,175)
Net unrealised foreign exchange losses	(3,645)	(18,292)
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Operating loss	(6,892)	(22,704)
Finance costs	(1,487)	(2,084)
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Loss before taxation	(8,379)	(24,788)
Tax expense	(108)	(179)
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Loss for the financial period	<u>(8,487)</u>	<u>(24,967)</u>
Loss per share (sen) from operations attributable to owners of the Company:	<u>(2.83)</u>	<u>(7.65)</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 SEPTEMBER 2013

	As at 30-Sep-13 RM'000 Unaudited	As at 31-Mar-13 RM'000 Audited
ASSETS		
NON-CURRENT ASSETS		
Property, plant & equipment	75,495	74,340
Intangible assets	156,487	156,077
Deferred tax assets	27,500	27,500
Available-for-sale financial assets	104	104
	259,586	258,021
CURRENT ASSETS		
Inventories	11,585	15,107
Receivables, deposits and prepayments	645,759	651,483
Tax recoverable	3,071	2,193
Short term deposits, cash and bank balances	55,655	69,867
	716,070	738,650
Assets held for sale	1,389	1,389
Total current assets	717,459	740,039
TOTAL ASSETS	977,045	998,060
EQUITY AND LIABILITIES		
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY		
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	(9,882)	(7,517)
Accumulated losses	(123,534)	(98,567)
	281,194	308,526
NON-CURRENT LIABILITIES		
Borrowings	16,999	18,606
Finance lease	4,286	3,512
Payables	45,102	28,673
	66,387	50,791
CURRENT LIABILITIES		
Payables	122,935	153,143
Borrowings	502,821	482,443
Finance lease	1,072	683
Current income tax liabilities	1,110	768
Deferred government grant	1,526	1,706
	629,464	638,743
TOTAL LIABILITIES	695,851	689,534
TOTAL EQUITY AND LIABILITIES	977,045	998,060
Net assets per share attributable to owners of the Company (RM)	0.82	0.90

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 SEPTEMBER 2013**

	-----Attributable to owners of the Company----->								
	Share capital RM'000	Treasury shares RM'000	Share premium RM'000	ICULS RM'000	Merger relief reserve RM'000	Currency exchange reserve RM'000	Share option reserves RM'000	Retained earnings/ (accumulated losses) RM'000	Total equity RM'000
6-months ended 30 September 2013									
At 1 April 2013	342,080	(103)	46,605	-	21,260	(7,517)	4,768	(98,567)	308,526
<u>Comprehensive income</u>									
Loss for the period	-	-	-	-	-	(2,365)	-	(24,967)	(27,332)
<u>Other comprehensive loss</u>									
Currency translation differences	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	-	(2,365)	-	(24,967)	(27,332)
Share options:									
- options granted	-	-	-	-	-	-	-	-	-
- shares issued	-	-	-	-	-	-	-	-	-
Issuance of ICULS	-	-	-	-	-	-	-	-	-
Conversion of ICULS	-	-	-	-	-	-	-	-	-
At 30 September 2013	342,080	(103)	46,605	-	21,260	(9,882)	4,768	(123,534)	281,194
15-months ended 31 March 2013									
At 1 January 2012	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
At 31 March 2013	342,080	(103)	46,605	-	21,260	(7,517)	4,768	(98,567)	308,526

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)

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**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2013**

	Period Ended 30-Sep-13 RM'000 Unaudited
CASH FLOWS FROM OPERATING ACTIVITIES	
Loss before taxation	(24,788)
Adjustments for:	
Non-cash items	23,992
Interest expense	16,539
Interest income	(1,353)
Operating profit before working capital changes	<u>14,390</u>
Movements in working capital:	
Increase in current assets	(25,778)
Decrease in current liabilities	(14,077)
Cash flows used in operations	<u>(25,465)</u>
Tax paid	(713)
Interest received	1,353
Net cash flow used in operating activities	<u>(24,825)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Acquisition of property, plant and equipment	(5,536)
Development expenditure incurred	(1,731)
Net cash flow used in investing activities	<u>(7,267)</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Receipt of advance from ultimate holding company	16,850
Repayment of borrowings	(5,000)
Drawdown of borrowings	3,820
Net finance lease principal drawdown	1,634
Net utilisation of trade facilities	9,105
Interest paid	(16,539)
Short term deposits pledged as security for bank facilities	(3,488)
Net cash flow from financing activities	<u>6,382</u>
Net decrease in cash and cash equivalents during the financial period	(25,710)
Currency translation differences	(2,365)
Cash and cash equivalents at beginning of financial year	(54,884)
Cash and cash equivalents at end of the period	<u>(82,959)</u>
Cash and cash equivalents comprise:	
Deposits placed with licensed banks	52,028
Cash and bank balances	3,627
Bank overdrafts	<u>(114,816)</u>
	(59,161)
Deposits with licensed banks pledged as security for bank facilities	<u>(23,798)</u>
	<u>(82,959)</u>

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.