

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

**INTERIM FINANCIAL STATEMENTS**  
**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE PERIOD ENDED 31 DECEMBER 2013**

	Current Year Quarter	Current Year Period Ended
	31-Dec-13 RM'000 Unaudited	31-Dec-13 RM'000 Unaudited
Revenue	77,900	188,751
Cost of sales	<u>(72,638)</u>	<u>(172,616)</u>
Gross profit	5,262	16,135
Other income	690	2,580
Operating expenses	(9,603)	(26,778)
Net unrealised foreign exchange losses	(4,495)	(22,787)
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Operating loss	(8,146)	(30,850)
Finance costs	(1,057)	(3,141)
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Loss before taxation	(9,203)	(33,991)
Tax expense	(106)	(284)
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Loss for the financial period	<u>(9,309)</u>	<u>(34,275)</u>
<b>Other comprehensive profit loss</b>		
Currency translation differences arising from foreign operations	858	(1,507)
	<hr/>	<hr/>
<b>Total other comprehensive loss</b>	<u>858</u>	<u>(1,507)</u>
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<b>Total comprehensive loss for the financial period</b>	<u>(8,451)</u>	<u>(35,782)</u>
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<b>Loss per share (sen) from operations</b> <b>attributable to owners of the Company:</b>	<u>(2.72)</u>	<u>(10.02)</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 31 DECEMBER 2013**

	<b>As at 31-Dec-13 RM'000 Unaudited</b>	<b>As at 31-Mar-13 RM'000 Audited</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant & equipment	79,200	74,340
Intangible assets	157,128	156,077
Deferred tax assets	27,499	27,500
Available-for-sale financial assets	104	104
	<b>263,931</b>	<b>258,021</b>
<b>CURRENT ASSETS</b>		
Inventories	7,970	15,107
Receivables, deposits and prepayments	764,971	651,483
Tax recoverable	3,900	2,193
Short term deposits, cash and bank balances	49,604	69,867
	<b>826,445</b>	<b>738,650</b>
Assets held for sale	1,389	1,389
<b>Total current assets</b>	<b>827,834</b>	<b>740,039</b>
<b>TOTAL ASSETS</b>	<b>1,091,765</b>	<b>998,060</b>
<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	(9,024)	(7,517)
Accumulated losses	(132,842)	(98,567)
	<b>272,744</b>	<b>308,526</b>
<b>NON-CURRENT LIABILITIES</b>		
Borrowings	15,106	18,606
Finance lease	7,819	3,512
Payables	52,018	28,673
	<b>74,943</b>	<b>50,791</b>
<b>CURRENT LIABILITIES</b>		
Payables	245,244	153,143
Borrowings	494,265	482,443
Finance lease	1,943	683
Current income tax liabilities	1,100	768
Deferred government grant	1,526	1,706
	<b>744,078</b>	<b>638,743</b>
<b>TOTAL LIABILITIES</b>	<b>819,021</b>	<b>689,534</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>1,091,765</b>	<b>998,060</b>
Net assets per share attributable to owners of the Company (RM)	<b>0.80</b>	<b>0.90</b>

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 31 DECEMBER 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
<b>9-months ended 31 December 2013</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									
<u>Other comprehensive loss</u>									
Currency translation differences									
Total comprehensive income	-	-	-	-	-	(1,507)	-	(34,275)	(35,782)
Share options:									
- options granted	-	-	-	-	-	-	-	-	-
- shares issued	-	-	-	-	-	-	-	-	-
Issuance of ICULS	-	-	-	-	-	-	-	-	-
Conversion of ICULS	-	-	-	-	-	-	-	-	-
<b>At 31 December 2013</b>	<b>342,080</b>	<b>(103)</b>	<b>46,605</b>	<b>-</b>	<b>21,260</b>	<b>(9,024)</b>	<b>4,768</b>	<b>(132,842)</b>	<b>272,744</b>
<b>15-months ended 31 March 2013</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									
<u>Other comprehensive loss</u>									
Currency translation differences									
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)**  
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**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS  
FOR THE PERIOD ENDED 31 DECEMBER 2013**

	<b>Period Ended 31-Dec-13 RM'000 Unaudited</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Loss before taxation	(33,991)
Adjustments for:	
Non-cash items	30,100
Interest expense	25,284
Interest income	(2,006)
Operating profit before working capital changes	<u>19,387</u>
Movements in working capital:	
Increase in current assets	(146,666)
Decrease in current liabilities	109,031
Cash flows used in operations	<u>(18,248)</u>
Tax paid	(1,659)
Interest received	2,006
Net cash flow used in operating activities	<u>(17,901)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Acquisition of property, plant and equipment	(10,803)
Development expenditure incurred	(2,424)
Net cash flow used in investing activities	<u>(13,227)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	
Receipt of advance from ultimate holding company	23,766
Repayment of borrowings	(21,874)
Drawdown of borrowings	1,749
Net finance lease principal drawdown	5,566
Net utilisation of trade facilities	12,448
Interest paid	(25,284)
Short term deposits pledged as security for bank facilities	(2,517)
Net cash flow from financing activities	<u>(6,146)</u>
<b>Net decrease in cash and cash equivalents during the financial period</b>	<b>(37,274)</b>
<b>Currency translation differences</b>	<b>(1,506)</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><u>(93,664)</u></b>
Cash and cash equivalents comprise:	
Deposits placed with licensed banks	38,050
Cash and bank balances	11,554
Bank overdrafts	<u>(120,441)</u>
	<b>(70,837)</b>
Deposits with licensed banks pledged as security for bank facilities	<u>(22,827)</u>
	<b><u>(93,664)</u></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.