

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

(Incorporated in Malaysia)

**INTERIM FINANCIAL STATEMENTS****CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE PERIOD ENDED 31 MARCH 2014**

	Current Year Quarter	Current Year Period Ended
	31-Mar-14 RM'000 Unaudited	31-Mar-14 RM'000 Unaudited
Revenue	48,143	236,894
Cost of sales	<u>(50,929)</u>	<u>(223,545)</u>
Gross (loss)/profit	(2,786)	13,349
Other income	3,851	6,431
Operating expenses	(15,916)	(42,694)
Net unrealised foreign exchange gains/(losses)	16,557	(6,230)
Operating profit/(loss)	1,706	(29,144)
Finance costs	(2,358)	(5,499)
Loss before taxation	(652)	(34,643)
Tax expense	(2,831)	(3,115)
Loss for the financial period	<u>(3,483)</u>	<u>(37,758)</u>
<b>Other comprehensive profit loss</b>		
Currency translation differences arising from foreign operations	1,030	(477)
<b>Total other comprehensive loss</b>	<u>1,030</u>	<u>(477)</u>
<b>Total comprehensive loss for the financial period</b>	<u>(2,453)</u>	<u>(38,235)</u>
<b>Loss per share (sen) from operations attributable to owners of the Company:</b>	<u>(0.72)</u>	<u>(11.18)</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 MARCH 2014**

	As at 41,729 RM'000 <u>Unaudited</u>	As at 31-Mar-13 RM'000 <u>Audited</u>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant & equipment	79,047	74,340
Intangible assets	156,850	156,077
Deferred tax assets	28,295	27,500
Available-for-sale financial assets	104	104
	<u>264,296</u>	<u>258,021</u>
<b>CURRENT ASSETS</b>		
Inventories	12,217	15,107
Receivables, deposits and prepayments	637,466	651,483
Tax recoverable	3,502	2,193
Short term deposits, cash and bank balances	44,940	69,867
	<u>698,125</u>	<u>738,650</u>
Assets held for sale	-	1,389
<b>Total current assets</b>	<u>698,125</u>	<u>740,039</u>
<b>TOTAL ASSETS</b>	<u>962,421</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	5,268	4,768
Currency exchange reserve	(7,994)	(7,517)
Accumulated losses	(136,325)	(98,567)
	<u>270,791</u>	<u>308,526</u>
<b>NON-CURRENT LIABILITIES</b>		
Borrowings	14,357	18,606
Finance lease	9,233	3,512
Payables	52,255	28,673
Deferred tax liabilities	1,051	-
	<u>76,896</u>	<u>50,791.00</u>
<b>CURRENT LIABILITIES</b>		
Payables	132,903	153,143
Borrowings	473,946	482,443
Finance lease	2,103	683
Current income tax liabilities	4,435	768
Deferred government grant	1,347	1,706
	<u>614,734</u>	<u>638,743</u>
<b>TOTAL LIABILITIES</b>	<u>614,734</u>	<u>689,534</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>962,421</u>	<u>998,060</u>
Net assets per share attributable to owners of the Company (RM)	<u>0.79</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 31 MARCH 2014**

<-----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 RM'000	Non- controlling interest RM'000	Total equity RM'000
<b>12-months ended 31 March 2014</b>											
<b>At 1 April 2013</b>	342,080.00	(103.00)	46,605.00	-	21,260.00	(7,517.00)	4,768.00	(98,567.00)	308,526.00	-	308,526.00
<u>Comprehensive income</u>											
Loss for the period	-	-	-	-	-	-	-	(37,758.00)	(37,758.00)	-	(37,758.00)
<u>Other comprehensive loss</u>											
Currency translation differences	-	-	-	-	-	(477.00)	-	-	(477.00)	-	(477.00)
Available-for-sale financial assets	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	-	(477.00)	-	(37,758.00)	(38,235.00)	-	(38,235.00)
Share options:											
Issuance	-	-	-	-	-	-	500.00	-	500.00	-	500.00
Conversion	-	-	-	-	-	-	-	-	-	-	-
Purchase of Treasury shares	-	-	-	-	-	-	-	-	-	-	-
Disposal of subsidiaries	-	-	-	-	-	-	-	-	-	-	-
Dividends	-	-	-	-	-	-	-	-	-	-	-
<b>At 31 March 2014</b>	342,080.00	(103.00)	46,605.00	-	21,260.00	(7,994.00)	5,268.00	(136,325.00)	270,791.00	-	270,791.00
<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	-	325,864
<u>Comprehensive income</u>											
Loss for the period	-	-	-	-	-	-	-	(21,082)	(21,082)	-	(21,082)
<u>Other comprehensive loss</u>											
Currency translation differences	-	-	-	-	-	(1,521)	-	-	(1,521)	-	(1,521)
Available-for-sale financial assets	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	-	(1,521)	-	(21,082)	(22,603)	-	(22,603)
Share options:											
- options granted	-	-	-	-	-	-	345	226	571	-	571
- shares issued	-	-	-	-	-	-	-	-	-	-	-
Conversion of ICULS	56,036	-	-	(51,342)	-	-	-	-	4,694	-	4,694
Purchase of Treasury shares	-	-	-	-	-	-	-	-	-	-	-
Dividend paid	-	-	-	-	-	-	-	-	-	-	-
<b>At 31 March 2013</b>	342,080	(103)	46,605	-	21,260	(7,517)	4,768	(98,567)	308,526	-	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 31 MARCH 2014**

	Period Ended 31-Mar-14 RM'000 <u>Unaudited</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>	
Loss before taxation	(34,643)
Adjustments for:	
Non-cash items	22,247
Interest expense	36,836
Interest income	(3,132)
Operating profit before working capital changes	<u>21,308</u>
Movements in working capital:	
Increase in current assets	5,062
Decrease in current liabilities	(18,895)
Cash flows used in operations	<u>7,475</u>
Tax paid	(1,846)
Interest paid	(5,499)
Interest received	3,132
Net cash flow generate from in operating activities	<u>3,262</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	
Acquisition of property, plant and equipment	(13,040)
Proceeds from disposal of AFS	1,389
Development expenditure incurred	(2,701)
Net cash flow used in investing activities	<u>(14,352)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	
Receipt of advance from ultimate holding company	23,582
Net of borrowings	15,948
Net finance lease principal drawdown	7,141
Net utilisation of trade facilities	(100,143)
ICULS Interest paid	-
Interest paid	(31,337)
Short term deposits pledged as security for bank facilities	(1,462)
Net cash flow used in financing activities	<u>(86,271)</u>
<b>Net decrease in cash and cash equivalents during the financial period</b>	<b>(97,361)</b>
<b>Currency translation differences</b>	<b>(477)</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>(152,722)</u></b>
Cash and cash equivalents comprise:	
Deposits placed with licensed banks	36,122
Cash and bank balances	8,818
Bank overdrafts	(175,890)
	<u>(130,950)</u>
Deposits with licensed banks pledged as security for bank facilities	(21,772)
	<u>(152,722)</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.