

**INTERIM FINANCIAL STATEMENTS**  
**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE PERIOD ENDED 30 JUNE 2014**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year Period Ended	Preceding Year Corresponding Period Ended
	30-Jun-14 RM'000 Unaudited	30-Jun-13 RM'000 Unaudited	30-Jun-14 RM'000 Unaudited	30-Jun-13 RM'000 Unaudited
Revenue	48,397	56,623	48,397	56,623
Cost of sales	(42,156)	(51,058)	(42,156)	(51,058)
Gross profit	6,241	5,565	6,241	5,565
Other income	1,964	682	1,964	682
Operating expenses	(6,775)	(22,058)	(6,775)	(22,058)
Operating profit/(loss)	1,430	(15,811)	1,430	(15,811)
Finance costs	(1,374)	(597)	(1,374)	(597)
Profit/(loss) before taxation	56	(16,408)	56	(16,408)
Tax expense	(14)	(71)	(14)	(71)
Profit/(loss) for the financial period	42	(16,479)	42	(16,479)
<b>Other comprehensive loss</b>				
Currency translation differences arising from foreign operations	(1,956)	(1,342)	(1,956)	(1,342)
<b>Total other comprehensive loss</b>	<b>(1,956)</b>	<b>(1,342)</b>	<b>(1,956)</b>	<b>(1,342)</b>
<b>Total comprehensive loss for the financial period</b>	<b>(1,914)</b>	<b>(17,821)</b>	<b>(1,914)</b>	<b>(17,821)</b>
<b>Profit/(loss) per share (sen) from operations</b> <b>attributable to owners of the Company:</b>	<b>0.01</b>	<b>(4.82)</b>	<b>0.01</b>	<b>(4.82)</b>

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

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the with the Audited Financial Report for the year ended 31 March 2014 and the accompanying explanatory notes attached to the interim financial statements.

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

**INTERIM FINANCIAL STATEMENTS**  
**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2014**

	As at 30-Jun-14 RM'000 Unaudited	As at 31-Mar-14 RM'000 Audited
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant & equipment	77,375	79,073
Intangible assets	157,347	156,851
Deferred tax assets	26,126	27,244
Available-for-sale financial assets	104	104
	<u>260,952</u>	<u>263,272</u>
<b>CURRENT ASSETS</b>		
Inventories	11,856	12,547
Receivables, deposits and prepayments	630,200	631,287
Current tax assets	6,796	3,502
Short term deposits, cash and bank balances	36,562	44,952
	<u>685,414</u>	<u>692,288</u>
<b>TOTAL ASSETS</b>	<u><u>946,366</u></u>	<u><u>955,560</u></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	4,518	4,518
Currency exchange reserve	(9,950)	(7,994)
Accumulated losses	(136,034)	(136,075)
	<u>268,376</u>	<u>270,291</u>
<b>NON-CURRENT LIABILITIES</b>		
Payables	52,174	52,255
Borrowings	11,357	14,357
Finance lease	9,152	9,233
	<u>72,683</u>	<u>75,845</u>
<b>CURRENT LIABILITIES</b>		
Payables	157,807	127,581
Borrowings	435,942	473,958
Finance lease	1,797	2,103
Current tax liabilities	8,504	4,435
Deferred government grant	1,257	1,347
	<u>605,307</u>	<u>609,424</u>
<b>TOTAL LIABILITIES</b>	<u><u>677,990</u></u>	<u><u>685,269</u></u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>946,366</u></u>	<u><u>955,560</u></u>
Net assets per share attributable to owners of the Company (RM)	<u>0.78</u>	<u>0.79</u>

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Audited Financial Report for the year ended 31 March 2014 and the accompanying explanatory notes attached to the interim financial statements.

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

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
**FOR THE PERIOD ENDED 30 JUNE 2014**

	-----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>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 2014</u></b>								
<b>At 1 April 2014</b>	342,080	(103)	46,605	21,260	(7,994)	4,518	(136,075)	270,291
<u>Comprehensive income</u>								
Profit for the period	-	-	-	-	-	-	42	42
<u>Other comprehensive loss</u>								
Currency translation differences	-	-	-	-	(1,956)	-	-	(1,956)
Total comprehensive (loss)/income	-	-	-	-	(1,956)	-	42	(1,914)
<b>At 30 June 2014</b>	<b>342,080</b>	<b>(103)</b>	<b>46,605</b>	<b>21,260</b>	<b>(9,950)</b>	<b>4,518</b>	<b>(136,033)</b>	<b>268,377</b>
<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	-	-	-	-	-	-	(16,479)	(16,479)
<u>Other comprehensive loss</u>								
Currency translation differences	-	-	-	-	(1,342)	-	-	(1,342)
Total comprehensive loss	-	-	-	-	(1,342)	-	(16,479)	(17,821)
<b>At 30 June 2013</b>	<b>342,080</b>	<b>(103)</b>	<b>46,605</b>	<b>21,260</b>	<b>(8,859)</b>	<b>4,768</b>	<b>(115,046)</b>	<b>290,705</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 2014 and the accompanying explanatory notes attached to the interim financial statements.

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

**INTERIM FINANCIAL STATEMENTS**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE PERIOD ENDED 30 JUNE 2014**

	<b>3 months ended 30-Jun-14 RM'000 Unaudited</b>	3 months ended 30-Jun-13 RM'000 Unaudited
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	<b>56</b>	(16,409)
Adjustments for:		
Non-cash items	<b>(1,887)</b>	16,259
Interest expense	<b>7,950</b>	7,368
Interest income	<b>(311)</b>	(650)
Operating profit before working capital changes	<b>5,808</b>	6,568
Movements in working capital:		
Decrease/(increase) in current assets	<b>3,626</b>	(19,686)
Increase/(decrease) in current liabilities	<b>34,138</b>	(7,515)
Cash flows from/(used in) operations	<b>43,572</b>	(20,633)
Tax paid	<b>(357)</b>	(840)
Interest received	<b>311</b>	650
Net cash flow from/(used in) operating activities	<b>43,526</b>	(20,823)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property, plant and equipment	<b>(26)</b>	(4,885)
Development expenditure incurred	<b>(496)</b>	(436)
Net cash flow used in investing activities	<b>(522)</b>	(5,321)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Receipt of advance from ultimate holding company	<b>(81)</b>	11,362
Repayment of borrowings	<b>(1,927)</b>	(1,500)
Drawdown of borrowings	<b>5,748</b>	5,690
Net finance lease principal (repayment)/drawdown	<b>(388)</b>	1,898
Net utilisation of trade facilities	<b>26,602</b>	2,669
Interest paid	<b>(7,950)</b>	(7,368)
Short term deposits pledged as security for bank facilities	<b>31</b>	(450)
Net cash flow from financing activities	<b>22,035</b>	12,301
<b>Net increase/(decrease) in cash and cash equivalents during the financial period</b>	<b>65,039</b>	(13,843)
<b>Currency translation differences</b>	<b>(1,958)</b>	(1,342)
<b>Cash and cash equivalents at beginning of financial year</b>	<b>(155,910)</b>	(54,884)
<b>Cash and cash equivalents at end of the period</b>	<b>(92,829)</b>	(70,069)
Cash and cash equivalents comprise:		
Deposits placed with licensed banks	<b>31,337</b>	52,311
Cash and bank balances	<b>5,225</b>	3,721
Bank overdrafts	<b>(104,462)</b>	(105,340)
	<b>(67,900)</b>	(49,308)
Deposits with licensed banks pledged as security for bank facilities	<b>(24,929)</b>	(20,761)
	<b>(92,829)</b>	(70,069)

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Report for the year ended 31 March 2014 and the accompanying explanatory notes attached to the interim financial statements.