

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

INTERIM FINANCIAL STATEMENTS
CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 DECEMBER 2014

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year Period Ended	Preceding Year Corresponding Period Ended
	31-Dec-14 RM'000 Unaudited	31-Dec-13 RM'000 Unaudited	31-Dec-14 RM'000 Unaudited	31-Dec-13 RM'000 Unaudited
Revenue	65,072	77,900	187,341	188,751
Cost of sales	(57,921)	(72,638)	(167,096)	(172,616)
Gross profit	7,151	5,262	20,245	16,135
Other income	(328)	690	1,498	2,580
Operating expenses	(5,018)	(14,098)	(17,707)	(49,565)
Operating profit/(loss)	1,805	(8,146)	4,036	(30,850)
Finance costs	(1,935)	(1,057)	(4,467)	(3,141)
Loss before taxation	(130)	(9,203)	(431)	(33,991)
Tax credit/(expense)	50	(106)	628	(284)
(Loss)/profit for the financial period	(80)	(9,309)	197	(34,275)
Other comprehensive income/(loss)				
Currency translation differences arising from foreign operations	732	858	(1,062)	(1,507)
Total other comprehensive income/(loss)	732	858	(1,062)	(1,507)
Total comprehensive income/(loss) for the financial period	652	(8,451)	(865)	(35,782)
(Loss)/profit per share (sen) from operations attributable to owners of the Company:	(0.02)	(2.72)	0.06	(10.02)

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 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 DECEMBER 2014

	As at 31-Dec-14 RM'000 <u>Unaudited</u>	As at 31-Mar-14 RM'000 Audited
ASSETS		
NON-CURRENT ASSETS		
Property, plant & equipment	73,369	79,073
Intangible assets	159,362	156,851
Deferred tax assets	27,344	27,244
Available-for-sale financial assets	104	104
	<u>260,179</u>	<u>263,272</u>
CURRENT ASSETS		
Inventories	14,300	12,547
Receivables, deposits and prepayments	684,694	631,287
Current tax assets	3,986	3,502
Short term deposits, cash and bank balances	36,744	44,952
	<u>739,724</u>	<u>692,288</u>
TOTAL ASSETS	<u>999,903</u>	<u>955,560</u>
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	4,518	4,518
Currency exchange reserve	(9,056)	(7,994)
Accumulated losses	(135,878)	(136,075)
	<u>269,426</u>	<u>270,291</u>
NON-CURRENT LIABILITIES		
Payables	50,525	52,255
Borrowings	8,357	14,357
Finance lease	7,926	9,233
	<u>66,808</u>	<u>75,845</u>
CURRENT LIABILITIES		
Payables	161,592	127,581
Borrowings	494,209	473,958
Finance lease	1,995	2,103
Current tax liabilities	4,796	4,435
Deferred government grant	1,077	1,347
	<u>663,669</u>	<u>609,424</u>
TOTAL LIABILITIES	<u>730,477</u>	<u>685,269</u>
TOTAL EQUITY AND LIABILITIES	<u>999,903</u>	<u>955,560</u>
Net assets per share attributable to owners of the Company (RM)	<u>0.79</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 31 DECEMBER 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
9-months ended 31 December 2014								
At 1 April 2014	342,080	(103)	46,605	21,260	(7,994)	4,518	(136,075)	270,291
<u>Comprehensive income</u>								
Profit for the period	-	-	-	-	-	-	197	197
<u>Other comprehensive loss</u>								
Currency translation differences	-	-	-	-	(1,062)	-	-	(1,062)
Total comprehensive loss	-	-	-	-	(1,062)	-	197	(865)
At 31 December 2014	342,080	(103)	46,605	21,260	(9,056)	4,518	(135,878)	269,426
9-months ended 31 December 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	-	-	-	-	-	-	(34,275)	(34,275)
<u>Other comprehensive loss</u>								
Currency translation differences	-	-	-	-	(1,507)	-	-	(1,507)
Total comprehensive loss	-	-	-	-	(1,507)	-	(34,275)	(35,782)
At 31 December 2013	342,080	(103)	46,605	21,260	(9,024)	4,768	(132,842)	272,744

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 31 DECEMBER 2014

	9 months ended 31-Dec-14 RM'000 Unaudited	9 months ended 31-Dec-13 RM'000 Unaudited
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before taxation	(431)	(33,991)
Adjustments for:		
Non-cash items	6,849	30,100
Interest expense	24,988	25,284
Interest income	(807)	(2,006)
Operating profit before working capital changes	<u>30,599</u>	<u>19,387</u>
Movements in working capital:		
Increase in current assets	(48,945)	(146,666)
Increase in current liabilities	35,110	109,031
Cash flows from/(used in) operations	<u>16,764</u>	<u>(18,248)</u>
Tax paid	(388)	(1,659)
Interest received	807	2,006
Net cash flow from/(used in) operating activities	<u>17,183</u>	<u>(17,901)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(406)	(10,803)
Development expenditure incurred	(6,059)	(2,424)
Net cash flow used in investing activities	<u>(6,465)</u>	<u>(13,227)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
(Repayment to)/advance from ultimate holding company	(1,731)	23,766
Repayment of borrowings	(6,000)	(21,874)
Drawdown of borrowings	119,155	1,749
Net finance lease principal (repayment)/drawdown	(1,415)	5,566
Net (settlement)/utilisation of trade facilities	(4,243)	12,448
Interest paid	(24,988)	(25,284)
Short term deposits pledged as security for bank facilities	1,822	(2,517)
Net cash flow from/(used in) financing activities	<u>82,600</u>	<u>(6,146)</u>
Net increase/(decrease) in cash and cash equivalents during the financial period	93,318	(37,274)
Currency translation differences	(4,635)	(1,506)
Cash and cash equivalents at beginning of financial year	(155,910)	(54,884)
Cash and cash equivalents at end of the period	(67,227)	(93,664)
Cash and cash equivalents comprise:		
Deposits placed with licensed banks	28,962	38,050
Cash and bank balances	7,783	11,554
Bank overdrafts	(80,834)	(120,441)
	<u>(44,089)</u>	<u>(70,837)</u>
Deposits with licensed banks pledged as security for bank facilities	(23,138)	(22,827)
	<u>(67,227)</u>	<u>(93,664)</u>

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.