

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 30 SEPTEMBER 2015**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year Period Ended	Preceding Year Corresponding Period Ended
	30-Sep-15 RM'000 Unaudited	30-Sep-14 RM'000 Unaudited	30-Sep-15 RM'000 Unaudited	30-Sep-14 RM'000 Unaudited
Revenue	43,307	73,872	89,399	122,269
Cost of sales	(40,368)	(67,019)	(82,456)	(109,175)
Gross profit	2,939	6,853	6,943	13,094
Other income	529	(138)	1,839	1,826
Operating expenses	105	(5,914)	(1,569)	(12,689)
Operating profit	3,573	801	7,213	2,231
Finance costs	(1,667)	(1,158)	(3,349)	(2,532)
Profit/(loss) before taxation	1,906	(357)	3,864	(301)
Tax (expense)/credit	(109)	592	(211)	578
Profit for the financial period	1,797	235	3,653	277
Other comprehensive (expense)/income				
Currency translation differences arising from foreign operations	(3,154)	162	2,152	(1,794)
Total other comprehensive (expense)/income	(3,154)	162	2,152	(1,794)
Total comprehensive (expense)/income for the financial period	(1,357)	397	5,805	(1,517)
Basic earnings per share (sen) from operations attributable to owners of the Company:	0.53	0.07	1.07	0.08

Note: The detailed calculations for the Basic earnings 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 2015 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 30 SEPTEMBER 2015

	As at 30-Sep-15 RM'000 Unaudited	As at 31-Mar-15 RM'000 Audited
ASSETS		
NON-CURRENT ASSETS		
Property, plant & equipment	68,705	72,181
Intangible assets	158,914	158,922
Deferred tax assets	23,623	31,036
Available-for-sale financial assets	104	104
	<u>251,346</u>	<u>262,243</u>
CURRENT ASSETS		
Inventories	8,730	9,901
Receivables, deposits and prepayments	687,556	688,959
Current tax assets	4,470	2,845
Short term deposits, cash and bank balances	33,749	32,325
	<u>734,505</u>	<u>734,030</u>
TOTAL ASSETS	<u>985,851</u>	<u>996,273</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	4,374	4,374
Currency exchange reserve	(6,847)	(8,999)
Accumulated losses	(131,900)	(135,553)
	<u>275,469</u>	<u>269,664</u>
NON-CURRENT LIABILITIES		
Payables	53,778	55,141
Loans and borrowings	9,076	13,669
	<u>62,854</u>	<u>68,810</u>
CURRENT LIABILITIES		
Payables	149,050	143,164
Loans and borrowings	485,883	506,949
Current tax liabilities	11,787	6,698
Deferred government grant	808	988
	<u>647,528</u>	<u>657,799</u>
TOTAL LIABILITIES	<u>710,382</u>	<u>726,609</u>
TOTAL EQUITY AND LIABILITIES	<u>985,851</u>	<u>996,273</u>
Net assets per share attributable to owners of the Company (RM)	<u>0.81</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 2015 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 SEPTEMBER 2015**

<-----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>Foreign currency translation reserve</u> RM'000	<u>Share option reserves</u> RM'000	<u>Accumulated losses</u> RM'000	<u>Total equity</u> RM'000
6-months ended 30 September 2015								
At 1 April 2015	342,080	(103)	46,605	21,260	(8,999)	4,374	(135,553)	269,664
Foreign currency translation differences for foreign operations	-	-	-	-	2,152	-	-	2,152
Total other comprehensive income for the period	-	-	-	-	2,152	-	-	2,152
Profit for the period	-	-	-	-	-	-	3,653	3,653
Total comprehensive income for the period	-	-	-	-	2,152	-	3,653	5,805
At 30 September 2015	342,080	(103)	46,605	21,260	(6,847)	4,374	(131,900)	275,469
6-months ended 30 September 2014								
At 1 April 2014	342,080	(103)	46,605	21,260	(7,994)	4,518	(136,075)	270,291
Foreign currency translation differences for foreign operations	-	-	-	-	(1,794)	-	-	(1,794)
Total other comprehensive expense for the period	-	-	-	-	(1,794)	-	-	(1,794)
Profit for the period	-	-	-	-	-	-	277	277
Total comprehensive (expense)/income for the period	-	-	-	-	(1,794)	-	277	(1,517)
At 30 September 2014	342,080	(103)	46,605	21,260	(9,788)	4,518	(135,798)	268,774

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Audited Financial Report for the year ended 31 March 2015 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 SEPTEMBER 2015

	6 months ended 30-Sep-15 RM'000 Unaudited	6 months ended 30-Sep-14 RM'000 Unaudited
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation	3,864	(301)
Adjustments for:		
Non-cash items	(3,218)	4,170
Interest expense	17,555	17,201
Interest income	(1,309)	(628)
Operating profit before changes in working capital	16,892	20,442
Changes in current assets	34,623	2,379
Changes in current liabilities	6,585	13,494
Cash generated from operations	58,100	36,315
Tax paid	(214)	(904)
Tax refunded	170	-
Interest received	1,309	628
Net cash generated from operating activities	59,365	36,039
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	(484)	(295)
Development expenditure incurred	(456)	(4,806)
Net cash used in investing activities	(940)	(5,101)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of advance to ultimate holding company	(1,418)	(3,689)
Repayment of borrowings	(7,600)	(2,582)
Drawdown of borrowings	1,589	91
Repayment of term loan	(5,841)	-
Net finance lease principal repayment	(1,169)	(962)
Net (settlement)/utilisation of trade facilities	(21,394)	57,763
Interest paid	(17,555)	(17,201)
Short term deposits pledged as security for bank facilities	(2,834)	1,822
Net cash (used in)/from financing activities	(56,222)	35,242
Net increase in cash and cash equivalents during the financial period	2,203	66,180
Currency translation differences	(256)	506
Cash and cash equivalents at beginning of financial period	(69,790)	(155,910)
Cash and cash equivalents at end of the financial period	(67,843)	(89,224)
Cash and cash equivalents comprise:		
Deposits placed with licensed banks	28,246	28,423
Cash and bank balances	5,503	9,118
Bank overdrafts	(76,805)	(103,627)
	(43,056)	(66,086)
Deposits with licensed banks pledged as security for bank facilities	(24,787)	(23,138)
	(67,843)	(89,224)

The Condensed Consolidated Cash Flow Statements should be read in conjunction with the Audited Financial Report for the year ended 31 March 2015 and the accompanying explanatory notes attached to the interim financial statements.