



CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2017

	Individual 3 months ended		Cumulative 6 months ended	
	30 Jun 2017 RM'000 (Unaudited)	30 Jun 2016 RM'000 (Unaudited)	30 Jun 2017 RM'000 (Unaudited)	30 Jun 2016 RM'000 (Unaudited)
Revenue	34,147	40,385	46,481	95,883
Cost of sales	<u>(37,767)</u>	<u>(42,337)</u>	<u>(54,906)</u>	<u>(99,761)</u>
Gross loss	(3,620)	(1,952)	(8,425)	(3,878)
Other operating income	1,439	741	1,791	1,211
Other operating expenses	(725)	(51)	(725)	(125)
Administrative expenses	<u>(2,620)</u>	<u>(4,601)</u>	<u>(6,613)</u>	<u>(8,847)</u>
Operating loss	(5,526)	(5,863)	(13,972)	(11,639)
Finance income	808	788	1,444	1,727
Finance expenses	(2,543)	(3,478)	(4,904)	(6,753)
Share of result of an associate	(237)	(1,021)	(437)	(1,155)
Share of result of jointly controlled entities	<u>(331)</u>	<u>(89)</u>	<u>(322)</u>	<u>137</u>
Loss before tax	(7,829)	(9,663)	(18,191)	(17,683)
Income tax expense	1,248	789	1,116	2,604
Loss for the period, net of tax	<u>(6,581)</u>	<u>(8,874)</u>	<u>(17,075)</u>	<u>(15,079)</u>
Loss attributable to:				
Owners of the Parent	<u>(6,581)</u>	<u>(8,874)</u>	<u>(17,075)</u>	<u>(15,079)</u>
	<u>(6,581)</u>	<u>(8,874)</u>	<u>(17,075)</u>	<u>(15,079)</u>
Earnings per share (sen)				
- Basic EPS	(1.32)	(1.77)	(3.42)	(3.02)
- Diluted EPS	(1.32)	(1.77)	(3.42)	(3.02)

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2017**

(CONTINUED)

	Individual 3 months ended		Cumulative 6 months ended	
	30 Jun 2017 RM'000 (Unaudited)	30 Jun 2016 RM'000 (Unaudited)	30 Jun 2017 RM'000 (Unaudited)	30 Jun 2016 RM'000 (Unaudited)
Loss for the period, net of tax	(6,581)	(8,874)	(17,075)	(15,079)
Other Comprehensive Income :				
Exchange differences on translation of foreign operations	(548)	9,520	(7,376)	(15,254)
Total Comprehensive Income for the period, net of tax	<u>(7,129)</u>	<u>646</u>	<u>(24,451)</u>	<u>(30,333)</u>
Total comprehensive income attributable to:				
Owners of the Company	<u>(7,129)</u>	<u>646</u>	<u>(24,451)</u>	<u>(30,333)</u>
	<u>(7,129)</u>	<u>646</u>	<u>(24,451)</u>	<u>(30,333)</u>

The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITIONAS AT 30 JUNE 2017

	As at 30 Jun 2017	As at 31 Dec 2016
	RM'000	RM'000
	(Unaudited)	(Audited)
ASSETS		
Non-Current Assets		
Property, plant and equipment	575,781	609,228
Land use rights	10,946	11,235
Investment in an associate	4,334	4,725
Investment in a joint venture	7,213	7,540
Other receivables	2,733	4,992
	601,007	637,720
Current Assets		
Inventories	34,897	49,865
Trade and other receivables	36,212	32,939
Investment securities	64	63
Tax recoverable	927	1,310
Cash and cash equivalents	42,840	42,336
	114,940	126,513
Total Assets	715,947	764,233
EQUITY AND LIABILITIES		
Current Liabilities		
Loans and borrowings	109,507	131,317
Trade and other payables	37,362	29,739
Provision for taxation	233	81
	147,102	161,137
Net current liabilities	(32,162)	(34,624)
Non-Current Liabilities		
Loans and borrowings	111,828	120,269
Deferred tax liabilities	27,015	28,374
	138,843	148,643
Total Liabilities	285,945	309,780
Net assets	430,002	454,453
Equity attributable to owners of the Company		
Share Capital	250,000	250,000
Share Premium	79,087	79,087
Retained earnings	36,255	53,330
Other components of equity	64,660	72,036
Total Equity	430,002	454,453
Total Equity and Liabilities	715,947	764,233
Net asset per share (sen)	86.00	90.89

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2017**

	<----- Attributable to Owners of the Parent ----->				Total Equity (Unaudited) RM'000
	Share Capital RM'000	Non- distributable Share Premium RM'000	Distributable Retained Earnings RM'000	Non-distributable Foreign currency translation reserve RM'000	
Opening balance at 1 January 2017	250,000	79,087	53,330	72,036	454,453
Total comprehensive income for the period	-	-	(17,075)	(7,376)	(24,451)
Closing balance at 30 June 2017	250,000	79,087	36,255	64,660	430,002
Opening balance at 1 January 2016	250,000	79,087	109,986	60,549	499,622
Total comprehensive income for the period	-	-	(15,079)	(15,254)	(30,333)
Closing balance at 30 June 2016	250,000	79,087	94,907	45,295	469,289

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWSFOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2017

	Year-to-date Ended	
	30 Jun 2017	30 Jun 2016
	RM'000	RM'000
	(Unaudited)	(Unaudited)
Cash Flows From Operating Activities		
Loss before tax	(18,191)	(17,683)
Adjustments for:		
Interest income	(1,444)	(1,727)
Interest expenses	4,904	6,754
Amortisation of land use rights	289	289
Depreciation of property, plant and equipment	22,636	22,923
Loss / (Gain) on disposal of property, plant and equipment	-	(16)
Impairment loss on trade receivables	724	-
Inventories written down	-	1
Property, plant and equipment written off	-	125
Reversal of inventories written down in previous year	-	(3,794)
Reversal of inventories written off	(8)	-
Reversal of impairment loss on trade and other receivables	(18)	(163)
Share of result of an associate	437	1,154
Share of result of joint controlled entities	322	(136)
Unrealised loss/(gain) on foreign exchange	1,673	(3,372)
Total adjustments	29,515	22,038
Operating profit before working capital changes	11,324	4,355
Changes in working capital		
(Increase)/Decrease in inventories	15,993	41,552
(Increase)/Decrease in trade and other receivables	(1,877)	8,282
Increase/(Decrease) in trade and other payables	10,227	(6,529)
Total changes in working capital	24,343	43,305
Cash flows from operations	35,667	47,660
Interest paid	(5,921)	(7,501)
Interest received	1,444	280
Income tax refund	402	438
Income tax paid	(173)	(474)
Net Cash Flows From Operating Activities	31,419	40,403

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)FOR THE QUARTER AND YEAR-TO-DATE ENDED 30 JUNE 2017

	Year-to-date Ended	
	30 Jun 2017	30 Jun 2016
	RM'000	RM'000
	(Unaudited)	(Unaudited)
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	(1,293)	(498)
Proceeds from disposal of property, plant and equipment	-	41
Interest received	-	1,448
Net Cash Flows (Used in)/From Investing Activities	(1,293)	991
Cash Flows From Financing Activities		
Net movement in fixed deposits pledged	1,733	(1,320)
Net movements in trade financing	(4,100)	11,100
Net movement in investment securities	(1)	268
Proceeds from term loans	27,812	-
Repayments of finance leases	(27)	(26)
Repayment of term loans	(56,361)	(44,015)
Net Cash Flows Used In Financing Activities	(30,944)	(33,993)
Net (Decrease)/Increase in Cash and Cash Equivalents	(818)	7,401
Effect of changes in foreign exchange rates	141	(1,335)
Cash and Cash Equivalents at the beginning of financial year	(3,898)	30,607
Cash and Cash Equivalents at the end of financial period	(4,575)	36,673

Cash and cash equivalents at the end of the period comprised the following:

Cash and bank balances	42,840	87,645
Bank overdraft	(29,244)	(31,093)
	13,596	56,552
Less: Fixed deposits pledged and cash at bank restricted in use	(18,171)	(19,879)
	(4,575)	36,673

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2017

**(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING**

A1. Basis of Preparation

The interim financial statements have been prepared on the historical cost basis, unless otherwise stated.

The interim financial statements are unaudited and have been prepared in accordance with MFRS 134, Interim Financial Reporting issued by Malaysian Accounting Standards Boards ("MFRS") and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2016.

On 1 January 2017, the Group adopted the following new and amended MFRS and IC interpretations mandatory for annual financial period beginning on or after 1 January 2017.

- Amendments to MFRS 12: Disclosure of Interests in Other Entities
- Amendments to MFRS 107: Disclosures Initiatives
- Amendments to MFRS 112: Recognition of Deferred Tax Assets for Unrealised Losses

The Group has not adopted the following standards and interpretations that have been issued but not yet effective:

MFRS effective for annual period beginning on or after 1 January 2018

- Amendments to MFRS 1: First-time Adoption of Financial Reporting Standards
- Amendments to MFRS 128: Investments in Associates and Joint Ventures
- Amendments to MFRS 2: Classification and Measurement of Share-based Payment Transactions
- Amendments to MFRS 140: Transfers of Investment Property
- MFRS 9: Financial Instruments
- MFRS 15: Revenue from Contract with Customers
- IC Interpretation 22: Foreign Currency Transactions and Advance Consideration
- Amendments to MFRS 4: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts
- MFRS 16: Leases

The adoption of above standards and amendments are expected to have no significant impact on the financial statements of the Group upon their initial application.

A2. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements of the Company ("Sealink International Berhad") and its subsidiaries for the year ended 31 December 2016 were not qualified.

A3. Seasonal or cyclical factors

The Group's performance is affected by the oil and gas industry. The demand for our vessels are closely associated with the cyclical fluctuations of the oil and gas industry.

SEALINK INTERNATIONAL BERHAD (800981-X)

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INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2017**(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING****A4. Items of unusual nature and amount**

There was no item that affect assets, liabilities, equity, net income, or cash flows that are unusual in nature, size, or incidence during the current financial quarter under review.

A5. Material changes in estimates

There were no changes in the estimates that have had a material effect in the current quarter under review.

A6. Issuances, cancellations, repurchase, resale and repayments of debt and equity securities

There were no issuance and repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter.

A7. Dividends Paid

No dividend was paid in the current quarter under review.

A8. Segmental information

The results and other information of the Group as at 30 June 2017 are as follows:

	Shipbuilding RM'000	Chartering RM'000	Others RM'000	Eliminations RM'000	Total RM'000
Revenue					
External sales	20,581	25,900	-	-	46,481
Inter-segment sales	1,947	6,600	-	(8,547)	-
Total revenue	<u>22,528</u>	<u>32,500</u>	<u>-</u>	<u>(8,547)</u>	<u>46,481</u>
Segment loss (Note A)	<u>63</u>	<u>(17,790)</u>	<u>(1,032)</u>	<u>568</u>	<u>(18,191)</u>

Note A

The following items are added to/(deducted from) segment loss to arrive at "Loss before tax from continuing operations" presented in the condensed consolidated income statements:

Segment Loss	(18,759)
Loss from inter-segment sales	1,327
Share of result of an associate	(437)
Share of results of jointly controlled entities	(322)
Finance costs	5,033
Unallocated corporate expenses	(5,033)
Loss before tax	<u>(18,191)</u>

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INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2017**(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING****A8. Segmental information (continued)**

	Shipbuilding RM'000	Chartering RM'000	Others RM'000	Eliminations RM'000	Total RM'000
Assets and liabilities					
Segment assets	196,259	798,915	140,148	(419,376)	715,946
Segment liabilities	130,085	428,629	106,941	(379,711)	285,944
Net assets	<u>66,174</u>	<u>370,286</u>	<u>33,207</u>	<u>(39,665)</u>	<u>430,002</u>
Other segmental information					
Depreciation	2,177	14,965	7,212	(1,718)	22,636
Amortisation of land use	52	212	25	-	289

A9. Capital commitments

Capital commitments are as follows:

	Approved and contracted for RM'000	Approved but not contracted for RM'000
Property, plant and equipment	<u>-</u>	<u>126,969</u>

A10. Material events subsequent to the end of period reported

There were no material events subsequent to the end of the interim period reported which have not been reflected under the current quarter.

A11. Changes in composition of the Group

There were no changes in composition of the Group for the current quarter ended 30 June 2017.

A12. Contingent liabilities

The following is the contingent liability since the last annual balance sheet date:

	As at 30 Jun 2017 RM'000	As at 30 Jun 2016 RM'000
Corporate guarantees given to financial institutions in consideration of credit facilities granted to a jointly controlled entity	<u>-</u>	<u>7,153</u>

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INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2017**(A) NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134) :
INTERIM FINANCIAL REPORTING****A13. Related party transactions**

Transactions between the Group and related parties are as follows:

	Transaction value for 3 months ended 30 Jun 2017 RM	Current Year-to-date 30 Jun 2017 RM
(i) Transactions with companies in which certain Directors of the Company have substantial interest :		
Ming Kiong Agencies (Singapore) Pte Ltd - Rental of office at Far East shopping centre, Singapore	20,648	41,437
Manmohan's (Labuan) Sdn Bhd - Rental of office at Lot 20, Labuan	3,000	6,000
Syarikat Guan Teck Enterprise (Sarawak) Sdn Bhd - Lease of office at Lot 1035, Piasau	30,000	60,000
Syarikat Lambir Timber Sdn Bhd - Chartering of vessels	52,500	105,000
Khoo & Co, Advocates and Solicitors - Provision of legal services	2,622	3,122
(ii) Transactions with Director :		
Yong Foh Choi - Rental of staff quarter at Lot 334, Jalan Lutong-Pujut	1,200	2,400
	109,970	217,959

In the opinion of the directors, the above transactions have been entered into in the ordinary course of business and have been established under terms no less favorable than those transacted with unrelated parties.

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INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2017**(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS****B1. Review of performance of the Company and its principal subsidiaries****(a) Financial review for current quarter and financial year to date**

	Individual Period		Changes (%)	Cumulative Period		Changes (%)
	30/06/2017 RM'000	30/06/2016 RM'000		30/06/2017 RM'000	30/06/2016 RM'000	
Revenue	34,147	40,385	-15%	46,481	95,883	-52%
Operating loss	(5,526)	(5,863)	-6%	(13,972)	(11,639)	20%
Loss before tax	(7,829)	(9,663)	-19%	(18,191)	(17,683)	3%
Loss after tax	(6,581)	(8,874)	-26%	(17,075)	(15,079)	13%
Revenue						
- Shipbuilding Division	20,335	21,442	-5%	20,581	59,780	-66%
- Ship Charter Division	13,812	18,943	-27%	25,900	36,103	-28%
	<u>34,147</u>	<u>40,385</u>	-15%	<u>46,481</u>	<u>95,883</u>	-52%

2Q 2017 vs 2Q 2016

For the quarter ended 30 June 2017, the Group recorded revenue of RM34.1 million reduced by 15% compared to corresponding quarter of the previous year mainly attributed to drop in vessel charter income.

The Group recorded loss before tax of RM7.8 million in the current quarter against loss of RM9.7 million in the corresponding quarter of preceding year mainly due to the reduction in administration expenses with the cost rationalisation implemented last year and also the interest cost as term loans are paid down.

Shipbuilding Division

Shipbuilding division recorded revenue of RM20.3 million for the current quarter, slightly lower than corresponding quarter of the previous financial year by 5%. Shipbuilding Division sold and delivered one vessel in 2Q 2017 and 2Q 2016 respectively.

Ship Charter Division

Revenue of ship charter division decreased by 27% or RM5.1 million. The unfavourable variance was mainly due to drop in short term charters.

1H 2017 vs 1H 2016

The group recorded revenue of RM46.5 million for 1H 2017 as compared to RM95.9 million for 1H 2016, resulted in negative variance of 52% due to the protracted downturn for offshore marine support vessels.

However despite significant drop in the revenue, the Group recorded loss before tax of RM18.2 million for 1H 2017 slightly lower than previous corresponding period by RM508,000 or 3%.

Shipbuilding Division

Shipbuilding division recorded revenue of RM20.6 million for 1H 2017, lower than 1H 2016 by 66% or RM39.2 million. Shipbuilding Division only sold and delivered one vessel in 1H 2017 whereas 3 vessels were sold to external clients in 1H 2016.

Ship Charter Division

Revenue of ship charter division decreased by 28% or RM10.2 million. The unfavourable variance was mainly due to drop in short term charters and low utilisation of vessels.

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INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2017**(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS****B2. Material changes in the quarterly results compared to the results of the preceding quarter**

	2Q 2017	1Q 2017	Variance	%
	RM'000	RM'000	RM'000	
Revenue	34,147	12,334	21,813	177%
Loss before tax	<u>(7,829)</u>	<u>(10,362)</u>	2,533	-24%

Consolidated group revenue for the current quarter increased by RM21.8 million or 177% compared to preceding quarter mainly attributed to sale of one vessel to external buyer.

Loss before tax for the current quarter reduced by RM2.5 million mainly due to foreign exchange gain recognised in current quarter and sale of vessel by shipbuilding division.

B3. Commentary on prospects

Oil price has stabilized to between USD48 to USD52 per barrel in recent months. The outlook seems to have improved slightly with increased activities for offshore projects. Contract tenures are still mostly short term as oil companies have yet to increase the offshore exploration, seismic, drilling and production activities significantly. Although there is only marginal increase in actual awards, the group managed to secure a long term charter during the quarter and increase in short term charters has boosted utilization rate of the group's fleet by 14% compared to 1Q2017. If this trend continues, the outlook will be brighter for the offshore marine segments.

The Group will continue its emphasis on its core activities of ship building, ship charter and ship repair in a less crowded market space. The Board is cautiously optimistic that demand for offshore marine support vessels will improve with further increase expenditure in offshore oil field development and maintenance work by the oil majors. To prepare for the eventual upturn in the market, the group will also be forming strategic alliances and partnership to capture the market share. The Board also cautioned that notwithstanding that, any significant uptick is still some time away. Internally, with the ongoing initiatives in costs rationalization we believe the Group is well positioned to tide over the current business challenges.

B4. Variance between actual profit from forecast profit

Not applicable as no profit forecast was published.

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INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2017**(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS****B5. Loss before tax**

Included in the loss before tax are the following items:

	6 months ended	
	30 Jun 2017 RM'000	30 Jun 2016 RM'000
Other income	(1,765)	(1,032)
Interest income	(1,444)	(1,727)
Interest expense	4,904	6,754
Depreciation of property, plant and equipment	22,636	22,923
Amortisation of land use rights	289	289
Impairment loss on trade and other receivables	724	-
Property, plant and equipment written off	-	125
Inventories written down	-	1
(Gain) / loss on disposal of property, plant and equipment	-	(16)
Reversal of inventories written off	(8)	-
Reversal of impairment loss on trade receivables	(18)	(163)
Reversal of inventories written down in previous year	-	(3,794)
Net foreign exchange (gain)/Loss	<u>322</u>	<u>(148)</u>

B6. Taxation

	Current Quarter 30 Jun 2017 RM'000	Current Year-to-date 30 Jun 2017 RM'000
	Malaysian income tax	48
Deferred tax reversal	<u>(1,296)</u>	<u>(1,358)</u>
Total tax credit	<u>(1,248)</u>	<u>(1,116)</u>

The effective tax rate for the Group for the financial year was lower than statutory tax rate due to reversal of deferred tax relating to temporary differences as well as the different tax rate applicable to subsidiaries of the Group in other jurisdictions.

B7. Profit from sale of unquoted investments and/or properties

There were no disposal of unquoted investment and properties for the current quarter and financial year to date.

B8. Quoted securities

There was no purchase or disposal of quoted securities for the current quarter and financial year to date.

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INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2017**(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS****B9. Status of corporate proposal**

There is no corporate proposal announced but not completed as at end of the financial period under review.

B10. Group borrowings and debt securities

Total Group's borrowings as at 30 June 2017 were as follows:

As at 30 June 2017						
	Short term		Long term		Total borrowings	
	Foreign currency	RM'000	Foreign currency	RM'000	Foreign currency	RM'000
Secured						
- Bank overdraft	-	29,244	-	-	-	29,244
- Revolving credits	-	50,100	-	-	-	50,100
- Loans (USD)	1,720	7,387	15,243	65,464	16,963	72,851
- Loans (SGD)	539	1,683	4,461	13,911	5,000	15,594
- Loans (RM)	-	21,037	-	32,407	-	53,444
- Obligations under finance leases	-	56	-	46	-	102
		109,507		111,828		221,335

As at 30 June 2016						
	Short term		Long term		Total borrowings	
	Foreign	RM'000	Foreign	RM'000	Foreign	RM'000
Secured						
- Bank overdraft	-	31,093	-	-	-	31,093
- Revolving credits	-	67,400	-	-	-	67,400
- Loans (USD)	9,777	39,476	20,612	82,454	30,389	121,930
- Loans (RM)	-	28,598	-	36,950	-	65,548
- Obligations under finance leases	-	54	-	102	-	156
		166,621		119,506		286,127

* All the borrowings interest rate are based on floating rate.

The Group drawdown two loans amounting to RM27.8 million (one of the loans is denominated in SGD) during the period.

Borrowings denominated in foreign currencies were taken by foreign subsidiaries and the presentation currencies were in USD and SGD respectively.

B11. Derivative Financial Instruments

There are no outstanding derivatives at the reporting period.

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INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2017**(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS****B12. Material litigation**

There was no material litigation for the current quarter and financial year to date.

B13. Dividend payable

No interim dividend has been declared for the current quarter ended 30 June 2017.

B14. Earnings per Share

	3 months ended		6 months ended	
	30 Jun 2017	30 Jun 2016	30 Jun 2017	30 Jun 2016
	RM'000	RM'000	RM'000	RM'000
(Loss)/Profit attributable to Owners of the Parent (RM'000)	<u>(6,581)</u>	<u>(8,874)</u>	<u>(17,075)</u>	<u>(15,079)</u>
Weighted average number of shares in issue ('000)	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>
Basic earnings per share (sen)	<u>(1.32)</u>	<u>(1.77)</u>	<u>(3.42)</u>	<u>(3.02)</u>
Diluted earnings per share (sen)	<u>(1.32)</u>	<u>(1.77)</u>	<u>(3.42)</u>	<u>(3.02)</u>

Basic earnings per share of the Company is calculated by dividing net (loss)/profit for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the financial period.

The computation of diluted earnings per share is the same as basic earnings per share as there were no new shares issued during the reporting period.

B15. Disclosure of Realised and Unrealised Profits

The retained profits as at 30 June 2017 and 31 December 2016 are analysed as follows:

	As at 30 Jun 2017	As at 31 Dec 2016
	RM'000	RM'000
Total retained profits of the Company and its subsidiaries:		
- Realised	278,046	295,619
- Unrealised	<u>(18,287)</u>	<u>(18,499)</u>
	259,759	277,120
Consolidation adjustments	<u>(223,504)</u>	<u>(223,790)</u>
Total Group retained profits as per consolidated accounts	<u>36,255</u>	<u>53,330</u>

SEALINK INTERNATIONAL BERHAD (800981-X)

(Incorporated in Malaysia)

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(B) ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES'S LISTING REQUIREMENTS

B16. Authorisation For Issue

The interim report for the second quarter ended 30 June 2017 was authorised for issue by the Board resolution of the directors dated 11 August 2017.

By Order Of The Board

Yeo Puay Huang (f)
Company Secretary
11-August-2017