



**SEALINK INTERNATIONAL BERHAD (800981-X)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INCOME STATEMENTS**  
**FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2015**

	Individual 3 months ended		Cumulative 3 months ended	
	31 Mar 2015 RM'000 (Unaudited)	31 Mar 2014 RM'000 (Unaudited)	31 Mar 2015 RM'000 (Unaudited)	31 Mar 2014 RM'000 (Unaudited)
<b>Revenue</b>	34,082	36,192	34,082	36,192
Cost of sales	<u>(23,939)</u>	<u>(24,551)</u>	<u>(23,939)</u>	<u>(24,551)</u>
Gross profit	10,143	11,641	10,143	11,641
Other operating income	879	2,567	879	2,567
Other operating expenses	(2,230)	(42)	(2,230)	(42)
Administrative expenses	(2,259)	(4,953)	(2,259)	(4,953)
Finance expenses	(3,463)	(3,952)	(3,463)	(3,952)
Share of result of an associate	386	250	386	250
Share of result of a jointly controlled entity	<u>(323)</u>	<u>234</u>	<u>(323)</u>	<u>234</u>
<b>Profit before tax</b>	3,133	5,745	3,133	5,745
Income tax expense	(358)	(1,098)	(358)	(1,098)
<b>Profit for the period</b>	<u>2,775</u>	<u>4,647</u>	<u>2,775</u>	<u>4,647</u>
Profit attributable to:				
Owners of the Parent	<u>2,775</u>	<u>4,647</u>	<u>2,775</u>	<u>4,647</u>
	<u>2,775</u>	<u>4,647</u>	<u>2,775</u>	<u>4,647</u>
Earnings per share (sen)				
- Basic EPS	0.56	0.93	0.56	0.93
- Diluted EPS	0.56	0.93	0.56	0.93

*The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.*

SEALINK INTERNATIONAL BERHAD (800981-X)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2015**

(CONTINUED)

	Individual 3 months ended		Cumulative 3 months ended	
	31 Mar 2015 RM'000 (Unaudited)	31 Mar 2014 RM'000 (Unaudited)	31 Mar 2015 RM'000 (Unaudited)	31 Mar 2014 RM'000 (Unaudited)
<b>Profit for the period</b>	2,775	4,647	2,775	4,647
<b>Other Comprehensive Income :</b>				
Exchange differences on translation of foreign operations	7,905	(190)	7,905	(190)
<b>Total Comprehensive Income for the period</b>	<u>10,680</u>	<u>4,457</u>	<u>10,680</u>	<u>4,457</u>
Total comprehensive income attributable to:				
Owners of the Parent	<u>10,680</u>	<u>4,457</u>	<u>10,680</u>	<u>4,457</u>
	<u>10,680</u>	<u>4,457</u>	<u>10,680</u>	<u>4,457</u>

*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.*

SEALINK INTERNATIONAL BERHAD (800981-X)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2015

	As at 31 Mar 2015 RM'000 (Unaudited)	As at 31 Dec 2014 RM'000 (Audited)
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	661,424	654,818
Land use rights	12,248	12,393
Investment in an associate	6,646	6,237
Investment in a joint venture	958	1,178
Other receivables	13,106	16,068
	<b>694,382</b>	<b>690,694</b>
<b>Current Assets</b>		
Inventories	88,283	80,030
Trade and other receivables	50,804	46,686
Investment securities	258	258
Tax recoverable	1,085	1,886
Cash and cash equivalents	92,442	83,695
	<b>232,872</b>	<b>212,555</b>
<b>Total Assets</b>	<b>927,254</b>	<b>903,249</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Parent</b>		
Share Capital	250,000	250,000
Share Premium	79,087	79,087
Retained earnings	120,290	117,515
Other components of equity	21,380	13,475
<b>Total Equity</b>	<b>470,757</b>	<b>460,077</b>
<b>Non-Current Liabilities</b>		
Loans and borrowings	188,394	190,862
Deferred tax liabilities	45,356	45,598
	<b>233,750</b>	<b>236,460</b>
<b>Current Liabilities</b>		
Loans and borrowings	180,466	158,564
Trade and other payables	40,456	46,616
Provision for taxation	1,825	1,532
	<b>222,747</b>	<b>206,712</b>
<b>Total Liabilities</b>	<b>456,497</b>	<b>443,172</b>
<b>Total Equity and Liabilities</b>	<b>927,254</b>	<b>903,249</b>
<b>Net asset per share (sen)</b>	<b>94.15</b>	<b>92.02</b>

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

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2015**

	Attributable to Owners of the Parent					Total Equity (Unaudited) RM'000
	Share Capital RM'000	Share Premium RM'000	Retained Earnings RM'000	Foreign currency translation reserve RM'000	Total RM'000	
Balance as at 1 January 2014	250,000	79,087	114,257	7,299	450,643	450,643
Total comprehensive income for the period	-	-	4,647	(190)	4,457	4,457
<b>Balance as at 31 March 2014</b>	<b>250,000</b>	<b>79,087</b>	<b>118,904</b>	<b>7,109</b>	<b>455,100</b>	<b>455,100</b>

	Attributable to Owners of the Parent					Total Equity (Unaudited) RM'000
	Share Capital RM'000	Share Premium RM'000	Retained Earnings RM'000	Foreign currency translation reserve RM'000	Total RM'000	
Balance as at 1 January 2015	250,000	79,087	117,515	13,475	460,077	460,077
Total comprehensive income for the period	-	-	2,775	7,905	10,680	10,680
<b>Balance as at 31 March 2015</b>	<b>250,000</b>	<b>79,087</b>	<b>120,290</b>	<b>21,380</b>	<b>470,757</b>	<b>470,757</b>

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.*

SEALINK INTERNATIONAL BERHAD (800981-X)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2015**

	<b>Year-to-date Ended</b>	
	<b>31 Mar 2015</b>	<b>31 Mar 2014</b>
	<b>RM'000</b>	<b>RM'000</b>
	(Unaudited)	(Unaudited)
<b>Cash Flows From Operating Activities</b>		
<b>Profit before tax</b>	3,133	5,745
Adjustments for:		
Interest income	(610)	(744)
Interest expenses	3,463	3,951
Amortisation of land use rights	145	145
Depreciation of property, plant and equipment	9,205	11,244
Gain on disposal of property, plant and equipment	(21)	(849)
Impairment loss on trade and other receivables	(2,223)	-
Property, plant and equipment written off	-	36
Inventories written down	300	-
Share of result of an associate	(386)	(250)
Share of result of a joint controlled entity	323	(234)
Reversal of unrealised foreign exchange gain	11,985	-
Unrealised loss/(gain) on foreign exchange	621	(2,177)
Total adjustments	<u>22,802</u>	<u>11,122</u>
<b>Operating profit before working capital changes</b>	<b>25,935</b>	<b>16,867</b>
Changes in working capital		
(Increase)/Decrease in inventories	(8,204)	(13,667)
(Increase)/Decrease in trade and other receivables	(14,490)	38,171
Increase/(Decrease) in trade and other payables	(2,380)	(4,574)
Net change in associate balances	2,771	2,612
Total changes in working capital	<u>(22,303)</u>	<u>22,542</u>
<b>Cash flows from operations</b>	<b>3,632</b>	<b>39,409</b>
Interest paid	(4,162)	(4,247)
Income tax refund	111	-
Income tax paid	(502)	(1,679)
<b>Net Cash Flows From Operating Activities</b>	<b>(921)</b>	<b>33,483</b>
<b>Cash Flows From Investing Activities</b>		
Acquisition of investment in a joint venture	-	(220)
Purchase of property, plant and equipment	(337)	(1,701)
Proceeds from disposal of property, plant and equipment	207	11,120
Interest received	610	744
<b>Net Cash Flows (Used)/From in Investing Activities</b>	<b>480</b>	<b>9,943</b>

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.*

SEALINK INTERNATIONAL BERHAD (800981-X)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS (CONTINUED)**  
FOR THE QUARTER AND YEAR-TO-DATE ENDED 31 MARCH 2015

	<b>Year-to-date Ended</b>	
	<b>31 Mar 2015</b>	<b>31 Mar 2014</b>
	<b>RM'000</b>	<b>RM'000</b>
	(Unaudited)	(Unaudited)
<b>Cash Flows From Financing Activities</b>		
Net movement in fixed deposits pledged	(1,170)	(1,944)
Net movements in trade financing	(8,600)	550
Proceeds from term loans	23,439	11,600
Repayments of hire purchase payables	(8)	(7)
Repayments of term loans	(18,512)	(17,038)
<b>Net Cash Flows used in Financing Activities</b>	<b>(4,851)</b>	<b>(6,839)</b>
<b>Net (Decrease)/Increase in Cash and Cash Equivalents</b>	<b>(5,292)</b>	<b>36,587</b>
Effect of changes in foreign exchange rates	1,286	(270)
Cash and Cash Equivalents at the beginning of financial year	52,776	33,660
<b>Cash and Cash Equivalents at the end of financial period</b>	<b>48,770</b>	<b>69,977</b>
<u>Cash and cash equivalents at the end of the period comprised the following:</u>		
Cash and bank balances	92,442	107,422
Bank overdraft	(23,392)	(15,983)
	69,050	91,439
Less: Fixed deposits pledged and cash at bank restricted in use	(20,280)	(21,462)
	<b>48,770</b>	<b>69,977</b>

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.*

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

**A1. Basis of Preparation**

The interim financial statements has 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 2014. 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 2014.

On 1 January 2015, the Group adopted the following new and amended MFRS and IC interpretations mandatory for annual financial period beginning on or after 1 January 2015.

- Amendments to MFRS 119: Defined Benefit Plan- Employee Contributions
- Annual Improvements to MFRSs 2010 - 2012 Cycle
- Annual Improvements to MFRSs 2011 - 2013 Cycle

Adoption of the above standards and interpretations did not have any effect on the financial performance or position of the Group.

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 2016**

- Annual Improvement to MFRSs 2012 - 2014 Cycle
- Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation
- Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- Amendments to MFRS 10, MFRS 12 and MFRS 128: Investment Entities - Applying the Consolidation Exception
- Amendments to MFRS 11: Accounting for Acquisition of Interest in Joint Operations
- Amendments to MFRS 101: Disclosure Initiatives
- Amendments to MFRS 127: Equity Method in Separate Financial Statements.
- MFRS 14 Regulatory Deferral Accounts

**MFRS effective for annual period beginning on or after 1 January 2017**

- MFRS 15: Revenue from Contract with Customers

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

- MFRS 9: Financial Instruments

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.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2015

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

**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 2014 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.

**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 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 financial quarter.

**A7. Dividends Paid**

No dividend was paid in the current financial quarter under review.

**A8. Segmental information**

The results and other information of the Group as at 31 March 2015 are as follows:

	Shipbuilding	Chartering	Others	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>					
External sales	2,308	31,774	-	-	34,082
Inter-segment sales	3,070	12,886	-	(15,956)	-
Total revenue	<u>5,378</u>	<u>44,660</u>	<u>-</u>	<u>(15,956)</u>	<u>34,082</u>
Segment profit/(loss) (Note A)	<u>(4,238)</u>	<u>8,400</u>	<u>1,122</u>	<u>(2,151)</u>	<u>3,133</u>



INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2015

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

**A8. Segmental information (continued)**

Note A

Segment profit is reconciled to profit before tax presented in the condensed consolidated statement of comprehensive income as follows:

Segment profit	5,284
Profit from inter-segment sales	(2,300)
Share of result of an associate	386
Share of result of a joint venture entity	(323)
Finance costs	414
Unallocated corporate expenses	(328)
Profit before tax	<u>3,133</u>

	Shipbuilding RM'000	Chartering RM'000	Others RM'000	Eliminations RM'000	Total RM'000
<b>Assets and liabilities</b>					
Segment assets	257,704	899,371	139,861	(369,682)	927,254
Segment liabilities	174,845	488,603	125,373	(332,324)	456,497
Net assets	<u>82,859</u>	<u>410,768</u>	<u>14,488</u>	<u>(37,358)</u>	<u>470,757</u>
<b>Other segmental information</b>					
Depreciation	968	7,319	3,257	(2,339)	9,205
Amortisation of land use rights	26	107	12	-	145

**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>75</u>	<u>126,969</u>

**A10. Material events subsequent to the end of period reported**

There were no material event subsequent to the end of the interim period reported which has 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 31 March 2015.

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

**A12. Contingent liabilities**

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

	<b>Year-to-date 31 Mar 2015 RM'000</b>
Corporate guarantees given to financial institutions in consideration of credit facilities granted to jointly controlled entity	9,028

**A13. Related party transactions**

Transactions between the Group and related parties are as follows:

	<b>Transaction value for 3 months ended 31 Mar 2015 RM</b>	<b>Current Year-to-date 31 Mar 2015 RM</b>
<b>(i) Transactions with companies in which certain Directors of the Company have substantial interest :</b>		
Ming Kiong Agencies (Singapore) Pte Ltd - Rental of office at Far East shopping centre, Singapore	34,546	34,546
Manmohan's (Labuan) Sdn Bhd - Rental of office at Lot 20, Labuan	3,000	3,000
Syarikat Guan Teck Enterprise (Sarawak) Sdn Bhd - Lease of office at Lot 1035, Piasau	25,000	25,000
Syarikat Lambir Timber Sdn Bhd - Chartering of vessels	52,500	52,500
Rajah & Tann - Provision of legal services	9,265	9,265
Khoo & Co, Advocates and Solicitors - Provision of legal services	1,000	1,000
Crowe Horwath - Provision of consultancy services	38,000	38,000
<b>(ii) Transactions with Director :</b>		
Yong Foh Choi - Rental of staff quarter at Lot 334, Jalan Lutong-Pujut	1,500	1,500
	<u>164,811</u>	<u>164,811</u>

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.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2015

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

**B1. Review of performance of the Company and its principal subsidiaries**

**(a) Current quarter compared with corresponding quarter of the previous financial year (1Q 2015 Vs. 1Q 2014)**

The Group's performance for the current quarter under review compared to 1Q 2014 is as follow:

<u>Revenue</u>	<b>Shipbuilding RM'000</b>	<b>Ship charter RM'000</b>	<b>Consolidated Total RM'000</b>
Revenue (1Q 2015)	2,308	31,774	34,082
Revenue (1Q 2014)	3,232	32,960	36,192
Variance	<u>(924)</u>	<u>(1,186)</u>	<u>(2,110)</u>
Variance (%)	-29%	-4%	-6%

For the three months ended 31 March 2015, the Group recorded revenue of RM34.1 million, 6% lower than corresponding quarter of the previous financial year.

Shipbuilding Division

Shipbuilding division recorded decreased revenue of RM924,000 for the quarter under review. As at 31st March 2015, 3 vessels are under construction and revenue only recognised upon confirmed sale.

Ship Charter Division

Revenue of ship charter division decreased 4% compared to 1Q 2014. The unfavourable variance was due to some of the vessels on short term contracts were off-hired during the quarter under review.

<u>Profit / (Loss) Before Tax</u>	<b>Shipbuilding RM'000</b>	<b>Ship charter RM'000</b>	<b>Others/ Elimination RM'000</b>	<b>Consolidated Total RM'000</b>
Profit/(loss) before tax (1Q 2015)	(4,238)	8,400	(1,029)	3,133
Profit/(loss) before tax (1Q 2014)	(5,207)	8,330	2,622	5,745
Variance (%)				-45%

Despite decrease in revenue of 1Q 2015, profit before tax ("PBT") of ship chartering division is marginally higher compared to 1Q 2014 partly attributed to gain on foreign exchange recognised in the current quarter.

Similarly, revenue of shipbuilding division decreased compared to 1Q 2014. However, losses of current quarter is still lower partly attributed to the rationalisation of the yard's expenditure.

Overall, the Group recorded lower profit before tax of RM3.1 million in 1Q 2015 compared to RM5.7 million in Q1 2014 mainly due to gain on disposal of property plant and equipment recognised on sale of one used offshore support vessel in 1Q 2014.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2015

**(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**

	1Q 2015	4Q 2014	Variance	%
	RM'000	RM'000	RM'000	
Revenue	34,082	29,525	4,557	15%
Profit before tax	<u>3,133</u>	<u>1,870</u>	1,263	68%

Despite drop in overall vessels utilisation rate by 9%, the Group recorded higher revenue of RM34.1 million compared to RM29.5 million reported in the 4Q 2014 Interim Financial Report. The increase was attributed to revenue from the 2 hybrid vessels offset the drop in charter revenue of other types of vessels.

The Group achieved profit before tax of RM3.13 million for the current quarter, compared to profit of RM1.87 million reported previously for 4Q 2014. The results for 4Q 2014 was lower due to impairment charge of RM6.1 million inventories and property, plant and equipment taken up in the said quarter.

**B3. Commentary on prospects**

The oil and gas industry slowed down following the sharp decline of the crude oil price since the second half of 2014. The crude oil price per barrel settled at below USD 45 at 31 March 2015. Most oil majors are reducing and scaling down their operational and capital expenditure. The crude oil price has strengthened to around USD60 per barrel at the time of this report.

The supply of crude oil is still more than the demand currently and until the world supply of crude oil is reduced or the demand thereof increases, the price of crude oil may remain in the current price range.

We are cautious about the outlook for the oil and gas industry in the short term. We have implemented our internal cost cutting measures and we are able to maintain the utilisation of our offshore support vessels amidst this challenging environment. The long term prospect for the oil and gas industry is still bright and the demand for OSVs supporting the existing projects, enhanced oil recovery and deep water projects will be strong when the oil and gas activities improves when the oil price settles above USD60. SIB Group expects that the next 2 years will be challenging for the oil and gas industry in view of the current weak crude oil price.

**B4. Variance between actual profit from forecast profit**

Not applicable as no profit forecast was published.

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2015**

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

**B5. Profit before tax**

Included in the profit before tax are the following item:

	Year-to-date Ended	
	31 Mar 2015 RM'000	31 Mar 2014 RM'000
Other income	(248)	(974)
Interest income	(610)	(744)
Interest expense	3,463	3,951
Depreciation of property, plant and equipment	9,205	11,244
Amortisation of land use rights	145	145
Impairment loss on trade and other receivables	(2,223)	-
Property, plant and equipment written off	-	36
Inventories written down	300	-
Gain or loss on disposal of property, plant and equipment	(21)	(849)
Net foreign exchange (gain)/Loss	(3,528)	417

**B6. Taxation**

	Current Quarter 31 Mar 2015 RM'000	Current Year-to-date 31 Mar 2015 RM'000
Malaysian income tax	601	601
Deferred tax reversal	(243)	(243)
<b>Total tax expenses</b>	<b>358</b>	<b>358</b>

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

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2015

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

**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.

**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 31 March 2015 were as follows:

<b>1. <u>Total Borrowings</u></b>	<b>Secured RM'000</b>
Short-term borrowings	180,466
Long-term borrowings	188,394
	<hr/> 368,860 <hr/>
<b>2. <u>Borrowings denominated in US Dollars</u></b>	<b>Secured USD'000</b>
Short-term borrowings	10,343
Long-term borrowings	32,902
	<hr/> 43,245 <hr/>

**B11. Derivative Financial Instruments**

There are no outstanding derivatives as at the reporting period.

**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2015**

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

**B12. Material litigation**

On 6 June 2013, one of the subsidiaries of the Group filed a claim against BPS for unpaid charges from BPS under a shipbuilding contract dated 3 September 2008. BPS filed a counter claim on 12 August 2013. The said subsidiary subsequently filed a defence on BPS's counterclaim on 12 February 2014. Both parties had reached an amicable settlement, pursuant to which Boustead paid the subsidiary on 18 December 2014 as full settlement of all claims and counterclaims.

On 7 December 2012, another subsidiary of the Group initiated arbitration before the Kuala Lumpur Regional Centre for Arbitration (KLRCA) against Boustead Penang Shipyard Sdn Bhd (BPS) under a shipbuilding contract dated 3 April 2008 to build two units of 7,000 DWT oil carriers/chemical carriers.

The subsidiary filed its statement of claim against BPS on 8 May 2013 for interest, damages, costs and expenses incurred by the company for breaches of the contract by BPS. BPS has filed a statement of defence and counterclaim on 7 June 2013. The arbitration is ongoing as parties exchange requests for disclosure.

The Group has made adequate provisions for potential impairment and allowance for doubtful debts pending the settlement of the dispute.

**B13. Dividend payable**

No interim dividend has been declared for the current quarter ended 31 March 2015.

**B14. Earnings per Share**

	3 months ended		3 months ended	
	31 Mar 2015 RM'000	31 Mar 2014 RM'000	31 Mar 2015 RM'000	31 Mar 2014 RM'000
Profit attributable to Owners of the Parent (RM'000)	2,775	4,647	2,775	4,647
Weighted average number of shares in issue ('000)	500,000	500,000	500,000	500,000
Basic earnings per share (sen)	0.56	0.93	0.56	0.93
Diluted earnings per share (sen)	0.56	0.93	0.56	0.93

Basic earnings per share of the Company is calculated by dividing net 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.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2015

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

**B15. Disclosure of Realised and Unrealised Profits**

The retained profits as at 31 March 2015 and 31 December 2014 are analysed as follows:

	<b>As at 31 Mar 2015 RM'000</b>	<b>As at 31 Dec 2014 RM'000</b>
Total retained profits of the Company and its subsidiaries:		
- Realised	415,389	389,084
- Unrealised	<u>(57,962)</u>	<u>(35,401)</u>
	357,427	353,683
Consolidation adjustments	<u>(237,137)</u>	<u>(236,168)</u>
Total Group retained profits as per consolidated accounts	<u><u>120,290</u></u>	<u><u>117,515</u></u>

**B16. Authorisation For Issue**

The interim report for the first quarter ended 31 March 2015 was authorised for issue by the Board resolution of the directors dated 21st May 2015.

**By Order Of The Board**

**Yeo Puay Huang (f)**  
**Company Secretary**  
**21-May-2015**