

# VIKING OFFSHORE AND MARINE LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No. 199307300M)

---

## DIFFERENCES BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016

---

The Board of Directors (the “**Board**”) of Viking Offshore and Marine Limited (the “**Company**”) refers to the announcement released by the Company on the SGXNet on 27 February 2017 on the unaudited financial statements for the financial year ended 31 December 2016.

The Board wishes to announce that there are certain differences between the audited financial results of the Group for the financial year ended 31 December 2016 (“**Audited Results**”) and the Unaudited financial statements for the financial year ended 31 December 2016 (“**Unaudited Results**”).

A comparison of the Audited Results and the Unaudited Results is set out as follows:

### CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 December 2016

	Notes	<u>Audited Results</u> S\$'000	<u>Unaudited Results</u> S\$'000	<u>Difference</u> S\$'000
<b>Loss before tax is derived at after crediting/(charging):</b>				
Impairment loss on finance lease receivables	1	(333)	(4,472)	4,139
Impairment loss on trade receivables	1	(4,388)	(249)	(4,139)

### CONSOLIDATED BALANCE SHEET

As at 31 December 2016

	Notes	<u>Audited Results</u> S\$'000	<u>Unaudited Results</u> S\$'000	<u>Difference</u> S\$'000
<b>Non-current assets</b>				
Finance lease receivables	1	32,459	28,292	4,167
Total non-current assets		<u>87,186</u>	<u>83,019</u>	<u>4,167</u>
<b>Current assets</b>				
Trade receivables	1	26,118	30,285	(4,167)
Total current assets		<u>59,304</u>	<u>63,471</u>	<u>(4,167)</u>

**CONSOLIDATED CASH FLOW STATEMENT**  
For the year ended 31 December 2016

	Notes	<u>Audited</u> <u>Results</u> S\$'000	<u>Unaudited</u> <u>Results</u> S\$'000	<u>Difference</u> S\$'000
<b>Cash flows from operating activities:</b>				
<b>Loss before tax</b>	3	(17,086)	(17,088)	2
<b>Adjustments for:</b>				
Impairment loss on finance lease receivables	1	333	4,472	(4,139)
Impairment loss on trade receivables	1	4,388	249	4,139
Unchanged items	3	17,127	17,125	2
<b>Operating profit before working capital changes</b>		4,762	4,758	4
Changes in working capital:				
Trade receivables	1	(8,732)	(8,760)	28
Finance lease receivables	1	4,751	4,779	(28)
Unchanged items		1,842	1,842	-
<b>Cash flows from/(used in) operations</b>		2,623	2,619	4
Interest paid	2	-	(1,567)	1,567
Unchanged items		(8)	(8)	-
<b>Net cash flows from/(used in) operating activities</b>		2,615	1,044	1,571
<b>Cash flows from financing activities</b>				
Interest paid	2	(1,567)	-	(1,567)
Unchanged items		(3,652)	(3,652)	-
<b>Cash flows (used in)/ from financing activities</b>		(5,219)	(3,652)	(1,567)
Effect of exchange rate changes on cash and cash equivalents	3	32	36	(4)

**Note 1**

Subsequent to the announcement of the Unaudited Results, the management further assessed the accounting of the land rigs chartering contracts and decided to:

1. Provide the impairment against trade receivables and finance lease receivables; and
2. Provide the impairment against both the land rig chartering contracts as opposed to one in the Unaudited Results.

The above resulted in reclassification in the consolidated balance sheet and cash flow statements but had no impact on profit and loss as well as net tangible assets.

**Note 2**

Interest paid under the statement of cash flows was reclassified from operating activities to financing activities. This reclassification did not affect the net change in cash and cash equivalent nor cash balance at the end of the financial year.

**Note 3**

Due to rounding differences.

By Order of the Board  
**VIKING OFFSHORE AND MARINE LIMITED**

Low Jooi Kok  
Chief Executive Officer and Executive Director  
11 April 2017

---

*This document has been prepared by the Company and its contents have been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore branch ("Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST"), this being the SGX-ST Listing Manual Section B: Rules of Catalist. The Sponsor has not independently verified the contents of this document.*

*The document has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this document including the correctness of any of the statements or opinions made or reports contained in this document.*

*The contact person for the Sponsor is Mr Ken Lee, Associate Director, Investment Banking. The contact particulars are 50 Raffles Place, #09-01 Singapore Land Tower, Singapore 048623, telephone (65) 6337 5115.*