Listed companies must provide the information required by Appendix 7.2 of the Listing Manual. Adequate disclosure should be given to explain any material extraordinary item either as a footnote of the material extraordinary item or in the "Review of the performance of the group".

PENGUIN INTERNATIONAL LIMITED (Co. Registration Number : 197600165Z)

Unaudited Second Quarter And Half Year Financial Statement and Dividend Announcement for the Period Ended 30 June 2016

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a) An income statement and statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 30 JUNE 2016

		Group					
		3 Months Ended			6 Months Ended		
		30/06/2016 $'000	30/06/2015 $'000	+ / (-) %	30/06/2016 $'000	30/06/2015 $'000	+ / (-) %
Continuing Operations							
Revenue	1	**10,479**	**22,209**	**(52.8)**	**16,762**	**58,085**	**(71.1)**
Cost of sales	2	**(7,049)**	**(14,252)**	**(50.5)**	**(10,910)**	**(40,058)**	**(72.8)**
Gross profit		**3,430**	**7,957**	**(56.9)**	**5,852**	**18,027**	**(67.5)**
Other operating income	3	**63**	**11,754**	**(99.5)**	**1,860**	**12,011**	**(84.5)**
Distribution costs		**(57)**	**(64)**	**(10.9)**	**(110)**	**(126)**	**(12.7)**
Administrative expenses		**(3,175)**	**(4,876)**	**(34.9)**	**(6,440)**	**(9,149)**	**(29.6)**
Other operating expenses	4	**(3,541)**	**(1,869)**	**89.5**	**(6,895)**	**(4,807)**	**43.4**
Finance cost		**(124)**	**(106)**	**17.0**	**(263)**	**(155)**	**69.7**
Interest income		**48**	**27**	**77.8**	**102**	**50**	**104.0**
(Loss) / profit before tax from continuing operations		**(3,356)**	**12,823**	**NM**	**(5,894)**	**15,851**	**NM**
Income tax credit / (expense)		**263**	**(3,388)**	**NM**	**250**	**(3,914)**	**NM**
(Loss) / profit for the period from continuing operations		**(3,093)**	**9,435**	**NM**	**(5,644)**	**11,937**	**NM**
Discontinued Operation							
Profit from discontinued operation, net of tax	5	**-**	**8**	**(100.0)**	**-**	**12**	**(100.0)**
(Loss) / profit for the period		**(3,093)**	**9,443**	**(132.8)**	**(5,644)**	**11,949**	**(147.2)**

CONSOLIDATED INCOME STATEMENT
FOR THE PERIOD ENDED 30 JUNE 2016

	Group					
	3 Months Ended			6 Months Ended		
	30/06/2016 $'000	30/06/2015 $'000	+ / (-) %	30/06/2016 $'000	30/06/2015 $'000	+ / (-) %
Attributable to:						
Owners of the company						
(Loss) / profit from continuing operations, net of tax	**(3,093)**	**9,435**	NM	**(5,644)**	**11,937**	NM
Profit from discontinued operation, net of tax	**-**	**8**	(100.0)	**-**	**12**	(100.0)
(Loss) / profit for the year attributable to owners of the company	**(3,093)**	**9,443**	NM	**(5,644)**	**11,949**	NM
Non-controlling interests						
Profit from continuing operations	**-**	**-**	NM	**-**	**-**	NM
Profit for the year attributable to non-controlling interests	**-**	**-**	NM	**-**	**-**	NM
(Loss) / profit for the period	**(3,093)**	**9,443**	NM	**(5,644)**	**11,949**	NM

STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2016

	Group					
	3 Months Ended			6 Months Ended		
	30/06/2016 $'000	30/06/2015 $'000	+ / (-) %	30/06/2016 $'000	30/06/2015 $'000	+ / (-) %
(Loss) / profit for the period	**(3,093)**	**9,443**	NM	**(5,644)**	**11,949**	NM
Other comprehensive income:						
Items that may be reclassified subsequently to profit or loss						
Net effect of exchange differences arising on quasi capital non-trade amount due from subsidiaries	**(653)**	**(372)**	75.5	**(2,757)**	**(372)**	641.1
Foreign currency translation	**454**	**(636)**	NM	**24**	**(522)**	NM
Other comprehensive income for the period, net of tax	**(199)**	**(1,008)**	(80.3)	**(2,733)**	**(894)**	205.7
Total comprehensive income for the period, net of tax	**(3,292)**	**8,435**	NM	**(8,377)**	**11,055**	NM
Total comprehensive income for the period attributable to:						
Owners of the company	**(3,292)**	**8,435**	NM	**(8,377)**	**11,055**	NM
Non-controlling interests	**-**	**-**	NM	**-**	**-**	NM
Total comprehensive income for the period	**(3,292)**	**8,435**	NM	**(8,377)**	**11,055**	NM
Total comprehensive income for the period attributable to:						
Owners of the company						
Total comprehensive income from continuing operations, net of tax	**(3,292)**	**8,427**	NM	**(8,377)**	**11,043**	NM
Total comprehensive income from discontinued operation, net of tax	**-**	**8**	(100.0)	**-**	**12**	(100.0)
Total comprehensive income for the period attributable to owners of the company	**(3,292)**	**8,435**	NM	**(8,377)**	**11,055**	NM

NOTES TO CONSOLIDATED INCOME STATEMENT

	Group		Group	
	3 Months Ended		6 Months Ended	
	30/06/2016	30/06/2015	30/06/2016	30/06/2015
	$'000	$'000	$'000	$'000
Continuing Operations				
Other income including interest income	**111**	**11,781**	**1,962**	**12,061**
Interest expense	**(117)**	**(95)**	**(248)**	**(134)**
Depreciation of property, plant and equipment and amortisation of deferred drydocking expenditure	**(2,183)**	**(2,450)**	**(4,429)**	**(4,540)**
Impairment of property, plant and equipment and inventory	**(1,312)**	**-**	**(3,312)**	**-**
Foreign exchange (loss) / gain	**(453)**	**511**	**23**	**(738)**
Gain / (loss) on disposal of property, plant and equipment and deferred drydocking expenditure*	**3**	**-**	**(2)**	**-**
Reversal of warranty claims on shipbuilding contracts, net	**19**	**199**	**72**	**173**
Allowance for doubtful debts (trade)	**-**	**(341)**	**-**	**(341)**
Net fair value gain on derivatives **	**-**	**1,772**	**-**	**1,609**
Discontinued Operation				
Reversal for doubtful debt (trade)	**-**	**10**	**-**	**16**

** This amount is included in other income including interest income above*
*** This amount is included in foreign exchange (loss) / gain*

Notes to Consolidated Income Statement:

1 Revenue is contributed primarily by shipbuilding, ship repair and vessel chartering activities.

2 Cost of Sales comprises primarily shipbuilding costs, ship repair costs and vessel operating expenses.

3 Other Operating Income was contributed primarily by forfeiture of deposits from terminated sale and purchase agreements.

4 Other Operating Expenses comprises primarily depreciation of property, plant and equipment, impairment of property, plant and equipment and inventory and net foreign exchange gain / loss.

5 "Discontinued Operation" refers to the Group's bunkering subsidiary, which ceased its business activities in late FY2013. As a result of this cessation, the subsidiary's financials have been classified as “Discontinued Operation".

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2016

		Group		+ / (-)	Company		+ / (-)
		30/06/2016	31/12/2015	%	30/06/2016	31/12/2015	%
		$'000	$'000		$'000	$'000	
Equity attributable to owners of the Company							
Share capital		**94,943**	**94,943**	**0.0**	**94,943**	**94,943**	**0.0**
Reserves		**46,458**	**56,486**	**(17.8)**	**15,490**	**15,515**	**(0.2)**
Total equity		**141,401**	**151,429**	**(6.6)**	**110,433**	**110,458**	**(0.0)**
Intangible asset		**78**	**78**	**0.0**	**-**	**-**	**NM**
Property, plant and equipment	1	**101,803**	**106,800**	**(4.7)**	**13,117**	**14,241**	**(7.9)**
Investments in subsidiaries		**-**	**-**	**NM**	**25,535**	**25,535**	**0.0**
Loan to a subsidiary		**-**	**-**	**NM**	**61,913**	**61,913**	**0.0**
Other investments		**-**	**-**	**NM**	**-**	**-**	**NM**
Current assets							
Inventories	2	**52,756**	**53,427**	**(1.3)**	**-**	**-**	**NM**
Trade receivables	3	**6,519**	**4,634**	**40.7**	**1,698**	**1,579**	**7.5**
Other receivables and deposits	4	**1,719**	**2,476**	**(30.6)**	**256**	**97**	**163.9**
Prepayments		**331**	**471**	**(29.7)**	**124**	**113**	**9.7**
Due from customer for contract work-in-progress	5	**2,696**	**-**	**NM**	**-**	**-**	**NM**
Loan to subsidiaries		**-**	**-**	**NM**	**21,171**	**6,870**	**208.2**
Short-term deposits		**5,424**	**27,280**	**(80.1)**	**5,424**	**27,280**	**(80.1)**
Cash and bank balances		**10,510**	**10,017**	**4.9**	**4,693**	**2,183**	**115.0**
		79,955	**98,305**	**(18.7)**	**33,366**	**38,122**	**(12.5)**
Current liabilities							
Trade payables		**9,256**	**10,989**	**(15.8)**	**112**	**101**	**10.9**
Other payables and accruals	6	**12,541**	**16,834**	**(25.5)**	**3,586**	**4,001**	**(10.4)**
Provisions		**69**	**188**	**(63.3)**	**-**	**-**	**NM**
Due to customer for contract work-in-progress		**-**	**2,322**	**(100.0)**	**-**	**-**	**NM**
Deferred revenue		**160**	**188**	**(14.9)**	**160**	**188**	**(14.9)**
Provision for income tax		**2,712**	**5,651**	**(52.0)**	**11**	**20**	**(45.0)**
Term loans		**3,360**	**3,360**	**0.0**	**-**	**-**	**NM**
Deposit from subsidiaries		**-**	**-**	**NM**	**17,930**	**23,226**	**(22.8)**
		28,098	**39,532**	**(28.9)**	**21,799**	**27,536**	**(20.8)**
Net current assets		**51,857**	**58,773**	**(11.8)**	**11,567**	**10,586**	**9.3**
Non-current liabilities							
Deferred tax liabilities		**3,933**	**4,138**	**(5.0)**	**1,595**	**1,713**	**(6.9)**
Provisions		**104**	**104**	**0.0**	**104**	**104**	**0.0**
Term loans		**8,300**	**9,980**	**(16.8)**	**-**	**-**	**NM**
Net Assets		**141,401**	**151,429**	**(6.6)**	**110,433**	**110,458**	**(0.0)**

Notes to the Balance Sheet:

1 Property, Plant and Equipment refers mainly to the Group's vessels, leasehold buildings and machinery and equipment.

2 Inventories refers mainly to construction cost of completed vessels and construction-in-progress in relation to uncompleted vessels.

3 Trade Receivables refers mainly to receivables from shipbuilding, ship repair and vessel chartering activities.

4 Other Receivables and Deposits refers mainly to deposits paid by the Group for equipment purchases with long lead time and insurance claim.

5 Due from Customer for Contract Work-in-Progress refers to the costs in relation to shipbuilding contracts in excess of their progress billings.

6 Other Payables and Accruals refers mainly to advance payments and deposits received, advance billings and accrued operating expenses.

1(b)(ii)

Amount repayable in one year or less, or on demand

As at 30/06/2016		As at 31/12/2015	
Secured	Unsecured	Secured	Unsecured
$'000	$'000	$'000	$'000
3,360	-	3,360	-

Amount repayable after one year

As at 30/06/2016		As at 31/12/2015	
Secured	Unsecured	Secured	Unsecured
$'000	$'000	$'000	$'000
8,300	-	9,980	-

Details of any collateral

The Group's borrowings from the banks are secured by way of mortgage over certain subsidiaries' vessels, including assignment of insurance policies and charter earnings and contracts.

1(c) A statement of cash flow (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2016

	Group		Group	
	3 Months Ended		6 Months Ended	
	30/06/2016 $'000	30/06/2015 $'000	30/06/2016 $'000	30/06/2015 $'000
Cash flows from operating activities				
(Loss) / profit before tax from continuing operations	**(3,356)**	**12,823**	**(5,894)**	**15,851**
Profit before tax from discontinued operation	**-**	**8**	**-**	**12**
(Loss) / profit before tax, total	**(3,356)**	**12,831**	**(5,894)**	**15,863**
Adjustments:				
Depreciation of property, plant and equipment and amortisation of deferred drydocking expenditure	**2,183**	**2,450**	**4,429**	**4,540**
Impairment of property, plant and equipment and inventory	**1,312**	**-**	**3,312**	**-**
Gain on disposal of property, plant and equipment and deferred drydocking expenditure	**(3)**	**-**	**2**	**-**
Interest expense	**117**	**95**	**248**	**134**
Interest income	**(48)**	**(27)**	**(102)**	**(50)**
Allowance for doubtful debts (trade)	**-**	**331**	**-**	**325**
Reversal of warranty claims on shipbuilding contracts, net	**(19)**	**(199)**	**(72)**	**(173)**
Net fair value gain on derivative liabilities	**-**	**(1,772)**	**-**	**(1,609)**
Currency alignment	**585**	**750**	**16**	**(535)**
Operating cash flows before changes in working capital	**771**	**14,459**	**1,939**	**18,495**
Inventories	**(469)**	**(8,791)**	**(641)**	**(12,203)**
Trade receivables	**(2,618)**	**(1,363)**	**(1,885)**	**7,683**
Other receivables, deposits and prepayments	**661**	**1,052**	**1,147**	**3,505**
Due from customer for contract work-in-progress	**(2,696)**	**-**	**(2,696)**	**-**
Trade payables	**(771)**	**(2,845)**	**(1,733)**	**8,702**
Other payables and accruals	**(464)**	**(2,332)**	**(4,340)**	**(13,770)**
Due to customer for contract work-in-progress	**(1,125)**	**(91)**	**(2,322)**	**(508)**
Deferred revenue	**39**	**(33)**	**(28)**	**(81)**
Cash (used in) / generated from operations	**(6,672)**	**56**	**(10,559)**	**11,823**
Interest paid	**(117)**	**(95)**	**(248)**	**(134)**
Interest received	**48**	**27**	**102**	**50**
Income taxes paid, net	**(2,962)**	**(3,152)**	**(3,144)**	**(3,237)**
Net cash (used in) / generated from operating activities	**(9,703)**	**(3,164)**	**(13,849)**	**8,502**
Cash flows from investing activities				
Proceeds from disposal of property, plant and equipment and deferred drydocking expenditure	**2**	**-**	**4**	**1**
Purchase of property, plant and equipment and deferred drydocking expenditure	**(641)**	**(12,099)**	**(4,069)**	**(25,441)**
Net cash used in investing activities	**(639)**	**(12,099)**	**(4,065)**	**(25,440)**
Cash flows from financing activities				
Increase in pledged deposits with licensed banks	**-**	**(288)**	**-**	**(288)**
Proceeds from term loans	**-**	**6,800**	**-**	**15,800**
Repayment of term loans	**(840)**	**(613)**	**(1,680)**	**(780)**
Dividend paid	**(1,651)**	**(6,605)**	**(1,651)**	**(6,605)**
Net cash (used in) / generated from financing activities	**(2,491)**	**(706)**	**(3,331)**	**8,127**
Net decrease in cash and cash equivalents	**(12,833)**	**(15,969)**	**(21,245)**	**(8,811)**
Effect of exchange rate change on cash and cash equivalents	**(60)**	**(197)**	**(118)**	**(150)**
Cash and cash equivalents at beginning of period	**28,539**	**44,578**	**37,009**	**37,373**
Cash and cash equivalents at end of period	**15,646**	**28,412**	**15,646**	**28,412**

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2016

Group	Attributable to owners of the Company				Non-controlling interest	Total Equity
	Share capital $'000	Other reserves $'000	Revenue reserve $'000	Total $'000	$'000	$'000
Opening balance as at 1 January 2016	94,943	(6,770)	63,256	151,429	-	151,429
Loss for the period	-	-	(2,551)	(2,551)	-	(2,551)
Other comprehensive income						
Net effect of exchange differences arising on quasi capital non-trade amount due from subsidiaries	-	(2,104)	-	(2,104)	-	(2,104)
Foreign currency translation	-	(430)	-	(430)	-	(430)
Other comprehensive income for the period, net of tax	-	(2,534)	-	(2,534)	-	(2,534)
Total comprehensive income for the period	-	(2,534)	(2,551)	(5,085)	-	(5,085)
Closing balance as at 31 March 2016	94,943	(9,304)	60,705	146,344	-	146,344
Loss for the period	**-**	**-**	(3,093)	(3,093)	**-**	(3,093)
Other comprehensive income						
Net effect of exchange differences arising on quasi capital non-trade amount due from subsidiaries	**-**	(653)	**-**	(653)	**-**	(653)
Foreign currency translation	-	454	-	454	-	454
Other comprehensive income for the period, net of tax	-	(199)	-	(199)	-	(199)
Total comprehensive income for the period	-	(199)	(3,093)	(3,292)	-	(3,292)
Contributions by and distributions to owners						
Dividend paid	-	-	(1,651)	(1,651)	-	(1,651)
Total contributions by and distributions to owners	-	-	(1,651)	(1,651)	-	(1,651)
Closing balance as at 30 June 2016	**94,943**	**(9,503)**	**55,961**	**141,401**	**-**	**141,401**

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2015

	Attributable to owners of the Company					
Group	**Share capital $'000**	**Other reserves $'000**	**Revenue reserve $'000**	**Total $'000**	**Non-controlling interest $'000**	**Total Equity $'000**
Opening balance as at 1 January 2015	94,943	(5,422)	48,644	138,165	-	138,165
Profit for the period	-	-	2,506	2,506	-	2,506
Other comprehensive income						
Foreign currency translation	-	114	-	114	-	114
Other comprehensive income for the period, net of tax	-	114	-	114	-	114
Total comprehensive income for the period	-	114	2,506	2,620	-	2,620
Closing balance as at 31 March 2015	94,943	(5,308)	51,150	140,785	-	140,785
Profit for the period	**-**	**-**	9,443	9,443	**-**	9,443
Other comprehensive income						
Net effect of exchange differences arising on quasi capital non-trade amount due from subsidiaries	**-**	(372)	**-**	(372)	**-**	(372)
Foreign currency translation	-	(636)	-	(636)	-	(636)
Other comprehensive income for the period, net of tax	-	(1,008)	-	(1,008)	-	(1,008)
Total comprehensive income for the period	-	(1,008)	9,443	8,435	-	8,435
Contributions by and distributions to owners						
Dividend paid	-	-	(6,605)	(6,605)	-	(6,605)
Total contributions by and distributions to owners	-	-	(6,605)	(6,605)	-	(6,605)
Closing balance as at 30 June 2015	**94,943**	**(6,316)**	**53,988**	**142,615**	**-**	**142,615**

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2016

Company	Share capital $'000	Revenue reserve $'000	Total Equity $'000
Opening balance as at 1 January 2016	94,943	15,515	110,458
Total comprehensive profit for the period	-	870	870
Closing balance as at 31 March 2016	94,943	16,385	111,328
Total comprehensive profit for the period	-	756	756
Dividend paid	-	(1,651)	(1,651)
Closing balance as at 30 June 2016	**94,943**	**15,490**	**110,433**

STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2015

Company	Share capital $'000	Revenue reserve $'000	Total $'000
Opening balance as at 1 January 2015	94,943	(11,649)	83,294
Total comprehensive profit for the period	-	20,863	20,863
Closing balance as at 31 March 2015	94,943	9,214	104,157
Total comprehensive loss for the period	-	(263)	(263)
Dividend paid	-	(6,605)	(6,605)
Closing balance as at 30 June 2015	**94,943**	**2,346**	**97,289**

1(d)(ii)

Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

On 2 June 2016, the Company completed a share consolidation exercise in which every 3 existing ordinary shares in the capital of the Company were consolidated into 1 ordinary share ("Consolidated Share") and the issued share capital of the Company now comprises 220,169,774 Consolidated Shares, after disregarding fractional entitlements. The details of the number of shares as a result of the share consolidation exercise are shown in 1(d)(iii) below.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at end of the immediately preceding year.

	Number of issued shares	
	30/06/2016	**31/12/2015**
Balance as at 1 January	660,518,052	660,518,052
Less :Share consolidation	(440,348,278)	**-**
Balance as at 30 June 2016 / 31 December 2015	**220,169,774**	**660,518,052**

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at end of the current financial period reporting on.

There are no treasury shares as at end of the financial period ended 30 June 2016.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

Figures have not been audited or reviewed by the auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The financial information contained in this announcement has been based on the unaudited results for the period ended 30 June 2016, which have been prepared in accordance with the accounting policies and methods of computation set out in the 2015 audited accounts. There are no changes in those accounting policies and methods of computation.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group has adopted the new or revised Singapore Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") which is effective for the current financial year, where applicable. The adoption of these FRS and INT FRS did not result in any substantial changes to the Group's accounting policies and there is no material impact on the financial statements of the Group.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

(Loss) / earnings per ordinary share from continuing operations for the period based on profit attributable to shareholders after deducting any provision for preference dividends:-	Group					
	3 Months Ended			6 Months Ended		
	30/06/2016	30/06/2015		30/06/2016	30/06/2015	
		As adjusted*	As previously announced		As adjusted*	As previously announced
	Cents	Cents	Cents	Cents	Cents	Cents
(i) Based on the weighted average number of ordinary shares on issue (cts)	(1.40)	4.29	1.43	(2.56)	5.42	1.81
(ii) On a fully diluted basis (cts)	(1.40)	4.29	1.43	(2.56)	5.42	1.81

(Loss) / earnings per ordinary share for the period based on profit attributable to shareholders after deducting any provision for preference dividends:-	Group					
	3 Months Ended			6 Months Ended		
	30/06/2016	30/06/2015		30/06/2016	30/06/2015	
		As adjusted*	As previously announced		As adjusted*	As previously announced
	Cents	Cents	Cents	Cents	Cents	Cents
(i) Based on the weighted average number of ordinary shares on issue (cts)	(1.40)	4.29	1.43	(2.56)	5.43	1.81
(ii) On a fully diluted basis (cts)	(1.40)	4.29	1.43	(2.56)	5.43	1.81

(Loss) / earnings per ordinary share for 2Q2016 was calculated based on the weighted average number of shares of 220,169,774 (2Q2015 was 660,518,052).

(Loss) / earnings per ordinary share for 1H2016 was calculated based on the weighted average number of shares of 220,169,774 (1H2015 was 660,518,052).

* Note: For comparison, earnings per share for the previous corresponding financial period have been re-computed based on the revised weighted average number of 220,169,774 (after the completion of the Share Consolidation) shares during the financial period.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the :

a) Current financial period reported on

b) Immediately preceding financial year

	Group			Company		
	30/06/2016	31/12/2015		30/06/2016	31/12/2015	
		As adjusted*	As previously announced		As adjusted*	As previously announced
	Cents	Cents	Cents	Cents	Cents	Cents
Net asset value per ordinary share based on the issued share capital at the end of period (cts)	64.22	68.78	22.93	50.16	50.17	16.72

Net asset value per ordinary share was calculated based on the number of shares at 30 June 2016 (220,169,774 shares) and 31 December 2015 (660,518,052 shares).

* Note: For comparison, the Group's and company's net asset value per ordinary shares for the previous corresponding financial year have been re-computed based on the revised number of 220,169,774 shares as a result of the Share Consolidation.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Review of Group's performance
For the 3 months ended 30 June 2016 (2Q2016)

Continuing Operations

The Group's revenue in 2Q2016 was $10.5 million, a decrease of 52.8% from 2Q2015. The decrease was due mainly to a decrease in shipbuilding and chartering activities arising from the slowdown in the marine and offshore industry.

The decrease in cost of sales was due to a decrease in shipbuilding and vessel chartering activities, as well as cost reductions across the Group.

Gross profit in 2Q2016 was $3.4 million, a decrease of 56.9% from 2Q2015. The decrease was due mainly to a decrease in shipbuilding activities arising from the slowdown in the marine and offshore industry.

The decrease in gross profit margin in 2Q2016 as compared to 2Q2015 was mostly contributed by shipbuilding activities.

The decrease in other operating income was due to insignificant other operating income in 2Q2016, compared to an out-of-court settlement of a legal case in 2Q2015.

The decrease in administration expenses was due mainly to lower personnel cost arising from a decrease in headcount, a decrease in legal fees and cost reductions across the Group.

The increase in other operating expenses was due mainly to impairment of inventory and a net foreign exchange loss of $453,000 in 2Q2016, compared to a net foreign exchange gain of $511,000 in 2Q2015.

As a result of the above, the Group posted a loss from continuing operations of $3.1 million in 2Q2016, compared to a gain of $9.4 million in 2Q2015.

Discontinued Operation

The Group ceased the business activities of its bunkering subsidiary in late FY2013. As a result of the cessation, this subsidiary's financials have been classified as “Discontinued Operation".

For the 6 months ended 30 June 2016 (1H2016)

Continuing Operations

The Group's revenue in 1H2016 was $16.8 million, a decrease of 71.1% from 1H2015. The decrease was due mainly to a decrease in shipbuilding and chartering activities arising from the slowdown in the marine and offshore industry.

The decrease in cost of sales was due to a decrease in shipbuilding and vessel chartering activities, as well as cost reductions across the Group.

Gross profit in 1H2016 was $5.8 million, a decrease of 67.5% from 1H2015. The decrease was due mainly to a decrease in shipbuilding activities arising from the slowdown in the marine and offshore industry.

The decrease in gross profit margin in 1H2016 as compared to 1H2015 was mostly contributed by shipbuilding activities.

The decrease in other operating income was due to significantly lower other operating income which was contributed by the forfeiture of deposits from terminated sale and purchase agreements in 1H2016, compared to out-of-court settlement of a legal case in 1H2015.

The decrease in administration expenses was due mainly to lower personnel cost arising from a decrease in headcount, a decrease in legal fees and cost reductions across the Group.

The increase in other operating expenses was due mainly to impairment of property, plant and equipment and inventory in 1H2016. This is partially offset by a net foreign exchange gain of $23,000 in 1H2016, compared to a net foreign exchange loss of $738,000 million in 1H2015.

As a result of the above, the Group posted a loss from continuing operations of $5.6 million in 1H2016, compared to a gain of $11.9 million in 1H2015.

Discontinued Operation

The Group ceased the business activities of its bunkering subsidiary in late FY2013. As a result of the cessation, this subsidiary's financials have been classified as “Discontinued Operation".

Changes in Balance Sheet

The net increase in trade receivables and other receivable was due mainly to timing of collections during the period.

The decrease in trade payables and other payables and accruals was due mainly to timing of payment made during the period.

Review of Group Cashflow

The net cash of $13.8 million used in operating activities was due mainly to payments for trade and other payables.

The net cash of $4.1 million used in investing activities arose mostly from the addition of new crewboats for the Group's fleet.

The net cash of $3.3 million used in financing activities was due mainly to repayment of term loans and a dividend payment as approved by the Company's shareholders at its Annual General Meeting held on 21 April 2016.

As a result of the above cash movements, the Group's cash and cash equivalents decreased to $15.7 million as at 30 June 2016, from $37.0 million as at 31 December 2015.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

Worsening sentiments in the marine and offshore industry have dampened demand for the Group's crewboats and Fast Supply Intervention Vessels. The Group has already halted its build-for-stock programme and switched to a build-to-order strategy, with a focus on non-offshore vessels, including passenger ferries, patrol boats and special purpose vessels. Meanwhile, the Group is continuing to actively market its stock of completed Flex crewboats.

Mindful of the challenging market conditions, the Group will seek out cost reductions, while continuing its ongoing programme of developing niche high-speed vessel designs targeted at profitable market segments.

11. If a decision regarding dividend has been made:-

(a) Whether an interim (final) dividend has been declared (recommended); and

Name of Dividend:
Dividend Type: NIL
Dividend rate:
Tax Rate:

(b) (i) Amount per share (in cents)
Not applicable.

(ii) Previous corresponding period
NIL

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived (if the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividends are determined.

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend has been recommended.

13. If the group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Company had in its Annual General Meeting held on 21 April 2016 obtained approval from its shareholders for the renewal of a general mandate for interested person transactions.

The aggregate value of interested person transactions conducted during the financial period ended 30 June 2016 was not material (less than $100,000).

14. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720 (1).

The Company has obtained the undertakings from all its Directors and executive officers.

CONFIRMATION BY THE BOARD PURSUANT TO RULE 705 (5) OF THE LISTING MANUAL

The Board of Directors hereby confirms that, to the best of its knowledge, nothing has come to its attention which may render the unaudited financial results of the Group for the second quarter and half year ended 30 June 2016 to be false or misleading in any material aspects.

BY ORDER OF THE BOARD

Tung May Fong
Finance & Administration Director
10 August 2016