

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 2014

**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.

**INCOME STATEMENT
FOR THE PERIOD ENDED 30 JUNE 2014**

		3 Months Ended		+ / (-) %	6 Months Ended		+ / (-) %
		30/06/2014	30/06/2013		30/06/2014	30/06/2013	
		\$'000	\$'000		\$'000	\$'000	
Continuing Operations							
Revenue	1	46,416	40,055	15.9	77,196	59,891	28.9
Cost of sales	2	(31,117)	(27,994)	11.2	(51,848)	(41,634)	24.5
Gross profit		15,299	12,061	26.8	25,348	18,257	38.8
Other operating income	3	1,908	1,279	49.2	3,866	2,196	76.0
Distribution costs		(87)	(62)	40.3	(135)	(108)	25.0
Administrative expenses		(4,060)	(3,950)	2.8	(7,776)	(7,049)	10.3
Other operating expenses	4	(1,957)	(2,212)	(11.5)	(3,593)	(3,878)	(7.3)
Finance cost		(34)	(15)	126.7	(44)	(23)	91.3
Interest income		51	15	240.0	94	32	193.8
Profit before tax from continuing operations		11,120	7,116	56.3	17,760	9,427	88.4
Income tax expense		(1,284)	(1,376)	(6.7)	(893)	(2,202)	(59.4)
Profit for the period from continuing operations		9,836	5,740	71.4	16,867	7,225	133.5
Discontinued Operation							
Profit from discontinued operation, net of tax	5	48	110	(56.4)	103	179	(42.5)
Profit for the period		9,884	5,850	69.0	16,970	7,404	129.2

**INCOME STATEMENT
FOR THE PERIOD ENDED 30 JUNE 2014**

	3 Months Ended		Group	6 Months Ended		
	30/06/2014	30/06/2013	+ / (-)	30/06/2014	30/06/2013	+ / (-)
	\$'000	\$'000	%	\$'000	\$'000	%
Attributable to:						
Owners of the company						
Profit from continuing operations, net of tax	9,836	5,740	71.4	16,867	7,225	133.5
Profit from discontinued operation, net of tax	48	110	(56.4)	103	179	(42.5)
Profit for the year attributable to owners of the company	<u>9,884</u>	<u>5,850</u>	69.0	<u>16,970</u>	<u>7,404</u>	129.2
Non-controlling interests						
Profit from continuing operations	-	-	NM	-	-	NM
Profit for the year attributable to non-controlling interests	-	-	NM	-	-	NM
Profit for the period	<u>9,884</u>	<u>5,850</u>	69.0	<u>16,970</u>	<u>7,404</u>	129.2

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 JUNE 2014**

	3 Months Ended		Group	6 Months Ended		
	30/06/2014	30/06/2013	+ / (-)	30/06/2014	30/06/2013	+ / (-)
	\$'000	\$'000	%	\$'000	\$'000	%
Profit for the period	9,884	5,850	69.0	16,970	7,404	129.2
Other comprehensive income:						
Items that may be reclassified subsequently to profit or loss						
Foreign currency translation	(65)	(3)	2066.7	(43)	(23)	87.0
Other comprehensive loss for the period, net of tax	<u>(65)</u>	<u>(3)</u>	2066.7	<u>(43)</u>	<u>(23)</u>	87.0
Total comprehensive income for the period, net of tax	<u>9,819</u>	<u>5,847</u>	67.9	<u>16,927</u>	<u>7,381</u>	129.3
Attributable to:						
Owners of the company	9,819	5,847	67.9	16,927	7,381	129.3
Non-controlling interests	-	-	NM	-	-	NM
Total comprehensive income for the period	<u>9,819</u>	<u>5,847</u>	67.9	<u>16,927</u>	<u>7,381</u>	129.3
Attributable to:						
Owners of the company						
Total comprehensive income from continuing operations, net of tax	9,771	5,737	70.3	16,824	7,202	133.6
Total comprehensive income from discontinued operation, net of tax	48	110	(56.4)	103	179	(42.5)
Total comprehensive income for the period attributable to owners of the company	<u>9,819</u>	<u>5,847</u>	67.9	<u>16,927</u>	<u>7,381</u>	129.3

NOTES TO INCOME STATEMENT

	Group		Group	
	3 Months Ended		6 Months Ended	
	30/06/2014	30/06/2013	30/06/2014	30/06/2013
	\$'000	\$'000	\$'000	\$'000
Continuing Operations				
Other income including interest income	1,959	1,294	3,960	2,228
Depreciation of property, plant and equipment and amortisation of deferred drydocking expenditure	(1,690)	(1,740)	(4,036)	(3,360)
Foreign exchange (loss) / gain	(278)	136	228	(258)
Gain on disposal of property, plant and equipment and deferred drydocking expenditure*	1,749	1,213	3,393	1,925
Property, plant and equipment written off	-	-	(1)	-
Impairment on property, plant and equipment	-	(1,250)	-	(1,250)
(Allowance) / reversal of allowance for doubtful debts	(143)	113	(143)	113
Net fair value gain / (loss) on derivatives **	380	(553)	528	(882)
Discontinued Operation				
Other income including interest income	6	-	19	11
Depreciation of property, plant and equipment and amortisation of deferred drydocking expenditure	-	(20)	-	(44)
Gain on disposal of property, plant and equipment and deferred drydocking expenditure*	-	-	14	-
Reversal for doubtful trade receivable	50	-	100	-

* This amount is included in other income including interest income above

** This amount is included in foreign exchange (loss) / gain

Notes to the Income Statement:

- 1 Revenue is contributed primarily by shipbuilding and vessel chartering income.
- 2 Cost of Sales comprises primarily shipbuilding costs and vessel operating expenses.
- 3 Other Operating Income is contributed primarily by proceeds from the sale of vessels from the Group's fleet.
- 4 Other Operating Expenses comprises primarily depreciation of vessels.
- 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 2014**

		Group		+ / (-)	Company		+ / (-)
		30/06/2014	31/12/2013	%	30/06/2014	31/12/2013	%
		\$'000	\$'000		\$'000	\$'000	
Equity attributable to equity holders of the Company							
Share capital		94,943	94,943	0.0	94,943	94,943	0.0
Reserves		29,677	16,053	84.9	(12,084)	(8,824)	36.9
Total equity		124,620	110,996	12.3	82,859	86,119	(3.8)
Intangible asset		78	78	0.0	-	-	NM
Property, plant and equipment	1	72,349	70,631	2.4	15,903	15,949	(0.3)
Investments in subsidiaries		-	-	NM	23,822	23,722	0.4
Other investments		6	6	0.0	6	6	0.0
Deferred drydocking expenditure		1,365	790	72.8	1,142	170	571.8
Current assets							
Inventories	2	31,651	26,847	17.9	-	-	NM
Trade receivables	3	18,402	12,131	51.7	1,993	1,836	8.6
Other receivables and deposits	4	10,428	6,984	49.3	116	30	286.7
Prepayments		353	396	(10.9)	118	116	1.7
Deferred drydocking expenditure		964	663	45.4	462	154	200.0
Loan to subsidiaries		-	-	NM	46,079	41,514	11.0
Derivatives		527	203	159.6	-	2	(100.0)
Short-term deposits		9,374	9,255	1.3	6,754	9,255	(27.0)
Cash and bank balances		35,525	33,373	6.4	8,519	10,817	(21.2)
		107,224	89,852	19.3	64,041	63,724	0.5
Assets classified as held for sale	5	-	3,487	(100.0)	-	-	NM
		107,224	93,339	14.9	64,041	63,724	0.5
Current liabilities							
Trade payables		8,221	7,061	16.4	48	54	(11.1)
Other payables and accruals	6	34,540	34,218	0.9	1,820	2,741	(33.6)
Billings on work-in-progress in excess of related costs	7	2,987	2,614	14.3	-	-	NM
Deferred revenue		256	155	65.2	256	155	65.2
Derivatives		-	204	(100.0)	-	-	NM
Provision for income tax		4,505	3,539	27.3	-	-	NM
Deposit from subsidiaries		-	-	NM	17,782	12,484	42.4
		50,509	47,791		19,906	15,434	
Net current assets		56,715	45,548	24.5	44,135	48,290	(8.6)
Non-current liabilities							
Deferred tax liabilities		5,893	6,057	(2.7)	2,149	2,018	6.5
Net Assets		124,620	110,996	12.3	82,859	86,119	(3.8)

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-in-progress in relation to uncompleted vessels.
- 3 Trade Receivables refers mainly to receivables from shipbuilding and vessel chartering activities.
- 4 Other Receivables and Deposits refers mainly to deposits paid by the Group for equipment purchases with long lead time.
- 5 Assets Classified as Held for Sale refers mainly to vessels identified for sale in which the sale is highly probable and the vessels are available for immediate sale in their present condition.
- 6 Other Payables and Accruals refers mainly to advance payments and deposits received, advance billings and accrued operating expenses.
- 7 Billings on Work-in-Progress in excess of related costs refers to progress billings in relation to shipbuilding contracts in excess of their corresponding costs.

1(b)(ii)**Amount repayable in one year or less, or on demand**

As at 30/06/2014		As at 31/12/2013	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
-	-	-	-

Amount repayable after one year

As at 30/06/2014		As at 31/12/2013	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
-	-	-	-

Details of any collateral

Not applicable

- l(c) A cash flow statement (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 2014**

	Group		Group	
	3 Months Ended		6 Months Ended	
	30/06/2014	30/06/2013	30/06/2014	30/06/2013
	\$'000	\$'000	\$'000	\$'000
Cash flows from operating activities				
Profit before tax from continuing operations	11,120	7,116	17,760	9,427
Profit before tax from discontinued operation	48	116	90	193
Profit before tax, total	11,168	7,232	17,850	9,620
Adjustments:				
Depreciation of property, plant and equipment and amortisation of deferred drydocking expenditure	1,690	1,760	4,036	3,404
Gain on disposal of property, plant and equipment and deferred drydocking expenditure	(1,749)	(1,213)	(3,407)	(1,925)
Interest income	(51)	(15)	(94)	(32)
Property, plant and equipment written off	-	-	1	-
Impairment of property, plant and equipment	-	1,250	-	1,250
Allowance / (reversal of allowance) for doubtful debts	93	(113)	43	(113)
Reversal / (provision) for warranty claims on boat building contracts	(324)	100	(419)	199
Net fair value (gain) / loss on derivative liabilities	(380)	553	(528)	882
Currency alignment	913	677	632	420
Operating cash flows before changes in working capital	11,360	10,231	18,114	13,705
Inventories	(3,455)	7,446	(4,804)	6,285
Trade receivables	(12,847)	5,010	(6,314)	8,850
Other receivables, deposits and prepayments	(5,443)	(1,791)	(3,401)	(2,275)
Trade payables	1,672	(3,906)	1,160	166
Other payables and accruals	8,800	(11,392)	731	(14,124)
Billings on work-in-progress in excess of related costs	1,037	(1,199)	373	371
Deferred revenue	(3)	(30)	101	67
Cash generated from operations	1,121	4,369	5,960	13,045
Interest received	51	15	94	32
Income taxes paid, net	(1,714)	(883)	(79)	(894)
Net cash (used in) / generated from operating activities	(542)	3,501	5,975	12,183
Cash flows from investing activities				
Proceeds from disposal of property, plant and equipment and deferred drydocking expenditure	4,759	2,915	9,904	4,415
Purchase of property, plant and equipment and deferred drydocking expenditure	(7,594)	(10,597)	(10,018)	(17,561)
Net cash used in investing activities	(2,835)	(7,682)	(114)	(13,146)
Cash flows from financing activities				
(Increase) / decrease in pledged deposits with licensed banks	(590)	(377)	179	(561)
Dividend paid	(3,303)	-	(3,303)	-
Net cash used in financing activities	(3,893)	(377)	(3,124)	(561)
Net (decrease) / increase in cash and cash equivalents	(7,270)	(4,558)	2,737	(1,524)
Effect of exchange rate change on cash and cash equivalents	(212)	(628)	(287)	(594)
Cash and cash equivalents at beginning of period	51,179	40,183	41,247	37,115
Cash and cash equivalents at end of period	43,697	34,997	43,697	34,997

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.

**STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2014**

Group	Attributable to equity holders of the parent				Non-controlling interest	Total Equity
	Share capital	Other reserves	Revenue reserve	Total		
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance as at 1 January 2014	94,943	(5,744)	21,797	110,996	-	110,996
Profit for the period	-	-	7,086	7,086	-	7,086
<u>Other comprehensive income</u>						
Foreign currency translation	-	22	-	22	-	22
Balance as at 31 March 2014	94,943	(5,722)	28,883	118,104	-	118,104
Profit for the period	-	-	9,884	9,884	-	9,884
Dividend paid	-	-	(3,303)	(3,303)		(3,303)
<u>Other comprehensive income</u>						
Foreign currency translation	-	(65)	-	(65)	-	(65)
Balance as at 30 June 2014	94,943	(5,787)	35,464	124,620	-	124,620

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.

**STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2013**

Group	Attributable to equity holders of the parent					
	Share capital \$'000	Other reserves \$'000	Revenue reserve \$'000	Total \$'000	Non-controlling interest \$'000	Total Equity \$'000
Balance at 1 January 2013	94,943	(4,913)	4,502	94,532	-	94,532
Profit for the period	-	-	1,554	1,554	-	1,554
<u>Other comprehensive income</u>						
Foreign currency translation	-	(20)	-	(20)	-	(20)
Balance as at 31 March 2013	94,943	(4,933)	6,056	96,066	-	96,066
Profit for the period	-	-	5,850	5,850	-	5,850
Disposal of plant and equipment	-	(833)	1,127	294	-	294
<u>Other comprehensive income</u>						
Foreign currency translation	-	(3)	-	(3)	-	(3)
Balance as at 30 June 2013	94,943	(5,769)	13,033	102,207	-	102,207

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2014**

Company	Share capital \$'000	Revenue reserve \$'000	Total Equity \$'000
Balance as at 1 January 2014	94,943	(8,824)	86,119
Total comprehensive loss for the period	-	(230)	(230)
Balance as at 31 March 2014	94,943	(9,054)	85,889
Total comprehensive income for the period	-	273	273
Dividend paid	-	(3,303)	(3,303)
Balance as at 30 June 2014	94,943	(12,084)	82,859

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2013**

Company	Share capital \$'000	Revenue reserve \$'000	Total Equity \$'000
Balance as at 1 January 2013	94,943	(4,671)	90,272
Total comprehensive period for the period	-	363	363
Balance as at 31 March 2013	94,943	(4,308)	90,635
Total comprehensive loss for the period	-	(1,812)	(1,812)
Balance as at 30 June 2013	94,943	(6,120)	88,823

- 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.**

Not applicable.

- 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	
	30/06/2014	31/12/2013
Balance as at 1 January	660,518,052	660,518,052
Issue of shares	-	-
Balance as at 30 June / 31 December	<u>660,518,052</u>	<u>660,518,052</u>

- 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 2014.

- 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 2014, which have been prepared in accordance with the accounting policies and methods of computation set out in the 2013 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.**

Earning 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	
	30/06/2014	30/06/2013	30/06/2014	30/06/2013
	Cents	Cent	Cents	Cents
(i) Based on the weighted average number of ordinary shares on issue (cts)	1.49	0.87	2.55	1.09
(ii) On a fully diluted basis (cts)	1.49	0.87	2.55	1.09

Earning 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	
	30/06/2014	30/06/2013	30/06/2014	30/06/2013
	Cents	Cent	Cents	Cents
(i) Based on the weighted average number of ordinary shares on issue (cts)	1.50	0.89	2.57	1.12
(ii) On a fully diluted basis (cts)	1.50	0.89	2.57	1.12

Earnings per ordinary share for 2Q2014 was calculated based on the weighted average number of shares of 660,518,052 (2Q2013 was 660,518,052).

Earnings per ordinary share for 1H2014 was calculated based on the weighted average number of shares of 660,518,052 (1H2013 was 660,518,052).

7. **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the**
- a) Current financial period reported on**
- b) Immediately preceding financial year**

	Group		Company	
	30/06/2014	31/12/2013	30/06/2014	31/12/2013
	Cents	Cents	Cents	Cents
Net asset value per ordinary share based on the issued share capital at the end of period (cts)	18.87	16.80	12.54	13.04

Net asset value per ordinary share was calculated based on the number of shares at 30 June 2014 (660,518,052 shares) and 31 December 2013 (660,518,052 shares).

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 2014 (2Q2014)

Continuing Operations

The Group's revenue in 2Q2014 was \$46.4 million, an increase of 15.9% from 2Q2013. The increase was due mainly to an increase in shipbuilding and vessel chartering activities.

The increase in cost of sales was due to an increase in shipbuilding and vessel chartering activities.

The increase in other operating income was due mainly to higher gains arising from the sale of vessels from our existing fleet.

The increase in administration expenses was due mainly to higher personnel cost arising from an increase in headcount and wages, in line with an increase in business activities.

The decrease in other operating expenses was due mainly to an impairment provision for ferries in 2Q2013 versus no impairment in the latest quarter, which was partially offset by higher vessel depreciation charges resulting from a change in the useful life of the Group's crewboats.

The decrease in income tax expense was due mainly to tax refunds for prior years' tax assessments.

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 2014 (1H2014)

Continuing Operations

The Group's revenue in 1H2014 was \$77.2 million, an increase of 28.9% from 1H2013. The increase was due mainly to an increase in shipbuilding and vessel chartering activities.

The increase in cost of sales was due to an increase in shipbuilding and vessel chartering activities.

The increase in other operating income was due mainly to higher gains arising from the sale of vessels from our existing fleet.

The increase in administration expenses was due mainly to higher personnel cost arising from an increase in headcount and wages, in line with an increase in business activities.

The decrease in other operating expenses was due mainly to an impairment provision for ferries in 2Q2013 versus no impairment in the latest quarter, which was partially offset by higher vessel depreciation charges resulting from a change in the useful life of the Group's crewboats.

The decrease in income tax expense was due mainly to tax refunds for prior years' tax assessments.

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 increase in Inventories was due mainly to more vessels under construction.

The increase in trade receivables was due mainly to the sale of more vessels.

The increase in other receivables and deposits was due mainly to an increase in deposits for long-lead equipment.

Review of Group Cashflow

The net cash of \$6.0 million from operating activities was mostly generated by shipbuilding activities.

The net cash of \$114,000 used in investing activities was due mainly to investments in a new workshop and vessels, and partially offset by the disposal of existing fleet vessels.

The net cash of \$3.1 million used in financing activities was due mainly to dividend payment as approved by the Company's shareholders in its Annual General Meeting held on 24 April 2014.

As a result of the above cash movements, the Group's cash and cash equivalents increased to \$43.7 million as at 30 June 2014, from \$41.2 million as at 31 December 2013.

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.**

The Group expects its core shipbuilding, ship repair and chartering businesses to continue driving operating earnings for the next 12 months.

The Group will continue its programme of developing new crewboat designs, selling crewboats built-for-stock and increasing its own crewboat chartering activities by expanding its fleet of crewboats and Fast Supply Intervention Vessels.

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**

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.

Not applicable.

13 Interested Persons Transactions

The Company had in its Annual General Meeting held on 24 April 2014 obtained approval from its shareholders for the renewal of a general mandate for interested person transactions.

There were no significant interested person transactions during the financial period ended 30 June 2014.

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 2014 to be false or misleading in any material aspects.

BY ORDER OF THE BOARD

Tung May Fong

Finance & Administration Director

7 August 2014