NauticAWT Limited
(Company Registration No: 201108075C)

UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2015 ("FY2015")

*This announcement has been prepared by NauticAWT Limited (the "**Company**") and its contents have been reviewed by the Company's sponsor (the "**Sponsor**"), Canaccord Genuity Singapore Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

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Overview of NauticAWT Limited

NauticAWT Limited is a Singapore headquartered firm offering subsurface, subsea and surface facilities engineering services and contracting solutions to the oil and gas industry. The Group is engaged in field exploration, field development and field refurbishments including design life extensions and production enhancement for ageing and mature assets for its clients. It was listed on the Catalist Board of the Singapore Exchange Securities Trading Limited on 23 July 2015.

With a global reach of 12 offices across Southeast Asia, Australasia, Middle East, Latin America and India, NauticAWT Limited provides a comprehensive range of technical and commercial solutions to the oil and gas industry. Through its multi-disciplined offerings, the Group is able to deliver customised technical greenfield development services and brownfield enhancement and extension solutions, either stand-alone or as an integrated package. The Group also produces a unique range of UHPC and HPC materials for subsurface, subsea and surface applications, which is marketed under its NAX™ trademark.

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

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

Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Group		
	Unaudited FY2015 US$	**Audited FY2014 US$**	**Increase/ (Decrease) %**
Revenue	25,666,309[(1)]	21,282,898	20.6
Cost of sales	(20,639,784)[(1)]	(10,409,549)	98.3
Gross profit	5,026,525	10,873,349	(53.8)
Distribution expenses	(1,077,300)	(759,630)	41.8
Administrative expenses	(11,426,711)[(2)]	(5,440,441)	N/M
Other income	1,231,435[(3)]	325,315	N/M
Finance costs	(171,895)	(423,847)	(59.4)
(Loss) Profit before tax	(6,417,946)	4,574,746	N/M
Income tax expense	(2,232,367)[(4)]	(75,681)	N/M
(Loss) Profit for the year	(8,650,313)[(5)]	4,499,065	N/M
Other comprehensive income			
Item that may be reclassified subsequently to profit or loss			
Share-based payment	-	6,193	N/M
Exchange differences on translation of foreign operations	(176,958)	(153,546)	15.2
Total other comprehensive income for the year	(176,958)	(147,353)	20.1
Total comprehensive income for the year	(8,827,271)	4,351,712	N/M
(Loss) Profit attributable to:			
Owners of the Company	(6,739,996)	4,325,781	N/M
Non-controlling interests	(1,910,317)	173,284	N/M
	(8,650,313)	4,499,065	N/M
Total comprehensive income attributable to:			
Owners of the Company	(6,804,515)	4,238,814	N/M
Non-controlling interests	(2,022,756)	112,898	N/M
	(8,827,271)	4,351,712	N/M

N/M: Not meaningful

Notes:

(1) Included write off of unbilled work undertaken and obsolete stock associated with projects that did not proceed due to weakening market conditions amounted to US$0.6 million.

(2) Included one-off initial public offering ("**IPO**") expenses, bad debts and restructuring costs amounted to US$2.0 million.

(3) Included the discharge of deferred purchase consideration liability of US$0.8 million arising from the acquisition of AWT International Pty Ltd and its subsidiaries ("**AWT**").

(4) Included the impairment of AWT's tax assets of US$2.1 million due to no longer recognising the asset associated with the tax losses of AWT.

(5) If items (1) to (4) above were excluded, loss for the year would have been US$4.8 million in FY2015.

1(a)(ii) The total comprehensive income include the following charges (credits):

	Group		
	Unaudited FY2015 US$	**Audited FY2014 US$**	**Increase/ (Decrease) %**
Depreciation of plant and equipment	817,807	547,992	49.2
Amortisation of intangible assets	990	82	N/M
Finance costs	171,895	423,847	(59.4)
One-off professional fees incurred in relation to the IPO	1,091,596	358,875	N/M
Write off of obsolete stock	279,078	-	N/M
Write off of bad debts	549,095	-	N/M
Write off of unbilled work undertaken	302,315	-	N/M
Restructuring costs	407,982	-	N/M
Write off/loss on disposal of plant and equipment	45,635	1,980	N/M
Net foreign exchange loss (gain)	672,062	(350,571)	N/M
Discharge of AWT's deferred purchase consideration	(807,801)	-	N/M
Interest income	(15,108)	(410)	N/M
Write off of AWT's deferred tax assets	2,087,356	-	N/M

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.

Consolidated Statement of Financial Position

	Group		Company	
	Unaudited 31-Dec-15 US$	Audited 31-Dec-14 US$	Unaudited 31-Dec-15 US$	Audited 31-Dec-14 US$
ASSETS				
Current assets				
Cash and bank balances	928,804	3,412,087	26,506	69,786
Trade receivables	8,136,400	7,353,925	3,537,731	127,452
Other receivables	2,803,757	2,381,285	2,883,911	1,211,918
Inventories	913,757	669,956	-	-
Work in progress	285,909	274,979	-	-
Total current assets	13,068,627	14,092,232	6,448,148	1,409,156
Non-current assets				
Plant and equipment	5,021,821	4,443,647	431,779	-
Goodwill	317,425	-	-	-
Intangible assets	55,810	56,800	7,173	8,164
Subsidiaries	-	-	907,600	291,100
Deferred tax assets	-	2,088,759	-	-
Other receivables	-	559,382	2,552,936	2,447,935
Total non-current assets	5,395,056	7,148,588	3,899,488	2,747,199
Total assets	18,463,683	21,240,820	10,347,636	4,156,355
LIABILITIES AND EQUITY				
Current liabilities				
Trade payables	3,335,059	3,114,127	-	-
Other payables	2,853,668	2,673,684	2,385,287	208,358
Government grant received	140,132	-	140,132	-
Liabilities for trade bills discounted with recourse	1,656,326	346,211	-	-
Bank loan and advances	2,014,511	1,894,109	745,099	-
Loan from a director	326,000	204,022	326,000	223,609
Finance leases	63,485	102,064	-	-
Provision for taxation	745,014	443,675	14,696	8,476
Total current liabilities	11,134,195	8,777,892	3,611,214	440,443
Non-current liabilities				
Long-term bank loan	894,217	700,006	229,167	-
Finance leases	115,055	164,841	-	-
Deferred tax liabilities	99,844	-	-	-
Other payables	8,508	614,756	-	-
Total non-current liabilities	1,117,624	1,479,603	229,167	-
Total liabilities	12,251,819	10,257,495	3,840,381	440,443
Capital and reserves				
Share capital	7,248,183	3,208,578	7,248,183	3,208,578
Other capital reserve	718,247	703,453	718,247	703,453
Share-based payment reserve	7,604	6,193	-	-
Foreign currency translation reserve	(157,679)	(93,160)	-	-
Accumulated (losses) profits	(1,052,769)	5,687,227	(1,459,175)	(196,119)
Equity attributable to owners of the Company	6,763,586	9,512,291	6,507,255	3,715,912
Non-controlling interests	(551,722)	1,471,034	-	-
Total equity	6,211,864	10,983,325	6,507,255	3,715,912
Total liabilities and equity	18,463,683	21,240,820	10,347,636	4,156,355

1(b)(ii) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:

(A) the amount repayable in one year or less, or on demand;

Group		Group	
31-Dec-15		31-Dec-14	
Secured	Unsecured	Secured	Unsecured
US$	US$	US$	US$
3,734,322	326,000	2,342,384	204,022

(B) the amount repayable after one year;

Group		Group	
31-Dec-15		31-Dec-14	
Secured	Unsecured	Secured	Unsecured
US$	US$	US$	US$
1,009,272	-	864,847	-

Details of any collateral

Finance leases

The Group's obligations under finance leases are secured by the lessors' title to the plant and equipment with carrying amount of US$295,723 as at 31 December 2015 (31 December 2014: US$374,277) and the finance lease on a motor vehicle is guaranteed by a director.

Bank borrowings

The Group's bank borrowings are secured by the following:

(a) Assignment of an insurance policy;

(b) A charge of US$370,571 (31 December 2014: US$300,000) over all term deposit accounts of two subsidiaries (31 December 2014: one); and

(c) Fixed charge over all assets of two subsidiaries (31 December 2014: one).

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

Consolidated Statement of Cash Flows

		Group	
		Unaudited FY2015 US$	**Audited FY2014 US$**
Operating activities			
(Loss) Profit before tax		(6,417,946)	4,574,746
Adjustments for:			
Depreciation of plant and equipment		817,807	547,992
Amortisation of intangible assets		990	82
Negative goodwill arising from acquisition of a subsidiary		-	(249,990)
Discharge of AWT's deferred purchase consideration		(807,801)	-
Write off of bad debts		549,095	63,020
Write off of unbilled work undertaken		302,315	-
Write off/loss on disposal of plant and equipment		45,635	1,980
Write off of obsolete stock		279,078	-
Interest expense		171,895	423,847
Interest income		(15,108)	(410)
Share based payment		1,411	6,193
Operating cash flows before movements in working capital		(5,072,629)	5,367,460
Trade receivables		(610,019)	414,694
Other receivables		291,916	113,068
Inventories		(522,879)	(368,991)
Trade payables		(33,071)	(616,203)
Other payables		1,217,673	329,776
Trade bills discounted with recourse		1,303,907	(1,067,641)
Work in progress		(284,719)	(614,862)
Cash (used in) generated from operations		(3,709,821)	3,557,301
Income tax paid		(166,566)	(21,052)
Interest received		15,108	410
Interest paid		(171,895)	(152,934)
Net cash (used in) from operating activities		(4,033,174)	3,383,725
Investing activities			
Purchase of plant and equipment		(1,363,805)	(1,820,300)
Investment in intangible assets		-	(8,246)
Acquisition of a subsidiary	(A)	(352,215)	(708,103)
Net cash used in investing activities		(1,716,020)	(2,536,649)
Financing activities			
Loan from (repayment of loan to) director		121,978	(189,720)
Proceeds from bank loans		1,510,912	2,300,000
Restricted cash		(70,751)	-
Government grant received		140,132	-
Loan receipts from a related party		-	1,500,000
Repayment of loan to a related party		-	(1,500,000)
Dividend paid		-	(950,000)
Repayment of advances to bank		(217,322)	(344,964)
Repayment of finance lease payables		(107,550)	(6,333)
Repayments of bank loans		(1,474,076)	(224,998)
Proceeds from issuance of ordinay shares		-	131,250
Proceeds of IPO		4,161,403	-
IPO share issue costs		(370,289)	-
Expenses incurred in connection with the IPO	(B)	(1,005,575)	-
Net cash from financing activities		2,688,862	715,235

	Group	
	Unaudited FY2015 US$	**Audited FY2014 US$**
Net (decrease) increase in cash and cash equivalents	(3,060,332)	1,562,311
Cash and cash equivalents at beginning of year	3,112,087	1,567,472
Effects of exchange rate changes on balances of cash held in foreign currencies	11,199	(17,696)
Cash and cash equivalents at end of year	62,954	3,112,087

Notes:

(A) The Company acquired a subsidiary for a total consideration of US$615,501 (2014: Nil) which is made up of (i) issuance of 1,765,893 new shares in the capital of the Company amounting to US$263,285 (2014: Nil) and (ii) cash payment of US$352,215 (2014: Nil).

(B) The Company incurred IPO share issue expenses of US$1,091,596 (2014: US$358,875) of which US$1,005,575 (2014: US$190,847) were paid during the year. US$254,049 remains unpaid as at 31 December 2015 and was recorded under "Other Payables".

For the purpose of the consolidated statement of cash flows, cash and cash equivalents comprise the following at the end of the financial year:

Cash and bank balances	928,804	3,412,087
Less: Bank overdraft	(495,099)	-
Less: Restricted cash	(370,751)	(300,000)
Cash and cash equivalents	62,954	3,112,087

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 capitalization issues and distributions to shareholders, together with comparative statement for the corresponding period of the immediately preceding financial year.

Group	Share capital	Share conversion reserve	Other capital reserve	Share-based payment reserve	Foreign currency translation reserve	Accumulated profits (losses)	Attributable to owners of the Company	Non-controlling interests	Total
	US$	US$	US$	US$	US$	US$	US$	US$	US$
Balance at 1 January 2015	**3,208,578**	**-**	**703,453**	**6,193**	**(93,160)**	**5,687,227**	**9,512,291**	**1,471,034**	**10,983,325**
Total comprehensive income for the year									
Loss for the year	-	-	-	-	-	(6,739,996)	(6,739,996)	(1,910,317)	(8,650,313)
Other comprehensive income for the year	-	-	-	-	(64,519)	-	(64,519)	(112,439)	(176,958)
Total	-	-	-	-	(64,519)	(6,739,996)	(6,804,515)	(2,022,756)	(8,827,271)
Transaction with owners recognised directly in equity									
Recognition of share-based payment	-	-	-	1,411	-	-	1,411	-	1,411
Issuance of shares pursuant to IPO	3,791,114	-	-	-	-	-	3,791,114	-	3,791,114
Issuance of shares pursuant to acquisition of a subsidiary	248,491	-	14,794	-	-	-	263,285	-	263,285
Total	4,039,605	-	14,794	1,411	-	-	4,055,810	-	4,055,810
Balance at 31 December 2015 (unaudited)	**7,248,183**	**-**	**718,247**	**7,604**	**(157,679)**	**(1,052,769)**	**6,763,586**	**(551,722)**	**6,211,864**
Balance at 1 January 2014	**77,328**	**223,453**	**-**	**-**	**-**	**1,361,446**	**1,662,227**	**-**	**1,662,227**
Total comprehensive income for the year									
Profit for the year	-	-	-	-	-	4,325,781	4,325,781	173,284	4,499,065
Other comprehensive income for the year	-	-	-	6,193	(93,160)	-	(86,967)	(60,386)	(147,353)
Total	-	-	-	6,193	(93,160)	4,325,781	4,238,814	112,898	4,351,712
Transaction with owners recognised directly in equity									
Non-controlling interest arising from acquisition of a subsidiary	-	-	-	-	-	-	-	1,358,136	1,358,136
Conversion of convertible bond	3,000,000	(223,453)	703,453	-	-	-	3,480,000	-	3,480,000
Issuance of shares	131,250	-	-	-	-	-	131,250	-	131,250
Total	3,131,250	(223,453)	703,453	-	-	-	3,611,250	1,358,136	4,969,386
Balance at 31 December 2014 (audited)	**3,208,578**	**-**	**703,453**	**6,193**	**(93,160)**	**5,687,227**	**9,512,291**	**1,471,034**	**10,983,325**

Company	Share capital	Share conversion reserve	Other capital reserve	Accumulated (losses) profits	Total
	US$	US$	US$	US$	US$
Balance at 1 January 2015	**3,208,578**	**-**	**703,453**	**(196,119)**	**3,715,912**
Total comprehensive income for the year					
Loss for the year	-	-	-	(1,263,056)	(1,263,056)
Total	-	-	-	(1,263,056)	(1,263,056)
Transaction with owners recognised directly in equity					
Issuance of shares pursuant to IPO	3,791,114	-	-	-	3,791,114
Issuance of shares pursuant to acquisition of a subsidiary	248,491	-	14,794	-	263,285
Total	4,039,605	-	14,794	-	4,054,399
Balance at 31 December 2015 (unaudited)	**7,248,183**	**-**	**718,247**	**(1,459,175)**	**6,507,255**
Balance at 1 January 2014	**77,328**	**223,453**	**-**	**18,432**	**319,213**
Total comprehensive income for the year					
Loss for the year	-	-	-	(214,551)	(214,551)
Total	-	-	-	(214,551)	(214,551)
Transaction with owners recognised directly in equity					
Issuance of share	131,250	-	-	-	131,250
Conversion of convertible bond	3,000,000	(223,453)	703,453	-	3,480,000
Total	3,131,250	(223,453)	703,453	-	3,611,250
Balance at 31 December 2014	**3,208,578**	**-**	**703,453**	**(196,119)**	**3,715,912**

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.

Ordinary Shares

	Number of shares	US$
As at 30 June 2015	161,200,000*	3,208,578
Issuance of shares pursuant to the Company's IPO	28,000,000	3,791,114
Issuance of shares pursuant to acquisition of a subsidiary	1,765,893	248,491
As at 31 December 2015	190,965,893	7,248,183

* Assuming the sub-division of every one (1) share into 31,000 shares had taken place on 1 January 2014.

As at 31 December 2015, the total number of share options outstanding was 88,460 (31 December 2014: 104,115) which was granted by a subsidiary to employees.

The Company did not have any treasury shares as at 31 December 2015 and 31 December 2014.

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

	31-Dec-15	31-Dec-14
Total number of shares (excluding treasury shares)	190,965,893	5,200*

* The 5,200 shares have not been adjusted for the sub-division of every one (1) share into 31,000 shares.

The Company did not have any treasury shares as at 31 December 2015 and 31 December 2014.

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

Not applicable as the Company did not have any treasury shares as at 31 December 2015.

2. Please state whether the figures have been audited or reviewed, and if so which auditing standard or practice has been followed.

The figures have not been audited or reviewed by the Company's auditors.

3. If the figures have been audited or reviewed, please provide a statement on whether there are any qualifications or emphasis of matter.

Not applicable.

4. Please state whether the same accounting policies and method of computation as in the issuer's most recently audited financial statements have been followed.

The financial information has been prepared in accordance with the same accounting policies and methods of computation as adopted in the audited financial statements of the financial year ended 31 December 2014, except as disclosed under Note 5 below and the adoption of the new or revised Singapore Financial Reporting Standards ("**FRS**") and Interpretations of FRS ("**INT FRS**") which have become effective for the financial year ended 31 December 2015.

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 adoption of the revised FRS and INT FRS as discussed in Note 4 above has not resulted in any significant changes to the Group's accounting policies and methods of computation for the financial year ended 31 December 2015.

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.

	FY2015	FY2014
(Loss) Earnings per share (US cents) based on:		
a. weighted average number of shares on issue	(3.86)	2.68*
b. a fully diluted basis	#	#
Weighted average shares for calculation of:		
a. weighted average number of shares on issue	174,462,950	161,200,000*
b. a fully diluted basis	#	#

* Assuming the sub-division of every one (1) share into 31,000 shares had taken place on 1 January 2014.
# There is no dilutive potential shares and thus no corresponding diluted (loss) earnings per share.

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

(a) current financial period reported on; and
(b) immediately preceding financial year.

	Group		Company	
	31-Dec-15	31-Dec-14	31-Dec-15	31-Dec-14
Net asset value per share (US cents)	3.54	5.90	3.41	2.31
Number of issued shares	190,965,893	161,200,000*	190,965,893	161,200,000*

***** Assuming the sub-division of every one (1) share into 31,000 shares had taken place on 1 January 2014.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:

(a) 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; and
(b) 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 results of operations

The Company acquired a group of subsidiaries under AWT International Pty Ltd ("**AWT**") in November 2014 and Marine Engineering Services Pte Ltd ("**MESPL**") in October 2015 (collectively the "**Acquired Group**"). A breakdown of the revenue, gross profit and gross profit margin of AWT, MESPL and the Group (excluding the Acquired Group) is set out as follows:

	Revenue		Gross Profit		Gross Profit Margin*	
	FY2015 US$ million	FY2014 US$ million	FY2015 US$ million	FY2014 US$ million	FY2015 %	FY2014 %
The Group, excluding the Acquired Group	13.2	18.6	3.7	10.5	28.7	56.3
AWT	11.6	2.7	1.1	0.4	9.2	15.1
MESPL	0.9	-	0.2	-	19.9	N/M
The Group	**25.7**	**21.3**	**5.0**	**10.9**	**19.6**	**51.1**

* Gross profit margin is computed based on the actual figures

Revenue

The Group's revenue for FY2015 increased by 20.6% or US$4.4 million to US$25.7 million, from US$21.3 million for FY2014. This was mainly due to:

i. 12-month revenue contribution of US$11.6 million from AWT in FY2015 as compared to 2-month revenue contribution of US$2.7 million from AWT in FY2014;
ii. 3-month revenue contribution of US$0.9 million from MESPL in FY2015; and partially offset by
iii. a decrease in revenue from the Group (excluding the Acquired Group) of US$5.4 million due to reduced activities in Mexico as the country's oil and gas industry undergoes restructuring and in Middle East as field activities were postponed pending oil price stability.

Gross profit and gross profit margin

The Group's gross profit for FY2015 decreased by 53.8% or US$5.9 million to US$5.0 million, from US$10.9 million for FY2014. This was mainly due to a decrease of US$6.8 million in gross profit from the Group (excluding the Acquired Group), partially offset by the increase in gross profit contribution of US$0.9 million from the Acquired Group in FY2015 as compared to FY2014.

The Group's gross profit margin decreased by 31.5 percentage points, from 51.1% for FY2014 to 19.6% for FY2015, primarily due to more than proportionate increase in cost of sales as compared to revenue and margin dilution caused by the Acquired Group as the Acquired Group had historically provided predominantly consulting services which carries lower profit margins as compared to other business activities of the Group, such as contracting services.

Distribution expenses

Distribution expenses increased by US$0.3 million, from US$0.8 million in FY2014 to US$1.1 million in FY2015. Distribution expenses include business development expenses, marketing costs, advertising costs and travelling expenses incurred by sales personnel.

Administrative expenses

A breakdown of the administrative expenses of the Group, the Acquired Group and the Group (excluding the Acquired Group) is set out as follows:

	FY2015 US$ million	**FY2014 US$ million**
The Group (excluding the Acquired Group)	5.4	4.7
The Acquired Group	4.0	0.3
Restructuring costs	0.4	-
Bad debts	0.5	-
One-off professional fees incurred in relation to the IPO	1.1	0.4
The Group	**11.4**	**5.4**

The Group's administrative expenses increased significantly by US$6.0 million, from US$5.4 million in FY2014 to US$11.4 million in FY2015 mainly due to the following:

i. Increase in expenses incurred by the Acquired Group of US$3.7 million as AWT was acquired in November 2014 and MESPL was acquired in October 2015;
ii. One-off IPO expenses of US$1.1 million in FY2015 as compared to US$0.4 million in FY2014;
iii. Increase in office-related expenses of the Group (excluding the Acquired Group) as a result of higher rental and increased operational activities;
iv. Restructuring costs of US$0.4 million; and
v. Bad debts expense of US$0.5 million.

Other income

Other income increased by US$0.9 million, from US$0.3 million in FY2014 to US$1.2 million in FY2015. The increase was mainly due to the discharge of deferred purchase consideration liability arising from the acquisition of AWT.

Finance costs

Finance costs decreased by US$0.3 million, from US$0.4 million in FY2014 to US$0.2 million in FY2015. This was mainly due to the conversion of the convertible bond into 2,080 shares in the capital of the Company on 30 June 2014.

Income tax expense

The Group recorded an income tax expense of US$2.2 million FY2015, as compared to US$76,000 in FY2014. This is primarily due to the impairment of deferred tax asset associated with the tax losses of AWT.

(Loss) Profit for the year

As a result of the above, the Group recorded a loss for the year of US$8.7 million in FY2015 as compared to a profit for the year of US$4.5 million in FY2014. US$6.7 million of the loss is attributable to owners of the Company and US$1.9 million is attributable to non-controlling interests.

For illustrative purposes, the loss for the year

(1) Included write off of unbilled work undertaken and obsolete stock associated with projects that did not proceed due to weakening market conditions amounted to US$0.6 million;
(2) Included one-off IPO expenses, bad debts and restructuring costs amounted to US$2.0 million;
(3) Included the discharge of deferred purchase consideration liability of US$0.8 million arising from the acquisition of AWT; and
(4) Included the impairment of AWT's tax assets of US$2.1 million due to no longer recognising the asset associated with the tax losses of AWT.

If items (1) to (4) above were excluded, loss for the year would have been US$4.8 million in FY2015.

Review of Consolidated Statement of Financial Position

Non-current assets

The Group's non-current assets decreased by US$1.8 million, from US$7.1 million as at 31 December 2014 to US$5.4 million as at 31 December 2015. The decrease was mainly due to the following:

i. a decrease in other receivables of US$0.6 million due to refund of the security deposit by a landlord pertaining to the rental of office premise;
ii. impairment of AWT's deferred tax assets of US$2.1 million due to no longer recognising the asset associated with the tax losses of AWT; and partially offset by
iii. an increase in plant and equipment of US$0.6 million, mainly due to acquisition of factory equipment for the production facility in Malaysia and renovation costs for Singapore's new head office premise; and
iv. goodwill of US$0.3 million arising from the acquisition of MESPL.

Current assets

The Group's current assets decreased by US$1.0 million, from US$14.1 million as at 31 December 2014 to US$13.1 million as at 31 December 2015. The decrease was mainly due to the following:

i. a decrease in cash and bank balances of US$2.5 million (please refer to the review of cash flows below); and partially offset by
ii. an increase in trade and other receivables of US$1.2 million; and
iii. an increase in inventories of US$0.2 million.

Non-current liabilities

The Group's non-current liabilities decreased by US$0.4 million, from US$1.5 million as at 31 December 2014 to US$1.1 million as at 31 December 2015. The decrease was mainly due to a reduction in other payables of US$0.6 million.

Current liabilities

The Group's current liabilities increased by US$2.4 million, from US$8.8 million as at 31 December 2014 to US$11.1 million as at 31 December 2015. The increase was mainly due to the following:

i. an increase in liabilities for trade bills discounted with recourse of US$1.3 million as more customers are now under this credit facility arrangement;
ii. an increase in trade and other payables of US$0.4 million; and
iii. an increase in provision for taxation of US$0.3 million.

Working capital

The Group reported a positive working capital of US$1.9 million as at 31 December 2015 as compared to US$5.3 million as at 31 December 2014.

Review of cash flows

Operating activities

Net cash used in operating activities in FY2015 amounted to US$4.0 million. The Group had a net cash outflow of US$5.1 million from its operating activities before changes in working capital. Working capital movement included an increase in trade and other receivables of US$0.3 million, an increase in trade and other payables of US$1.2 million, an increase in trade bills discounted with recourse of US$1.3 million and an increase in inventories and work in progress of US$0.5 million and US$0.3 million respectively.

Investing activities

Net cash used in investing activities in FY2015 amounted to US$1.7 million due to additions of plant and equipment which mainly attributed to the acquisition of factory equipment for the production facility in Malaysia and renovation costs for Singapore's new head office premise in addition to the acquisition of MESPL.

Financing activities

Net cash from financing activities for FY2015 amounted to US$2.7 million mainly due to net proceeds from IPO and bank borrowings of US$2.8 million and US$1.5 million respectively which were partially offset by the repayment of bank borrowings of US$1.5 million.

As a result of the above, the Group's cash and cash equivalents decreased by US$3.1 million, from US$3.1 million as of 31 December 2014 to US$63,000 as of 31 December 2015, net of fixed deposit pledged and bank overdraft.

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

The unaudited financial results for FY2015 set out in this announcement are in line with the profit guidance announcement released by the Company on 17 February 2016.

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.

Oil price volatility continues to impact the sector as field activities are postponed pending pricing stability. Since the listing of the Company in July 2015, there has been unexpected and rapid deterioration in the business prospects for the oil and gas industry, with many oil majors and operators undertaking extensive restructuring with numerous activities deferred. This has affected the Group, particularly the Subsurface and Wells business segment.

In response to prevailing challenging market conditions, we have restructured our business, particularly the Subsurface and Wells and the newly acquired Facilities business segments, through reorganisation and implementation of certain cost cutting measures including a 20% reduction in the remuneration of the Group's senior management. The Subsurface and Wells business segment has reduced its operational footprint in areas of low activity, such as Australia and Papua New Guinea, and focussed on the Asia and the Middle East markets and deploying a contracting based offering in this business segment. Additionally we have streamlined our support functions to be centrally managed by our Singapore headquarters to ensure efficiency and to reduce fixed operating costs.

Our business outlook is expected to remain challenging. In conjunction with our continued efforts to manage costs, we will implement our growth strategy of marketing our expanded portfolio of services to existing clients and new markets as well as strengthening our offering of contracting services. We have seen improvement in business performance in the fourth quarter of 2015 particularly in the Subsea business segment and a positive contribution from the recently acquired Facilities business segment and these will be our areas' of focus in the near term. Furthermore, we will actively increase our marketing activities to diversify our revenue base especially in the renewable energy sector.

11. If a decision regarding dividend has been made:

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

None.

(b)(i) Amount per share

Not applicable.

(b)(ii) Previous corresponding period

None.

(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 dividend are determined.

Not applicable.

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

No dividend has been declared or recommended for FY2015.

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 Group does not have a general mandate from shareholders for interested person transactions pursuant to Rule 920(1)(a)(ii). There was no interested person transaction of S$100,000 or more under Rule 920(1)(a)(ii) for FY2015.

14. Negative confirmation by the Board pursuant to Rule 705(5)

Not required for announcement for full year results.

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).

The Company confirms that it has procured the undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1) of the Catalist Rules.

PART II ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

16. Segmented revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

(a) Results by business segments

	Renewables		Subsurface and Wells		Subsea		Facilities		Total	
	FY2015	FY2014 Restated and	FY2015	FY2014 Restated and	FY2015	FY2014 Restated and	FY2015	FY2014 Restated and	FY2015	FY2014 Restated and
	Unaudited US$	Unaudited US$	Unaudited US$	Unaudited US$	Unaudited US$	Unaudited US$	Unaudited US$	Unaudited US$	Unaudited US$	Unaudited US$
Total Revenue	501,175	-	11,600,577	4,771,280	12,723,203	16,511,618	841,354	-	25,666,309	21,282,898
Segment results	456,497	-	1,068,518	1,130,134	3,334,250	9,743,215	167,260	-	5,026,525	10,873,349

Depreciation of plant and equipment (excluding machinery)	(304,849)	(160,205)
Amortisation of intangible assets	(990)	(82)
Write off/loss on disposal of plant and equipment	(45,635)	(1,980)
Negative goodwill arising from acquisition of a subsidiary	-	249,990
Write off of bad debts	(549,095)	-
Write off of obsolete stock	(279,078)	-
Restructuring costs	(407,982)	-
Discharge of AWT's deferred purchase consideration	807,801	-
One-off professional fees incurred in relation to the IPO	(1,091,596)	(358,875)
Interest income	15,108	410
Finance costs	(171,895)	(423,847)
Other unallocated expenses	(9,416,260)	(5,604,014)
(Loss) Profit before tax	(6,417,946)	4,574,746
Income tax expense	(2,232,367)	(75,681)
(Loss) Profit for the year	(8,650,313)	4,499,065

(b) Revenue by geographical segments

	FY2015		FY2014	
	US$	%	US$	%
Asia (exclude Middle East and India)	**11,733,074**	**45.7**	**8,711,970**	**40.9**
Brunei	4,295,418	16.7	4,546,890	21.4
Indonesia	2,841,129	11.2	1,223,332	5.7
China	439,965	1.7	24,963	0.1
Myanmar	800,704	3.1	-	-
Singapore	1,272,254	5.0	-	-
Bangladesh	202,582	0.8	-	-
South Korea	887,933	3.5	869,991	4.1
Malaysia	628,782	2.4	589,474	2.8
Philippines	364,307	1.4	-	-
Vietnam	-	-	1,457,320	6.8
Australasia	**8,480,280**	**33.0**	**1,444,899**	**6.8**
Australia	3,569,965	13.9	358,565	1.7
New Zealand	396,117	1.5	34,208	0.2
Papua New Guinea	4,514,198	17.6	1,052,126	4.9
India	**1,264,260**	**4.9**	**831,370**	**3.9**
India	1,264,260	4.9	831,370	3.9
Middle East and Africa	**3,375,089**	**13.1**	**5,097,510**	**24.0**
United Arab Emirates	3,160,221	12.3	2,785,082	13.1
Tanzania	214,868	0.8	-	-
Turkmenistan	-	-	102,207	0.5
Saudi Arabia	-	-	1,193,000	5.6
Qatar	-	-	962,673	4.5
Kenya	-	-	47,152	0.2
Nigeria	-	-	7,396	-(1)
Americas	**178,772**	**0.7**	**5,197,149**	**24.4**
Mexico	178,772	0.7	5,197,149	24.4
Europe	**634,834**	**2.5**	**-**	**-**
Denmark	61,210	0.2	-	-
United Kingdom	573,624	2.2	-	-
	25,666,309	100.0	21,282,898	100.0

Note:

(1) Less than 0.1.

17. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.

Review of performance by business segments

Renewables Business Segment

To diversify our revenue base, the Group entered the Renewables Energy Sector in 2015 offering its Ultra High Performance Cementitious (UHPC) materials for the installation of onshore and offshore wind turbines. The entry into this strictly regulated business segment is a result of dedicated materials research and certification of the Group's materials and production technology. The Group's revenue and segment result was US$0.5 million and US$0.5 million respectively. There was no contribution from this business segment in FY2014.

Subsurface and Wells Business Segment

The Group increased its activities in the Subsurface and Wells business segment following the acquisition of AWT in November 2014. Revenue for FY2015 increased by US$6.8 million to US$11.6 million, from US$4.8 million for FY2014. This was mainly due to 12-month revenue contribution of US$11.6 million from AWT in FY2015 as compared to 2-month revenue contribution of US$2.7 million from AWT in FY2014. Segment result decreased by 5.5% to US$1.1 million due oil price volatility impacting the segment as field activities are postponed pending oil price stability.

Subsea Business Segment

Revenue for FY2015 decreased by 22.9% or US$3.8 million to US$12.7 million, from US$16.5 million for FY2014. Segment result decreased by 65.8% or US$6.4 million to US$3.3 million, from US$9.7 million for FY2014. This was mainly due to reduced activities in Mexico as the country's oil and gas industry undergoes restructuring and in Middle East as field activities were postponed pending oil price stability.

Facilities Business Segment

The Group commenced operations in the Facilities Segment following the acquisition of MESPL in October 2015. The Group's revenue and segment result was US$0.8 million and US$0.2 million respectively. There was no contribution from this business segment in FY2014.

Review of revenue by geographical segments

Revenue from Asia (exclude Middle East and India) and Australasia for FY2015 increased by US$3.0 million and US$7.0 million to US$11.7 million and US$8.5 million, from US$8.7 million and US$1.5 million for FY2014 respectively. This was mainly due to 12-month revenue contribution in FY2015 from AWT in FY2015 as compared to 2-month revenue contribution from AWT in FY2014 in addition to 3-month revenue contribution from MESPL in FY2015.

Revenue from India for FY2015 increased by 52.1% or US$0.4 million to US$1.3 million, from US$0.8 million for FY2014. This was due to increased projects undertaken in India during FY2015.

Revenue from Middle East and Africa for FY2015 decreased by 33.8% or US$1.7 million to US$3.4 million, from US$5.1 million for FY2014 as field activities were postponed pending oil price stability.

Revenue from Americas for FY2015 decreased by US$5.0 million to US$0.2 million, from US$5.2 million for FY2014 due to reduced activities in Mexico as the country's oil and gas industry undergoes restructuring.

Europe is a new region which the Group is currently operating in. The revenue from Europe was primarily derived from the subsurface and wells business segment and partly from our renewables business segment.

18. A breakdown of sales as follows:

	Group		
	FY2015 US$	**FY2014 US$**	**Increase (Decrease) %**
1H2015			
- Revenue	13,955,510	8,906,301	56.7
- Operating (loss) profit after tax before deducting minority interests reported for first half year	(2,347,175)	1,708,210	N/M
2H2015			
- Revenue	11,710,799	12,376,597	(5.4)
- Operating (loss) profit after tax before deducting minority interests reported for second half year	(6,303,138)	2,790,855	N/M

19. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

Not applicable.

20. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13). If there are no such persons, the issuer must make an appropriate negative statement.

The Company confirms that there is no person occupying a managerial position in the Company and its subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company pursuant to Rule 704(13) of the Catalist Rules.

21. Use of proceeds from the IPO

In accordance with the "Use of Proceeds from the Invitation and Expenses Incurred" section of the Company's offer document dated 14 July 2015 ("**Offer Document**"), the net proceeds ("**Net Proceeds**") have been utilized as follows:

Use of Net Proceeds	**Allocation of Net Proceeds (as disclosed in the Offer Document) S$'000**	**Net Proceeds utilised as at the date of this announcement S$'000**	**Balance of Net Proceeds as at date of this announcement S$'000**
Invest in capital equipment to further strengthen contracting services	1,300	892	408
Expansion of business scope via investments, acquisition and joint ventures	400	400	-
General corporate and working capital purposes	1,129	1,100	29
Total	**2,829**	**2,392**	**437**

The Company will continue to make periodic announcements on the use of the balance of the Net Proceeds as and when the funds are materially disbursed.

On behalf of the Board of Directors

Lim How Teck
Chairman and Independent Director

John Grønbech
Executive Director and CEO

BY ORDER OF THE BOARD

John Grønbech
Executive Director and CEO
26 February 2016