

Consolidated Statement of Profit or Loss and Other Comprehensive Income

	GROUP			
	Audited financial statements	Preliminary results	Variance	Notes
	US\$'000	US\$'000	US\$'000	
Revenue	106,824	106,824	-	
Cost of sales	(95,739)	(94,338)	(1,401)	(a)
Gross profit	11,085	12,486	(1,401)	
Other operating income	5,920	5,920	-	
Allowance for impairment of assets	(154,058)	(153,092)	(966)	(b),(k)
Administrative expenses	(23,898)	(23,895)	(3)	IM
Finance costs	(9,908)	(9,908)	-	
Share of net loss of associates and joint ventures	(2,929)	(3,815)	886	(c)
Loss before income tax	(173,788)	(172,304)	(1,484)	
Income tax credit	10,107	10,106	1	IM
Loss for the year	(163,681)	(162,198)	(1,483)	
Loss for the year attributable to:				
Owners of the Company	(121,838)	(121,175)	(663)	
Non-controlling interests	(41,843)	(41,023)	(820)	
Loss for the year	(163,681)	(162,198)	(1,483)	
1(a)(ii) Statement of Comprehensive income				
Loss for the year	(163,681)	(162,198)	(1,483)	
Other comprehensive income :				
Foreign currency translation of foreign entities	23	(33)	56	IM
Total comprehensive income for the year	(163,658)	(162,231)	(1,427)	
Total comprehensive income attributable to:				
Owners of the company	(121,870)	(121,208)	(662)	
Non-controlling interests	(41,788)	(41,023)	(765)	
Total comprehensive income for the year	(163,658)	(162,231)	(1,427)	

Notes:

- (1) *IM = Immaterial*
(2) ** Amount less than US\$1,000*

Statements of Financial Position

	GROUP				COMPANY			
	Audited financial statements	Preliminary results	Variance	Notes	Audited financial statements	Preliminary results	Variance	Notes
	US\$'000	US\$'000	US\$'000		US\$'000	US\$'000	US\$'000	
ASSETS								
Current assets								
Cash and bank balances	10,848	10,848	-		28	28	-	
Trade receivables	59,359	60,146	(787)	(a)	-	-	-	
Other receivables	35,252	35,450	(198)	IM	199	2,923	(2,724)	(d), (j)
Inventories	1,012	2,412	(1,400)	(a)	-	-	-	
Non-current asset held for sale	5,912	5,912	-		5,912	5,912	-	
Total current assets	112,383	114,768	(2,385)		6,139	8,863	(2,724)	
Non-current assets								
Other receivables	12,578	12,536	42	IM	11,355	11,283	72	IM
Property, plant and equipment	290,068	290,068	-		171	171	-	
Subsidiaries	-	-	-		92,233	78,199	14,034	(d)
Associates	30,901	30,901	-		*	*	-	
Joint venture	11,996	11,110	886	(c)	*	*	-	
Available-for-sale investments	2,098	2,098	-		2,098	2,098	-	
Other intangible assets	186	186	-		-	-	-	
Deferred tax assets	498	498	-		-	-	-	
Total non-current assets	348,325	347,397	928		105,857	91,751	14,106	
Total assets	460,708	462,165	(1,457)		111,996	100,614	11,382	
LIABILITIES AND EQUITY								
Current liabilities								
Trade payables	18,538	18,538	-		-	-	-	
Other payables	34,068	36,746	(2,678)	(e),(f),(h)	136,852	133,524	3,328	(f), (g)
Finance leases	156	156	-		17	17	-	
Borrowings	135,882	135,882	-		39,234	39,234	-	
Notes payables	36,355	36,480	(125)	(f)	36,355	36,480	(125)	(f)
Income tax payable	3,505	3,676	(171)	(e)	25	-	25	IM
Total current liabilities	228,504	231,478	(2,974)		212,483	209,255	3,228	
Non-current liabilities								
Deferred tax liabilities	8,934	8,934	-		-	-	-	
Other payables	34,143	31,143	3,000	(h)	-	3,201	(3,201)	(g)
Finance leases	215	215	-		11	11	-	
Total non-current liabilities	43,292	40,292	3,000		11	3,212	(3,201)	

	GROUP				COMPANY			
	Audited financial statements	Preliminary results	Variance	Notes	Audited financial statements	Preliminary results	Variance	Notes
	US\$'000	US\$'000	US\$'000		US\$'000	US\$'000	US\$'000	
Capital and reserves								
Share capital	229,528	229,528	-		229,528	229,528	-	
Treasury shares	(4,114)	(4,114)	-		(4,114)	(4,114)	-	
Capital reserve	(19,608)	(19,608)	-		11,824	11,824	-	
Share-based payments	639	639	-		639	639	-	
Merger reserve	(151,692)	(151,692)	-		-	-	-	
Foreign currency translation reserve	(404)	(405)	1	IM	-	-	-	
Accumulated profits/(losses)	76,025	76,688	(663)	(i)	(338,375)	(349,730)	11,355	(j)
Equity attributable to owners of the Company	130,374	131,036	(662)		(100,498)	(111,853)	11,355	
Non-controlling interests	58,538	59,359	(821)	(k)	-	-	-	
Total equity	188,912	190,395	(1,483)		(100,498)	(111,853)	11,355	
Total liabilities and equity	460,708	462,165	(1,457)		111,996	100,614	11,382	

Notes:

- (1) *IM = Immaterial*
(2) ** Amount less than US\$1,000*

Consolidated Statement of Cash Flows

	GROUP			Notes
	Audited financial statements	Preliminary results	Variance	
	US\$ '000	US\$ '000	US\$ '000	
Cash flows from operating activities				
Loss before income tax	(173,788)	(172,304)	(1,484)	(i)
Adjustments for:				
Allowance for doubtful receivables	59,447	58,480	967	(b),(k)
Allowance for impairment of goodwill	5,050	5,050	-	
Allowance for impairment of property, plant and equipment	86,813	86,814	(1)	IM
Allowance for impairment of intangible assets	2,748	2,748	-	
Trade receivables written back	(583)	-	(583)	(l)
Depreciation and amortisation expenses	26,248	25,350	898	(m)
Exchange difference	(1,032)	(1,052)	20	IM
Interest expense	9,908	9,908	-	
Interest income	(291)	(291)	-	
Loss on disposal of property, plant and equipment	12	12	-	
Share of net loss of associates and joint ventures	2,929	3,815	(886)	(c)
Operating cash flows before movements in working capital	17,461	18,530	(1,069)	
Inventories	(619)	(2,020)	1,401	(a)
Trade receivables	509	12,296	(11,787)	(l),(n),(p)
Other receivables	(5,724)	(3,678)	(2,046)	(n),(o)
Trade payables	(10,637)	(10,637)	-	
Other payables	13,838	(875)	14,713	(e),(f),(o),(p)
Cash generated from operations	14,828	13,616	1,212	
Income tax refund	39	-	39	IM
Net cash generated from operating activities	14,867	13,616	1,251	
Cash flows from investing activities				
Interest received	291	291	-	
Net cash inflow from dilution of interest in a subsidiary	14,295	14,316	(21)	IM
Purchases of property, plant and equipment	(2,162)	(1,408)	(754)	(m)
Proceeds from disposal of property, plant and equipment	59	33	26	IM
Net cash generated from investing activities	12,483	13,232	(749)	

	GROUP			
	Audited financial	Preliminary results	Variance	Notes
	statements			
	US\$'000	US\$'000	US\$'000	
Cash flows from financing activities				
Interest paid	(9,908)	(9,719)	(189)	NM
Fixed deposit and bank balances pledged	538	1,366	(828)	(q)
Repayment of finance lease obligations	(845)	(845)	-	
Repayment of borrowings	(47,004)	(41,974)	(5,030)	(r)
Share buy-back	(97)	(97)	-	
Proceeds of borrowings	15,020	9,984	5,036	(r)
Net cash used in financing activities	(42,296)	(41,285)	(1,011)	
Net decrease in cash and cash equivalents	(14,946)	(14,437)	(509)	
Effect of exchange rate changes	103	422	(319)	(s)
Cash and cash equivalents at beginning of the year	24,361	24,361	-	
Cash and cash equivalents at end of the year	9,518	10,346	(828)	
Cash and cash equivalents represent:				
Bank and cash balance	9,645	9,645	-	
Fixed deposits	1,203	1,203	-	
	10,848	10,848	-	
Less : fixed deposits and bank balances pledged	(1,330)	(502)	(828)	(q)
Cash and cash equivalents in statement of cash flows	9,518	10,346	(828)	

Notes:

- (1) *IM = Immaterial*
(2) ** Amount less than US\$1,000*

Notes of explanation on material variances:

- (a) Due to amendments made to the financial statements of the Company's subsidiary, Longzhu Oilfield Services (S) Pte Ltd ("Longzhu"). During the announcement of the Preliminary Results, the Company had relied on Longzhu's management account to derive the consolidated financial statements, as the audit for Longzhu was still in progress.
- (b) Due to amendments made to financial statements of the Company. During the announcement of Preliminary Results, the Company has relied on its management accounts to derive the consolidated financial statements, as the audit of the Company was still in progress.
- (c) Due to amendments made to the financial statements of the Company's joint venture, Dictamismo S De R.L. De. C.V.. The Company has relied on its management accounts submitted to the Company before the release of the Preliminary Results.
- (d) Due to reclassification of deemed investment cost previously recognized in Other receivables (amount due from subsidiaries) to Subsidiaries (investment in subsidiaries).
- (e) Due to reclassification of tax advisory fee from Income tax payable to Other payables.
- (f) Due to offset of Other payables (deferred expenses) against Notes payables.
- (g) Due to reclassification of Other payables (amount due to directors) from Non-current to Current.
- (h) Due to reclassification of Other payables (security deposits) from Current to Non-current due to its long term nature.
- (i) Please refer to the variances for Consolidated Statement of Comprehensive Income.
- (j) Due to revision of allowance for Other receivables (amount due from associate) which results in the reduction of the Accumulated losses of the Company.
- (k) Due to amendments made to the financial statements of the Company's subsidiaries, Longzhu Oilfield Services (S) Pte Ltd ("Longzhu") and Terasa-Star International Shipping Pte Ltd ("TSIS"). During the announcement of the Preliminary Results, the Company had relied on Longzhu and TSIS's management accounts to derive the consolidated financial statements, as the audit for both subsidiaries were still in progress.
- (l) Due to Trade receivables written back in Central Marine's book separately presented in the audited statement of cash flows.
- (m) Due to finalization of Property, plant and equipment movement for FY2017.
- (n) Due to reclassification of allowance for other receivables.
- (o) Due to reclassification of amount due from associates (credit balance) from Other receivables to Other payables.
- (p) Due to reclassification of movement in Trade receivables to Other payables.
- (q) Due to amendment made in fixed deposit and bank balances pledged.
- (r) Due to finalization of Borrowings movement for FY2017.
- (s) Due to finalization of the computation of effects on exchange rates changes on the balance of cash held in foreign currencies.