



**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the First Quarter ended 31 March 2020 (Unaudited)**

	Current Quarter Ended 31-Mar-20 (Unaudited) RM'000	Corresponding Quarter Ended 31-Mar-19 (Unaudited) RM'000	Cumulative Period To Date 31-Mar-20 (Unaudited) RM'000	Corresponding Period To Date 31-Mar-19 (Unaudited) RM'000
Revenue	172,057	156,408	172,057	156,408
Operating expenses	(112,353)	(129,847)	(112,353)	(129,847)
Gross profit	59,704	26,561	59,704	26,561
Other income	86	1,395	86	1,395
Administration expenses	(26,346)	(21,326)	(26,346)	(21,326)
Other operating expenses	(4,379)	(6)	(4,379)	(6)
Results from operating activities	29,065	6,624	29,065	6,624
Finance costs	(12,879)	(16,774)	(12,879)	(16,774)
Finance income	2,834	1,686	2,834	1,686
Net finance costs	(10,045)	(15,088)	(10,045)	(15,088)
Profit/(Loss) before tax	19,020	(8,464)	19,020	(8,464)
Income tax expense	(10,772)	(8,689)	(10,772)	(8,689)
Profit/(Loss) for the period	8,248	(17,153)	8,248	(17,153)
Other comprehensive income/(expense), net of tax				
Foreign currency translation	55,227	(15,317)	55,227	(15,317)
Cash flow hedge	-	(78)	-	(78)
Other comprehensive income/(expense) for the period, net of tax	55,227	(15,395)	55,227	(15,395)
Total comprehensive income/(loss) for the period	63,475	(32,548)	63,475	(32,548)
Profit/(Loss) for the period				
Attributable to:				
Owners of the Company	9,325	(4,135)	9,325	(4,135)
Non-controlling interest	(1,077)	(13,018)	(1,077)	(13,018)
	8,248	(17,153)	8,248	(17,153)
Total comprehensive income/(loss) for the period				
Attributable to:				
Owners of the Company	44,709	(13,444)	44,709	(13,444)
Non-controlling interest	18,766	(19,104)	18,766	(19,104)
	63,475	(32,548)	63,475	(32,548)
Weighted average number of ordinary shares in issue ('000)	1,061,291	964,810	1,061,291	964,810
Basic earnings/(loss) per ordinary share (sen)	0.88	(0.43)	0.88	(0.43)

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2019 and the accompanying notes attached to this interim financial report).



Condensed Consolidated Statement of Financial Position
As at 31 March 2020 (Unaudited)

	UNAUDITED AS AT 31-Mar-20 RM'000	AUDITED AS AT 31-Dec-19 RM'000
ASSETS		
NON CURRENT ASSETS		
Property, plant and equipment	1,408,806	1,371,684
Deposit	12,000	12,000
Goodwill	653,627	653,627
Deferred tax asset	17,833	17,833
TOTAL NON CURRENT ASSETS	2,092,266	2,055,144
CURRENT ASSETS		
Inventories	7,468	7,411
Contract assets	202,678	226,579
Trade and other receivables	87,260	330,537
Deposits and prepayments	2,949	7,941
Current tax assets	4,114	2,636
Cash and cash equivalents	538,507	316,915
TOTAL CURRENT ASSETS	842,976	892,019
TOTAL ASSETS	2,935,242	2,947,163
EQUITY AND LIABILITIES		
EQUITY		
Share capital	761,751	761,751
Reserves	734,198	672,783
TOTAL EQUITY ATTRIBUTABLE TO OWNERS	1,495,949	1,434,534
NON-CONTROLLING INTEREST	332,657	330,597
TOTAL EQUITY	1,828,606	1,765,131
NON CURRENT LIABILITIES		
Loans and borrowings	692,212	694,213
Deferred tax liabilities	75,795	75,795
TOTAL NON CURRENT LIABILITIES	768,007	770,008
CURRENT LIABILITIES		
Loans and borrowings	115,447	115,817
Trade and other payables	186,488	252,431
Current tax liabilities	36,694	43,776
TOTAL CURRENT LIABILITIES	338,629	412,024
TOTAL LIABILITIES	1,106,636	1,182,032
TOTAL EQUITY AND LIABILITIES	2,935,242	2,947,163
Net assets per share (sen)	141	135

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2019 and the accompanying notes attached to this interim financial report).



**Condensed Consolidated Statement of Changes in Equity
For the First Quarter ended 31 March 2020 (Unaudited)**

	Attributable to the Owners of the Company			Total	Non-controlling interest	Total Equity
	Non-Distributable		Distributable			
	Share Capital	Other reserve	Retained Earnings			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2019	672,988	57,415	393,155	1,123,558	176,251	1,299,809
Profit for the year	-	-	230,946	230,946	(9,092)	221,854
Foreign currency translation differences for foreign operations	-	(6,885)	-	(6,885)	(4,498)	(11,383)
Cash flow hedge	-	(47)	-	(47)	(31)	(78)
Total comprehensive income/(loss) for the year	-	(6,932)	230,946	224,014	(13,621)	210,393
Issuance of ordinary shares	88,763	-	-	88,763	-	88,763
Share issue expenses	-	-	(1,801)	(1,801)	-	(1,801)
Issuance of Redeemable Convertible Preference Shares by a subsidiary	-	-	-	-	167,967	167,967
At 31 December 2019	761,751	50,483	622,300	1,434,534	330,597	1,765,131



Condensed Consolidated Statement of Changes in Equity (Cont'd)
For the First Quarter ended 31 March 2020 (Unaudited)

	Attributable to the Owners of the Company			Total	Non-controlling interest	Total Equity
	Non-Distributable		Distributable			
	Share Capital	Other reserve	Retained Earnings			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2020	761,751	50,483	622,300	1,434,534	330,597	1,765,131
Profit for the period	-	-	9,325	9,325	(1,077)	8,248
Foreign currency translation differences for foreign operations	-	35,384	-	35,384	19,843	55,227
Total comprehensive income for the period	-	35,384	9,325	44,709	18,766	63,475
Dilution of NCI interest in a subsidiary	-	-	16,706	16,706	(16,706)	-
At 31 March 2020	761,751	85,867	648,331	1,495,949	332,657	1,828,606

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2019 and the accompanying notes attached to this interim financial report).



Condensed Consolidated Statement of Cash Flows
For the First Quarter ended 31 March 2020 (Unaudited)

	Current period-to-date (unaudited) 31-Mar-20 RM'000	Corresponding period-to-date (unaudited) 31-Mar-19 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before tax	19,020	(8,464)
Adjustments for:-		
- Non-cash items	31,635	26,699
- Non-operating items	10,523	15,076
Operating profit before changes in working capital	61,178	33,311
<u>Changes in working capital</u>		
Inventories	(57)	364
Trade and other receivables	264,259	78,935
Trade and other payables	(72,605)	(32,309)
Total changes in working capital	191,597	46,990
Cash generated from operations	252,775	80,301
Interest received	2,834	1,255
Interest paid	-	(401)
Tax refund/(paid)	(19,391)	6,839
Total interest and tax paid	(16,557)	7,693
Net cash generated from operating activities	236,218	87,994
CASH FLOWS FROM INVESTING ACTIVITIES		
Placement of fixed deposits	-	(5,455)
Proceeds from disposal of property, plant and equipment	6	-
Acquisition of property, plant and equipment	(8,325)	(5,370)
Net cash used in investing activities	(8,319)	(10,825)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	(9,312)	(54,980)
Term loan interest paid	(1,981)	(11,697)
Net cash used in financing activities	(11,293)	(66,677)
Net increase in cash and cash equivalents	216,606	10,492
Effect of foreign exchange translation	4,986	(1,903)
Cash and cash equivalents at the beginning of the period	316,915	194,607
Cash and cash equivalents at the end of the period	538,507	203,196
Breakdown of cash and cash equivalents at the end of the period:-		
Short term deposits	389,537	92,945
Cash and bank balances	148,970	121,789
	538,507	214,734
Less: Deposits pledged as security	-	(11,538)
Cash and cash equivalents	538,507	203,196

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2019 and the accompanying notes attached to this interim financial report).



A. NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134): INTERIM FINANCIAL REPORTING

A1. Basis of reporting preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard 134 (MFRS134), *Interim Financial Reporting* and with IAS 34, *Interim Financial Reporting* and Appendix 9B part A of the Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial report should be read in conjunction with the audited financial statements of the Group and the Company for the financial year ended 31 December 2019 and the accompanying explanatory notes attached to this interim financial report.

A2. Changes in Accounting policies

A2.1 Adoption of Accounting Standards, Amendments and Interpretations

The significant accounting policies adopted in the preparation of these interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2019, except for the adoption of the following Accounting Standards, Amendments and Interpretations from 1 January 2020:

MFRS/ Amendment/ Interpretation	Effective date
Amendments to MFRS 3, <i>Business Combinations</i> (<i>Definition of a Business</i>)	1 January 2020
Amendments to MFRS 101, <i>Presentation of Financial Statements and MFRS 108 Accounting Policies, Changes in Accounting Estimates and Errors – Definition of Material</i>	1 January 2020
Amendments to MFRS 9, <i>Financial Instruments</i> , MFRS 139 <i>Financial Instruments: Recognition and measurement</i> and MFRS 7 <i>Financial Instruments: Disclosures – Interest Rate Benchmark Reform</i>	1 January 2020

The Group and the Company plan to apply the abovementioned accounting standards, amendments and interpretations:

- From the annual period beginning on 1 January 2020 for these amendments that are effective for annual periods beginning on or after 1 January 2020.

---The rest of this page has been intentionally left blank---

**A2. Changes in Accounting policies (Cont'd)****A2.2 Accounting Standards, Amendments and Interpretations issued but not yet effective**

MFRS/ Amendment/ Interpretation	Effective date
MFRS 17, <i>Insurance Contracts</i>	1 January 2021
Amendments to MFRS 101, <i>Presentation of Financial Statements – Classification of Liabilities as Current or Non-current</i>	1 January 2022
Amendments to MFRS 10, <i>Consolidated Financial Statements</i> and MFRS 128, <i>Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	To be determined

The Group and the Company do not plan to apply MFRS 17, *Insurance Contracts* that is effective for annual periods beginning on 1 January 2021 as it is not applicable to the Group and the Company.

From the annual period beginning on 1 January 2022 for the amendment that is effective for annual periods beginning on 1 January 2022.

The initial application of the above accounting standards, amendments or interpretations is not expected to have any material financial impacts on the financial statements of the Group for the current and prior periods.

A3. Auditors' report

There was no qualification on the audited financial statements of the Group and of the Company for the financial year ended 31 December 2019.

---The rest of this page has been intentionally left blank---

**A4. Profit/(Loss) for the period**

	Current quarter/period- to-date ended (unaudited) 31-Mar-20 RM'000	Corresponding quarter/period- to-date ended (unaudited) 31-Mar-19 RM'000	Preceding quarter ended (audited) 31-Dec-19 RM'000
Profit/(Loss) for the period is arrived at after (charging)/crediting:			
<u>Other income</u>			
Net gain on refinancing of loans and borrowings	-	-	-
Gain on disposal of property, plant and equipment	-	-	236
Unrealised gain on foreign exchange	-	1,087	-
Others	86	308	2,502
Total other income	86	1,395	2,738
<u>Other expenses</u>			
Realised gain/(loss) on foreign exchange	(76)	(6)	-
Unrealised loss on foreign exchange	(4,303)	-	(465)
Others	-	-	(712)
Total other expenses	(4,379)	(6)	(1,177)
Grand total of other income, net of other expenses	(4,293)	1,389	1,561
Depreciation of property, plant and equipment & amortisation of prepaid lease payment	(27,333)	(27,738)	(102,498)

Save for the above, there were no allowance for write off of inventories, gain or loss on disposal of quoted or unquoted investments or properties and material exceptional items that are included in the profit of the Group for the current quarter ended 31 March 2020.

A5. Seasonal or cyclical factors

Seasonality due to weather is not foreseen to affect the Group's vessel chartering operations. However, the offshore topside maintenance operations are normally affected by bad weather at the beginning and the end of the year and this factor has been taken into consideration in the Group's annual business plan.

A6. Items of unusual nature and amount

There were no items affecting the assets, liabilities, equity, net income or cash flows of the Group that are unusual because of their nature, size or incidence for the current quarter, except for the other comprehensive income/expenses arising from realised/unrealised foreign exchange gain/loss and foreign currency translation of investment in Labuan subsidiaries denominated in US Dollars.

During the current quarter and financial period-to-date, the other expenses comprise net realised/unrealised foreign exchange loss of RM4.4 million whereas other comprehensive income includes foreign currency translation gain of RM55.2 million.



A7. Material changes in estimates

There were no changes in the estimates of amounts reported in the current quarter and financial period to-date.

A8. Issuances, cancellations, repurchase, resale and repayments of debt and equity securities

There were no cancellation, repurchase, resale and repayment of debts and equity securities in the current quarter and financial period to-date other than the conversion of 1,426,069,078 Redeemable Convertible Preference Shares (“RCPS”) into new ordinary shares at a conversion ratio of 1 RCPS : 1 ordinary share of Perdana Petroleum Berhad (“PPB”). The conversion price of RM0.325 per share is the same as the issue price of the RCPS.

A9. Dividend

No dividend has been declared or paid for the financial year ended 31 December 2019 and the current quarter ended 31 March 2020.

---The rest of this page has been intentionally left blank---

**A10. Segmental information**

The Group is organized into the following operating segments:-

1. Investment holding
2. Offshore Topside Maintenance Services (“Offshore TMS”)
3. Charter of Marine Vessels (“Marine Charter”)
4. Rental of offshore equipment (“Equipment Rental”)

A10.1 Business Segment

Current quarter/period-to-date ended 31 March 2020 (unaudited)	Investment Holding RM'000	Offshore TMS RM'000	Marine Charter RM'000	Equipment Rental RM'000	Total RM'000	Adjustments RM'000	Consolidated RM'000
---	--------------------------------------	--------------------------------	----------------------------------	------------------------------------	-------------------------	-------------------------------	--------------------------------

Revenue

External revenue	-	133,507	38,550	-	172,057	-	172,057
Inter-segment revenue	1,262	-	32,521	4,506	38,289	(38,289)	-
Total revenue	1,262	133,507	71,071	4,506	210,346	(38,289)	172,057

Results

Segment results	335	38,536	(15,477)	2,102	25,496	3,569	29,065
Finance costs	(11,490)	-	(1,389)	-	(12,879)	-	(12,879)
Inter-segment finance costs	(4,748)	-	(2,611)	-	(7,359)	7,359	-
Total finance costs	(16,238)	-	(4,000)	-	(20,238)	7,359	(12,879)
Finance income	1,445	959	414	16	2,834	-	2,834
Inter-segment finance income	-	-	-	-	-	-	-
Total finance income	1,445	959	414	16	2,834	-	2,834
(Loss)/profit before tax	(14,458)	39,495	(19,063)	2,118	8,092	10,928	19,020
Taxation							(10,772)
Profit after tax							8,248

---The rest of this page has been intentionally left blank---

**A10. Segmental Information (Cont'd)****A10.1 Business Segment (Cont'd)**

Corresponding quarter/period-to-date ended 31 March 2019 (unaudited)	Investment Holding	Offshore TMS	Marine Charter	Equipment Rental	Total	Adjustments	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue							
External revenue	-	127,347	29,061	-	156,408	-	156,408
Inter-segment revenue	1,270	-	16,596	1,883	19,749	(19,749)	-
Total revenue	1,270	127,347	45,657	1,883	176,157	(19,749)	156,408
Results							
Segment results	(43)	33,910	(20,997)	156	13,026	(6,402)	6,624
Finance costs	(5,281)	(400)	(11,093)	-	(16,774)	-	(16,774)
Inter-segment finance costs	(3,741)	-	(2,661)	-	(6,402)	6,402	-
Total finance costs	(9,022)	(400)	(13,754)	-	(23,176)	6,402	(16,774)
Finance income	128	843	704	11	1,686	-	1,686
Inter-segment finance income	-	-	-	-	-	-	-
Total finance income	128	843	704	11	1,686	-	1,686
(Loss)/profit before tax	(8,937)	34,353	(34,047)	167	(8,464)	-	(8,464)
Taxation							(8,689)
Loss after tax							(17,153)

---The rest of this page has been intentionally left blank---

**A10. Segmental Information (Cont'd)****A10.2 Segment Assets and Liabilities**

As at 31 March 2020 (unaudited)	Investment Holding RM'000	Offshore TMS RM'000	Marine Charter RM'000	Equipment Rental RM'000	Total RM'000	Elimination RM'000	Consolidated RM'000
Segment assets	1,725,040	1,205,776	1,656,699	59,442	4,646,957	(1,733,662)	2,913,295
Deferred tax assets	-	-	17,833	-	17,833	-	17,833
Current tax assets	-	-	3,442	672	4,114	-	4,114
Total assets	1,725,040	1,205,776	1,677,974	60,114	4,668,904	(1,733,662)	2,935,242
Segment liabilities	1,098,891	218,079	428,708	3,976	1,749,654	(755,507)	994,147
Deferred tax liabilities	-	3,689	59,618	2,459	65,766	10,029	75,795
Current tax liabilities	303	35,198	1,193	-	36,694	-	36,694
Total liabilities	1,099,194	256,966	489,519	6,435	1,852,114	(745,478)	1,106,636

As at 31 March 2019 (unaudited)	Investment Holding RM'000	Offshore TMS RM'000	Marine Charter RM'000	Equipment Rental RM'000	Total RM'000	Elimination RM'000	Consolidated RM'000
Segment assets	777,947	567,475	1,494,405	49,017	2,888,844	(349,015)	2,539,829
Deferred tax assets	-	-	25,559	-	25,559	-	25,559
Current tax assets	65	-	2,714	635	3,414	-	3,414
Total assets	778,012	567,475	1,522,678	49,652	2,917,817	(349,015)	2,568,802
Segment liabilities	186,016	(133,162)	758,955	1,041	812,850	385,391	1,198,241
Deferred tax liabilities	-	4,205	60,734	1,166	66,105	7,671	73,776
Current tax liabilities	-	26,176	-	-	26,176	3,348	29,524
Total liabilities	186,016	(102,781)	819,689	2,207	905,131	396,410	1,301,541

**A11. Revenue****A11.1 Disaggregation of Revenue**

The Group's operations and main revenue streams are those described in the last annual financial statements. The Group's revenue is derived from contracts with customers, except for immaterial amounts related to hedge accounting.

In the following table, revenue is disaggregated by type of services and timing of revenue recognition within the Group's operating segments.

	Current quarter ended (unaudited)	Corresponding quarter ended (unaudited)
	31-Mar-20	31-Mar-19
	RM'000	RM'000
Type of services		
Topside maintenance services		
Unit rate	53,703	93,037
Lump sum	80,163	33,945
Fee	385	-
Reimbursable	(744)	365
Marine offshore support services		
Chartering of vessels	38,550	27,812
Others	-	1,249
	172,057	156,408
Timing of revenue recognition		
Services transferred over time		
Topside maintenance services		
Unit rate	53,703	93,037
Lump sum	80,163	33,945
Fee	385	-
Marine offshore support services		
Chartering of vessels	38,550	27,812
Others	-	1,249
Services transferred at the point in time		
Reimbursable	(744)	365
	172,057	156,408



A11. Revenue (Cont'd)

A11.2 Nature of Services

Type of contracts	Timing of recognition or method used to recognise revenue	Significant payment terms
Lump sum	Revenue is recognised overtime using the cost incurred method.	Credit periods of 30 days from invoice date.
Unit rate	Revenue is recognised overtime using the cost incurred method.	Credit periods of 30 days from invoice date.
Fee	Revenue is recognised overtime as and when the equipment hiring services are performed using the cost incurred method.	Credit periods of 30 days from invoice date.
Chartering of vessels	Revenue is recognised overtime as and when the charter hire services are performed using the cost incurred method.	Credit periods of 30 days from invoice date.
Reimbursable	Revenue is recognised at a point in time when the goods are delivered and accepted by the customers at their premises.	Credit periods of 30 days from invoice date.

A12. Valuation of goodwill

Under MFRS 136, *Impairment of Assets* the Group is required to annually carry out impairment test on the cash generated units (“CGUs”), of which goodwill is allocated. For the purpose of impairment testing, goodwill is allocated to the Group’s operating activities (i.e. marine charter) which represent the lowest level within the Group at which the goodwill is monitored for internal management purposes.

MFRS 136 states that the annual impairment test for the following items may be performed at any time within an annual reporting period, provided that the test is performed at the same time every year. The Group reassessed the valuation of its CGUs as at 31 December 2019 to determine whether there is any indication that its CGUs may be impaired.

The Group has adopted value-in-use (“VIU”) estimations which entail discounting the estimated future cash flows from the continuing use of the CGUs. The recoverable amounts were compared against the carrying amounts of the CGUs.

During the current quarter ended 31 March 2020 there was no impairment provided.

**A13. Valuation of property, plant and equipment (“PPE”)**

The Group reassessed its assets (except for inventories, deferred tax assets and financial assets) as at 31 March 2020 to determine whether there is any indication that its assets may be further impaired or recovered.

The Group has adopted value-in-use (“VIU”) estimations which entail discounting the estimated future cash flows from the continuing use of PPE. The recoverable amounts were compared against the carrying amounts of the PPE.

A14. Capital commitments

As at 31 March 2020, the Group has the following capital commitment:

	31-Mar-2020
	RM'000
Approved but not contracted for	11,560
Approved and contracted for	1,440
	<hr/>
	13,000
	<hr/>

A15. Material events subsequent to the reporting period

There were no material events subsequent to the current financial quarter ended 31 March 2020 up to the date of this report which is likely to substantially affect the financial results of the Group.

A16. Changes in composition of the group

There were no changes in the composition of the Group for the current quarter ended 31 March 2020.

A17. Contingent Liabilities

The Directors are of the opinion that provision is not required in respect of the following contingent liabilities as it is not probable as at the end of the reporting period that a future sacrifice of economic benefits will be required.

Further to the conclusion of a tax audit conducted for year of assessment (“YA”) 2007 to YA2010 as disclosed in Note 31.1 to the audited financial statements for the year ended 31 December 2019, the Inland Revenue Board (IRB) has requested the subsidiary of the Group to revise its tax computations for YA2011 and subsequent years. The subsidiary of the Group engaged a tax consultant to assist in the matter and assess the tax impacts thereof. In February 2017, the subsidiary of the Group responded to the IRB that it disagrees with applying the same computation method used for the earlier tax audit exercise based on reasonable technical grounds. The subsidiary of the Group may need to provide for additional tax payable, if any, arising from any revision of the tax computations for YA2011 and subsequent years, the outcome of which cannot be ascertained at this present stage. As at the latest practicable date of 23 June 2020, the subsidiary of the Group has not received any response from the IRB to its reply of February 2017.

In addition to the above, the IRB is also conducting tax audits of some of the subsidiaries of the Group for years of assessment varying from YA2011 to YA2018. The subsidiary of the Group has engaged a tax consultant to assist in the matter and has responded to the IRB on its enquiries. The subsidiary of the Group is currently awaiting further response from the IRB. The financial impact, if any, from the relevant tax audits by the IRB is not determinable at this juncture.

**A18. Significant Related Party Transactions**

The Group entered into the following transactions with related parties, in addition to compensations to Directors and other key management personnel, during the current quarter:-

Transactions with Directors and a company in which certain Directors have substantial financial interests:-	Nature	Amount for 3 months ended 31 March 2020 RM'000	Unsettled balance as at 31 March 2020 RM'000
Ling Suk Kiong and Joe Ling Siew Loung @ Lin Shou Long	Rental of open yard fabrication facilities with workshop, warehouse and office in Labuan	153	-
Ling Suk Kiong and his spouse Wong Siew Hong	Rental of office in Miri	9	-
Kunci Prima Sdn Bhd (Directors and shareholders are Joe Ling Siew Loung @ Lin Shou Long, Ling Suk Kiong and his spouse Wong Siew Hong)	Rental of office in Miri	186	-
Tengku Dato' Yusof Bin Tengku Ahmad Shahrudin	Rental of office in Petaling Jaya	199	-
Kunci Prima Sdn Bhd	Rental of office in Kuala Baram	68	-
Ling Suk Kiong and his spouse Wong Siew Hong	Rental of condominium located at unit B-36-01, Verticas Residensi, No. 10, Jalan Ceylon, 55100 Kuala Lumpur	24	-
Clear Water Services Sdn Bhd	General trading specialising in oil and gas sector	2,323	561
		<hr/>	
		2,962	561

In the opinion of the Directors, the above transactions have been entered into in the ordinary course of business and have been established under terms no less favorable than those transacted with unrelated parties.

---The rest of this page has been intentionally left blank---

**B ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES' LISTING REQUIREMENTS****B1. Review of Financial Performance**

The Group's performance for the current quarter under review versus the corresponding quarter of the previous financial year is tabled below:

	Current Quarter ended (unaudited) 31-Mar-20 RM'000	Corresponding Quarter ended (unaudited) 31-Mar-19 RM'000	Variance	
			RM'000	%
Revenue	172,057	156,408	15,649	10
Gross profit	59,704	26,561	33,143	125
Profit/(loss) before interest and tax	29,065	6,624	22,441	339
Profit/(loss) before tax	19,020	(8,464)	27,484	325
Profit/(loss) after tax	8,248	(17,153)	25,401	148
Profit/(loss) attributable to Ordinary Equity Holders of the Parent	9,325	(4,135)	13,460	326

Comparatively, the Group's revenue for the current quarter ended 31 March 2020 increased by 10% and the Group made a profit before tax of RM19 million for the current quarter as compared to a loss before tax of RM8.5 million in the corresponding quarter ended 31 March 2019.

The increase in revenue and profit before tax in the current quarter is mainly due to higher work orders received and performed under the topside maintenance contracts and also higher vessel utilisation.

In the opinion of the Directors, the results for the current quarter have not been affected by any transactions or events of a material nature which have arisen between 31 March 2020 and the date of this report.

---The rest of this page has been intentionally left blank---



B2. Financial review for current quarter results compared to the results of the immediate preceding quarter

	Current Quarter ended (unaudited) 31-Mar-20 RM'000	Preceding Quarter ended (audited) 31-Dec-2019 # RM'000	Variance	
			RM'000	%
Revenue	172,057	285,020	(112,963)	(40)
Gross profit	59,704	168,807	(109,103)	(65)
Profit before interest and tax	29,065	113,407	(84,342)	(74)
Profit before tax	19,020	113,943	(94,923)	(83)
Profit after tax	8,248	71,824	(63,576)	(89)
Profit attributable to Ordinary Equity Holders of the Parent	9,325	72,895	(63,570)	(87)

The comparative figures have been adjusted and reclassified to conform with the audited financial statement's presentation.

In the current quarter, the Group's revenue was 40% lower as compared to the preceding quarter, as the current quarter is typically the weakest quarter. In the current quarter the Group made profit before tax of RM19 million as compared to profit before tax of RM114 million in the preceding quarter.

The decrease in revenue in the current quarter as compared to the immediate preceding quarter is mainly due to lower vessel utilisation and lower work orders from the topside maintenance services. Vessel utilisation rate in the current quarter is 55% as compared to 76% in the fourth quarter of 2019.

---The rest of this page has been intentionally left blank---



B3. Prospects

We had a relatively strong start in 2020 with a profitable financial performance in the first quarter of 2020, turning around from a loss quarter in the corresponding period last year. This is despite the seasonally weak quarter which is typically affected by the monsoon weather. We continued to deliver our work orders for the Maintenance, Construction and Modifications Contract (MCM) and Topside Maintenance Services works under the Pan Hook-up and Commissioning Contract (Pan HUC) during the first quarter of 2020.

Vessel utilisation also came in stronger at 55% in the first quarter of 2020, compared to 36% in the first quarter of 2019. The relatively high vessel utilisation is largely due to the sustained level of work orders as the synergistic collaboration between Dayang and its subsidiary, Perdana Petroleum (the “Group”) continues to work out well.

However, as the government has imposed the Movement Control Order since 18 March 2020, the lockdown measure has resulted in significant disruptions to our business activities. Furthermore, the shocking plunge in crude oil prices has impacted work orders from our clients as the oil and gas industry grapples with the new dynamics under low oil price environment. While our order book, which are largely based on call-outs, remains decent at an estimated value of RM4 billion, there is no certainty that work orders of high values will be issued in the near term.

We will continue to be vigilant and exercise due care and prudence in the running and administration of the Group’s business. We are confident that our strong execution track record, coupled with our solid balance sheet, will help us to weather this challenging period. This short-term turbulence will not derail our long-term plans to achieve greater heights going forward.

B4. Profit forecast and profit guarantee

There was no profit guarantee issued by the Group.

B5. Income tax expense

	Current quarter/period-to-date ended (unaudited) 31-Mar-20 RM'000	Corresponding quarter/period-to-date ended (unaudited) 31-Mar-19 RM'000
Malaysian income tax		
Current year	10,772	8,689

For the current quarter, the Group still incurs a tax charge of RM10.8 million as the losses incurred by certain group entities cannot be offset against the taxable profits made by other group entities.

B6. Profit from sale of unquoted investments and/or properties

There were no disposals of unquoted investments and properties for the current quarter.



B7. Quoted securities

There were no movement of quoted securities for the current quarter.

B8. Status of corporate proposal

On 17 May 2019, Dayang Enterprise Holdings Bhd (“Dayang”) announced that it proposes to undertake a proposed private placement of up to 96,480,983 new Dayang Shares, representing approximately 10.0% of the total number of issued shares of Dayang. On 10 February 2020, Dayang has applied for an extension of time of up to 26 August 2020 to complete the implementation of the private placement.

On 20 February 2020, Bursa Securities has granted the Company an extension of time until 26 August 2020.

Under the Sukuk program, there is a condition subsequent covenant that requires Dayang to raise up to RM75 million from the proposed private placement by 30 June 2020. On 30 March 2020 and 6 April 2020, Dayang has written to the Sukuk trustees and the guarantee provider to defer the proposed private placement for up to 3 years. However, some of the Sukuk holders have responded to grant Dayang a deferment of up to 12 months from 30 June 2020. This is pending a formal resolution to be put forward by the Sukuk trustees.

Save for the above, there were no other corporate proposals announced but not completed as at 23 June 2020, being the latest practicable date not earlier than 7 days from the date of issue of this interim report.

---The rest of this page has been intentionally left blank---

**B9. Group borrowings**

Total Group's borrowings as at 31 March 2020 were as follows:

	As at 31-Mar-20 (unaudited)		As at 31-Dec-19 (audited)	
	USD'000	RM'000	USD'000	RM'000
Current				
Secured				
Sukuk	-	81,900	-	81,900
Term loans	-	11,520	-	11,520
Term loans	4,564	19,670	4,564	18,685
Islamic facility	-	2,357	-	1,964
Unsecured				
Revolving credit	-	-	-	1,748
	4,564	115,447	4,564	115,817
Non-current				
Secured				
Sukuk	-	579,232	-	578,016
Term loans	-	10,026	-	12,907
Term loans	20,903	90,090	21,944	89,836
Islamic facility	-	12,864	-	13,454
	20,903	692,212	21,944	694,213
Total	25,467	807,659	26,508	810,030

Exchange rate (USD: MYR):

USD1: MYR4.31

USD1: MYR4.094

Source of reference: Bank Negara Malaysia Website

As at 31 March 2020, the total outstanding borrowings have reduced to RM807.6 million as compared to RM810.0 million as at 31 December 2019 mainly due to repayment of term loan of RM2.8 million.

The Group's borrowings are interest-bearing and denominated in both Ringgit Malaysia ("MYR") and United States Dollar ("USD"), as set out in the tables above. The Sukuk, MYR denominated term loans, USD denominated term loans and revolving credits are based on floating interest rate whereas Islamic facility term loan are based on fixed interest rate.

B10. Material litigations

Save for the following, there were no material litigations involving the Group since the last financial year ended 31 December 2019 up to 23 June 2020, being the latest practicable date not earlier than 7 days from the date of issue of this interim report.

On 7 August 2018, Tengku Dato' Ibrahim Petra Bin Tengku Indra Petra, Datin Che Nariza Hajjar Hashim, Wong Fook Heng and Tiong Young Kong (the "Plaintiffs") filed a claim for indemnification of legal fees they have incurred in defending the prior suits (and the appeals emanated therefrom) brought by PPB against them.



B10. Material litigations (Cont'd)

On 29 May 2019, the High Court has allowed the Plaintiff's claim against PPB for the cost incurred on an indemnity basis in defending the suits (and the appeals emanated therefrom) since 2009. The total amount to be paid by PPB to the Plaintiffs including the costs and the allocator fee is RM2,652,447.13. The said amount has been fully settled in September 2019.

On 27 June 2019, PPB has filed a notice of appeal to the Court of Appeal against the decision made by the High Court. PPB's solicitors attended court on 13 August 2019 for case management and updated the court on the current progress of the appeal. This matter came up for e-review on 30 October 2019 before the Deputy Registrar of the Court of Appeal. The Court of Appeal was informed that PPB has yet to obtain the grounds of judgement from the High Court and that PPB has issued several reminders to the High Court. Therefore, the Court of Appeal has adjourned the matter to 17 December 2019 for further e-review and for PPB to update the Court of Appeal on the availability of the said grounds of judgement.

PPB has received the ground of judgment from the High Court in January 2020 and all the parties have agreed that PPB would file its supplementary record of appeal in the Court of Appeal by 2 March 2020.

The Appeal came up for e-review on 13 February 2020 and the Court of Appeal has fixed the Appeal for further e-review on 5 March 2020 for PPB to update the Court of Appeal on the status of filing of the said supplementary record of appeal. The case management has subsequently been fixed on 21 September 2020. As at the latest practicable date of this report, the hearing date for the Appeal has not been fixed.

B11. Dividend

No dividend was proposed or declared during the quarter under review.

B12. Earnings per share

Basic earnings/(loss) per share	Current Quarter Ended 31-Mar-20	Corresponding Quarter Ended 31-Mar-19	Cumulative Period Ended 31-Mar-20	Corresponding Period Ended 31-Mar-19
Profit/(loss) for the period attributable to Owners of the Company (RM'000)	9,325	(4,135)	9,325	(4,135)
Weighted average number of ordinary shares in issue ('000)	1,061,291	964,810	1,061,291	964,810
Basic earnings/(loss) per share (sen)	0.88	(0.43)	0.88	(0.43)

B13. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 23 June 2020.