



**PACIFIC RADIANCE LTD**  
**Company Registration No. 200609894C**

**Full Financial Statement and Dividend Announcement**  
**For the Financial Year Ended 31 December 2017 (“FY 2017”)**

**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 the immediately preceding financial year.**

	Group			Group		
	4Q 2017	4Q 2016	+/(-)	FY 2017	FY 2016	+/(-)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
<b>Revenue</b>	18,982	12,122	57	67,675	69,421	(3)
Cost of sales	(28,267)	(26,671)	6	(86,507)	(101,218)	(15)
<b>Gross profit</b>	(9,285)	(14,549)	(36)	(18,832)	(31,797)	(41)
Other operating income	5,894	10,123	(42)	13,092	16,894	(23)
General and administrative expenses	(1,374)	(4,574)	(70)	(16,598)	(21,003)	(21)
Other operating expenses	(274,793)	(17,008)	NM	(279,611)	(60,937)	NM
Finance costs	(5,420)	(4,934)	10	(19,615)	(16,559)	18
Share of results of joint ventures	(16,640)	(1,760)	NM	(14,015)	(4,756)	NM
Share of results of associates	(3,902)	-	NM	(4,945)	-	NM
<b>Loss before taxation</b>	(305,520)	(32,702)	NM	(340,524)	(118,158)	NM
Taxation	(544)	(1,149)	(53)	(2,644)	(3,519)	(25)
<b>Loss for the period</b>	(306,064)	(33,851)	NM	(343,168)	(121,677)	NM
<b>Other comprehensive income:</b>						
<u>Items that may be reclassified subsequently to profit or loss:</u>						
Foreign currency translation	(217)	894	NM	(1,430)	736	NM
Net fair value changes on cash flow hedges	233	1,280	(82)	612	1,757	(65)
Share of other comprehensive income of a joint venture	148	90	64	325	376	(14)
	164	2,264		(493)	2,869	
<u>Items that will not be reclassified to profit or loss:</u>						
Re-measurement of defined benefit plans	1	42	(98)	1	42	(98)
<b>Other comprehensive income for the period, net of tax</b>	165	2,306	(93)	(492)	2,911	NM
<b>Total comprehensive income for the period</b>	(305,899)	(31,545)	NM	(343,660)	(118,766)	NM
<b>Loss for the period attributable to:</b>						
Equity holders of the Company	(296,523)	(36,172)	NM	(332,482)	(118,628)	NM
Non-controlling interests	(9,541)	2,321	NM	(10,686)	(3,049)	NM
	(306,064)	(33,851)	NM	(343,168)	(121,677)	NM
<b>Total comprehensive income for the period attributable to:</b>						
Equity holders of the Company	(296,357)	(33,881)	NM	(332,971)	(115,752)	NM
Non-controlling interests	(9,542)	2,336	NM	(10,689)	(3,014)	NM
	(305,899)	(31,545)	NM	(343,660)	(118,766)	NM

NM: Not Meaningful

**1(a)(ii) Items, if significant must be included in the income statement**

**Loss for the period was stated after charging/(crediting) the following:**

	<b>Group</b>		<b>Group</b>	
	<b>4Q 2017</b>	<b>4Q 2016</b>	<b>FY2017</b>	<b>FY2016</b>
	US\$'000	US\$'000	US\$'000	US\$'000
Depreciation of property, plant and equipment (included in cost of sales)	6,841	8,260	28,907	29,621
Depreciation of property, plant and equipment (included in general and administrative expenses)	235	338	1,056	1,831
Impairment of doubtful receivables, net	7,127	8,734	7,527	20,107
Impairment of amounts due from related companies	65,908	3,440	65,908	3,440
Loss/(gain) on sale of property, plant and equipment, net	301	(686)	1,871	(679)
Loss on sale of assets held for sale	–	–	180	–
Impairment/(write back of impairment) of property, plant and equipment	178,070	(4,208)	178,070	28,698
Net loss on assets sold under hire purchase	2,427	–	2,427	–
Net fair value gain on derivatives	(157)	(590)	(340)	(208)
Exchange (gain)/loss	(44)	2,242	(256)	1,743
Net gain on acquisition of a subsidiary	–	–	–	(793)
Net loss on disposal of subsidiaries	–	–	–	137
Net gain on deemed disposal of subsidiary	–	(3,892)	–	(3,892)
Net loss on deemed disposal of subsidiary	–	6,786	–	6,786
Net gain on liquidation of a subsidiary	–	(111)	(437)	(111)
Re-measurement gain of remaining interest in joint venture	–	(2,063)	–	(2,063)
Impairment of investment in joint venture and associate	20,643	–	20,643	–
Loss on dilution of a joint venture	–	–	2,392	–
Interest income	(1,115)	(1,600)	(6,349)	(7,638)
Net gain on disposal of investment securities	–	–	–	(25)
Net fair value (gain)/loss on investment securities	(25)	24	(3)	(13)
Gain on receipt of non-refundable deposit from customer	–	(800)	–	(800)
Realisation of deferred gain on sale of vessels to joint ventures (included in share of results of joint ventures)	(140)	(213)	(641)	(795)
Realisation of deferred gain on sale of vessels to associates (included in share of results of associates)	(42)	–	(83)	–
Write back of provision for tax no longer required in respect of prior years, net	(544)	(348)	(404)	(211)

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.

	Group		Company	
	As at 31 Dec 2017 US\$'000	As at 31 Dec 2016 US\$'000	As at 31 Dec 2017 US\$'000	As at 31 Dec 2016 US\$'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	389,105	613,772	–	–
Investment in subsidiaries	–	–	39,817	48,833
Investment in associates	12,771	–	–	–
Investment in joint ventures	5,417	60,346	–	–
Club memberships	156	296	–	–
Amount due from related companies	40,056	62,143	–	–
Derivatives	114	12	–	–
	447,619	736,569	39,817	48,833
<b>Current assets</b>				
Inventories	362	873	–	–
Trade receivables	18,607	10,359	–	–
Other receivables	7,015	14,884	32	35
Amounts due from related companies	60,676	89,177	170,180	373,627
Investment securities	77	69	–	–
Derivatives	39	–	–	–
Assets held for sale	346	1,768	–	–
Cash and bank balances	39,377	50,628	3,295	4,126
	126,499	167,758	173,507	377,788
<b>Total assets</b>	<b>574,118</b>	<b>904,327</b>	<b>213,324</b>	<b>426,621</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Current liabilities</b>				
Trade payables	17,706	13,330	–	–
Other liabilities	57,531	53,841	3,261	2,190
Amounts due to related companies	7,407	3,977	190,520	176,682
Bank loans	451,921	49,029	–	–
Notes payable	73,344	–	73,344	–
Provision for taxation	1,496	2,304	20	227
Finance lease obligations	337	206	–	–
Derivatives	5,504	–	5,504	–
	615,246	122,687	272,649	179,099
<b>Non-current liabilities</b>				
Other liabilities	11,717	12,276	–	–
Provisions	241	220	–	–
Deferred capital grant	1,418	1,418	–	–
Bank loans	–	397,016	–	–
Notes payable	–	67,806	–	67,806
Deferred tax liabilities	2,065	1,319	–	–
Finance lease obligations	363	560	–	–
Derivatives	3	12,005	–	11,802
	15,807	492,620	–	79,608
<b>Total liabilities</b>	<b>631,053</b>	<b>615,307</b>	<b>272,649</b>	<b>258,707</b>
<b>Net (liabilities)/assets</b>	<b>(56,935)</b>	<b>289,020</b>	<b>(59,325)</b>	<b>167,914</b>

**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 (cont'd).**

	<b>Group</b>		<b>Company</b>	
	<b>As at 31 Dec 2017</b>	<b>As at 31 Dec 2016</b>	<b>As at 31 Dec 2017</b>	<b>As at 31 Dec 2016</b>
	US\$'000	US\$'000	US\$'000	US\$'000
<b>Equity attributable to equity holders of the Company</b>				
Share capital	162,854	162,854	162,854	162,854
Treasury shares	(2,530)	(2,530)	(2,530)	(2,530)
(Accumulated losses)/retained earnings	(189,819)	142,663	(219,915)	7,978
Other reserves	(12,626)	(12,179)	266	(388)
	(42,121)	290,808	(59,325)	167,914
Non-controlling interests	(14,814)	(1,788)	-	-
<b>Total equity</b>	<b>(56,935)</b>	<b>289,020</b>	<b>(59,325)</b>	<b>167,914</b>

**1(b)(ii) Aggregate amount of Group's borrowings and debt securities.**

**Amount repayable in one year or less, or on demand**

<b>Group</b>		<b>Group</b>	
<b>As at 31 Dec 2017</b>		<b>As at 31 Dec 2016</b>	
<b>Secured</b>	<b>Unsecured</b>	<b>Secured</b>	<b>Unsecured</b>
US\$'000	US\$'000	US\$'000	US\$'000
452,258	73,344	49,235	-

**Amount repayable after one year**

<b>Group</b>		<b>Group</b>	
<b>As at 31 Dec 2017</b>		<b>As at 31 Dec 2016</b>	
<b>Secured</b>	<b>Unsecured</b>	<b>Secured</b>	<b>Unsecured</b>
US\$'000	US\$'000	US\$'000	US\$'000
363	-	397,576	67,806

Details of any collateral:

The Group's secured portion of bank loans is secured by:

- first legal mortgages over the vessels of the Group, with net book values of US\$295.8 million and US\$486.2 million as at 31 December 2017 and 31 December 2016 respectively;
- escrow mortgages over the buildings, ship-repair yard and plant and equipment of the Group, with net book values of US\$60.4 million and US\$59.1 million as at 31 December 2017 and 31 December 2016 respectively;
- a right to take assignment of charter earnings of the mortgaged vessels and insurance policies of the mortgaged vessels, mortgaged buildings and mortgaged ship-repair yard;
- cash pledged of US\$6.9 million and US\$8.3 million as at 31 December 2017 and 31 December 2016 respectively.

In addition, certain of the Group's bank loans are secured by corporate guarantees from the Company.

The banks are entitled to enforce their rights against the mortgaged assets as the terms of the bank loans have been breached. The banks have not sought to take any actions against the mortgaged assets.

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.

	Group	
	FY 2017 US\$'000	FY 2016 US\$'000
<b>Cash flows from operating activities:</b>		
Loss before taxation	(340,524)	(118,158)
Adjustments for:		
Depreciation of property, plant and equipment	29,963	31,452
Finance costs	19,615	16,559
Interest income	(6,350)	(7,638)
Share of results of joint ventures	14,015	4,756
Share of results of associates	4,945	–
Loss/(gain) on sale of property, plant and equipment, net	1,871	(679)
Net loss on assets sold under hire purchase	2,427	–
Loss on sale of assets held for sale	180	–
Impairment of property, plant and equipment	178,070	28,698
Impairment of investment in associate and joint venture	20,643	–
Impairment of doubtful receivables, net	7,527	20,107
Impairment of amounts due from related companies	65,908	3,440
Net gain on acquisition of a subsidiary	–	(793)
Net loss on disposal of subsidiaries	–	137
Net gain on deemed disposal of a subsidiary	–	(3,892)
Net loss on deemed disposal of a subsidiary	–	6,786
Re-measurement gain of remaining interest in joint venture	–	(2,063)
Gain on non-refund of deposit received	(2,441)	(800)
Loss on dilution of a joint venture	2,392	–
Net gain on liquidation of a subsidiary	(437)	(111)
Loss on disposal of club membership	125	–
Write back of impairment of club memberships	–	(7)
Net fair value gain on derivatives	(340)	(208)
Net fair value gain on investment securities	(3)	(13)
Net gain on disposal of investment securities	–	(25)
Share-based payment expense	42	10
Exchange difference	(559)	1,475
<b>Operating cash flows before changes in working capital</b>	(2,931)	(20,967)
(Increase)/decrease in trade and other receivables	(2,218)	5,476
Increase in amounts due from/to related companies	(9,316)	(11,175)
Decrease/(increase) in inventories	511	(943)
Increase in trade payables and other liabilities	5,713	536
<b>Cash used in operations</b>	(8,241)	(27,073)
Taxes paid	(2,261)	(2,885)
Interest paid	(12,900)	(15,427)
Interest received	493	449
<b>Net cash flows used in operating activities</b>	(22,909)	(44,936)

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 (cont'd).

	Group	
	FY 2017 US\$'000	FY 2016 US\$'000
<b>Cash flows from investing activities:</b>		
Proceeds from rescission of shipbuilding contract	–	10,632
Purchase of property, plant and equipment	(2,362)	(126,262)
Proceeds from sale of property, plant and equipment	13,228	57,876
Proceeds from sale of assets held for sale	1,588	–
Investment in joint ventures	(200)	(1,446)
Investment in an associate	(2,000)	–
Proceeds from sale of investment securities	–	94
Net cash inflow on acquisition of a subsidiary	–	736
Net cash inflow on deemed disposal of subsidiaries	–	3,668
Net cash (outflow)/inflow on disposal of subsidiaries	(57)	273
Loan repayment from related companies, net	1,370	524
<b>Net cash flows generated from/(used in) investing activities</b>	11,567	(53,905)
<b>Cash flows from financing activities:</b>		
Return of capital to non-controlling interests of subsidiary	(585)	–
Repayment of finance lease obligations	(270)	(156)
Proceeds from bank loans	45,959	245,479
Repayment of bank loans	(45,207)	(130,618)
Purchase of treasury shares	–	(1,713)
Dividends paid to equity holders of the Company	–	(5,295)
Dividends paid to non-controlling shareholders by subsidiaries	–	(1,160)
Cash and cash equivalents released/(pledged) as securities	1,479	(4,164)
<b>Net cash flows generated from financing activities</b>	1,376	102,373
Net (decrease)/increase in cash and bank balances	(9,966)	3,532
Effect of exchange rate changes on cash and bank balances	194	(201)
Cash and bank balances at beginning of the year	42,291	38,960
<b>Cash and bank balances at end of the year</b>	32,519	42,291
<b>Breakdown of cash and bank balances at end of the period:</b>		
Cash and bank balances as per balance sheet	39,377	50,628
Cash pledged	(6,858)	(8,337)
	32,519	42,291

**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.**

	Share capital	Treasury Shares	(Accumulated losses)/ Retained earnings	Total other reserves	Foreign currency translation reserve	Employee share-based payments reserve	Hedging reserve	Defined benefit plans	Premium paid on acquisition of non-controlling interests	Total	Non-controlling interests	Total equity
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>The Group</b>												
Balance at 1 January 2017	162,854	(2,530)	142,663	(12,179)	(8,577)	182	(681)	76	(3,179)	290,808	(1,788)	289,020
Loss for the year	-	-	(332,482)	-	-	-	-	-	-	(332,482)	(10,686)	(343,168)
<u>Other comprehensive income</u>												
- Foreign currency translation	-	-	-	(1,427)	(1,427)	-	-	-	-	(1,427)	(3)	(1,430)
- Net fair value changes on cash flow hedges	-	-	-	612	-	-	612	-	-	612	-	612
- Reclassification to profit or loss on dilution of interest in a joint venture	-	-	-	(15)	-	-	(12)	(3)	-	(15)	-	(15)
- Re-measurement of defined benefit plans	-	-	-	1	-	-	-	1	-	1	-	1
- Share of other comprehensive income of a joint venture	-	-	-	340	-	-	340	-	-	340	-	340
Total comprehensive income for the year	-	-	(332,482)	(489)	(1,427)	-	940	(2)	-	(332,971)	(10,689)	(343,660)
<u>Contributions by and distributions to owners</u>												
- Grant of equity-settled share performance awards to employees	-	-	-	42	-	42	-	-	-	42	-	42
Total contributions by and distributions to owners	-	-	-	42	-	42	-	-	-	42	-	42
<u>Changes In ownership interests in subsidiaries</u>												
- Return of capital to non-controlling interests of a subsidiary	-	-	-	-	-	-	-	-	-	-	(1,843)	(1,843)
- Disposal of subsidiaries	-	-	-	-	-	-	-	-	-	-	(494)	(494)
Total changes in ownership interests in subsidiaries	-	-	-	-	-	-	-	-	-	-	(2,337)	(2,337)
Balance at 31 December 2017	162,854	(2,530)	(189,819)	(12,626)	(10,004)	224	259	74	(3,179)	(42,121)	(14,814)	(56,935)



**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.**

	Share capital	Treasury Shares	Retained earnings	Total other reserves	Foreign currency translation reserve	Employee share-based payments reserve	Hedging reserve	Defined benefit plans	Premium paid on acquisition of non-controlling interests	Total	Non-controlling interests	Total equity
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>The Group</b>												
Balance at 1 January 2016	162,854	(817)	266,416	(15,065)	(9,290)	172	(2,768)	–	(3,179)	413,388	2,623	416,011
Loss for the year	–	–	(118,628)	–	–	–	–	–	–	(118,628)	(3,049)	(121,677)
<u>Other comprehensive income</u>												
- Foreign currency translation	–	–	–	713	713	–	–	–	–	713	23	736
- Net fair value changes on cash flow hedges	–	–	–	1,757	–	–	1,757	–	–	1,757	–	1,757
- Re-measurement of defined benefit plans	–	–	–	30	–	–	–	30	–	30	12	42
- Share of other comprehensive income of a joint venture	–	–	–	376	–	–	330	46	–	376	–	376
Total comprehensive (loss)/income for the year	–	–	(118,628)	2,876	713	–	2,087	76	–	(115,752)	(3,014)	(118,766)
<u>Contributions by and distributions to owners</u>												
- Grant of equity-settled share performance awards to employees	–	–	–	10	–	10	–	–	–	10	–	10
- Acquisition of treasury shares	–	(1,713)	–	–	–	–	–	–	–	(1,713)	–	(1,713)
- Dividends on ordinary shares	–	–	(5,295)	–	–	–	–	–	–	(5,295)	–	(5,295)
- Dividends paid to non-controlling shareholders by subsidiaries	–	–	–	–	–	–	–	–	–	–	(1,160)	(1,160)
Total contributions by and distributions to owners	–	(1,713)	(5,295)	10	–	10	–	–	–	(6,998)	(1,160)	(8,158)
<u>Changes in ownership interests in subsidiaries</u>												
- Acquisition of subsidiary	–	–	–	–	–	–	–	–	–	–	1,937	1,937
- Acquisition of non-controlling interests without a change in control	–	–	170	–	–	–	–	–	–	170	(170)	–
- Disposal of subsidiaries	–	–	–	–	–	–	–	–	–	–	(2,004)	(2,004)
Total changes in ownership interests in subsidiaries	–	–	170	–	–	–	–	–	–	170	(237)	(67)
Balance at 31 December 2016	162,854	(2,530)	142,663	(12,179)	(8,577)	182	(681)	76	(3,179)	290,808	(1,788)	289,020

**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 (cont'd).**

	Share capital	Treasury Shares	Retained earnings	Total other reserves	Employee share-based payments reserve	Hedging reserve	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>The Company</b>							
Balance at 1 January 2017	162,854	(2,530)	7,978	(388)	182	(570)	167,914
Loss for the year	-	-	(227,893)	-	-	-	(227,893)
<u>Other comprehensive income:</u>							
- Net fair value changes on cash flow hedges	-	-	-	612	-	612	612
Total comprehensive income for the year	-	-	(227,893)	612	-	612	(227,281)
<u>Contributions by and distributions to equity holders:</u>							
- Grant of equity-settled performance share awards to employees	-	-	-	42	42	-	42
Total contributions by and distributions to equity holders	-	-	-	42	42	-	42
Balance at 31 December 2017	162,854	(2,530)	(219,915)	266	224	42	(59,325)
Balance at 1 January 2016	162,854	(817)	14,443	(2,155)	172	(2,327)	174,325
Loss for the year	-	-	(1,170)	-	-	-	(1,170)
<u>Other comprehensive income:</u>							
- Net fair value changes on cash flow hedges	-	-	-	1,757	-	1,757	1,757
Total comprehensive income for the year	-	-	(1,170)	1,757	-	1,757	587
<u>Contributions by and distributions to equity holders:</u>							
- Grant of equity-settled performance share awards to employees	-	-	-	10	10	-	10
- Acquisition of treasury shares	-	(1,713)	-	-	-	-	(1,713)
- Dividends on ordinary shares	-	-	(5,295)	-	-	-	(5,295)
Total contributions by and distributions to equity holders	-	(1,713)	(5,295)	10	10	-	(6,998)
Balance at 31 December 2016	162,854	(2,530)	7,978	(388)	182	(570)	167,914

- 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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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.**

Under the Share Buy Back Mandate (first approved by the Shareholders on 30 April 2014 and last renewed at the Annual General Meeting on 28 April 2017), the Company has not bought back any ordinary shares during the fourth quarter of 2017.

As at 31 December 2017, the Company's total issued shares is 725,755,013 ordinary shares (31 December 2016: 725,755,013) with 12,243,000 (31 December 2016: 12,243,000) shares being held as treasury shares.

The Company has no subsidiary holdings as at 31 December 2017 and 31 December 2016.

- 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 the end of the immediately preceding year.**

The Company's total issued shares excluding treasury shares is 713,512,013 as at 31 December 2017 (31 December 2016: 713,512,013).

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

The movement of treasury shares are as follows:

As at 1 January 2017	: 12,243,000 shares
Purchase of treasury shares during the year	: Nil
As at 31 December 2017	: 12,243,000 shares

- 1(d)(v) A statement showing all sales, transfers, disposal, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

The Company has no subsidiary holdings as at 31 December 2017 and 31 December 2016. There was no sales, transfers, cancellation and/or use of subsidiary holdings for the period October to December 2017.

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

The financial statements for the periods under review have not been audited or reviewed by the Company's 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 Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial reporting period as those applied in the audited financial statements for the year ended 31 December 2016, except as disclosed in Note 5 below.

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.**

On 1 January 2017, the Group and the Company adopted all new and revised FRSs and interpretation of FRS ("INT FRS") that are relevant to its operations and effective for annual periods beginning on or after 1 January 2017. The adoption of these new/revised FRSs and INT FRSs has no material effect on the financial statements.

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.**

	<b>Group</b>	
	<b>FY 2017</b>	<b>FY 2016</b>
Loss attributable to equity holders of the Company (US\$'000)	(332,482)	(118,628)
Weighted average ordinary shares for calculation ('000):		
- applicable to basic earnings per share	713,512	715,041
- based on a fully diluted basis	713,512	715,041
Earnings per ordinary share ("EPS") (US cents)		
(a) Based on weighted average number of ordinary shares on issue	(46.6)	(16.6)
(b) On a fully diluted basis	(46.6)	(16.6)

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

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

	<b>Group</b>		<b>Company</b>	
	<b>As at 31 Dec 17</b>	<b>As at 31 Dec 16</b>	<b>As at 31 Dec 17</b>	<b>As at 31 Dec 16</b>
Net (liability)/asset value (US\$'000)	(42,121)	290,808	(59,325)	167,914
Total number of ordinary shares issued ('000)	713,512	713,512	713,512	713,512
Net (liability)/asset value per ordinary share (US cents)	(5.9)	40.8	(8.3)	23.5

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 GROUP PERFORMANCE**

#### **Financial year ended 31 December 2017 ("FY 2017") vs Financial year ended 31 December 2016 ("FY 2016")**

##### **Revenue**

Revenue decreased by approximately US\$1.7 million or 3% from US\$69.4 million in FY 2016 to US\$67.7 million in FY 2017.

The decrease was attributed mainly to the decline in revenue of the Offshore Support Services Business of US\$16.5 million or 28% from US\$58.7 million in FY 2016 to US\$42.2 million in FY 2017 as a result of lower utilisation and lower charter rates.

This was offset by an increase in revenue from the Subsea Business of US\$8.9 million or 90% from US\$9.9 million in FY 2016 to US\$18.8 million in FY 2017 and increase in revenue from the Shipyard Business (which commenced operations in 3Q 2016) of US\$6.2 million from US\$0.5 million in FY 2016 to US\$6.7 million in FY 2017.

#### **3 months ended 31 December 2017 ("4Q 2017") vs 3 months ended 31 December 2016 ("4Q 2016")**

Revenue increased by approximately US\$6.9 million or 57% from US\$12.1 million in 4Q 2016 to US\$19.0 million in 4Q 2017.

The increase was attributed mainly to the increase in revenue of all business segments. Revenue for the Subsea Business increased by US\$4.7 million from US\$2.5 million in 4Q 2016 to US\$7.2 million in 4Q 2017. Revenue for the Offshore Support Services Business increased by \$1.2 million from US\$9.2 million in 4Q 2016 to US\$10.5 million in 4Q 2017. There was also an increase in revenue from the Shipyard Business of US\$0.9 million from US\$0.4 million in 4Q 2016 to US\$1.3 million in 4Q 2017.

##### **Gross loss**

#### **Financial year ended 31 December 2017 ("FY 2017") vs Financial year ended 31 December 2016 ("FY 2016")**

Gross loss decreased by approximately US\$13.0 million or 41% from US\$31.8 million in FY 2016 to US\$18.8 million in FY 2017.

The decrease in gross loss was attributed mainly to the stronger performance from the Subsea Service Business and Shipyard Business by US\$15.2 million and US\$2.0 million respectively.

This was offset by an increase in gross loss from the Offshore Support Services Business due to weaker performance as stated above.

#### **3 months ended 31 December 2017 ("4Q 2017") vs 3 months ended 31 December 2016 ("4Q 2016")**

Gross loss decreased by approximately US\$5.2 million or 36% from US\$14.5 million in 4Q 2016 to US\$9.3 million in 4Q 2017.

The overall decrease in gross loss was attributed mainly to stronger performance from all business segments as stated above.

## **REVIEW OF GROUP PERFORMANCE (CONT'D)**

### **Other operating income**

#### **Financial year ended 31 December 2017 ("FY 2017") vs Financial year ended 31 December 2016 ("FY 2016")**

#### **3 months ended 31 December 2017 ("4Q 2017") vs 3 months ended 31 December 2016 ("4Q 2016")**

Other operating income decreased by approximately US\$3.8 million or 23% from US\$16.9 million in FY 2016 to US\$13.1 million in FY 2017.

Other operating income decreased by approximately US\$4.2 million or 42% from US\$10.1 million in 4Q 2016 to US\$5.9 million in 4Q 2017.

The decrease in other operating income for both periods was mainly due to the absence of one-off gain from deemed disposal of subsidiary in FY2016 and 4Q2016.

### **General and administrative expenses**

#### **Financial year ended 31 December 2017 ("FY 2017") vs Financial year ended 31 December 2016 ("FY 2016")**

General and administrative expenses decreased by approximately US\$4.4 million or 21% from US\$21.0 million in FY 2016 to US\$16.6 million in FY 2017 as part of the Group's continuing cost rationalisation exercise.

#### **3 months ended 31 December 2017 ("4Q 2017") vs 3 months ended 31 December 2016 ("4Q 2016")**

General and administrative expenses decreased by approximately US\$3.2 million or 70% from US\$4.6 million in 4Q 2016 to US\$1.4 million in 4Q 2017 as part of the Group's continuing cost rationalisation exercise.

### **Other operating expenses**

#### **Financial year ended 31 December 2017 ("FY 2017") vs Financial year ended 31 December 2016 ("FY 2016")**

Other operating expenses increased by approximately US\$218.7 million from US\$60.9 million in FY 2016 to US\$279.6 million in FY 2017.

The increase was mainly due to higher impairment of property, plant and equipment of US\$149.4 million from US\$28.7 million in FY 2016 to US\$178.1 million in FY2017, higher impairment of doubtful receivables of US\$49.9 million from US\$23.5 million in FY 2016 to US\$73.4 million in FY 2017 and impairment of investment in joint venture and associate of US\$20.6 million in FY 2017.

## **REVIEW OF GROUP PERFORMANCE (CONT'D)**

### **Other operating expenses (cont'd)**

#### **3 months ended 31 December 2017 ("4Q 2017") vs 3 months ended 31 December 2016 ("4Q 2016")**

Other operating expenses increased by approximately US\$257.8 million from US\$17.0 million in 4Q 2016 to US\$274.8 million in 4Q 2017.

The increase was mainly due to higher impairment of property, plant and equipment of US\$182.3 million from an impairment write-back of US\$4.2 million in 4Q 2016 to an impairment of US\$178.1 million in 4Q 2017, higher impairment of doubtful receivables of US\$60.8 million from US\$12.2 million in 4Q 2016 to US\$73.0 million in 4Q 2017 and impairment of investment in a joint venture and an associate of US\$20.6 million in 4Q 2017.

### **Finance costs**

#### **Financial year ended 31 December 2017 ("FY 2017") vs Financial year ended 31 December 2016 ("FY 2016")**

#### **3 months ended 31 December 2017 ("4Q 2017") vs 3 months ended 31 December 2016 ("4Q 2016")**

Finance cost increased by approximately US\$3.0 million or 18% from US\$16.6 million in FY 2016 to US\$19.6 million in FY 2017.

Finance cost increased by approximately US\$0.5 million or 10% from US\$4.9 million in 4Q 2016 to US\$5.4 million in 4Q 2017.

The increase in finance costs for both periods was in line with an increase in bank loans outstanding from US\$446.0 million as at 31 December 2016 to US\$451.9 million as at 31 December 2017 and rise in LIBOR rates.

### **Share of results of joint ventures**

#### **Financial year ended 31 December 2017 ("FY 2017") vs Financial year ended 31 December 2016 ("FY 2016")**

Share of losses of joint ventures increased by approximately US\$9.2 million from US\$4.8 million in FY 2016 to US\$14.0 million in FY 2017. The increase was attributed mainly to higher losses from the Group's Malaysian joint ventures as a result of vessel impairment.

This was offset by lower share of losses of PT Logindo Samudramakmur Tbk ("PT Logindo"). Share of losses of PT Logindo was recognised as share of losses of associate from 3Q2017.

#### **3 months ended 31 December 2017 ("4Q 2017") vs 3 months ended 31 December 2016 ("4Q 2016")**

Share of losses of joint ventures increased by approximately US\$14.8 million from US\$1.8 million in 4Q 2016 to US\$16.6 million in 4Q 2017. The increase was attributed mainly to higher losses from the Group's Malaysian joint ventures as a result of vessel impairment.

### **Share of results of associates**

#### **Financial year ended 31 December 2017 ("FY 2017") vs Financial year ended 31 December 2016 ("FY 2016")**

#### **3 months ended 31 December 2017 ("4Q 2017") vs 3 months ended 31 December 2016 ("4Q 2016")**

Share of losses of associates increased to US\$5.0 million in FY 2017 and US\$3.9 million in 4Q 2017 due to the recognition of the Group's share of losses in PT Logindo from 3Q 2017. The losses were mainly due to lower utilisation and charter rates. In 4Q 2017, additional losses were recognised due to vessel impairment.

## **REVIEW OF GROUP PERFORMANCE (CONT'D)**

### **Taxation**

#### **Financial year ended 31 December 2017 ("FY 2017") vs Financial year ended 31 December 2016 ("FY 2016")**

#### **3 months ended 31 December 2017 ("4Q 2017") vs 3 months ended 31 December 2016 ("4Q 2016")**

Tax expense decreased by approximately US\$0.9 million or 25% from US\$3.5 million in FY 2016 to US\$2.6 million in FY 2017. The decrease in taxation expense was due to higher net write-back of tax provision in respect of prior years.

Tax expense decreased by approximately US\$0.6 million or 53% from US\$1.1 million in 4Q 2016 to US\$0.5 million in 4Q 2017. The decrease was due to higher net write-back of tax provision in respect of prior years.

## **REVIEW OF STATEMENT OF FINANCIAL POSITION**

### **Non-current assets**

The Group's non-current assets amounted to US\$447.6 million as at 31 December 2017. The decrease in non-current assets from US\$736.6 million as at 31 December 2016 was mainly due to:

- (i) the decrease in property, plant and equipment of US\$224.7 million primarily due to vessel impairment;
- (ii) the decrease in investment in joint ventures of US\$54.9 million primarily due to the share of losses for the financial year ended 31 December 2017 and impairment in investment; and
- (iii) the decrease in amount due from related companies of US\$22.1 million.

This was partially offset by the increase in investment in associate of US\$12.8 million as PT Logindo became an associate in FY2017.

### **Current assets**

The Group's current assets amounted to US\$126.5 million as at 31 December 2017. The decrease in current assets from US\$167.8 million as at 31 December 2016 was mainly due to:

- (i) the decrease in cash and bank balances of US\$11.3 million;
- (ii) the decrease in other receivables of US\$7.9 million;
- (iii) the decrease in amount due from related companies of US\$28.5 million; and
- (iv) the decrease in assets held for sale of US\$1.4 million.

This was partially offset by the increase in trade receivables of US\$8.2 million.

### **Current liabilities**

The Group's current liabilities amounted to US\$615.2 million as at 31 December 2017. The increase in current liabilities from US\$122.7 million as at 31 December 2016 was attributed mainly to:

- (i) the increase in current bank loans of US\$402.9 million mainly due to reclassification of non-current liabilities to current liabilities;
- (ii) the reclassification of notes payables of US\$73.3 million to current liabilities;
- (iii) the increase in other liabilities of US\$3.7 million;
- (iv) the reclassification in derivatives of US\$5.5 million to current liabilities; and
- (v) the increase in trade payables of US\$4.4 million.



## **REVIEW OF STATEMENT OF FINANCIAL POSITION (CONT'D)**

The Group is in negative working capital position of US\$488.7 million as at 31 December 2017. This is mainly due to the reclassification of bank loans, notes payables and derivatives to current liabilities. The Group is in the process of restructuring its borrowings and debt obligations. It intends to pursue the restructuring by way of scheme of arrangement to be proposed between the relevant entities of the Group and its creditors under section 210(1) of the Companies Act (Cap.50). The Management believes that the restructuring if implemented will allow the Group to sustain its operations under current challenging market conditions and position for the eventual recovery of the offshore marine sector (see Note 10). Accordingly, the consolidated financial statements have been prepared on a going concern basis.

### **Non-current liabilities**

The Group's non-current liabilities amounted to US\$15.8 million as at 31 December 2017. Non-current liabilities decreased from US\$492.6 million as at 31 December 2016 primarily due to the reclassification of bank loans, notes payable and derivatives to current liabilities.

## **REVIEW OF CASH FLOWS**

In FY2017, the Group generated net cash outflows of US\$10.0 million.

Net cash outflow from operating activities was US\$22.9 million, which was mainly due to:-

- (i) net operating losses that resulted in cash outflow from operating activities before working capital changes of US\$2.9 million;
- (ii) net working capital outflow of US\$5.3 million; and
- (iii) net interest and taxes paid of US\$14.7 million.

Net cash inflow from investing activities was US\$11.6 million, which was mainly due to:-

- (i) proceeds from sale of property, plant and equipment of US\$13.2 million;
- (ii) proceeds from sale of assets held for sale of US\$1.6 million; and
- (iii) net loan repayment from related companies of US\$1.4 million.

This was partially offset by:-

- (iv) purchase of property, plant and equipment of US\$2.4 million;
- (v) investment in an associate of US\$2.0 million; and
- (vi) investment in a joint venture of US\$0.2 million.

Net cash inflow from financing activities was US\$1.4 million, which was mainly due to:-

- (i) proceeds from bank loans of US\$45.9 million; and
- (ii) cash and cash equivalents released as securities of US\$1.5 million.

This was partially offset by:-

- (iii) repayment of bank loans of US\$45.2 million;
- (iv) return of capital to non-controlling interests of subsidiary of US\$0.6 million; and
- (v) repayment of finance lease obligations of US\$0.3 million.

**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 global economy has seen a more broad-based recovery in 1Q2018 that is generally expected to provide support to oil demand growth. However, the rapidly changing geopolitical landscape affecting oil producing countries, such as recent developments in Venezuela and Iran, has cast some uncertainty in the oil market. Despite having oil prices trend towards US\$70 – 75 per barrel, the outlook for the marine sector for the next 12 months is expected to be challenging as a result of lingering vessel supply overhang and charter rates are expected to remain low.

The Group will press on with the restructuring of its borrowings and debt obligations. It intends to pursue the restructuring by way of scheme of arrangement to be proposed between the relevant entities of the Group and its creditors under section 210(1) of the Companies Act (Cap.50). The Management believes that the restructuring if implemented will allow the Group to sustain its operations under current challenging market conditions and position for the eventual recovery of the offshore marine sector

The intended restructuring proposal is envisaged to contain the following main terms, barring unexpected externalities and subject to conclusion of ongoing discussions and definitive agreements with the stakeholder groups:

<b>Investment</b>	An aggregate amount of approximately US\$120 million to be injected by the potential investors by way of subscription of new ordinary shares out of the capital of the Company (" <b>New Shares</b> ").
<b>Secured Debt</b>	<p>The existing financial obligations (including financial obligations of certain joint ventures but excluding property loan) owing to the bank lenders ("<b>Bank Loans</b>") will be re-profiled based on the assessment of the valuation and income generating ability of the existing security assets.</p> <p>Approximately US\$100 million of the aggregate re-profiled Bank Loans shall be repaid and an equivalent amount of approximately US\$100 million will be forgiven upon the restructuring becoming effective. The remaining re-profiled Bank Loans of approximately US\$120 million will be repaid over 3 years from 1 January 2021 to 31 December 2023.</p> <p>50% of the contractual interest margin payable under the re-profiled Bank Loans shall be deferred for a period of 3 years from 1 January 2018 to 31 December 2020 and the deferred interests shall be paid by 31 December 2023.</p> <p>The property loan shall be repaid on the terms of the existing repayment schedule from 1 January 2021 save that the terms of interest repayment shall be the same as that of the re-profiled Bank Loans.</p> <p>The unsecured portion of approximately US\$110 million of the Bank Loans will be restructured together with the other unsecured liabilities (other than the Noteholders) and bank lenders will receive New Shares in respect of their outstanding debt.</p>
<b>Unsecured Debt</b>	<p>The unsecured creditors (excluding the Noteholders in respect of their outstanding debt which is unsecured and professional advisors and suppliers and vendors that are necessary for continued operations) will receive New Shares that represent their outstanding debt.</p> <p>The unsecured debt of the Noteholders will be restructured and terms may include upfront cash, upfront conversion of debt to equity and/or conversion to convertible debt securities.</p>

In order to preserve the ongoing discussions on the restructuring, Pacific Crest Pte Ltd and CSI Offshore Pte Ltd (collectively the "Entities"), both wholly-owned subsidiaries of the Company, have on 16 May 2018 and 18 May 2018 made applications (the "Applications") to the Court under section 211B(1) of the Act to seek interim protection against certain legal proceedings taken by vendors. The Court has on 11 June 2018, granted the Entities moratorium in respect of the Applications.

**11. Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on?

No.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year?

No.

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

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

Not applicable.

**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.**

Not applicable as the Group has not obtained a general mandate from shareholders for Interested Party Transactions ("IPTs").

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
**(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

14. **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited financial statements, with comparative information for the immediate preceding year**

	<b>Offshore Support Services Business</b>	<b>Subsea Business</b>	<b>Complementary Businesses</b>	<b>Per consolidated financial statements</b>
	US\$'000	US\$'000	US\$'000	US\$'000
<b>2017</b>				
<b>Revenue:</b>				
External customers	42,224	18,792	6,659	67,675
<b>Results:</b>				
Interest income	3,439	2,911	-	6,350
Finance costs	(18,393)	(133)	(1,089)	(19,615)
Depreciation and amortisation	(23,104)	(3,603)	(3,256)	(29,963)
Share of results of joint ventures	(14,015)	-	-	(14,015)
Share of results of associate	(4,945)	-	-	(4,945)
Other non-cash expenses (Note A)	(247,060)	(24,867)	(221)	(272,148)
Segment loss	(289,880)	(44,300)	(6,344)	(340,524)
<b>Assets:</b>				
Investment in associates	12,771	-	-	12,771
Investment in joint ventures	5,417	-	-	5,417
Additions to non-current assets (Note B)	15,082	28	338	15,448
Segment assets	393,436	113,071	67,611	574,118
<b>Segment liabilities</b>	<b>558,680</b>	<b>19,126</b>	<b>53,247</b>	<b>631,053</b>

Note A. Other non-cash expenses consist of provisions and impairment of vessels, joint venture and financial assets.

Note B. Additions to non-current assets consist of additions to property, plant and equipment.

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
**(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

**14. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited financial statements, with comparative information for the immediate preceding year (Cont'd)**

	<b>Offshore Support Services Business</b>	<b>Subsea Business</b>	<b>Complementary Businesses</b>	<b>Per consolidated financial statements</b>
	US\$'000	US\$'000	US\$'000	US\$'000
<b>2016</b>				
<b>Revenue:</b>				
External customers	58,729	9,865	827	69,421
<b>Results:</b>				
Interest income	2,829	4,800	9	7,638
Finance costs	(15,266)	(639)	(654)	(16,559)
Depreciation and amortisation	(25,599)	(3,548)	(2,305)	(31,452)
Share of results of joint ventures	(4,756)	-	-	(4,756)
Share of results of associate	-	-	-	-
Other non-cash expenses (Note A)	(51,488)	(713)	(44)	(52,245)
Segment loss	(100,715)	(8,260)	(9,183)	(118,158)
<b>Assets:</b>				
Investment in associates	-	-	-	-
Investment in joint ventures	60,346	-	-	60,346
Additions to non-current assets (Note B)	110,897	169	14,941	126,007
Segment assets	705,718	135,224	63,385	904,327
<b>Segment liabilities</b>	<b>552,959</b>	<b>11,310</b>	<b>51,038</b>	<b>615,307</b>

Note A. Other non-cash expenses consist of allowance for inventory obsolescence, provisions and impairment of vessels, financial assets and club membership.

Note B. Additions to non-current assets consist of additions to property, plant and equipment.

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
**(This part is not applicable to Q1, Q2, Q3 or Half Year Results) (CONT'D)**

14. **Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited financial statements, with comparative information for the immediately preceding year (cont'd)**

***Geographical information***

Revenue is based on the geographical location in which the services are performed. Non-current assets are based on the geographical location of the companies that own the assets:

	Revenues		Non-current assets	
	FY 2017 US\$'000	FY 2016 US\$'000	FY 2017 US\$'000	FY 2016 US\$'000
Asia	42,742	45,731	389,255	612,707
Middle East	21,105	6,610	–	–
Australia	3,828	2,303	–	–
Latin America	–	14,777	6	1,361
	67,675	69,421	389,261	614,068

Non-current assets information presented above consists of property, plant and equipment and club memberships as presented in the consolidated balance sheet.

15. **In the review of performance, the factors leading to any material change in contributions to turnover and earnings by the business or geographical segments**

Refer to part 8 and 10.

16. **A breakdown of sales**

	Group		Increase/ (Decrease) %
	FY 2017 US\$'000	FY 2016 US\$'000	
Sales reported for first half year	31,476	38,376	(18)
Operating loss after tax before deducting non-controlling interests reported for first half year	(23,738)	(69,712)	(66)
Sales reported for second half year	36,199	31,045	17
Operating loss after tax before deducting non-controlling interests reported for second half year	(319,430)	(51,965)	NM

NM: Not Meaningful

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

	Latest Full Year	Previous Full Year
	US\$'000	US\$'000
Ordinary	-	5,295
Total	-	5,295

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
**(This part is not applicable to Q1, Q2, Q3 or Half Year Results) (CONT'D)**

**18. 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.**

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Pang Wei Kuan	35	<p>Son of Mr Pang Yoke Min who is the substantial shareholder and executive chairman of the Company.</p> <p>Brother of Mr Pang Wei Meng who is the executive director of the Company.</p>	<p>Managing Director, Commercial and Business Development.</p> <p>Appointed in 2011.</p> <p>Responsible for the Group's marketing and business development activities for new or emerging markets and is also involved in the Group's investment activities by developing and executing the strategies and business plans.</p>	None.
Alphonsus Ang	59	<p>Brother-in-law of Mr Pang Yoke Min who is the substantial shareholder and executive chairman of the Company.</p> <p>Uncle of Mr Pang Wei Meng who is the executive director of the Company.</p>	<p>General Manager – Procurement.</p> <p>Appointed in 2007.</p> <p>Responsible for the development of the Group's supply chain management policies as well as the management of procurement activities in alignment with the Group's strategies and business plans.</p>	None.
James Ang	57	<p>Brother-in-law of Mr Pang Yoke Min who is the substantial shareholder and executive chairman of the Company.</p> <p>Uncle of Mr Pang Wei Meng who is the executive director of the Company.</p>	<p>Ship Repair Manager.</p> <p>Appointed in 2011.</p> <p>Responsible for management of the ship-repair yard.</p>	None.

**19. Confirmation of Directors and Executive Officers' undertakings pursuant to Listing Rule 720(1)**

The Company confirms that it has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) pursuant to Rule 720(1) of the SGX Listing Manual.

**On behalf of the Board of Directors**

**Pang Yoke Min**  
**Executive Chairman**

**Mok Weng Vai**  
**Executive Director**

29 June 2018