

**Mermaid Maritime Public Company Limited
and its Subsidiaries**

Interim financial statements
for the three-month period that ended on
31 December 2013

and

Independent Auditor's report on review of
interim financial information

Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of Mermaid Maritime Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Mermaid Maritime Public Company Limited and its subsidiaries, and of Mermaid Maritime Public Company Limited, respectively, as at 31 December 2013; the consolidated and separate statements of comprehensive income, changes in equity and cash flows for the three-month period ended 31 December 2013; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

I conducted my review in accordance with the Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".



(Charoen Phosamritlert)
Certified Public Accountant
Registration No. 4068

KPMG Phoomchai Audit Ltd.
Bangkok
11 February 2014

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of financial position

Consolidated financial statements					
Assets	<i>Note</i>	31 December	30 September	31 December	30 September
		2013	2013	2013	2013
		(Unaudited)		(Unaudited)	
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<i>Current assets</i>					
Cash and cash equivalents		172,240	148,819	5,651,814	4,671,533
Trade accounts receivable	4, 5	83,180	89,861	2,729,435	2,820,799
Other accounts receivable		13,899	14,730	456,077	462,385
Receivables from related parties	4	-	4	-	126
Deferred contract costs		7,811	8,321	256,307	261,202
Supplies and spare parts		4,483	5,275	147,103	165,586
Total current assets		281,613	267,010	9,240,736	8,381,631
<i>Non-current assets</i>					
Restricted deposits at financial institutions		4,001	4,001	131,287	125,594
Investments in associates	6	107,445	100,316	3,525,657	3,148,989
Investments in jointly-controlled entity	8	245	-	8,039	-
Property, plant and equipment	9	322,289	327,855	10,575,462	10,291,598
Goodwill		10,136	10,136	332,599	318,176
Intangible assets		329	305	10,796	9,574
Deferred tax assets		11	31	361	973
Other non-current assets		2,246	660	73,699	20,718
Total non-current assets		446,702	443,304	14,657,900	13,915,622
Total assets		728,315	710,314	23,898,636	22,297,253

The accompanying notes are an integral part of these financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of financial position

Consolidated financial statements					
Liabilities and equity	<i>Note</i>	31 December 2013 (Unaudited) <i>(in thousand US Dollar)</i>	30 September 2013	31 December 2013 (Unaudited) <i>(in thousand Baht)</i>	30 September 2013
<i>Current liabilities</i>					
Trade accounts payable	4	11,343	16,614	372,205	521,525
Other accounts payable		5,989	3,600	196,520	113,006
Payables to related parties	4	25	46	820	1,444
Current portion of long-term borrowings from financial institutions	10	17,292	19,237	567,413	603,863
Current portion of finance lease liabilities		11	17	361	534
Current portion of share subscription payable		1,096	1,096	35,964	34,404
Income taxes payable		6,036	3,688	198,063	115,769
Accrued expenses		27,034	28,716	887,083	901,415
Total current liabilities		68,826	73,014	2,258,429	2,291,960
<i>Non-current liabilities</i>					
Long-term borrowings from financial institutions	10	114,158	117,377	3,745,935	3,684,546
Finance lease liabilities		54	62	1,772	1,946
Long-term portion of share subscription payable		1,363	1,363	44,725	42,786
Employee benefit obligations		1,721	1,711	56,472	53,709
Total non-current liabilities		117,296	120,513	3,848,904	3,782,987
Total liabilities		186,122	193,527	6,107,333	6,074,947

The accompanying notes are an integral part of these financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of financial position

Consolidated financial statements					
Liabilities and equity	<i>Note</i>	31 December 2013 (Unaudited) <i>(in thousand US Dollar)</i>	30 September 2013	31 December 2013 (Unaudited) <i>(in thousand Baht)</i>	30 September 2013
Equity					
Share capital					
Authorised share capital		-	-	1,416,701	1,416,701
Issued and paid-up share capital	<i>11</i>	47,314	45,429	1,413,081	1,354,440
Premium on share capital		422,538	411,613	13,557,776	13,219,720
Retained earnings					
Appropriated		4,314	4,314	135,444	135,444
Unappropriated		66,021	52,870	2,129,527	1,712,246
Other components of equity		229	872	495,751	(256,475)
Equity attributable to owners of the Company		540,416	515,098	17,731,579	16,165,375
Non-controlling interests		1,777	1,689	59,724	56,931
Total equity		542,193	516,787	17,791,303	16,222,306
Total liabilities and equity		728,315	710,314	23,898,636	22,297,253

The accompanying notes are an integral part of these financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of financial position

Assets	Note	Separate financial statements			
		31 December	30 September	31 December	30 September
		2013	2013	2013	2013
		(Unaudited)		(Unaudited)	
		(in thousand US Dollar)		(in thousand Baht)	
Current assets					
Cash and cash equivalents		123,527	110,836	4,053,366	3,479,220
Other accounts receivable		277	148	9,090	4,646
Receivables from related parties	4	10,369	21,188	340,245	665,107
Short-term loans to related parties	4	153,078	146,957	5,023,040	4,613,083
Total current assets		287,251	279,129	9,425,741	8,762,056
Non-current assets					
Investments in associates	6	97,582	97,582	3,202,017	3,063,167
Investments in subsidiaries	7	140,273	140,273	4,602,862	4,403,268
Investments in jointly-controlled entity	8	213	213	6,989	6,686
Property, plant and equipment	9	3,567	3,619	117,046	113,603
Intangible assets		33	34	1,083	1,067
Other non-current assets		22	22	722	691
Total non-current assets		241,690	241,743	7,930,719	7,588,482
Total assets		528,941	520,872	17,356,460	16,350,538

The accompanying notes are an integral part of these financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of financial position

		Separate financial statements			
Liabilities and equity	<i>Note</i>	31 December 2013 (Unaudited) <i>(in thousand US Dollar)</i>	30 September 2013	31 December 2013 (Unaudited) <i>(in thousand Baht)</i>	30 September 2013
<i>Current liabilities</i>					
Other accounts payable		550	412	18,047	12,933
Payables to related parties	4	35,482	35,794	1,164,292	1,123,599
Current portion of finance lease liabilities		-	6	-	188
Income taxes payable		1,205	-	39,539	-
Accrued expenses		351	841	11,518	26,400
Total current liabilities		37,588	37,053	1,233,396	1,163,120
<i>Non-current liabilities</i>					
Employee benefit obligations		186	176	6,103	5,525
Total non-current liabilities		186	176	6,103	5,525
Total liabilities		37,774	37,229	1,239,499	1,168,645
<i>Equity</i>					
Share capital					
Authorised share capital		-	-	1,416,701	1,416,701
Issued and paid-up share capital	11	47,314	45,429	1,413,081	1,354,440
Premium on share capital		422,538	411,613	13,557,776	13,219,720
Retained earnings					
Appropriated		4,314	4,314	135,444	135,444
Unappropriated		16,974	22,260	573,473	741,197
Other components of equity		27	27	437,187	(268,908)
Total equity		491,167	483,643	16,116,961	15,181,893
Total liabilities and equity		528,941	520,872	17,356,460	16,350,538

The accompanying notes are an integral part of these financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of comprehensive income (Unaudited)

Consolidated financial statements					
	<i>Note</i>	Three-month period that ended on 31 December		Three-month period that ended on 31 December	
		2013	2012	2013	2012 Restated
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Service income	4	83,786	52,973	2,658,530	1,625,175
Cost of services	4	(67,466)	(44,164)	(2,140,696)	(1,354,921)
Gross profits		16,320	8,809	517,834	270,254
Interest income	4	174	93	5,521	2,853
Other income	4	52	49	1,650	1,503
Profit before expenses		16,546	8,951	525,005	274,610
Administrative expenses	4	(6,229)	(5,588)	(197,647)	(171,436)
Gains (losses) on exchange rates		349	(592)	11,074	(18,162)
Net losses on disposals and write-offs of property, plant and equipment and intangible assets		(11)	(455)	(349)	(13,959)
Total expenses		(5,891)	(6,635)	(186,922)	(203,557)
Profits before finance costs and income tax expenses		10,655	2,316	338,083	71,053
Finance costs		(1,065)	(1,003)	(33,792)	(30,771)
Share of profits (losses) of investments in associates	6	7,129	(372)	226,203	(11,413)
Share of profits of investments in jointly-controlled entity	8	245	-	7,774	-
Profits before income tax expenses		16,964	941	538,268	28,869
Income tax expenses		(3,692)	(1,038)	(117,147)	(31,845)
Profits (losses) for the period		13,272	(97)	421,121	(2,976)
Other comprehensive incomes (expenses):					
Exchange differences on translating financial statements		(676)	84	(21,449)	2,577
Translation adjustments		-	-	772,628	(74,120)
Total comprehensive incomes (expenses) for the period		12,596	(13)	1,172,300	(74,519)

The accompanying notes are an integral part of these financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of comprehensive income (Unaudited)

Consolidated financial statements				
	Three-month period that ended on 31 December		Three-month period that ended on 31 December	
<i>Note</i>	2013	2012	2013	2012 Restated
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Profits (losses) attributable to:				
Owners of the Company	13,151	(102)	417,281	(3,129)
Non-controlling interests	121	5	3,840	153
	<u>13,272</u>	<u>(97)</u>	<u>421,121</u>	<u>(2,976)</u>
Total comprehensive incomes (expenses) attributable to:				
Owners of the Company	12,508	(23)	1,169,507	(74,825)
Non-controlling interests	88	10	2,793	306
	<u>12,596</u>	<u>(13)</u>	<u>1,172,300</u>	<u>(74,519)</u>
Earnings (losses) per share				
	<i>(in US Dollar)</i>		<i>(in Baht)</i>	
Basic earnings (losses) per share	<u>0.0094</u>	<u>(0.0001)</u>	<u>0.2982</u>	<u>(0.0040)</u>
Diluted earnings (losses) per share	<u>0.0094</u>	<u>(0.0001)</u>	<u>0.2981</u>	<u>(0.0040)</u>

The accompanying notes are an integral part of these financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of comprehensive income (Unaudited)

	Note	Separate financial statements			
		Three-month period that ended on 31 December		Three-month period that ended on 31 December	
		2013	2012	2013	2012
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
					Restated
Management fee income	4	373	573	11,835	17,579
Interest income	4	1,260	1,205	39,980	36,969
Other income	4	77	100	2,443	3,068
Total revenue		1,710	1,878	54,258	57,616
Administrative expenses	4	(1,014)	(1,275)	(32,174)	(39,116)
Gains (losses) on exchange rates		(4,742)	196	(150,463)	6,013
Total expenses		(5,756)	(1,079)	(182,637)	(33,103)
Profits (losses) before income tax expenses		(4,046)	799	(128,379)	24,513
Income tax expenses		(1,240)	(15)	(39,345)	(460)
Profits (losses) for the period		(5,286)	784	(167,724)	24,053
Other comprehensive incomes (expenses)					
Translation adjustments		-	-	706,095	(70,510)
Total comprehensive incomes (expenses) for the period		(5,286)	784	538,371	(46,457)
Earnings (losses) per share		<i>(in US Dollar)</i>		<i>(in Baht)</i>	
Basic earnings (losses) per share	13	<u>(0.0038)</u>	<u>0.0010</u>	<u>(0.1198)</u>	<u>0.0307</u>
Diluted earnings (losses) per share	13	<u>(0.0038)</u>	<u>0.0010</u>	<u>(0.1198)</u>	<u>0.0306</u>

The accompanying notes are an integral part of these financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of changes in equity (Unaudited)

	Consolidated financial statements										
	Retained earnings					Other components of equity					
	Issued and paid-up share capital	Premium on share capital	Appropriated	Unappropriated	Currency translation differences	Share-based payment	Changes in ownership interests	Total other components of equity	Equity attributable to owners of the Company	Non- controlling interests	Total equity
<i>(in thousand US Dollar)</i>											
Three-month period that ended											
on 31 December 2012											
Balance at 1 October 2012	27,287	303,300	2,444	39,712	3,583	12	(2,475)	1,120	373,863	2,019	375,882
Losses for the period	-	-	-	(102)	-	-	-	-	(102)	5	(97)
Exchange differences on translating financial statements	-	-	-	-	79	-	-	79	79	5	84
Balance at 31 December 2012	27,287	303,300	2,444	39,610	3,662	12	(2,475)	1,199	373,840	2,029	375,869
Three-month period that ended											
on 31 December 2013											
Balance at 1 October 2013	45,429	411,613	4,314	52,870	3,320	27	(2,475)	872	515,098	1,689	516,787
Issues of ordinary shares	1,885	10,925	-	-	-	-	-	-	12,810	-	12,810
Profits for the period	-	-	-	13,151	-	-	-	-	13,151	121	13,272
Exchange differences on translating financial statements	-	-	-	-	(643)	-	-	(643)	(643)	(33)	(676)
Balance at 31 December 2013	47,314	422,538	4,314	66,021	2,677	27	(2,475)	229	540,416	1,777	542,193

The accompanying notes are an integral part of these financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of changes in equity (Unaudited)

	Consolidated financial statements										
	Retained earnings					Other components of equity					
	Issued and paid-up share capital	Premium on share capital	Appropriated	Unappropriated	Currency translation differences	Share-based payment	Changes in ownership interests	Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity
<i>(in thousand Baht)</i>											
Three-month period that ended on 31 December 2012											
Balance at 1 October 2012	784,748	9,818,420	78,475	1,311,042	(382,763)	366	(89,282)	(471,679)	11,521,006	66,984	11,587,990
Losses for the period	-	-	-	(3,129)	-	-	-	-	(3,129)	153	(2,976)
Exchange differences on translating financial statements	-	-	-	-	(71,696)	-	-	(71,696)	(71,696)	153	(71,543)
Balance at 31 December 2012	784,748	9,818,420	78,475	1,307,913	(454,459)	366	(89,282)	(543,375)	11,446,181	67,290	11,513,471
Three-month period that ended on 31 December 2013											
Balance at 1 October 2013	1,354,440	13,219,720	135,444	1,712,246	(168,021)	828	(89,282)	(256,475)	16,165,375	56,931	16,222,306
Issues of ordinary shares	58,641	338,056	-	-	-	-	-	-	396,697	-	396,697
Profits for the period	-	-	-	417,281	-	-	-	-	417,281	3,840	421,121
Exchange differences on translating financial statements	-	-	-	-	752,226	-	-	752,226	752,226	(1,047)	751,179
Balance at 31 December 2013	1,413,081	13,557,776	135,444	2,129,527	584,205	828	(89,282)	495,751	17,731,579	59,724	17,791,303

The accompanying notes are an integral part of these financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of changes in equity (Unaudited)

	Separate financial statements					Total equity
	Issued and paid-up share capital	Premium on share capital	Retained earnings	Other components of equity		
	Note	Appropriated	Unappropriated	Share-based payment		
<i>(in thousand US Dollar)</i>						
Three-month period that ended on 31 December 2012						
Balance at 1 October 2012	27,287	303,300	2,444	24,310	12	357,353
Profits for the period	-	-	-	784	-	784
Balance at 31 December 2012	<u>27,287</u>	<u>303,300</u>	<u>2,444</u>	<u>25,094</u>	<u>12</u>	<u>358,137</u>
Three-month period that ended on 31 December 2013						
Balance at 1 October 2013	45,429	411,613	4,314	22,260	27	483,643
Issues of ordinary shares	1,885	10,925	-	-	-	12,810
Losses for the period	-	-	-	(5,286)	-	(5,286)
Balance at 31 December 2013	<u>47,314</u>	<u>422,538</u>	<u>4,314</u>	<u>16,974</u>	<u>27</u>	<u>491,167</u>

The accompanying notes are an integral part of these financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of changes in equity (Unaudited)

	Separate financial statements							Total equity
	Retained earnings			Other components of equity				
	Issued and paid-up share capital	Premium on share capital	Appropriated	Unappropriated	Currency translation differences	Share-based payment	Other components of equity	
Note								
<i>(in thousand Baht)</i>								
Three-month period that ended on 31 December 2012								
Balance at 1 October 2012	784,748	9,818,420	78,475	803,279	(468,524)	366	(468,158)	11,016,764
Profits for the period	-	-	-	24,053	-	-	-	24,053
Exchange differences on translating financial statements	-	-	-	-	(70,510)	-	(70,510)	(70,510)
Balance at 31 December 2012	784,748	9,818,420	78,475	827,332	(539,034)	366	(538,668)	10,970,307
Three-month period that ended on 31 December 2013								
Balance at 1 October 2013	1,354,440	13,219,720	135,444	741,197	(269,736)	828	(268,908)	15,181,893
Issues of ordinary shares	58,641	338,056	-	-	-	-	-	396,697
Losses for the period	-	-	-	(167,724)	-	-	-	(167,724)
Exchange differences on translating financial statements	-	-	-	-	706,095	-	706,095	706,095
Balance at 31 December 2013	1,413,081	13,557,776	135,444	573,473	436,359	828	437,187	16,116,961

The accompanying notes are an integral part of these financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Consolidated financial statements			
	Three-month period that ended on 31 December		Three-month period that ended on 31 December	
	2013	2012	2013	2012
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Cash flows from operating activities				
Profits (losses) for the period	13,272	(97)	421,121	(2,976)
<i>Adjustments for:</i>				
Depreciation	7,296	6,612	231,502	202,852
Amortisation	603	82	19,133	2,516
Finance costs	1,065	1,003	33,792	30,771
Net losses on disposals and write-offs				
of property, plant and equipment and intangible assets	11	455	349	13,959
Unrealised gains on exchange rates	(483)	(154)	(15,326)	(4,725)
Employee benefit obligations	139	285	4,410	8,744
Share of (profits) losses of investments in associates	(7,129)	372	(226,203)	11,413
Share of profits of investments in jointly-controlled entity	(245)	-	(7,774)	-
Exchange rate (gains) losses from translating financial statements	(687)	254	230,853	(4,898)
Income tax expenses	3,692	1,038	117,147	31,845
Cash flows from operations before changes in operating assets and liabilities	17,534	9,850	809,004	289,501
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivable	6,485	7,152	212,796	219,077
Receivables from related parties	4	-	131	-
Other accounts receivable	838	(6,816)	27,498	(208,785)
Supplies and spare parts	792	1,194	25,988	36,574
Other non-current assets	(1,586)	(25)	(52,042)	(766)
Trade accounts payable	(5,212)	4,065	(171,025)	124,517
Other accounts payable	3,205	(348)	105,168	(10,659)
Payables to related parties	(21)	(140)	(689)	(4,288)
Accrued expenses	(2,580)	1,205	(84,659)	36,912
	1,925	6,287	63,166	192,582
Cash generated from operating activities	19,459	16,137	872,170	482,083
Finance costs paid	(1,018)	(969)	(32,301)	(29,728)
Income taxes paid	(474)	(498)	(15,040)	(15,278)
Net cash from operating activities	17,967	14,670	824,829	437,077

The accompanying notes are an integral part of these financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of cash flows (Unaudited)

	Consolidated financial statements			
	Three-month period that ended on 31 December 2013		Three-month period that ended on 31 December 2012	
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Cash flows from investing activities				
Payment for investments in jointly-controlled entity	-	(213)	-	(6,525)
Proceeds from disposals of property, plant and equipment and intangible assets	10	4,720	328	144,581
Payment for purchases of property, plant and equipment	(1,907)	(9,662)	(62,576)	(295,963)
Payment for purchases of intangible assets	(126)	(8)	(4,135)	(245)
Net cash used in investing activities	(2,023)	(5,163)	(66,383)	(158,152)
Cash flows from financing activities				
Repayments of finance lease liabilities	(15)	(8)	(492)	(245)
Repayment of long-term borrowings from financial institutions	(5,195)	(1,439)	(170,467)	(44,079)
Proceeds from issue of ordinary shares	12,810	-	396,697	-
Net cash from (used in) financing activities	7,600	(1,447)	225,738	(44,324)
Net increase in cash and cash equivalents	23,544	8,060	984,184	234,601
Cash and cash equivalents at the beginning of the period	148,819	62,314	4,671,533	1,921,066
Effects of exchange rates	(123)	37	(3,903)	1,135
Cash and cash equivalents at the end of the period	172,240	70,411	5,651,814	2,156,802
Non-cash transactions				
Unpaid liabilities for purchases of property, plant and equipment	170	2,109	5,578	64,602

The accompanying notes are an integral part of these financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Separate financial statements			
	Three-month period that ended on 31 December 2013		Three-month period that ended on 31 December 2012	
	<i>(in thousand US Dollar)</i>		Restated <i>(in thousand Baht)</i>	
Cash flows from operating activities				
Profits (losses) for the period	(5,286)	784	(167,724)	24,053
<i>Adjustments for:</i>				
Depreciation	119	112	3,776	3,436
Amortisation	6	6	190	184
Unrealised losses (gains) on exchange rates	4,250	(192)	134,852	(5,890)
Employee benefit obligations	10	10	317	307
Exchange rate losses (gains) from translating financial statements	-	-	182,161	(4,018)
Income tax expenses	1,240	15	39,345	460
Cash flows from operations before changes in operating assets and liabilities	339	735	192,917	18,532
<i>Changes in operating assets and liabilities</i>				
Receivables from related parties	(386)	(1,201)	(12,666)	(36,789)
Other accounts receivable	(129)	(100)	(4,233)	(3,063)
Other accounts payable	132	(10)	4,332	(306)
Payables to related parties	(309)	(379)	(10,139)	(11,609)
Accrued expenses	(490)	(75)	(16,078)	(2,297)
	(1,182)	(1,765)	(38,784)	(54,064)
Cash generated from (used in) operating activities	(843)	(1,030)	154,133	(35,532)
Income taxes paid	(35)	(15)	(1,111)	(460)
Net cash from (used in) operating activities	(878)	(1,045)	153,022	(35,992)
Cash flows from investing activities				
Short-term loans received from related parties	881	3,134	28,370	95,999
Payment for investments in jointly-controlled entity	-	(213)	-	(6,525)
Payment for purchases of property, plant and equipment	(55)	(5)	(1,805)	(153)
Payment for purchases of intangible assets	(5)	-	(164)	-
Net cash from investing activities	821	2,916	26,401	89,321

The accompanying notes are an integral part of these financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries
Statement of cash flows (Unaudited)

	Separate financial statements			
	Three-month period that ended on 31 December		Three-month period that ended on 31 December	
	2013	2012	2013	2012 Restated
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Cash flows from financing activities				
Repayments of finance lease liabilities	(6)	(6)	(197)	(184)
Proceeds from issue of ordinary shares	12,810	-	396,697	-
Net cash generated from (used in) financing activities	12,804	(6)	396,500	(184)
Net increase in cash and cash equivalents	12,747	1,865	575,923	53,145
Cash and cash equivalents at the beginning of the period	110,836	20,195	3,479,220	622,588
Effects of exchange rates	(56)	-	(1,777)	-
Cash and cash equivalents at the end of the period	123,527	22,060	4,053,366	675,733
Non-cash transactions				
Unpaid liabilities for purchases of property, plant and equipment	12	403	15	455

The accompanying notes are an integral part of these financial statements.

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the interim financial statements

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Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the interim financial statements

These notes form an integral part of the interim financial statements.

The interim financial statements have been approved and authorised for issue by the Board of Directors on 11 February 2014.

1 General information

Mermaid Maritime Public Company Limited (the “Company”) is a public company limited which is incorporated in Thailand and is listed on the Singapore Exchange Securities Trading Limited. The address of its registered office is at 26/28-29 Orakarn Building, 9th floor, Soi Chidlom, Ploenchit Road, Kwaeng Lumpinee, Khet Pathumwan, Bangkok 10330, Thailand.

The Company and its subsidiaries, the “Group”, provide a wide range of services to the offshore oil & gas industries. The scope of services comprises sub-sea engineering and inspection by divers and remotely operated vehicle (“ROV”) systems and ownership and operation of a fleet of offshore service vessels and tender drilling rigs.

The Company is a subsidiary of Thoresen Thai Agencies Public Company Limited, which is incorporated in Thailand.

Details of the Company’s subsidiaries, associates, and jointly-controlled entity as at 31 December 2013 and 30 September 2013 were as follows:

Name of the entities	Nature of business	Country of incorporation	Direct/indirect Holding (%)	
			31 December 2013	30 September 2013
<i>Subsidiaries</i>				
Mermaid Offshore Services Ltd., which has seven subsidiaries as follows:	Subsea Service Provider to offshore oil and gas industry	Thailand	100.0	100.0
Seascope Surveys (Thailand) Ltd.	Subsea Service Provider, hydrographic survey and positioning to the offshore oil and gas industry	Thailand	100.0	100.0
Seascope Surveys Pte. Ltd., which has one subsidiary as follows:	”	Singapore	100.0	100.0
PT Seascope Surveys Indonesia	”	Indonesia	95.0	95.0
Subtech Ltd., which has one subsidiary and one associate as follows:	Diving and subsea contractor	Seychelles	100.0	100.0
Subtech Saudi Arabia Limited	Diving Services	Saudi Arabia	70.0	70.0
Subtech Qatar Diving and Marine Services LLC*	”	Qatar	49.0	49.0
Mermaid Offshore Services Pte. Ltd.	Marketing services for offshore oil and gas contract	Singapore	100.0	100.0
Mermaid Drilling Ltd., which has five subsidiaries as follows:	Production and exploration drilling services	Thailand	95.0	95.0
MTR - 1 Ltd.	Drilling services	Thailand	95.0	95.0
MTR - 2 Ltd.	”	Thailand	95.0	95.0
Mermaid Drilling (Malaysia) Sdn. Bhd.	Drilling services	Malaysia	95.0	95.0
MTR - 1 (Singapore) Pte. Ltd.	”	Singapore	95.0	95.0

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the interim financial statements

Name of the entities	Nature of business	Country of incorporation	Direct/indirect Holding (%)	
			31 December 2013	30 September 2013
MTR - 2 (Singapore) Pte. Ltd.	”	Singapore	95.0	95.0
Mermaid Drilling (Singapore) Pte. Ltd., which has one subsidiary as follows:	Production and exploration drilling services	Singapore	100.0	100.0
MTR - 3 (Singapore) Pte. Ltd.	”	Singapore	100.0	100.0
<i>Associates</i>				
Asia Offshore Drilling Limited, which has three subsidiaries as follows:	Drilling services	Bermuda	33.76	33.76
Asia Offshore Rig 1 Limited	”	Bermuda	33.76	33.76
Asia Offshore Rig 2 Limited	”	Bermuda	33.76	33.76
Asia Offshore Rig 3 Limited	”	Bermuda	33.76	33.76
<i>Jointly-controlled entity</i>				
Zamil Mermaid Offshore Services Co. (LLC)	Inspection, installation, repair and maintenance services for offshore oil and gas industry	Saudi Arabia	40.00	40.00

* Significant control

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (“TAS”) No. 34 (revised 2009) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (“FAP”).

The interim financial statements are prepared to provide an update on the financial statements for the year that ended on 30 September 2013. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year that ended on 30 September 2013.

The FAP has issued TFRS 8: Operating Segments which is relevant to the Group’s operations and effective for annual accounting periods beginning on or after 1 January 2013. The adoption of TFRS 8 with effect from 1 October 2013 has resulted in changes in the Group’s accounting policies which are disclosed in note 3 to the interim financial statements.

In addition to the above new TFRS, the FAP has issued a number of new and revised TFRS which are effective for financial statements beginning on or after 1 January 2014 and have not been adopted in the preparation of these interim financial statements. Those new and revised TFRS that are relevant to the Group’s operations are disclosed in note 17 to the interim financial statements.

Except for the changes in accounting policy discussed in note 3 to the interim financial statements, the accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 30 September 2013.

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the interim financial statements

(b) *Functional and presentation currency*

As at 30 September 2013, the Group has early adopted TAS 21(revised 2009): The Effects of Changes in Foreign Exchange Rates, which has resulted in a change in the Group's accounting policy. The effect of this change is disclosed in note 3 to the interim financial statements.

Items included in the financial statements of each of the Group's entities are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The interim consolidated financial statements are stated in US Dollar, which is the Company's functional currency, and Thai Baht, which is the Company's presentation currency. All financial information presented in US Dollar and Thai Baht has been rounded in the notes to the financial statements to the nearest thousand.

(c) *Use of estimates and judgements*

The preparation of interim financial statements in conformity with TFRS requires management to make judgements, estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, and expenses. Actual results may differ from these estimates.

In preparing these interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year that ended on 30 September 2013.

3 Changes in accounting policies

Details of the new accounting policies adopted by the Group are included in note 3(a) to 3(b) below. Other new and revised TFRS did not have any impact on the accounting policies, financial position or performance of the Group.

(a) *Presentation of information on operating segments*

From 1 October 2013, the Group has adopted TFRS 8 Operating Segments. The new policy for presentation of information on operating segments, together with information on the previous policy, is given below. The new policy has been applied retrospectively and segment information included in the 2013 financial statements, which are included in the Group's 2014 interim financial statements for comparative purposes, has been re-presented accordingly. The change in policy only impacts presentational aspects and has no impact on the Group's reported assets, liabilities, results or earnings per share.

TFRS 8 introduces the "management approach" to segment reporting. It requires a change in the presentation and disclosure of segment information based on the internal reports regularly reviewed by the Group's Chief Operating Decision Maker in order to assess each segment's performance and to allocate resources to those segments. Previously the Group presented segment information in respect of its business and geographical segments in accordance with TAS 14 Segment Reporting.

The change in basis of presentation and disclosure of segment information has resulted in the Group presenting segment information (note 12 to the interim financial statements) in respect of the following segments: Subsea; Survey; Drilling; and Holding.

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the interim financial statements

(b) Accounting for the effects of changes in foreign exchange rates

On 30 September 2013, the Company's management has determined US Dollar as the functional currency in accordance with TAS 21 (revised 2009) "The Effects of Changes in Foreign Exchange Rates". The adoption of TAS 21 (revised 2009) has impact on the separate and consolidated financial statements, the effects of the change are recognised retrospectively. Retrospective adjustments for the separate and consolidated statement of comprehensive income for the three-month period that ended on 31 December 2012 were as follows:

	Consolidated financial statements		
	31 December 2012 Before adjustment	Retrospective adjustment <i>(in thousand Baht)</i>	31 December 2012 After adjustment
Service income	1,618,321	6,854	1,625,175
Cost of services	(1,368,385)	13,464	(1,354,921)
Gross profits	249,936	20,318	270,254
Interest income	2,860	(7)	2,853
Other income	1,515	(12)	1,503
Profit before expenses	254,311	20,299	274,610
Administrative expenses	(175,116)	3,680	(171,436)
Gains (losses) on exchange rates	27,943	(46,105)	(18,162)
Net losses on disposals and write-offs of property, plant and equipment and intangible assets	(13,944)	(15)	(13,959)
Total expenses	(161,117)	(42,440)	(203,557)
Profits before finance costs and income tax expenses	93,194	(22,141)	71,053
Finance costs	(30,851)	80	(30,771)
Share of losses of investments in associates	(11,420)	7	(11,413)
Profits before income tax expenses	50,923	(22,054)	28,869
Income tax expenses	(30,293)	(1,552)	(31,845)
Profits (losses) for the period	20,630	(23,606)	(2,976)
Other comprehensive incomes (expenses):			
Exchange differences on translating financial statements	(29,969)	32,546	2,577
Translation adjustments	-	-	(74,120)
Total comprehensive expenses for the period	(9,339)	8,940	(74,519)

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the interim financial statements

	Consolidated financial statements		
	31 December 2012 Before adjustment	Retrospective adjustment <i>(in thousand Baht)</i>	31 December 2012 After adjustment
Profits (losses) attributable to:			
Owners of the Company	20,658	(23,787)	(3,129)
Non-controlling interests	(28)	181	153
	<u>20,630</u>	<u>(23,606)</u>	<u>(2,976)</u>
Total comprehensive incomes attributable to:			
Owners of the Company	(9,248)	8,543	(74,825)
Non-controlling interests	(91)	397	306
	<u>(9,339)</u>	<u>8,940</u>	<u>(74,519)</u>
Earnings (losses) per share			
Basic and diluted earnings (losses) per share <i>(in Baht)</i>	<u>0.0263</u>	<u>(0.0303)</u>	<u>(0.0040)</u>

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the interim financial statements

	Separate financial statements		
	31 December 2012 Before adjustment	Retrospective adjustment <i>(in thousand Baht)</i>	31 December 2012 After adjustment
Management fee income	17,595	(16)	17,579
Interest income	36,813	156	36,969
Other income	3,069	(1)	3,068
Total revenue	57,477	139	57,616
Administrative expenses	(39,945)	829	(39,116)
Gains (losses) on exchange rates	(25,004)	31,017	6,013
Total expenses	(64,949)	31,846	(33,103)
Profits (losses) before income tax expenses	(7,472)	31,985	24,513
Income tax expenses	(452)	(8)	(460)
Profits (losses) for the period	(7,924)	31,977	24,053
Other comprehensive expenses:			
Translation adjustments	-	-	(70,510)
Total comprehensive expenses for the period	(7,924)	31,977	(46,457)
Earnings (losses) per share			
Basic earnings (losses) per share <i>(in Baht)</i>	(0.0101)	0.0408	0.0307
Diluted earnings (losses) per share <i>(in Baht)</i>	(0.0101)	0.0407	0.0306

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the interim financial statements

4 Related parties

For the purposes of these financial statements, parties are considered to be related to the Group if the Group has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Relationships with related parties were as follows:

Name of entities	Country of incorporation/ nationality	Nature of relationship
Thoresen Thai Agencies Public Company Limited	Thailand	Ultimate parent company, some common directors
Thoresen Shipping Singapore Pte Ltd	Singapore	99.9% holding by ultimate parent company
Thoresen Services Center Ltd.	Thailand	99.9% holding by ultimate parent company
Thoresen & Company (Bangkok) Limited	Thailand	99.9% holding by a subsidiary of ultimate parent company
Key management personnel	Thailand	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Group

The pricing policies for particular types of transactions are explained further below:

Transactions	Pricing policies
Service income	Prices normally charged to a third party
Management fee income	Actual cost plus margin
Interest income and interest expenses	Market linked rate/the borrowing costs of the lender
Rental income	Prices normally charged to a third party
Cost of services	Prices normally charged to a third party
Other administrative expenses	Actual cost plus margin
Management benefit expenses	Amount approved by the directors and/or the shareholders

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the interim financial statements

Significant transactions for the three-month periods that ended on 31 December 2013 and 2012 with related parties were as follows:

	Consolidated financial statements			
	2013 <i>(in thousand US Dollar)</i>	2012	2013 <i>(in thousand Baht)</i>	2012
<i>Parent</i>				
Rental income	13	-	412	-
Other administrative expenses	7	-	222	2
<i>Jointly-controlled entity</i>				
Service income	24,038	-	762,726	-
<i>Other related parties</i>				
Other administrative expenses	(8)	73	(254)	2,232
<i>Key management personnel compensation</i>				
Short-term employee benefits	251	217	7,949	6,672
Post-employment benefits and other long term benefits	-	-	10	9

	Separate financial statements			
	2013 <i>(in thousand US Dollar)</i>	2012	2013 <i>(in thousand Baht)</i>	2012
<i>Parent</i>				
Rental income	13	-	412	-
Other administrative expenses	7	-	222	2
<i>Subsidiaries</i>				
Management fee income	373	573	11,835	17,579
Interest income	1,169	1,166	37,092	35,772
Rental income	53	55	1,682	1,687
<i>Other related parties</i>				
Other administrative expenses	(8)	73	(254)	2,232
<i>Key management personnel compensation</i>				
Short-term employee benefits	142	105	4,493	3,216
Post-employment benefits and other long term benefits	-	-	10	9

Balances as at 31 December 2013 and 30 September 2013 with related parties were as follows:

	Consolidated financial statements			
	31 December 2013 <i>(in thousand US Dollar)</i>	30 September 2013	31 December 2013 <i>(in thousand Baht)</i>	30 September 2013
<i>Trade accounts receivable from related parties</i>				
Jointly-controlled entity	26,179	32,245	859,027	1,012,193
Total	26,179	32,245	859,027	1,012,193
<i>Receivables from related parties</i>				
Parent	-	4	-	126
Total	-	4	-	126

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the interim financial statements

	Consolidated financial statements			
	31	30	31	30
	December	September	December	September
	2013	2013	2013	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Trade accounts payable to related parties				
Other related parties	67	159	2,199	4,991
Total	67	159	2,199	4,991
Payables to related parties				
Parent	25	18	820	565
Other related parties	-	28	-	879
Total	25	46	820	1,444
Separate financial statements				
	31	30	31	30
	December	September	December	September
	2013	2013	2013	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Receivables from related parties				
Parent	-	4	-	126
Subsidiaries	10,369	21,184	340,245	664,981
Total	10,369	21,188	340,245	665,107
Short-term loans to related parties				
Subsidiaries	153,078	146,957	5,023,040	4,613,083
Total	153,078	146,957	5,023,040	4,613,083
Payables to related parties				
Parent	25	18	820	565
Subsidiaries	35,457	35,748	1,163,472	1,122,155
Other related parties	-	28	-	879
Total	35,482	35,794	1,164,292	1,123,599

Movements of short-term loans to related parties, excluding interest receivable from related parties, during the three-month periods that ended on 31 December 2013 and 2012 were as follows:

	Separate financial statements			
	2013	2012	2013	2012
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Subsidiaries				
At 1 October	146,957	150,484	4,613,083	4,639,241
Conversion of accrued interest income to short-term loan	10,808	-	354,649	-
Decreases	(384)	(3,137)	(12,600)	(96,091)
Realised gains (losses) on exchange rates	(497)	3	(15,770)	92
Unrealised gains (losses) on exchange rates	(3,806)	133	(110,928)	4,080
Translation adjustments	-	-	194,606	(29,682)
At 31 December	153,078	147,483	5,023,040	4,517,640

All short-term loans to related parties are unsecured and have repayment terms at call.

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the interim financial statements

On 11 December 2013, the Company and a subsidiary have agreed to convert short-term loans amount of US Dollar 110.91 million and accrued interest of US Dollar 10.81 million, totalling of US Dollar 121.72 million to be the new loan principle of Baht 3,879.98 million due to the management decided to minimize effect in exchange rate fluctuation since Thai economic is now uncertainty especially in political risk primarily impact in exchange rate between Thai Baht currency compare to US Dollar currency. The conversion rate was the average rate announced by Bank of Thailand on the effective date.

5 Trade accounts receivable

	Consolidated financial statements			
	31	30	31	30
	December	September	December	September
	2013	2013	2013	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Other related parties	26,179	32,245	859,027	1,012,193
Other parties	50,714	52,059	1,664,109	1,634,168
Accrued income	6,287	5,557	206,299	174,438
Total	83,180	89,861	2,729,435	2,820,799

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements			
	31	30	31	30
	December	September	December	September
	2013	2013	2013	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Within credit terms	53,806	69,639	1,765,569	2,186,017
Overdue:				
Less than 3 months	28,015	12,414	919,273	389,684
Overdue 3 to 6 months	771	7,751	25,299	243,309
Overdue 6 to 12 months	588	57	19,294	1,789
Total	83,180	89,861	2,729,435	2,820,799

The normal credit term granted by the Group range from 30 days to 60 days.

6 Investments in associates

Movements during the three-month period that ended on 31 December 2013 were as follows:

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	<i>(in thousand</i>	<i>(in thousand</i>	<i>(in thousand</i>	<i>(in thousand</i>
	<i>US Dollar)</i>	<i>Baht)</i>	<i>US Dollar)</i>	<i>Baht)</i>
At 1 October 2013	100,316	3,148,989	97,582	3,063,167
Share of profits of investments in associates	7,129	226,203	-	-
Translation adjustments	-	150,465	-	138,850
At 31 December 2013	107,445	3,525,657	97,582	3,202,017

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the interim financial statements

7 Investments in subsidiaries

Details as at 31 December 2013 were as follows:

	Separate financial statements	
	<i>(in thousand US Dollar)</i>	<i>(in thousand Baht)</i>
Cost	140,273	4,403,268
Translation adjustments	-	199,594
At 31 December 2013	140,273	4,602,862

8 Investments in jointly-controlled entity

Movements during the three-month period that ended on 31 December 2013 were as follows:

	Consolidated financial statements		Separate financial statements	
	<i>(in thousand US Dollar)</i>	<i>(in thousand Baht)</i>	<i>(in thousand US Dollar)</i>	<i>(in thousand Baht)</i>
At 1 October 2013	-	-	213	6,686
Share of profits of investments in jointly-controlled entity	245	7,774	-	-
Translation adjustments	-	265	-	303
At 31 December 2013	245	8,039	213	6,989

The Group has recognised its share of the profits for the three-month period ended 31 December 2013 of US Dollar 0.25 million.

9 Property, plant and equipment

9.1) Acquisitions, disposals, and transfers of property, plant and equipment during the three-month period that ended on 31 December 2013 were as follows:

	Consolidated financial statements		Separate financial statements	
	<i>(in thousand US Dollar)</i>	<i>(in thousand Baht)</i>	<i>(in thousand US Dollar)</i>	<i>(in thousand Baht)</i>
Net book value				
At 1 October 2013	327,855	10,291,598	3,619	113,603
Additions	1,754	57,555	67	2,199
Disposals and write-offs	(16)	(525)	-	-
Depreciation	(7,296)	(231,502)	(119)	(3,776)
Translation differences on consolidation	(8)	458,336	-	5,020
At 31 December 2013	322,289	10,575,462	3,567	117,046

9.2) As at 31 December 2013, the Group's property, plant and equipment with a net book value of US Dollar 187.3 million (30 September 2013: US Dollar 189.9 million) were registered to secure long-term borrowings with financial institutions.

Mermaid Maritime Public Company Limited and its Subsidiaries
Notes to the interim financial statements

10 Long-term borrowings from financial institutions

	Consolidated financial statements			
	31	30	31	30
	December	September	December	September
	2013	2013	2013	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Current portion	17,292	19,237	567,413	603,863
Long-term portion	114,158	117,377	3,745,935	3,684,546
Total	131,450	136,614	4,313,348	4,288,409

Movements during the three-month period that ended on 31 December 2013 were as follows:

	Consolidated financial statements	
	<i>(in thousand US Dollar)</i>	<i>(in thousand Baht)</i>
At 1 October 2013	136,614	4,288,409
Repayments	(5,195)	(170,467)
Amortisation to profit and loss (front end fee)	31	984
Translation adjustments	-	194,422
At 31 December 2013	131,450	4,313,348

As at 31 December 2013, the total outstanding amounts of long-term borrowings granted by financial institutions are dominated in US Dollar and Qatari Dollar, having total outstanding balance of US Dollar 129.08 million and Qatari Dollar 8.60 million, respectively (30 September 2013: US Dollar 132.99 million and Qatari Dollar 13.16 million). Certain borrowings are secured by mortgages of the Group's assets as mentioned in note 9.2 and are guaranteed by the Company and certain subsidiaries.

According to a condition of the borrowings agreements for all asset acquisitions, the Company and certain subsidiaries are not allowed to create any encumbrance on the assets used as collateral, except for encumbrances created with the prior consent of the financial institutions and permitted liens. The Company and certain subsidiaries must comply with other conditions and restrictions stated in the agreements.

11 Share capital

<i>Three-month period ended 31 December</i>	Par value per share <i>(in Baht)</i>	2013 <i>(in thousand Baht/thousand number)</i>	2012
Authorised			
At 1 October			
- ordinary shares	1	1,416,701	791,214
Increase of new shares	1	-	-
At 31 December			
- ordinary shares	1	1,416,701	791,214
Issued and paid			
At 1 October			
- ordinary shares	1	1,354,440	784,748
Increase of new shares	1	58,641	-
At 31 December			
- ordinary shares	1	1,413,081	784,748

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Issue and listing of placement shares

On 3 October 2013, the Company's Board of Directors announced that the Company has completed the allotment and issue of 58,105,821 Placement Shares. The Placement Shares will, upon issue, rank *pari passu* in all respects with and carry all rights similar to the shares in issue as at 4 October 2013, except that they will not rank for any dividends, rights allotments or other distributions which may be declared or paid, the record date in respect of which falls on or before the day immediately prior to the date on which the Placement Shares are issued. The Placement Shares were listed for quotation on the Main Board of the SGX-ST on 4 October 2013 and the trading commenced on the same date.

Additionally, during the three-month period ended 31 December 2013, the 535,115 ordinary shares (three-month period ended 31 December 2012: nil) were issued as a result of the exercise of vested options arising from the 2008 share option programme granted to key management.

12 Segment information

Segment information is based on the internal reports regularly reviewed by the Group's Chief Operating Decision Maker in order to assess each segment's performance and to allocate resources to those segments. It is presented in respect of the Group's business segments.

Business segments

The Group comprises the following main business segments:

Segment 1	Subsea group
Segment 2	Survey group
Segment 3	Drilling group
Segment 4	Holding

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Revenue and results, based on business segments, in the consolidated financial statements for the three-month periods that ended on 31 December 2013 and 2012 were as follows:

	Consolidated						
	For the three-month period that ended on 31 December 2013						
Subsea group	Survey group	Drilling group	Holding	Total	Elimination	Group	
<i>(in thousand US Dollar)</i>							
Total service income	63,989	12,323	8,843	-	85,155	(1,369)	83,786
Operating profits (losses)	7,193	1,439	3,117	(1,484)	10,265	390	10,655
Share of profits from associates	-	-	-	7,129	7,129	-	7,129
Share of profits from jointly-controlled entity	245	-	-	-	245	-	245
Finance costs	(1,225)	(15)	(93)	-	(1,333)	268	(1,065)
Income tax expenses	(1,615)	(232)	(608)	(1,237)	(3,692)	-	(3,692)
Profits for the period	4,598	1,192	2,416	4,408	12,614	658	13,272
<i>(in thousand US Dollar)</i>							
	Consolidated						
	For the three-month period that ended on 31 December 2012						
Subsea group	Survey group	Drilling group	Holding	Total	Elimination	Group	
Total service income	37,510	12,551	7,074	-	57,135	(4,162)	52,973
Operating profits (losses)	(189)	2,134	719	(114)	2,550	(234)	2,316
Share of losses from associates	-	-	-	(372)	(372)	-	(372)
Finance costs	(1,212)	(18)	(44)	-	(1,274)	271	(1,003)
Income tax expenses	10	(414)	(619)	(15)	(1,038)	-	(1,038)
Profits (losses) for the period	(1,391)	1,702	56	(501)	(134)	37	(97)

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Consolidated						
For the three-month period that ended on 31 December 2013						
Subsea group	Survey group	Drilling group	Holding <i>(in thousand Baht)</i>	Total	Elimination	Group
2,030,371	391,009	280,588	-	2,701,968	(43,438)	2,658,530
228,234	45,659	98,903	(47,087)	325,709	12,374	338,083
-	-	-	226,203	226,203	-	226,203
7,774	-	-	-	7,774	-	7,774
(38,869)	(476)	(2,951)	-	(42,296)	8,504	(33,792)
(51,244)	(7,361)	(19,292)	(39,250)	(117,147)	-	(117,147)
145,895	37,822	76,660	139,866	400,243	20,878	421,121

Consolidated						
For the three-month period that ended on 31 December 2012						
Subsea group	Survey group	Drilling group	Holding <i>(in thousand Baht)</i>	Total	Elimination	Group
1,150,781	385,056	217,025	-	1,752,862	(127,687)	1,625,175
(5,798)	65,469	22,058	(3,497)	78,232	(7,179)	71,053
-	-	-	(11,413)	(11,413)	-	(11,413)
(37,183)	(552)	(1,350)	-	(39,085)	8,314	(30,771)
306	(12,701)	(18,990)	(460)	(31,845)	-	(31,845)
(42,675)	52,216	1,718	(15,370)	(4,111)	1,135	(2,976)

As disclosed in note 3(a), following the adoption of TFRS 8 – Operating Segments from 1 October 2013, the Group has changed its policy for reporting information on operating segments.

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13 Earnings (losses) per share

Basic earnings (losses) per share

The calculations of basic earnings (losses) per share for the three-month periods that ended on 31 December 2013 and 2012 were based on the profits (losses) for the period attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding during the period as follows:

	Consolidated financial statements			
	2013	2012	2013	2012 <i>Restated</i>
	<i>(in thousand US Dollar/ thousand shares)</i>		<i>(in thousand Baht/ thousand shares)</i>	
Profits (losses) attributable to ordinary shareholders of the Company (basic)	<u>13,151</u>	<u>(102)</u>	<u>417,281</u>	<u>(3,129)</u>
Number of ordinary shares outstanding at 1 October	1,354,440	784,748	1,354,440	784,748
Effect of shares issued on 22 October	44,842	-	44,842	-
Effect of shares options exercised	<u>270</u>	<u>-</u>	<u>270</u>	<u>-</u>
Weighted average number of ordinary shares outstanding (basic)	<u>1,399,552</u>	<u>784,748</u>	<u>1,399,552</u>	<u>784,748</u>
Earnings (losses) per share (basic)	<i>(in US Dollar)</i> <u>0.0094</u>	<i>(in Baht)</i> <u>(0.0001)</u>	<i>(in Baht)</i> <u>0.2982</u>	<i>(in Baht)</i> <u>(0.0040)</u>
	Separate financial statements			
	2013	2012	2013	2012 <i>Restated</i>
	<i>(in thousand US Dollar/ thousand shares)</i>		<i>(in thousand Baht/ thousand shares)</i>	
Profits (losses) attributable to ordinary shareholders of the Company (basic)	<u>(5,286)</u>	<u>784</u>	<u>(167,724)</u>	<u>24,053</u>
Number of ordinary shares outstanding at 1 October	1,354,440	784,748	1,354,440	784,748
Effect of shares issued on 22 October	44,842	-	44,842	-
Effect of shares options exercised	<u>270</u>	<u>-</u>	<u>270</u>	<u>-</u>
Weighted average number of ordinary shares outstanding (basic)	<u>1,399,552</u>	<u>784,748</u>	<u>1,399,552</u>	<u>784,748</u>
Earnings (losses) per share (basic)	<i>(in US Dollar)</i> <u>(0.0038)</u>	<i>(in Baht)</i> <u>0.0010</u>	<i>(in Baht)</i> <u>(0.1198)</u>	<i>(in Baht)</i> <u>0.0307</u>

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Diluted earnings (losses) per share

The calculations of diluted earnings (losses) per share for the three-month periods that ended on 31 December 2013 and 2012 were based on the profits (losses) for the period attributable to ordinary shareholder of the Company and the weighted average number of ordinary shares outstanding during the period after adjusting for the effects of all dilutive potential ordinary shares as follows:

	Consolidated financial statements			
	2013	2012	2013	2012 <i>Restated</i>
	<i>(in thousand US Dollar/ thousand shares)</i>		<i>(in thousand Baht/ thousand shares)</i>	
Profits (losses) attributable to ordinary shareholders of the Company (basic)	<u>13,151</u>	<u>(102)</u>	<u>417,281</u>	<u>(3,129)</u>
Weighted average number of ordinary shares outstanding (basic)	1,399,552	784,748	1,399,552	784,748
Effect from employee share option plan	<u>321</u>	<u>314</u>	<u>321</u>	<u>314</u>
Weighted average number of ordinary shares outstanding (diluted)	<u>1,399,873</u>	<u>785,062</u>	<u>1,399,873</u>	<u>785,062</u>
	<i>(in US Dollar)</i>		<i>(in Baht)</i>	
Earnings (losses) per share (diluted)	<u>0.0094</u>	<u>(0.0001)</u>	<u>0.2981</u>	<u>(0.0040)</u>
	Separate financial statements			
	2013	2012	2013	2012 <i>Restated</i>
	<i>(in thousand US Dollar/ thousand shares)</i>		<i>(in thousand Baht/ thousand shares)</i>	
Profits (losses) attributable to ordinary shareholders of the Company (basic)	<u>(5,286)</u>	<u>784</u>	<u>(167,724)</u>	<u>24,053</u>
Weighted average number of ordinary shares outstanding (basic)	1,399,552	784,748	1,399,552	784,748
Effect from employee share option plan	<u>321</u>	<u>314</u>	<u>321</u>	<u>314</u>
Weighted average number of ordinary shares outstanding (diluted)	<u>1,399,873</u>	<u>785,062</u>	<u>1,399,873</u>	<u>785,062</u>
	<i>(in US Dollar)</i>		<i>(in Baht)</i>	
Earnings (losses) per share (diluted)	<u>(0.0038)</u>	<u>0.0010</u>	<u>(0.1198)</u>	<u>0.0306</u>

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14 Guarantees

As at 31 December 2013 and 30 September 2013 the Group and the Company had outstanding guarantees as follows:

	Consolidated financial statements							
	31 December 2013		30 September 2013		30 September 2013			
	thousand Baht	thousand USD	thousand AED	thousand QAR	thousand Baht	thousand USD	thousand AED	thousand QAR
Letters of guarantee issued by financial institutions in the normal course of business	33,454	21,030	50	7,800	15,600	20,827	50	300
Guarantees for long-term borrowings of subsidiaries to financial institutions	-	129,922	-	8,597	-	133,861	-	17,641

	Separate financial statements					
	31 December 2013		30 September 2013		30 September 2013	
	thousand Baht	thousand USD	thousand Baht	thousand USD	thousand Baht	thousand USD
Letters of guarantee issued by financial institution in the normal course of business	400	8,750	400	8,750	400	8,750
Guarantees for long-term borrowings of subsidiaries to financial institutions	-	129,922	-	133,861	-	133,861

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15 Commitments with non-related parties

	Consolidated financial statements			
	31	30	31	30
	December	September	December	September
	2013	2013	2013	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Capital commitments				
Purchasing of Diving Equipments	3,863	-	126,759	-
Total	3,863	-	126,759	-

The future aggregate minimum lease payments under operating lease of support vessels are as follows:

	Consolidated financial statements			
	31	30	31	30
	December	September	December	September
	2013	2013	2013	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Non-cancellable operating lease commitments				
Within one year	14,599	12,577	479,046	394,801
After one year but within five years	14,455	17,769	474,320	557,781
Total	29,054	30,346	953,366	952,582

Contingent liabilities

As at 31 December 2013, the Group had contingent liabilities for the commission on procurement of assets of US Dollar 2.0 million (30 September 2013: US Dollar 2.0 million).

16 Events after the reporting period

Final dividend payment

At the annual general meeting of the shareholders of the Company held on 28 January 2014, the shareholders approved the appropriation of dividend of US Dollar 0.0086 per share, amounting to US Dollar 12.15 million, equivalent to Baht 371.64 million. The dividend payment shall be made to the Company's shareholders on 21 February 2014.

Capital investment

On 9 January 2014, the certain subsidiaries entered into the agreements with China Merchants Industry Holdings Co., Ltd. to design, construct, equip, complete and deliver two new build tender rigs and one new build dive support vessel (DSV) for an aggregate sum of US Dollar 436 million, equivalent to Baht 14,306 million. The details are as follows:

- (a) Agreement for the Design, Construction and Completion of a Self-Erected Drilling Tender (Hull No. CMHI (JS)-151-1 and Equipment Set between MTR-3 (Singapore) Pte. Ltd. and China Merchants Industry Holdings Co., Ltd. ("Newbuild Tender Rig-1"). The consideration of this unit is US Dollar 149 million, equivalent to Baht 4,889 million;

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- (b) Agreement for the Design, Construction and Completion of a Self-Erected Drilling Tender (Hull No. CMHI (JS)-151-2 and Equipment Set between MTR-4 (Singapore) Pte. Ltd. and China Merchants Industry Holdings Co., Ltd. (“Newbuild Tender Rig-2”). The consideration of this unit is US Dollar 149 million, equivalent to Baht 4,889 million; and
- (c) Agreement for the Design, Construction and Completion of a Multi-Purpose Subsea Dive Support & Construction Vessel (Hull No. CMHI (JS)-152-1) and Equipment Set between Mermaid Offshore Services Pte. Ltd. and China Merchants Industry Holdings Co., Ltd. (“Newbuild DSV”). The consideration of this unit is US Dollar 138 million, equivalent to Baht 4,528 million;

The first installment payment have been made for the aggregate amount of US Dollar 43.6 million, equivalent to Baht 1,431 million on 30 January 2014.

The second installment payment have been made for the aggregate amount of US Dollar 20.8 million, equivalent to Baht 682 million on 7 February 2014.

17 Thai Financial Reporting Standards (TFRS) not yet adopted

The Group has not adopted the new and revised TFRS that have been issued but are not yet effective. Those new and revised TFRS that are applicable to the Group’s operations, which become effective for annual financial periods beginning on or after 1 January in the year indicated in the following table, are as follows:

TFRS	Topic	Year effective
TAS 1 (revised 2012)	Presentation of financial statements	2014
TAS 7 (revised 2012)	Statement of Cash Flows	2014
TAS 12 (revised 2012)	Income Taxes	2014
TAS 17 (revised 2012)	Leases	2014
TAS 18 (revised 2012)	Revenue Recognition	2014
TAS 19 (revised 2012)	Employee Benefits	2014
TAS 21 (revised 2012)	The Effects of Changes in Foreign Exchange Rates	2014
TAS 24 (revised 2012)	Related Party Disclosures	2014
TAS 28 (revised 2012)	Investments in Associates	2014
TAS 31 (revised 2012)	Interests in Joint Ventures	2014
TAS 34 (revised 2012)	Interim Financial Reports	2014
TAS 38 (revised 2012)	Intangible Assets	2014
TFRS 2 (revised 2012)	Share-based Payment	2014
TFRS 3 (revised 2012)	Business Combinations	2014
TFRS 8 (revised 2012)	Operating Segments	2014
TFRIC 4	Determining whether an Arrangement contains a Lease	2014
TFRIC 10	Interim Financial Reporting and Impairment	2014
TIC 15	Operating Leases-Incentives	2014
TIC 27	Evaluating the Substance of Transactions Involving the Legal Form of a Lease	2014

Management expects to adopt and apply these new and revised TFRS in accordance with the FAP’s announcement and has made a preliminary assessment of the potential initial impact on the consolidated and separate financial statements of these new and revised TFRS and expects that there will be no material impact on the financial statements in the period of initial application.