

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

Financial statements
for the year that ended on 30 September 2014
and
Independent Auditor's report



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Independent Auditor's Report

To the Shareholders of Mermaid Maritime Public Company Limited

I have audited the accompanying consolidated and separate financial statements of Mermaid Maritime Public Company Limited and its subsidiaries (the "Group") and of Mermaid Maritime Public Company Limited (the "Company"), respectively, which comprise the consolidated and separate statements of financial position as at 30 September 2014, the consolidated and separate statements of comprehensive income, changes in equity and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated and Separate Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated and separate financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these consolidated and separate financial statements based on my audit. I conducted my audit in accordance with Thai Standards on Auditing. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated and separate financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.



Opinion

In my opinion, the consolidated and separate financial statements present fairly, in all material respects, the financial position of the Group and the Company, respectively, as at 30 September 2014 and their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

A handwritten signature in blue ink, appearing to read 'C. Phosamritlert', written in a cursive style.

(Charoen Phosamritlert)
Certified Public Accountant
Registration No. 4068

KPMG Phoomchai Audit Ltd.
Bangkok
26 November 2014

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

Consolidated financial statements					
Assets	<i>Note</i>	30 September	30 September	30 September	30 September
		2014	2013	2014	2013
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<i>Current assets</i>					
Cash and cash equivalents	6	55,841	148,819	1,807,757	4,671,533
Short term deposit at financial institution	7	25,012	-	809,721	-
Trade accounts receivable	5,8	109,850	89,861	3,556,207	2,820,799
Other receivables	9	18,436	14,730	596,834	462,385
Receivables from related parties	5	5	4	162	126
Deferred contract costs	10	6,282	8,321	203,369	261,202
Supplies and spare parts		5,798	5,275	187,700	165,586
Total current assets		221,224	267,010	7,161,750	8,381,631
<i>Non-current assets</i>					
Restricted deposit at financial institution	11	4,001	4,001	129,526	125,594
Investments in associates	12	131,375	100,316	4,253,042	3,148,989
Investments in jointly-controlled entity	14	262	-	8,482	-
Property, plant and equipment	15	376,987	327,855	12,204,313	10,291,598
Goodwill		10,136	10,136	328,136	318,176
Intangible assets	16	436	305	14,115	9,574
Deferred tax assets	17	2,250	2,118	72,840	66,485
Other non-current assets		587	660	19,003	20,718
Total non-current assets		526,034	445,391	17,029,457	13,981,134
Total assets		747,258	712,401	24,191,207	22,362,765

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>	30 September	30 September	30 September	30 September
		2014	2013	2014	2013
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Current liabilities					
Trade accounts payable	5,19	17,876	16,614	578,705	521,525
Other payables		8,247	3,600	266,982	113,006
Payables to related parties	5	2	46	65	1,444
Current portion of long-term borrowings from financial institutions	18	10,885	19,237	352,383	603,863
Current portion of finance lease liabilities	18	31	17	1,004	534
Current portion of share purchase consideration payable	5	2,040	1,096	66,042	34,404
Income tax payable		3,672	3,688	118,875	115,769
Accrued expenses		32,234	28,716	1,043,521	901,415
Total current liabilities		74,987	73,014	2,427,577	2,291,960
Non-current liabilities					
Long-term borrowings from financial institutions	18	106,493	117,377	3,447,530	3,684,546
Finance lease liabilities	18	31	62	1,004	1,946
Long-term portion of share purchase consideration payable	5	-	1,363	-	42,786
Deferred tax liabilities	17	2,207	2,087	71,448	65,512
Employee benefit obligations	20	1,714	1,711	55,488	53,709
Total non-current liabilities		110,445	122,600	3,575,470	3,848,499
Total liabilities		185,432	195,614	6,003,047	6,140,459

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>	30 September 2014 <i>(in thousand US Dollar)</i>	30 September 2013	30 September 2014 <i>(in thousand Baht)</i>	30 September 2013
Equity					
Share capital	21				
Authorised share capital		-	-	1,416,701	1,416,701
Issued and paid-up share capital		47,314	45,429	1,413,081	1,354,440
Premium on share capital	21	422,513	411,613	13,557,016	13,219,720
Retained earnings					
Appropriated	22	4,503	4,314	141,670	135,444
Unappropriated		85,985	52,870	2,799,640	1,712,246
Other components of equity		(279)	872	216,566	(256,475)
Equity attributable to owners of the Company		560,036	515,098	18,127,973	16,165,375
Non-controlling interests		1,790	1,689	60,187	56,931
Total equity		561,826	516,787	18,188,160	16,222,306
Total liabilities and equity		747,258	712,401	24,191,207	22,362,765

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			
		30 September	30 September	30 September	30 September
		2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Current assets					
Cash and cash equivalents	6	25,888	110,836	838,080	3,479,220
Short term deposit at financial institution	7	25,012	-	809,721	-
Other receivables	9	157	148	5,082	4,646
Receivables from related parties	5	125,523	21,188	4,063,594	665,107
Short-term loans to related parties	5	147,800	146,957	4,784,774	4,613,083
Total current assets		324,380	279,129	10,501,251	8,762,056
Non-current assets					
Investments in associates	12	-	97,582	-	3,063,167
Investments in subsidiaries	13	184,273	140,273	5,965,525	4,403,268
Investments in jointly-controlled entity	14	213	213	6,896	6,686
Property, plant and equipment	15	3,170	3,619	102,623	113,603
Intangible assets	16	105	34	3,399	1,067
Other non-current assets		36	22	1,165	691
Total non-current assets		187,797	241,743	6,079,608	7,588,482
Total assets		512,177	520,872	16,580,859	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

Liabilities and equity	Note	Separate financial statements			
		30 September	30 September	30 September	30 September
		2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Current liabilities					
Other payables		396	412	12,819	12,933
Payables to related parties	5	35,362	35,794	1,144,785	1,123,599
Current portion of finance lease liabilities	18	-	6	-	188
Income tax payable		998	-	32,309	-
Accrued expenses		1,010	841	32,697	26,400
Total current liabilities		37,766	37,053	1,222,610	1,163,120
Non-current liabilities					
Employee benefit obligations	20	123	176	3,982	5,525
Total non-current liabilities		123	176	3,982	5,525
Total liabilities		37,889	37,229	1,226,592	1,168,645
Equity					
Share capital	21				
Authorised share capital		-	-	1,416,701	1,416,701
Issued and paid-up share capital		47,314	45,429	1,413,081	1,354,440
Premium on share capital	21	422,513	411,613	13,557,016	13,219,720
Differences arising from common control transactions	12	(7,406)	-	(239,757)	-
Retained earnings					
Appropriated	22	4,503	4,314	141,670	135,444
Unappropriated		7,323	22,260	279,650	741,197
Other components of equity		41	27	202,607	(268,908)
Total equity		474,288	483,643	15,354,267	15,181,893
Total liabilities and equity		512,177	520,872	16,580,859	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

Consolidated financial statements					
		For the year that ended on 30 September		For the year that ended on 30 September	
	<i>Note</i>	2014	2013	2014	2013
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Service income	5	312,960	269,601	10,088,172	8,212,936
Cost of services	5,24	(255,436)	(218,909)	(8,233,903)	(6,668,691)
Gross profit		57,524	50,692	1,854,269	1,544,245
Interest income	5	504	182	16,246	5,544
Gains on exchange rates		793	986	25,562	30,037
Other income	5	229	567	7,382	17,273
Profit before expenses		59,050	52,427	1,903,459	1,597,099
Administrative expenses	5,25	(36,059)	(31,037)	(1,162,351)	(945,489)
Total expenses		(36,059)	(31,037)	(1,162,351)	(945,489)
Profit before finance costs and income tax expense		22,991	21,390	741,108	651,610
Finance costs	27	(3,885)	(4,970)	(125,232)	(151,403)
Share of profit of associates	12	31,059	4,426	1,001,178	134,831
Share of profit (loss) of jointly-controlled entity	14	262	(213)	8,445	(6,489)
Profit before income tax expense		50,427	20,633	1,625,499	628,549
Income tax expense	28	(5,151)	(5,204)	(166,041)	(158,531)
Profit for the year		45,276	15,429	1,459,458	470,018
Other comprehensive income (loss):					
Defined benefit plan actuarial gains, net of tax	20,28	303	-	9,767	-
Exchange differences on translating financial statements		(461)	(276)	(14,860)	(8,408)
Translation adjustments		-	-	510,148	222,754
Other comprehensive income (loss) for the year		(158)	(276)	505,055	214,346
Total comprehensive income for the year		45,118	15,153	1,964,513	684,364
Profit (loss) attributable to:					
Owners of the Company		45,156	15,746	1,455,590	479,675
Non-controlling interests		120	(317)	3,868	(9,657)
		45,276	15,429	1,459,458	470,018

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

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

Consolidated financial statements					
		For the year that ended on 30 September		For the year that ended on 30 September	
<i>Note</i>	2014	2013	2014	2013	
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>		
Total comprehensive income (loss)					
attributable to:					
Owners of the Company	45,017	15,483	1,961,257	694,417	
Non-controlling interests	101	(330)	3,256	(10,053)	
	<u>45,118</u>	<u>15,153</u>	<u>1,964,513</u>	<u>684,364</u>	
Earnings per share					
	<i>(in US Dollar)</i>		<i>(in Baht)</i>		
Basic earnings per share	<u>30</u>	<u>0.032</u>	<u>0.020</u>	<u>1.033</u>	<u>0.603</u>
Diluted earnings per share	<u>30</u>	<u>0.032</u>	<u>0.020</u>	<u>1.032</u>	<u>0.603</u>

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

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

	Note	Separate financial statements			
		For the year that ended on 30 September		For the year that ended on 30 September	
		2014	2013	2014	2013
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Management fee income	5	1,486	1,910	47,901	58,185
Interest income	5	4,909	4,643	158,240	141,441
Other income	5	314	591	10,122	18,004
Total revenue		6,709	7,144	216,263	217,630
Administrative expenses	5,25	(5,876)	(5,357)	(189,412)	(163,193)
Losses on exchange rates		(2,388)	(469)	(76,976)	(14,287)
Total expenses		(8,264)	(5,826)	(266,388)	(177,480)
Profit (loss) before finance costs and income tax expense		(1,555)	1,318	(50,125)	40,150
Finance costs	27	-	(780)	-	(23,761)
Profit (loss) before income tax expense		(1,555)	538	(50,125)	16,389
Income tax expense	28	(1,135)	-	(36,586)	-
Profit (loss) for the year		(2,690)	538	(86,711)	16,389
Other comprehensive income					
Defined benefit plan actuarial gains, net of tax	20	94	-	3,030	-
Translation adjustments		-	-	471,053	198,788
Other comprehensive income for the year		94	-	474,083	198,788
Total comprehensive income (loss) for the year		(2,596)	538	387,372	215,177
Earnings (losses) per share		<i>(in US Dollar)</i>		<i>(in Baht)</i>	
Basic earnings (losses) per share	30	(0.002)	0.001	(0.062)	0.021
Diluted earnings (losses) per share	30	(0.002)	0.001	(0.062)	0.021

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of changes in equity

	Consolidated financial statements											
	Note	Issued and paid-up share capital	Premium on share capital	Retained earnings		Other components of equity			Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity
				Appropriated	Unappropriated	Currency translation differences	Share-based payment	Changes in ownership interests				
<i>(in thousand US Dollar)</i>												
Year ended 30 September 2013												
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
Transactions with equity holders, recorded directly in equity												
<i>Contributions by and distributions to equity holders</i>												
Issues of ordinary shares	21	18,142	108,313	-	-	-	-	-	-	126,455	-	126,455
Share-based payment transactions	35	-	-	-	-	-	15	-	15	15	-	15
Dividends paid	31	-	-	-	(718)	-	-	-	-	(718)	-	(718)
Total contributions by and distributions to equity holders		18,142	108,313	-	(718)	-	15	-	15	125,752	-	125,752
Total transactions with equity holders, recorded directly in equity		18,142	108,313	-	(718)	-	15	-	15	125,752	-	125,752
Comprehensive income for the year												
Profits for the year		-	-	-	15,746	-	-	-	-	15,746	(317)	15,429
Exchange differences on translating financial statements		-	-	-	-	(263)	-	-	(263)	(263)	(13)	(276)
Total comprehensive income for the year		-	-	-	15,746	(263)	-	-	(263)	15,483	(330)	15,153
Transfer to legal reserve	22	-	-	1,870	(1,870)	-	-	-	-	-	-	-
Balance at 30 September 2013		45,429	411,613	4,314	52,870	3,320	27	(2,475)	872	515,098	1,689	516,787

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of changes in equity

	Consolidated financial statements											
	Note	Issued and paid-up share capital	Premium on share capital	Retained earnings		Other components of equity			Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity
				Appropriated	Unappropriated	Currency translation differences	Share-based payment	Changes in ownership interests				
<i>(in thousand US Dollar)</i>												
Year ended 30 September 2014												
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
Transactions with equity holders, recorded directly in equity												
<i>Contributions by and distributions to equity holders</i>												
Issues of ordinary shares	21	1,885	10,900	-	-	-	-	-	-	12,785	-	12,785
Share-based payment transactions	35	-	-	-	-	-	14	-	14	14	-	14
Additional investment in subsidiaries		-	-	-	-	-	-	(726)	(726)	(726)	-	(726)
Dividends paid	31	-	-	-	(12,152)	-	-	-	-	(12,152)	-	(12,152)
Total contributions by and distributions to equity holders		1,885	10,900	-	(12,152)	-	14	(726)	(712)	(79)	-	(79)
Total transactions with equity holders, recorded directly in equity		1,885	10,900	-	(12,152)	-	14	(726)	(712)	(79)	-	(79)
Comprehensive income for the year												
Profits for the year		-	-	-	45,156	-	-	-	-	45,156	120	45,276
Defined benefit plan actuarial gains, net of tax	20,28	-	-	-	300	-	-	-	-	300	3	303
Exchange differences on translating financial statements		-	-	-	-	(439)	-	-	(439)	(439)	(22)	(461)
Total comprehensive income for the year		-	-	-	45,456	(439)	-	-	(439)	45,017	101	45,118
Transfer to legal reserve	22	-	-	189	(189)	-	-	-	-	-	-	-
Balance at 30 September 2014		47,314	422,513	4,503	85,985	2,881	41	(3,201)	(279)	560,036	1,790	561,826

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of changes in equity

	Consolidated financial statements											
	Note	Issued and paid-up share capital	Premium on share capital	Retained earnings		Other components of equity			Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity
				Appropriated	Unappropriated	Currency translation differences	Share-based payment	Changes in ownership interests				
<i>(in thousand Baht)</i>												
Year ended 30 September 2013												
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
Transactions with equity holders, recorded directly in equity												
<i>Contributions by and distributions to equity holders</i>												
Issues of ordinary shares	21	569,692	3,401,300	-	-	-	-	-	-	3,970,992	-	3,970,992
Share-based payment transactions	35	-	-	-	-	-	462	-	462	462	-	462
Dividends paid	31	-	-	-	(21,502)	-	-	-	-	(21,502)	-	(21,502)
Total contributions by and distributions to equity holders		569,692	3,401,300	-	(21,502)	-	462	-	462	3,949,952	-	3,949,952
Total transactions with equity holders, recorded directly in equity		569,692	3,401,300	-	(21,502)	-	462	-	462	3,949,952	-	3,949,952
Comprehensive income for the year												
Profits for the year		-	-	-	479,675	-	-	-	-	479,675	(9,657)	470,018
Exchange differences on translating financial statements		-	-	-	-	214,742	-	-	214,742	214,742	(396)	214,346
Total comprehensive income for the year		-	-	-	479,675	214,742	-	-	214,742	694,417	(10,053)	684,364
Transfer to legal reserve	22	-	-	56,969	(56,969)	-	-	-	-	-	-	-
Balance at 30 September 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

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of changes in equity

	Consolidated financial statements											
	Note	Issued and paid-up share capital	Premium on share capital	Retained earnings		Other components of equity			Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity
				Appropriated	Unappropriated	Currency translation differences	Share-based payment	Changes in ownership interests				
<i>(in thousand Baht)</i>												
Year ended 30 September 2014												
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
Transactions with equity holders, recorded directly in equity												
<i>Contributions by and distributions to equity holders</i>												
Issues of ordinary shares	21	58,641	337,296	-	-	-	-	-	-	395,937	-	395,937
Share-based payment transactions	35	-	-	-	-	-	462	-	462	462	-	462
Additional investment in subsidiaries		-	-	-	-	-	-	(23,418)	(23,418)	(23,418)	-	(23,418)
Dividends paid	31	-	-	-	(371,640)	-	-	-	-	(371,640)	-	(371,640)
Total contributions by and distributions to equity holders		58,641	337,296	-	(371,640)	-	462	(23,418)	(22,956)	1,341	-	1,341
Total transactions with equity holders, recorded directly in equity		58,641	337,296	-	(371,640)	-	462	(23,418)	(22,956)	1,341	-	1,341
Comprehensive income for the year												
Profits for the year		-	-	-	1,455,590	-	-	-	-	1,455,590	3,868	1,459,458
Defined benefit plan actuarial gains, net of tax	20,28	-	-	-	9,670	-	-	-	-	9,670	97	9,767
Exchange differences on translating financial statements		-	-	-	-	495,997	-	-	495,997	495,997	(709)	495,288
Total comprehensive income for the year		-	-	-	1,465,260	495,997	-	-	495,997	1,961,257	3,256	1,964,513
Transfer to legal reserve	22	-	-	6,226	(6,226)	-	-	-	-	-	-	-
Balance at 30 September 2014		1,413,081	13,557,016	141,670	2,799,640	327,976	1,290	(112,700)	216,566	18,127,973	60,187	18,188,160

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of changes in equity

	Note	Separate financial statements				Other components		Total equity
		Issued and paid-up share capital	Premium on share capital	Differences arising from common control transactions	Retained earnings		Share-based payment	
					Appropriated	Unappropriated		
<i>(in thousand US Dollar)</i>								
Year ended 30 September 2013								
Balance at 1 October 2012		27,287	303,300	-	2,444	24,310	12	357,353
Transactions with equity holders, recorded directly in equity								
<i>Contributions by and distributions to equity holders</i>								
Issues of ordinary shares	21	18,142	108,313	-	-	-	-	126,455
Share-based payment transactions	35	-	-	-	-	-	15	15
Dividends paid	31	-	-	-	-	(718)	-	(718)
Total contributions by and distributions to equity holders		18,142	108,313	-	-	(718)	15	125,752
Total transactions with equity holders recorded directly in equity		18,142	108,313	-	-	(718)	15	125,752
Comprehensive income for the year								
Profits for the year		-	-	-	-	538	-	538
Total comprehensive income for the year		-	-	-	-	538	-	538
Transfer to legal reserve	22	-	-	-	1,870	(1,870)	-	-
Balance at 30 September 2013		45,429	411,613	-	4,314	22,260	27	483,643

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of changes in equity

	Note	Separate financial statements				Other components		Total equity
		Issued and paid-up share capital	Premium on share capital	Differences arising from common control transactions	Retained earnings		Share-based payment	
					Appropriated	Unappropriated		
<i>(in thousand US Dollar)</i>								
Year ended 30 September 2014								
Balance at 1 October 2013		45,429	411,613	-	4,314	22,260	27	483,643
Transactions with equity holders, recorded directly in equity								
<i>Contributions by and distributions to equity holders</i>								
Issues of ordinary shares	21	1,885	10,900	-	-	-	-	12,785
Share-based payment transactions	35	-	-	-	-	-	14	14
Dividends paid	31	-	-	-	-	(12,152)	-	(12,152)
Total contributions by and distributions to equity holders		1,885	10,900	-	-	(12,152)	14	647
Total transactions with equity holders recorded directly in equity		1,885	10,900	-	-	(12,152)	14	647
Comprehensive income for the year								
Profits for the year		-	-	-	-	(2,690)	-	(2,690)
Defined benefit plan actuarial gains, net of tax	20	-	-	-	-	94	-	94
Total comprehensive income for the year		-	-	-	-	(2,596)	-	(2,596)
Transfer to legal reserve	22	-	-	-	189	(189)	-	-
Changes in ownership interests in associates	12	-	-	(7,406)	-	-	-	(7,406)
Balance at 30 September 2014		47,314	422,513	(7,406)	4,503	7,323	41	474,288

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of changes in equity

	Note	Separate financial statements								
		Issued and paid-up share capital	Premium on share capital	Differences arising from common control transactions	Retained earnings		Other components of equity			Total equity
					Appropriated	Unappropriated	Currency translation differences	Share-based payment	Total other components of equity	
<i>(in thousand Baht)</i>										
Year ended 30 September 2013										
Balance at 1 October 2012		784,748	9,818,420	-	78,475	803,279	(468,524)	366	(468,158)	11,016,764
Transactions with equity holders, recorded directly in equity										
<i>Contributions by and distributions to equity holders</i>										
Issues of ordinary shares	21	569,692	3,401,300	-	-	-	-	-	-	3,970,992
Share-based payment transactions	35	-	-	-	-	-	-	462	462	462
Dividends paid	31	-	-	-	-	(21,502)	-	-	-	(21,502)
Total contributions by and distributions to equity holders		569,692	3,401,300	-	-	(21,502)	-	462	462	3,949,952
Total transactions with equity holders recorded directly in equity		569,692	3,401,300	-	-	(21,502)	-	462	462	3,949,952
Comprehensive income for the year										
Profits for the year		-	-	-	-	16,389	-	-	-	16,389
Exchange differences on translating financial statements		-	-	-	-	-	198,788	-	198,788	198,788
Total comprehensive income for the year		-	-	-	-	16,389	198,788	-	198,788	215,177
Transfer to legal reserve	22	-	-	-	56,969	(56,969)	-	-	-	-
Balance at 30 September 2013		1,354,440	13,219,720	-	135,444	741,197	(269,736)	828	(268,908)	15,181,893

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of changes in equity

	Note	Separate financial statements								
		Issued and paid-up share capital	Premium on share capital	Differences arising from common control transactions	Retained earnings		Other components of equity			Total equity
					Appropriated	Unappropriated	Currency translation differences	Share-based payment	Total other components of equity	
<i>(in thousand Baht)</i>										
Year ended 30 September 2014										
Balance at 1 October 2013		1,354,440	13,219,720	-	135,444	741,197	(269,736)	828	(268,908)	15,181,893
Transactions with equity holders, recorded directly in equity										
<i>Contributions by and distributions to equity holders</i>										
Issues of ordinary shares	21	58,641	337,296	-	-	-	-	-	-	395,937
Share-based payment transactions	35	-	-	-	-	-	-	462	462	462
Dividends paid	31	-	-	-	-	(371,640)	-	-	-	(371,640)
Total contributions by and distributions to equity holders		58,641	337,296	-	-	(371,640)	-	462	462	24,759
Total transactions with equity holders recorded directly in equity		58,641	337,296	-	-	(371,640)	-	462	462	24,759
Comprehensive income for the year										
Profits for the year		-	-	-	-	(86,711)	-	-	-	(86,711)
Defined benefit plan actuarial gains, net of tax	20	-	-	-	-	3,030	-	-	-	3,030
Exchange differences on translating financial statements		-	-	-	-	-	471,053	-	471,053	471,053
Total comprehensive income for the year		-	-	-	-	(83,681)	471,053	-	471,053	387,372
Transfer to legal reserve	22	-	-	-	6,226	(6,226)	-	-	-	-
Changes in ownership interests in associates	12	-	-	(239,757)	-	-	-	-	-	(239,757)
Balance at 30 September 2014		1,413,081	13,557,016	(239,757)	141,670	279,650	201,317	1,290	202,607	15,354,267

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

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

	Consolidated financial statements			
	For the year that		For the year that	
	ended on 30 September		ended on 30 September	
	2014	2013	2014	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Cash flows from operating activities				
Profit for the year	45,276	15,429	1,459,458	470,018
<i>Adjustments for:</i>				
Depreciation	29,023	27,304	935,548	831,769
Amortisation	2,492	3,009	80,329	91,664
Finance costs	3,885	4,970	125,232	151,403
Share-based payment	14	15	451	457
Losses from supplies and spare parts obsolescence	790	11	25,465	335
Net (gains) losses on disposals and write-offs				
of property, plant and equipment and intangible assets	(7)	249	(226)	7,585
Reversal of bad debt	-	(121)	-	(3,686)
Unrealised gains on exchange rates	(1,605)	(316)	(51,737)	(9,626)
Employee benefit obligations	403	824	12,991	25,102
Losses from write-off of outstanding withholding taxes	3,942	1,922	127,069	58,550
Share of profit of associates	(31,059)	(4,426)	(1,001,178)	(134,831)
Share of (profit) loss of jointly-controlled entity	(262)	213	(8,445)	6,489
Exchange rate (gains) losses from translating				
financial statements	(452)	(200)	134,222	69,934
Income tax expense	5,151	5,204	166,041	158,531
Cash flows from operations before changes				
in operating assets and liabilities	57,591	54,087	2,005,220	1,723,694
<i>Changes in operating assets and liabilities</i>				
Restricted deposit at financial institution	-	(1)	-	(31)
Trade accounts receivable	(20,007)	(40,278)	(647,693)	(1,264,354)
Receivables from related parties	336	(4)	10,877	(126)
Other receivables	730	(3,718)	23,633	(116,711)
Deferred contract costs	-	(2,012)	-	(63,158)
Supplies and spare parts	(1,313)	(58)	(42,506)	(1,821)
Other non-current assets	73	(573)	2,363	(17,987)
Trade accounts payable	1,351	5,980	43,737	187,716
Other payables	4,049	2,305	131,079	72,356
Payables to related parties	(44)	(761)	(1,424)	(23,888)
Accrued expenses	(2,613)	17,180	(84,591)	539,292
	(17,438)	(21,940)	(564,525)	(688,712)
Cash generated from operating activities	40,153	32,147	1,440,695	1,034,982
Finance costs paid	(3,815)	(4,711)	(122,975)	(143,513)
Income tax paid	(7,394)	(2,458)	(238,343)	(74,879)
Employee benefits paid	(60)	-	(1,934)	-
Net cash from operating activities	28,884	24,978	1,077,443	816,590

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

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

	Consolidated financial statements			
	For the year that		For the year that	
	ended on 30 September		ended on 30 September	
	2014	2013	2014	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Cash flows from investing activities				
Increase in short term deposit at financial institution	(25,012)	-	(809,721)	-
Payment for investments in subsidiaries	(1,145)	-	(36,909)	-
Payment for investments in associates	-	(33,782)	-	(1,060,441)
Payment for investments in jointly-controlled entity	-	(213)	-	(6,686)
Proceeds from disposals of property, plant and equipment and intangible assets	251	6,363	8,126	199,739
Payment for purchases of property, plant and equipment	(77,393)	(42,161)	(2,505,467)	(1,323,463)
Payment for purchases of intangible assets	(564)	(226)	(18,259)	(7,094)
Net cash used in investing activities	(103,863)	(70,019)	(3,362,230)	(2,197,945)
Cash flows from financing activities				
Proceeds from short-term borrowings from financial institutions	-	35,000	-	1,098,675
Repayments of short-term borrowings from financial institutions	-	(35,000)	-	(1,098,675)
Repayments of finance lease liabilities	(43)	(51)	(1,392)	(1,601)
Proceeds from long-term borrowings from financial institutions	-	13,833	-	434,228
Repayments of long-term borrowings from financial institutions	(19,360)	(7,991)	(626,747)	(250,843)
Proceeds from issue of ordinary shares	12,785	126,455	395,937	3,970,992
Dividends paid to shareholders	(12,152)	(718)	(371,640)	(21,502)
Net cash from (used in) financing activities	(18,770)	131,528	(603,842)	4,131,274
Net increase (decrease) in cash and cash equivalents	(93,749)	86,487	(2,888,629)	2,749,919
Cash and cash equivalents at 1 October	148,819	62,314	4,671,533	1,921,066
Effects of exchange rates	771	18	24,853	548
Cash and cash equivalents at 30 September	55,841	148,819	1,807,757	4,671,533
Non-cash transactions				
Accrued liabilities for purchases of property, plant and equipment	1,323	311	42,830	9,763
Accrued liabilities for share purchase consideration in subsidiaries	2,040	2,459	66,042	77,190
Finance lease agreements to purchases of equipment	72	90	2,331	2,825

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of cash flows

	Separate financial statements			
	For the year that ended on 30 September		For the year that ended on 30 September	
	2014	2013	2014	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Cash flows from operating activities				
Profit (loss) for the year	(2,690)	538	(86,711)	16,389
<i>Adjustments for:</i>				
Depreciation	471	461	15,183	14,044
Amortisation	30	22	967	670
Finance costs	-	780	-	23,761
Share-based payment	14	15	451	457
Net gains on disposals and write-offs				
of property, plant and equipment and intangible assets	(8)	(2)	(258)	(61)
Unrealised losses on exchange rates	1,670	656	53,832	19,983
Employee benefit obligations	41	41	1,322	1,249
Loss from write-off of outstanding withholding taxes	-	63	-	1,919
Gains on disposals of investments in subsidiaries	-	(163)	-	(4,966)
Exchange rate (gains) losses from translating				
financial statements	-	(3)	105,318	10,188
Income tax expense	1,135	-	36,586	-
Cash flows from operations before changes	<u>663</u>	<u>2,408</u>	<u>126,690</u>	<u>83,633</u>
in operating assets and liabilities				
<i>Changes in operating assets and liabilities</i>				
Receivables from related parties	(25,174)	(4,675)	(814,966)	(146,752)
Other receivables	(10)	(15)	(324)	(471)
Other non-current assets	(14)	(4)	(453)	(126)
Other payables	(16)	24	(518)	754
Payables to related parties	(439)	(1,488)	(14,212)	(46,709)
Accrued expenses	170	507	5,503	15,915
	<u>(25,483)</u>	<u>(5,651)</u>	<u>(824,970)</u>	<u>(177,389)</u>
Cash used in operating activities	(24,820)	(3,243)	(698,280)	(93,756)
Finance costs paid	-	(780)	-	(23,761)
Income tax paid	(137)	(63)	(4,416)	(1,919)
Net cash used in operating activities	<u>(24,957)</u>	<u>(4,086)</u>	<u>(702,696)</u>	<u>(119,436)</u>

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

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

	Separate financial statements			
	For the year that		For the year that	
	ended on 30 September	ended on 30 September	ended on 30 September	ended on 30 September
	2014	2013	2014	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Cash flows from investing activities				
Increase in short term deposit at financial institution	(25,012)	-	(809,721)	-
Short-term loans received from related parties	8,194	17,800	265,168	558,754
Short-term loans provided to related parties	-	(14,731)	-	(462,416)
Proceeds from disposals of investments in subsidiaries	-	212	-	6,655
Payment for investments in subsidiaries	(44,000)	-	(1,424,425)	-
Payment for investments in associates	-	(33,782)	-	(1,060,441)
Payment for investments in jointly-controlled entity	-	(213)	-	(6,686)
Proceeds from disposals of property, plant and equipment and intangible assets	8	2	259	63
Payment for purchases of property, plant and equipment	(22)	(239)	(713)	(7,502)
Payment for purchases of intangible assets	(101)	(18)	(3,269)	(565)
Net cash used in investing activities	(60,933)	(30,969)	(1,972,701)	(972,138)
Cash flows from financing activities				
Proceeds from short-term borrowings from financial institutions	-	35,000	-	1,098,675
Proceeds from short-term borrowings from related parties	-	9,500	-	298,212
Repayments of short-term borrowings from financial institutions	-	(35,000)	-	(1,098,675)
Repayments of short-term borrowings from related parties	-	(9,500)	-	(298,212)
Repayments of finance lease liabilities	(6)	(38)	(194)	(1,193)
Proceeds from issue of ordinary shares	12,785	126,455	395,937	3,970,992
Dividends paid to shareholders	(12,152)	(718)	(371,640)	(21,502)
Net cash from financing activities	627	125,699	24,103	3,948,297
Net increase (decrease) in cash and cash equivalents	(85,263)	90,644	(2,651,294)	2,856,723
Cash and cash equivalents at 1 October	110,836	20,195	3,479,220	622,588
Effects of exchange rates	315	(3)	10,154	(91)
Cash and cash equivalents at 30 September	25,888	110,836	838,080	3,479,220
Non-cash transactions				
Finance lease agreements to purchase computer hardware	-	6	-	195
Amount due from disposals of investments in associates under common control transactions	90,176	-	2,919,294	-

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

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Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

These notes form an integral part of the financial statements.

The financial statements issued for Thai statutory and regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from Thai language statutory financial statements, and were approved and authorised for issue by the Board of Directors on 26 November 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 operations 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 30 September 2014 and 2013 were as follows:

Name of the entities	Nature of business	Country of incorporation	Direct/indirect Holding (%)	
			30 September 2014	30 September 2013
<i>Subsidiaries</i>				
Mermaid Offshore Services Ltd., which has four 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
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.	”	Malaysia	95.0	95.0
MTR - 1 (Singapore) Pte. Ltd.	”	Singapore	95.0	95.0
MTR - 2 (Singapore) Pte. Ltd.	”	Singapore	95.0	95.0
Mermaid Drilling (Singapore) Pte. Ltd.	Production and exploration drilling services	Singapore	100.0	100.0
MTR - 3 (Singapore) Pte. Ltd.	”	Singapore	100.0	100.0
MTR - 4 (Singapore) Pte. Ltd.**	”	Singapore	100.0	-
MTR - 5 (Singapore) Pte. Ltd.**	”	Singapore	100.0	-

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

Name of the entities	Nature of business	Country of incorporation	Direct/indirect Holding (%)	
			30 September 2014	30 September 2013
Mermaid Maritime Mauritius Ltd.***, which has one subsidiary as follows:	Investment holding	Mauritius	100.0	-
Mermaid International Ventures****, which has three subsidiaries and four associates as follows:	Investment holding	Cayman	100.0	-
<i>Subsidiaries</i>				
Mermaid Subsea Services (International) Ltd. (formerly Subtech Ltd.), which has two subsidiaries 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
<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

* Group interest is 100% after taking account of nominee holdings.

** MTR-4 (Singapore) Pte. Ltd. and MTR-5 (Singapore) Pte. Ltd. were incorporated in Singapore since 8 January 2014.

*** Mermaid Maritime Mauritius Ltd. was incorporated in Mauritius since 25 March 2014.

**** Mermaid International Ventures was incorporated in Cayman since 26 August 2014.

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

2 Basis of preparation of the financial statements

(a) *Statement of compliance*

The financial statements are prepared in accordance with Thai Financial Reporting Standards (TFRS) and guidelines promulgated by the Federation of Accounting Professions (“FAP”).

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 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 financial statements. Those new and revised TFRS that are relevant to the Group’s operations are disclosed in note 37 to the financial statements.

(b) *Basis of measurement*

The financial statements have been prepared on the historical cost basis except for the following material items in the statement of financial position: the present value of the defined benefit obligation.

(c) *Functional and presentation currency*

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 consolidated financial statements are stated in US Dollar, which is the Company’s functional currency, and Thai Baht, which is the Company’s designated presentation currency and accordingly the Company has prepared financial statements in both US Dollar and Thai Baht. The basis of the translation from the functional currency (US Dollar) to the presentation currency (Thai Baht) is disclosed in note 4 (b).

(d) *Use of estimates and judgements*

The preparation of 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 estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which estimates are revised and in any future periods affected.

Information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is included in the following notes:

Note 8	Provisions and contingencies
Note 13, 15	Key assumptions used in discounted cash flow projections
Note 17	Deferred Tax
Note 20	Measurement of defined benefit obligation
Note 28	Utilisation of tax losses
Note 32	Valuation of financial instruments
Note 34	Contingent liabilities
Note 35	Measurement of share-based payment

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

3 Changes in accounting policies

Details of the new accounting policies adopted by the Group are included in note 3(a) 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 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 23 to the financial statements) in respect of the following segments: Subsea; Survey; Drilling; and Holding.

4 Significant accounting policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, except as explained in note 3, which addresses changes in accounting policies.

(a) *Basis of consolidation*

The consolidated financial statements relate to the Company and its subsidiaries (together referred to as the "Group") and the Group's interests in jointly-controlled entities.

Business combinations

The Group applies the acquisition method for all business combinations other than those with entities under common control.

Control is the power to govern the financial and operating policies of an entity so as to obtain benefits from its activities. In assessing control, the Group takes into consideration potential voting rights that currently are exercisable. The acquisition date is the date on which control is transferred to the acquirer. Judgement is applied in determining the acquisition date and determining whether control is transferred from one party to another.

Goodwill is measured as the fair value of the consideration transferred including the recognised amount of any non-controlling interest in the acquiree, less the net recognised amount (generally fair value) of the identifiable assets acquired and liabilities assumed, all measured as of the acquisition date.

Consideration transferred includes the fair values of the assets transferred, liabilities incurred by the Group to the previous owners of the acquiree, and equity interests issued by the Group. Consideration transferred also includes the fair value of any contingent consideration and share-based payment awards of the acquiree that are replaced mandatorily in the business combination. If a business combination results in the termination of pre-existing relationships between the Group and the acquiree, then the

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lower of the termination amount, as contained in the agreement, and the value of the off-market element is deducted from the consideration transferred and recognised in other expenses.

A contingent liability of the acquiree is assumed in a business combination only if such a liability represents a present obligation and arises from a past event, and its fair value can be measured reliably.

The Group measures any non-controlling interest at its proportionate interest in the identifiable net assets of the acquiree.

Transaction costs that the Group incurs in connection with a business combination, such as legal fees, other professional and consulting fees are expensed as incurred.

Acquisitions from entities under common control

Business combinations of entities or businesses under common control are accounted for using a method similar to the pooling of interest method and in accordance with Guidelines issued in 2009 by the FAP.

Subsidiaries

Subsidiaries are entities controlled by the Group. Control exists when the Group has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

The accounting policies of subsidiaries have been changed where necessary to align them with the policies adopted by the Group. Losses applicable to non-controlling interests in a subsidiary are allocated to non-controlling interests even if doing so causes the non-controlling interests to have a deficit balance.

The Group treats transactions with non-controlling interests as transactions with equity owners of the Group. For purchases from non-controlling interests, the difference between any consideration paid and the relevant share acquired of the carrying value of net assets of the subsidiary is recorded in equity. Gains or losses on disposals to non-controlling interests are also recorded in equity.

Jointly-controlled entities and associates (equity-accounted investees)

Jointly-controlled entities are those entities over whose activities the Group has joint control, established by contractual agreement and requiring unanimous consent for strategic financial and operating decisions.

Associates are those entities in which the Group has significant influence, but not control, over the financial and operating policies. Significant influence is presumed to exist when the Group holds between 20% and 50% of the voting power of another entity.

Investments in associates and jointly-controlled entities in the separate financial statements of the Company are accounted for using the cost method. Investments in associates and jointly-controlled entities in the consolidated financial statements are accounted for using the equity method.

The consolidated financial statements include the Group's share of profit or loss and other comprehensive income of equity accounted investees from the date that significant influence commences until the date that significant influence ceases. When the Group's share of losses exceeds its interest in an equity accounted investee, the Group's carrying amount of that interest is reduced to zero and recognition of further losses is discontinued except to the extent that the Group has an obligation or made payments on behalf of the investee.

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Loss of control

Upon the loss of control, the Group derecognises the assets and liabilities of the subsidiary, any non-controlling interests and the other components of equity related to the subsidiary. Any surplus or deficit arising on the loss of control is recognised in profit or loss. If the Group retains any interest in the previous subsidiary, then such interest is measured at fair value at the date that control is lost. Subsequently it is accounted for as an equity-accounted investee or as an available-for-sale financial asset depending on the level of influence retained.

Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income or expenses arising from intra-group transactions, are eliminated in preparing the consolidated financial statements. Unrealised gains arising from transactions with associates and jointly-controlled entity are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

(b) Foreign currencies translations

Transactions and balances

Foreign currency transactions are translated into the respective functional currencies of group entities using the exchange rates prevailing at the dates of the transactions or valuation where items are re-measured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement, except when deferred in other comprehensive income as qualifying cash flow hedges and qualify net investment hedges. All other foreign exchange gains and losses are presented in profit or loss within "gains (losses) on exchange rates".

Group companies

The results and financial position of all the Group entities (none of which has the currency of a hyper-inflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- (a) assets and liabilities for each financial position presented are translated at the closing rate at the date of the statement of financial position.
- (b) income and expenses for each income statement are translated at average exchange rate (unless this average is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the rates on the dates of the transactions) and
- (c) all resulting exchange differences are recognised in other comprehensive income.

Goodwill and fair value adjustments arising on the acquisition of a foreign entity are treated as assets and liabilities of the foreign entity and translated at the closing rate. Exchange differences arising are recognised in other comprehensive income.

(c) Cash and cash equivalents

Cash and cash equivalents in the statements of cash flows comprise cash balances, call deposits and highly liquid short-term investments. Bank overdrafts that are repayable on demand are a component of financing activities for the purpose of the statement of cash flows.

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Notes to the financial statements

(d) Trade and other accounts receivable

Trade and other accounts receivable are stated at their invoice value less allowance for doubtful accounts.

The allowance for doubtful accounts is assessed primarily on analysis of payment histories and future expectations of customer payments. Bad debts are written off when incurred.

(e) Supplies and spare parts

Vessel supplies and spare parts mainly comprise bunker, vessel supplies, and spare parts. Bunker supplies are stated at cost, determined on a first-in, first-out basis. Vessel supplies and spare parts are stated at cost, determined on a weighted average basis. Rig supplies and spare parts are stated at historical cost, determined on a specific identification basis. The rig supplies and spare parts purchased to replace those used during the year are reported as vessel costs of service in profit and loss.

(f) Investments

Investments in subsidiaries, jointly-controlled entities and associates

Investments in subsidiaries in the separate financial statements of the Company are accounted for using the cost method. Investment in jointly-controlled entities and associates in the consolidated financial statements are accounted for using the equity method.

Disposal of investments

On disposal of an investment, the difference between net disposal proceeds and the carrying amount together with the associated cumulative gain or loss that was reported in equity is recognised in profit or loss.

If the Group disposes of part of its holding of a particular investment, the deemed cost of the part sold is determined using the weighted average method applied to the carrying value of the total holding of the investment.

(g) Property, plant and equipment

Recognition and measurement

Owned assets

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use, the costs of dismantling and removing the items and restoring the site on which they are located, and capitalised borrowing costs. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment. When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognised net within other income in profit or loss.

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Notes to the financial statements

Leased assets

Leases in terms of which the Group substantially assumes all the risk and rewards of ownership are classified as finance leases. Property, plant and equipment acquired by way of finance leases is capitalised at the lower of its fair value and the present value of the minimum lease payments at the inception of the lease, less accumulated depreciation and impairment losses. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly to the profit and loss.

Subsequent costs

The cost of replacing a part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Group, and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in profit or loss as incurred.

Depreciation

Depreciation is calculated based on the depreciable amount, which is the cost of an asset, or other amount substituted for cost, less its residual value.

Depreciation is charged to profit or loss on a straight-line basis over the estimated useful lives of each component of an item of property, plant and equipment. The estimated useful lives are as follows:

Buildings and building improvement	10 and 20 years
Offshore support vessels	5 to 30 years
Second-hand tender rigs	1 to 20 years
Motor launches	10 years
Tools and equipment	3 to 20 years
Office equipment	3 to 5 years
Motor vehicles	5 to 10 years

No depreciation is provided on freehold land or assets under construction.

The estimated useful lives of support vessels and tender rigs are based on their remaining useful lives at the acquisition date. Depreciation is calculated based on a component approach on the cost of the vessels and tender rigs less an estimated residual value.

Expenditures incurred during inspections, major repairs, or dry-docking are recognised in the carrying amount of property, plant, and equipment as a replacement if the recognition criteria are satisfied. Dry-docking costs are considered a separate component of the vessels' cost that have a different pattern of economic benefits and are therefore depreciated separately. Dry-docking expenses are amortised over the period until the next scheduled dry-docking up to a maximum of 5 years.

Depreciation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

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Notes to the financial statements

(h) *Intangible assets*

Goodwill

The measurement of goodwill at initial recognition is described in note 4(a). Subsequent to initial recognition, goodwill is measured at cost less accumulated impairment losses. In respect of equity-accounted investees, the carrying amount of goodwill is included in the carrying amount of the investment, and an impairment loss on such an investment is not allocated to any asset, including goodwill, that forms part of the carrying amount of the equity-accounted investee.

Other intangible assets

Intangible assets that are acquired by the Group, which have finite useful lives, are measured at cost less accumulated amortisation and impairment losses.

Amortisation

Amortisation is calculated over the cost of the asset, or other amount substituted for cost, less its residual value.

Amortisation is recognised in profit or loss on a straight-line basis over the estimated useful lives of intangible assets, other than goodwill, from the date that they are available for use, since this most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset. The estimated useful lives for the current and comparative years are as follows:

Software licenses	1, 3 and 5 years
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Amortisation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

(i) *Impairment*

The carrying amounts of the Group's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated. For goodwill and intangible assets that have indefinite useful lives or are not yet available for use, the recoverable amount is estimated each year at the same time.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. The impairment loss is recognised in profit or loss unless it reverses a previous revaluation credited to equity, in which case it is charged to equity.

Calculation of recoverable amount

The recoverable amount of a non-financial asset is the greater of the asset's value in use and fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

Reversals of impairment

An impairment loss in respect of a financial asset is reversed if the subsequent increase in recoverable amount can be related objectively to an event occurring after the impairment loss was recognised in profit or loss.

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Notes to the financial statements

An impairment loss in respect of goodwill is not reversed. Impairment losses recognised in prior periods in respect of non-financial assets are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(j) *Interest-bearing liabilities*

Interest-bearing liabilities are recognised initially at fair value less attributable transaction charges. Subsequent to initial recognition, interest-bearing liabilities are stated at amortised cost with any difference between cost and redemption value being recognised in profit or loss over the period of the borrowings on an effective interest basis.

(k) *Trade and other accounts payable*

Trade and other accounts payable are stated at cost.

(l) *Employee benefits*

Defined contribution plans

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution pension plans are recognised as an employee benefit expense in profit or loss in the periods during which services are rendered by employees.

Defined benefit plans

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Group's net obligation in respect of defined benefit pension plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognised past service costs and the fair value of any plan assets are deducted. The discount rate is the yield at the reporting date on government bonds that have maturity dates approximating the terms of the Group's obligations and that are denominated in the same currency in which the benefits are expected to be paid.

The calculation is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a benefit to the Group, the recognised asset is limited to the total of any unrecognised past service costs and the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan. In order to calculate the present value of economic benefits, consideration is given to any minimum funding requirements that apply to any plan in the Group. An economic benefit is available to the Group if it is realisable during the life of the plan, or on settlement of the plan liabilities.

When the benefits of a plan are improved, the portion of the increased benefit relating to past service by employees is recognised in profit or loss on a straight-line basis over the average period until the benefits become vested. To the extent that the benefits vest immediately, the expense is recognised immediately in profit or loss.

The Group recognises all actuarial gains and losses arising from defined benefit plans in other comprehensive income and all expenses related to defined benefit plans in profit or loss.

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Termination benefits

Termination benefits are recognised as an expense when the Group is committed demonstrably, without realistic possibility of withdrawal, to a formal detailed plan to either terminate employment before the normal retirement date, or to provide termination benefits as a result of an offer made to encourage voluntary redundancy. Termination benefits for voluntary redundancies are recognised as an expense if the Group has made an offer of voluntary redundancy, it is probable that the offer will be accepted, and the number of acceptances can be estimated reliably. If benefits are payable more than 12 months after the reporting period, then they are discounted to their present value.

Short-term employee benefits

Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided.

A liability is recognised for the amount expected to be paid under short-term cash bonus or profit-sharing plans if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

Share-based payments

The grant-date fair value of share-based payment awards granted to employees is recognised as an employee expense, with a corresponding increase in equity, over the period that the employees become unconditionally entitled to the awards. The amount recognised as an expense is adjusted to reflect the actual number of awards for which the related service and non-market vesting conditions are expected to be met.

(m) Provisions

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost.

(n) Revenue

Revenue excludes value added taxes and is arrived at after deduction of trade discounts.

Rendering of services

The Group recognises revenue as services are performed based upon (a) contracted day rates and the number of operating days during the period or (b) agreed service charge. When the arrangement contains a lease obligation, revenue is evenly recognised over the contract period.

Mobilisation activities related to drilling rig activity to mobilise a rig from one geographic area to another are linked to the underlying contracts. Certain contracts include mobilisation fees paid at the start of the contracts. Where the mobilisation fee covers a general or specific upgrade of a rig or equipment, the fee is recognised as revenue over the contract period. In cases where the fee covers specific operating expenses at the start up of the contract, the fee is recognised in the same period as the expenses.

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Notes to the financial statements

Interest and dividend income

Interest income is recognised in profit or loss as it accrues. Dividend income is recognised in profit or loss on the date the Group's right to receive payment is established.

(o) Finance costs

Finance costs comprise interest expense on borrowings, unwinding of the discount on provisions and contingent consideration, losses on disposal of available-for-sale financial assets, dividends on preference shares classified as liabilities, fair value losses on financial assets at fair value through profit or loss, impairment losses recognised on financial assets (other than trade receivables), and losses on hedging instruments that are recognised in profit or loss.

Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in profit or loss using the effective interest method.

(p) Lease payments

Payments made under operating leases are recognised in profit or loss on a straight line basis over the term of the lease.

Contingent lease payments are accounted for by revising the minimum lease payments over the remaining term of the lease when the lease adjustment is confirmed.

(q) Income tax

Income tax expense for the year comprises current and deferred tax. Current and deferred tax are recognised in profit or loss except to the extent that they relate to a business combination, or items recognised directly in equity or in other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred tax is not recognised for the following temporary differences: the initial recognition of goodwill; the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss; and differences relating to investments in subsidiaries and jointly-controlled entities to the extent that it is probable that they will not reverse in the foreseeable future.

The measurement of deferred tax reflects the tax consequences that would follow the manner in which the Group expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

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In determining the amount of current and deferred tax, the Group takes into account the impact of uncertain tax positions and whether additional taxes and interest may be due. The Group believes that its accruals for tax liabilities are adequate for all open tax years based on its assessment of many factors, including interpretations of tax law and prior experience. This assessment relies on estimates and assumptions and may involve a series of judgements about future events. New information may become available that causes the Group to change its judgement regarding the adequacy of existing tax liabilities; such changes to tax liabilities will impact tax expense in the period that such a determination is made.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. Deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that the related tax benefit will be realised.

(r) *Earnings per share*

The Group presents basic and diluted earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period, adjusted for own shares held. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, adjusted for own shares held, for the effects of all dilutive potential ordinary shares, which comprise convertible notes and share options granted to employees.

(s) *Business segment reporting*

Segment results that are reported to the Group's Chief Operation Decision Maker include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

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Notes to the financial statements

5 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 jointly 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

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Notes to the financial statements

Significant transactions for years that ended on 30 September 2014 and 2013 with related parties were as follows:

	Consolidated financial statements			
	2014	2013	2014	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<i>Parent</i>				
Rental income	53	23	1,708	701
Other administrative expenses	16	(123)	516	(3,747)
<i>Jointly-controlled entity</i>				
Service income	83,792	49,553	2,701,010	1,509,548
<i>Other related parties</i>				
Other administrative expenses	(8)	327	(258)	9,961
<i>Key management personnel compensation</i>				
Short-term employee benefits	1,030	883	33,202	26,899
Post-employment benefits and other long term benefits	1	1	32	30
Separate financial statements				
	2014	2013	2014	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<i>Parent</i>				
Rental income	53	23	1,708	701
Other administrative expenses	14	(123)	451	(3,747)
<i>Subsidiaries</i>				
Management fee income	1,486	1,910	47,901	58,185
Interest income	4,646	4,539	149,762	138,273
Rental income	252	225	8,123	6,854
Other administrative expenses	5	41	161	1,249
Interest expense	-	45	-	1,371
<i>Other related parties</i>				
Other administrative expenses	(8)	(4)	(258)	(122)
<i>Key management personnel compensation</i>				
Short-term employee benefits	630	430	20,308	13,099
Post-employment benefits and other long term benefits	1	1	32	30

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Notes to the financial statements

Balances as at 30 September 2014 and 2013 with related parties were as follows:

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
<i>Trade accounts receivable from related parties</i>				
Jointly-controlled entity	44,074	32,245	1,426,821	1,012,193
Total	44,074	32,245	1,426,821	1,012,193
<i>Receivables from related parties</i>				
Parent	5	4	162	126
Total	5	4	162	126
<i>Trade accounts payable to related parties</i>				
Other related parties	-	159	-	4,991
Total	-	159	-	4,991
<i>Payables to related parties</i>				
Parent	2	18	65	565
Other related parties	-	28	-	879
Total	2	46	65	1,444

	Separate financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
<i>Receivables from related parties</i>				
Parent	5	4	162	126
Subsidiaries	35,342	21,184	1,144,138	664,981
Subsidiaries - transferred investments in associates under common control	90,176	-	2,919,294	-
Total	125,523	21,188	4,063,594	665,107
<i>Short-term loans to related parties</i>				
Subsidiaries	147,800	146,957	4,784,774	4,613,083
Total	147,800	146,957	4,784,774	4,613,083
<i>Payables to related parties</i>				
Parent	-	18	-	565
Subsidiaries	35,362	35,748	1,144,785	1,122,155
Other related parties	-	28	-	879
Total	35,362	35,794	1,144,785	1,123,599

Share purchase consideration payable

The share purchase consideration payable was contingent consideration arising from the share acquisition transactions of Mermaid Offshore Services Ltd. ("MOS"), a subsidiary. On 10 July 2012, MOS entered into a share purchase agreement with the shareholders of Seascope Surveys Pte. Ltd. ("SSPL") and Seascope Surveys (Thailand) Ltd. ("SSTL") to purchase 20% of the issued and paid-up capital of SSPL and SSTL. As a result of completion of the share acquisition, SSPL and SSTL have each become a wholly owned subsidiary of MOS. The share purchase consideration payable was due in the financial years 2013 and 2014 amounting to US Dollar 1,145 thousand or equivalent to Baht 37.1 million and US Dollars 2,040 thousand or equivalent to Baht 66.1 million, respectively. The excess of consideration over the acquired net book value of US Dollar 3,201 thousand is recognised as an item under other components of equity in the consolidated financial statement.

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

Movements of short-term loans to related parties, excluding interest receivables from related parties, during the years that ended on 30 September 2014 and 2013 were as follows:

	Separate financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
<i>Subsidiaries</i>				
At 1 October	146,957	150,484	4,613,083	4,639,241
Increases	-	14,731	-	462,416
Conversion of accrued interest income to short-term loan	10,808	-	354,649	-
Decreases	(7,483)	(17,812)	(242,249)	(559,131)
Realised gains (losses) on exchange rates	(711)	12	(22,919)	377
Unrealised gains (losses) on exchange rates	(1,771)	(458)	(57,088)	(14,377)
Translation adjustments	-	-	139,298	84,557
At 30 September	147,800	146,957	4,784,774	4,613,083

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

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 principle of Baht 3,879.98 million. The conversion rate was the average rate announced by Bank of Thailand on the effective date.

Movements of short-term borrowings from related parties, excluding interest payables from related parties, during the years that ended on 30 September 2014 and 2013 were as follows:

	Separate financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
<i>Subsidiaries</i>				
At 1 October	-	-	-	-
Increases	-	9,500	-	298,212
Decreases	-	(9,500)	-	(298,212)
At 30 September	-	-	-	-

6 Cash and cash equivalents

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Cash on hand	146	108	4,726	3,390
Cash at bank	55,695	148,711	1,803,031	4,668,143
Total	55,841	148,819	1,807,757	4,671,533

	Separate financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Cash on hand	2	2	65	63
Cash at bank	25,886	110,834	838,015	3,479,157
Total	25,888	110,836	838,080	3,479,220

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7 Short term deposit at financial institution

	Consolidated/Separate financial statements			
	2014	2013	2014	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Short term deposit at financial institution	25,012	-	809,721	-
Total	25,012	-	809,721	-

Short term deposit (6 months) at financial institution with interest rate of 0.77% per annum and matures on 10 November 2014.

8 Trade accounts receivable

	<i>Note</i>	Consolidated financial statements			
		2014	2013	2014	2013
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Jointly-controlled entity	5	44,074	32,245	1,426,821	1,012,193
Other parties		53,728	52,059	1,739,352	1,634,168
Accrued income		12,048	5,557	390,034	174,438
Total		109,850	89,861	3,556,207	2,820,799

Bad and doubtful debts expense for the year	-	(121)	-	(3,686)
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Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements			
	2014	2013	2014	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Within credit terms	56,478	69,639	1,828,379	2,186,017
Overdue:				
Less than 3 months	38,596	12,414	1,249,480	389,684
Overdue 3 to 6 months	14,232	7,751	460,737	243,309
Overdue 6 to 12 months	535	57	17,320	1,789
Overdue 12 months	9	-	291	-
Total	109,850	89,861	3,556,207	2,820,799

As at 30 September 2014, the Group has trade accounts receivable balance with Zamil Mermaid Offshore Service Co. (LLC) with amounting to US Dollar 44.1 million. By 31 October 2014, the Group had collected an amount of US Dollar 8.0 million.

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

Mermaid Maritime Public Company Limited and its Subsidiaries
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9 Other receivables

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Accrued interest income	104	53	3,367	1,664
Prepaid expenses	2,930	2,246	94,854	70,504
Advances to employees	505	376	16,349	11,803
Advances for business expenses	3,080	1,058	99,710	33,211
Deferred mobilisation cost	4,371	3,739	141,504	117,370
Insurance claim receivables	-	1,519	-	47,682
Value added tax refundable	3,284	2,831	106,313	88,867
Withholding taxes	1,841	705	59,599	22,130
Input taxes awaiting invoice	1,305	566	42,247	17,768
Others	1,016	1,637	32,891	51,386
Total	18,436	14,730	596,834	462,385

	Separate financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Prepaid expenses	50	42	1,619	1,318
Accrued interest income	87	53	2,816	1,664
Value added tax refundable	4	11	129	345
Input taxes awaiting invoice	5	9	162	283
Others	11	33	356	1,036
Total	157	148	5,082	4,646

10 Deferred contract cost

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
At 1 October	8,321	9,000	261,202	277,459
Additions	-	2,012	-	63,158
Amortisation on deferred contract costs	(2,039)	(2,691)	(65,727)	(81,977)
Translation adjustments	-	-	7,894	2,562
At 30 September	6,282	8,321	203,369	261,202

On 30 September 2012, US Dollar 9.3 million (equivalent to Baht 286.7 million) was paid by Mermaid Subsea Services (International) Ltd. (formerly Subtech Ltd.), a subsidiary of the Company, to General Technology & Systems Co., Ltd (“Gentas”). The payment consists of the following elements: (a) US Dollar 0.3 million (equivalent to Baht 9.2 million) as consideration for the acquisition of Gentas’s 30% equity interest in Subtech Saudi Arabia, (recorded in other receivables); and (b) US Dollar 9.0 million (equivalent to Baht 277.5 million) (recorded in deferred contract costs) as (i) compensation for loss of expected profits to Gentas, if not for the sale of its 30% equity interest in Subtech Saudi Arabia, pertaining to a recently awarded five-year inspection, repair, and maintenance contract with Saudi Aramco (“IRM Contract”) worth more than US Dollar 530 million of revenues and (ii) as an advance payment for Gentas assistance to secure the IRM Contract.

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The US Dollar 9.0 million was related to securing the IRM Contract that was been executed by a jointly-controlled entity, Zamil Mermaid Offshore Services Co. (LLC) ("Zmos"), and was recognised as deferred contract costs. The deferred contract costs is amortised rateably over the period of execution of the contract, starting from the date revenue is first recognised, which is approximately five years. The total IRM Contract revenue over five years period is estimated to be approximately US Dollar 530 million. The Group's estimated revenue is between 60 to 70 percent of the IRM Contract revenue over this period.

The IRM Contract was awarded to Zmos on 25 October 2012. Zmos is a newly established entity that the Group controls jointly with Zamil Offshore Services Co ("Zamil"). Zmos is billing Saudi Aramco at agreed rates in the IRM Contract, and the two partners are billing Zmos for the costs incurred in executing the IRM Contract.

11 Restricted deposit at financial institution

The restricted deposit at a financial institution is pledged against long-term loans with a local financial institution. The restricted deposit must be maintained at a minimum amount of the next two principal and interest payments after the two-year grace period expires in September 2013.

12 Investments in associates

Movements during the year that ended on 30 September were as follows:

	Consolidated financial statements			
	2014 (in thousand US Dollar)	2013	2014 (in thousand Baht)	2013
At 1 October	100,316	62,108	3,148,989	1,914,715
Additional investments	-	33,782	-	1,060,441
Share of profits of associates	31,059	4,426	1,001,178	134,831
Translation adjustments	-	-	102,875	39,002
At 30 September	131,375	100,316	4,253,042	3,148,989

	Separate financial statements			
	2014 (in thousand US Dollar)	2013	2014 (in thousand Baht)	2013
At 1 October	97,582	63,800	3,063,167	1,966,877
Additional investments	-	33,782	-	1,060,441
Transferred under common control transactions	(97,582)	-	(3,063,167)	-
Translation adjustments	-	-	-	35,849
At 30 September	-	97,582	-	3,063,167

On 12 March 2013, the Company participated in a private placement of Asia Offshore Drilling Limited ("AOD") by subscribing for 6,756,225 new ordinary shares at US Dollar 5.00 per share for a total investment of US Dollar 33.8 million, or equivalent to Baht 1,060.4 million. After the private placement, which raised US Dollar 100 million in proceeds for AOD, the Company's ownership in AOD increased to 20,256,425 ordinary shares, equivalent to 33.76 percent of all outstanding ordinary shares.

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On 26 September 2014, the Company agreed to transfer the investment in associates, Asia offshore Drilling Group, to a subsidiary, Mermaid International Ventures at cost of US Dollar 97.58 million for consideration received of Baht 2,899 million (or equivalent to US Dollar 90.18 million). As at 30 September 2014, the Company recorded amount due from MIV amounting to US Dollar 90.18 million as receivables from related parties in the separated financial statement. Since these were transactions under common control, the Company recorded the differences between the carrying amount and consideration received from a subsidiary totalling US Dollar 7.41 million in "Differences arising from common control transactions" as a component in equity in the separate statement of changes in equity for the year that ended on 30 September 2014. In addition, differences arising from common control transactions were eliminated in the consolidated financial statement.

Details of associates are as follows:

Name	Country of incorporation	Assets		Liabilities		Revenues		Profit		% Interest held		Profit sharing	
		2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
<i>(in thousand US Dollar)</i>													
Group of AOD companies ^(A)	Bermuda	<u>761,837</u>	<u>724,670</u>	<u>389,642</u>	<u>445,572</u>	<u>205,387</u>	<u>35,332</u>	<u>91,997</u>	<u>13,110</u>	<u>33.76%</u>	<u>33.76%</u>	<u>31,059</u>	<u>4,426</u>

Name	Country of incorporation	Assets		Liabilities		Revenues		Profit		% Interest held		Profit sharing	
		2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
<i>(in thousand Baht)</i>													
Group of AOD companies ^(A)	Bermuda	<u>24,663,178</u>	<u>22,747,899</u>	<u>12,613,997</u>	<u>13,986,817</u>	<u>6,620,588</u>	<u>1,076,329</u>	<u>2,965,496</u>	<u>399,374</u>	<u>33.76%</u>	<u>33.76%</u>	<u>1,001,178</u>	<u>134,831</u>

^(A) Group of AOD companies comprises three subsidiaries, which are Asia Offshore Rig 1 Limited, Asia Offshore Rig 2 Limited, and Asia Offshore Rig 3 Limited.

The Group has recognised its share of the profit for the year that ended on 30 September 2014 of US Dollar 31.06 million (2013: US Dollar 4.43 million) relating to certain investments accounted for using the equity method.

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

13 Investments in subsidiaries

Details as at 30 September 2014 were as follows:

	Separate financial statements	
	<i>(in thousand US Dollar)</i>	<i>(in thousand Baht)</i>
At 1 October 2013	140,273	4,403,268
Increases	44,000	1,424,425
Translation adjustments	-	137,832
At 30 September 2014	<u>184,273</u>	<u>5,965,525</u>

Significant increases during the year that ended on 30 September 2014 were as follow:

On 8 January 2014, the Company registered MTR-4 (Singapore) Pte. Ltd. ("MTR-4") for operation and ownership of tender rigs. MTR-4 has registered capital of US Dollar 22 million, comprising 22 million shares at par value of US Dollar 1 each. The Company invested and fully paid-up share capital, in portion of 100% amounting to US Dollar 22 million.

On 8 January 2014, the Company registered MTR-5 (Singapore) Pte. Ltd. ("MTR-5") for offshore drilling and related services in oil and gas industry. MTR-5 has registered capital of US Dollar 79, comprising 100 shares at par value of Singapore Dollar 1 each. The Company invested and fully paid-up share capital, in portion of 100% amounting to US Dollar 79.

On 27 January 2014, the Company acquired 100% of the ordinary shares of MTR-3 (Singapore) Pte. Ltd. from Mermaid Drilling (Singapore) Pte. Ltd. at par value of US Dollar 100. At the extraordinary shareholders' meeting on 29 January 2014 of MTR-3 (Singapore) Pte. Ltd., the Company approved to increase the authorised share capital from US Dollar 100 (comprising 100 shares at par value of US Dollar 1 each) by issue of new ordinary shares totalling 22 million shares at par value of US Dollar 1 each. The Company paid US Dollar 22 million for the share capital, in the proportion of investment of 100%.

On 25 March 2014, the Company registered Mermaid Maritime Mauritius Ltd. for investing in companies, whose objectives are to operate and own tender rigs. Mermaid Maritime Mauritius Ltd. has registered capital of US Dollar 1. The Company invested and fully paid-up share capital, in portion of 100% amounting to US Dollar 1.

On 26 August 2014, the Company registered Mermaid International Ventures for investing in companies, whose objectives are to operate and own tender rigs. Mermaid International Ventures has registered capital of US Dollar 1. The Company invested and fully paid-up share capital, in portion of 100% amounting to US Dollar 1. On 5 September 2014, Mermaid International Ventures increased its authorised share capital from US Dollar 1 (comprising 1 share at par value of US Dollar 1 each) by issue of new ordinary shares totalling 99 shares at par value of US Dollar 1 each. The Company paid US Dollar 99 for the share capital, in the proportion of investment of 100%.

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

14 Investments in jointly-controlled entity

Movements during the year that ended on 30 September were as follows:

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
At 1 October	-	-	-	-
Additional investments	-	213	-	6,686
Share of profits (losses) of jointly-controlled entity	262	(213)	8,445	(6,489)
Translation adjustments	-	-	37	(197)
At 30 September	262	-	8,482	-

	Separate financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
At 1 October	213	-	6,686	-
Additional investments	-	213	-	6,686
Translation adjustments	-	-	210	-
At 30 September	213	213	6,896	6,686

On 1 October 2012, the Company subscribed for 800 shares, equivalent to 40.0% of total shares in Zamil Mermaid Offshore Services Co. (LLC), a new jointly-controlled entity, for total consideration of Qatari Riyal 0.8 million (Baht 6.6 million). The contractual arrangements between the joint venture partners require, among other matters, consent from both partners equally for actions and decisions of the jointly-controlled entity.

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Details of the jointly-controlled entity are as follows:

Name	Country of incorporation	Assets		Liabilities		Revenues		Profit (loss)		% Interest held		Profit (loss) sharing	
		2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
<i>(in thousand US Dollar)</i>													
Zamil Mermaid Offshore Services Co. (LLC)	Saudi Arabia	<u>40,721</u>	<u>34,268</u>	<u>39,532</u>	<u>35,494</u>	<u>112,231</u>	<u>61,643</u>	<u>655</u>	<u>(1,759)</u>	<u>40%</u>	<u>40%</u>	<u>262</u>	<u>(213)*</u>

Name	Country of incorporation	Assets		Liabilities		Revenues		Profit (loss)		% Interest held		Profit (loss) sharing	
		2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
<i>(in thousand Baht)</i>													
Zamil Mermaid Offshore Services Co. (LLC)	Saudi Arabia	<u>1,318,273</u>	<u>1,075,697</u>	<u>1,279,781</u>	<u>1,114,182</u>	<u>3,617,733</u>	<u>1,877,849</u>	<u>21,113</u>	<u>(53,585)</u>	<u>40%</u>	<u>40%</u>	<u>8,445</u>	<u>(6,489)*</u>

The Group has recognised its share of the profit for the year that ended on 30 September 2014 of US Dollar 0.26 million relating to certain investments accounted for using the equity method because as at 30 September 2014 due to a cumulative share of unrecognised losses carry forward from 30 September 2013 amount US Dollar 0.49 million has been recovered by the Group's share of profits for the year that ended 30 September 2014 amount US Dollar 0.75 million.

(*) As at 30 September 2013, the Company's recognised share of losses from jointly-controlled entity equalled its interest in the jointly-controlled entity and therefore the Company discontinued recognising any share of further losses of the jointly-controlled entity, amounting to US Dollar 0.5 million or equivalent to Baht 14.9 million. After the Company's interest is reduced to zero, a liability is recognised only to the extent that the investor or joint venturer has incurred legal or constructive obligations or made payments on behalf of the jointly-controlled entity. If the jointly-controlled entity reports profits, the investor resumes recognising its share of those profits only after its share of the profits equals the share of losses not recognised.

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15 Property, plant and equipment

Consolidated financial statements

	Land	Buildings	Building improve ment	Tools and equipment	Office equipment	Motor vehicles	Offshore support vessels, and tender rigs	Dry- docking	Motor launches	Construction in process	Total
<i>Cost</i>											
At 1 October 2012	838	4,511	874	74,853	2,394	906	342,156	19,851	71	8,695	455,149
Additions	-	-	211	4,399	330	196	-	21,066	808	15,320	42,330
Transfers	-	-	-	18,604	21	49	-	(67)	-	(18,607)	-
Disposals	-	-	-	(9,300)	(42)	(69)	(6,068)	(860)	-	-	(16,339)
Write off	-	-	(103)	(467)	(20)	-	-	-	-	-	(590)
Translation adjustments	-	-	-	(33)	-	-	-	-	-	-	(33)
At 30 September 2013 and 1 October 2013	838	4,511	982	88,056	2,683	1,082	336,088	39,990	879	5,408	480,517
Additions	-	-	31	4,529	329	472	31	1,093	49	71,732	78,266
Transfers	-	-	2	6,942	8	81	-	-	92	(7,185)	(60)
Disposals	-	-	-	(37)	-	(100)	(1)	-	-	-	(138)
Write off	-	-	-	(597)	(155)	(19)	-	(11,222)	-	-	(11,993)
Translation adjustments	-	-	-	(51)	-	(1)	-	-	-	-	(52)
At 30 September 2014	838	4,511	1,015	98,842	2,865	1,515	336,118	29,861	1,020	69,955	546,540

Mermaid Maritime Public Company Limited and its Subsidiaries
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	Consolidated financial statements										
	Land	Buildings	Building improve ment	Tools and equipment	Office equipment	Motor vehicles	Offshore support vessels, and tender rigs	Dry- docking	Motor launches	Construction in process	Total
	<i>(in thousand US Dollar)</i>										
<i>Depreciation and impairment losses</i>											
At 1 October 2012	-	(1,972)	(701)	(31,436)	(1,865)	(595)	(79,340)	(14,575)	(46)	-	(130,530)
Depreciation charge for the year	-	(278)	(62)	(8,125)	(301)	(139)	(13,767)	(4,504)	(128)	-	(27,304)
Transfers	-	-	-	211	-	-	(211)	-	-	-	-
Disposals	-	-	-	2,939	42	63	3,781	517	-	-	7,342
Write off	-	-	103	426	18	-	-	-	-	-	547
Translation adjustments	-	-	-	(146)	-	-	-	-	-	-	(146)
At 30 September 2013 and 1 October 2013	-	(2,250)	(660)	(36,131)	(2,106)	(671)	(89,537)	(18,562)	(174)	-	(150,091)
Depreciation charge for the year	-	(277)	(104)	(8,898)	(326)	(200)	(13,444)	(5,592)	(182)	-	(29,023)
Disposals	-	-	-	22	-	99	1	-	-	-	122
Write off	-	-	-	572	153	19	-	11,222	-	-	11,966
Translation adjustments	-	-	-	44	-	-	-	-	-	-	44
At 30 September 2014	-	(2,527)	(764)	(44,391)	(2,279)	(753)	(102,980)	(12,932)	(356)	-	(166,982)
Allowance for impairment at 1 October 2012	-	-	-	(1,027)	-	-	(3,378)	(53)	-	-	(4,458)
Reversal of impairment loss	-	-	-	402	-	-	1,485	-	-	-	1,887
Allowance for impairment at 30 September 2013	-	-	-	(625)	-	-	(1,893)	(53)	-	-	(2,571)
Allowance for impairment at 30 September 2014	-	-	-	(625)	-	-	(1,893)	(53)	-	-	(2,571)

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	Consolidated financial statements										
	Land	Buildings	Building improve ment	Tools and equipment	Office equipment	Motor vehicles	Offshore support vessels, and tender rigs	Dry- docking	Motor launches	Construction in process	Total
<i>Net book value</i>											
At 1 October 2012	<u>838</u>	<u>2,539</u>	<u>173</u>	<u>42,390</u>	<u>529</u>	<u>311</u>	<u>259,438</u>	<u>5,223</u>	<u>25</u>	<u>8,695</u>	<u>320,161</u>
At 30 September 2013 and 1 October 2013	<u>838</u>	<u>2,261</u>	<u>322</u>	<u>51,300</u>	<u>577</u>	<u>411</u>	<u>244,658</u>	<u>21,375</u>	<u>705</u>	<u>5,408</u>	<u>327,855</u>
At 30 September 2014	<u>838</u>	<u>1,984</u>	<u>251</u>	<u>53,826</u>	<u>586</u>	<u>762</u>	<u>231,245</u>	<u>16,876</u>	<u>664</u>	<u>69,955</u>	<u>376,987</u>

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Consolidated financial statements

	Land	Buildings	Building improve ment	Tools and equipment	Office equipment	Motor vehicles <i>(in thousand Baht)</i>	Offshore support vessels, and tender rigs	Dry- docking	Motor launches	Construction in process	Total
Cost											
At 1 October 2012	25,835	139,069	26,944	2,307,628	73,804	27,931	10,548,259	611,983	2,189	268,056	14,031,698
Additions	-	-	6,623	138,088	10,359	6,153	-	661,276	25,364	480,906	1,328,769
Transfers	-	-	-	583,993	659	1,538	-	(2,103)	-	(584,087)	-
Disposals	-	-	-	(291,934)	(1,318)	(2,166)	(190,479)	(26,996)	-	-	(512,893)
Write off	-	-	(3,233)	(14,659)	(628)	-	-	-	-	-	(18,520)
Translation adjustments	470	2,534	492	41,023	1,345	509	192,258	11,154	39	4,886	254,710
At 30 September 2013 and 1 October 2013	26,305	141,603	30,826	2,764,139	84,221	33,965	10,550,038	1,255,314	27,592	169,761	15,083,764
Additions	-	-	1,004	146,619	10,651	15,280	1,004	35,384	1,586	2,322,202	2,533,730
Transfers	-	-	65	224,735	259	2,622	-	-	2,978	(232,602)	(1,943)
Disposals	-	-	-	(1,198)	-	(3,237)	(32)	-	-	-	(4,467)
Write off	-	-	-	(19,327)	(5,018)	(615)	-	(363,293)	-	-	(388,253)
Translation adjustments	824	4,433	964	84,874	2,637	1,031	330,239	39,294	865	5,313	470,474
At 30 September 2014	27,129	146,036	32,859	3,199,842	92,750	49,046	10,881,249	966,699	33,021	2,264,674	17,693,305

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Notes to the financial statements

Consolidated financial statements

	Land	Buildings	Building improve ment	Tools and equipment	Office equipment	Motor vehicles <i>(in thousand Baht)</i>	Offshore support vessels, and tender rigs	Dry- docking	Motor launches	Construction in process	Total
<i>Depreciation and impairment losses</i>											
At 1 October 2012	-	(60,794)	(21,612)	(969,134)	(57,496)	(18,343)	(2,445,957)	(449,330)	(1,418)	-	(4,024,084)
Depreciation charge for the year	-	(8,469)	(1,889)	(247,514)	(9,169)	(4,234)	(419,388)	(137,207)	(3,899)	-	(831,769)
Transfers	-	-	-	6,623	-	-	(6,623)	-	-	-	-
Disposals	-	-	-	92,257	1,318	1,978	118,688	16,229	-	-	230,470
Write off	-	-	3,233	13,372	565	-	-	-	-	-	17,170
Translation adjustments	-	(1,366)	(448)	(29,782)	(1,327)	(464)	(57,349)	(12,366)	(145)	-	(103,247)
At 30 September 2013 and 1 October 2013	-	(70,629)	(20,716)	(1,134,178)	(66,109)	(21,063)	(2,810,629)	(582,674)	(5,462)	-	(4,711,460)
Depreciation charge for the year	-	(8,929)	(3,353)	(286,824)	(10,509)	(6,447)	(433,363)	(180,256)	(5,867)	-	(935,548)
Disposals	-	-	-	712	-	3,205	32	-	-	-	3,949
Write off	-	-	-	18,518	4,953	615	-	363,293	-	-	387,379
Translation adjustments	-	(2,249)	(665)	(35,312)	(2,114)	(687)	(89,842)	(19,015)	(196)	-	(150,080)
At 30 September 2014	-	(81,807)	(24,734)	(1,437,084)	(73,779)	(24,377)	(3,333,802)	(418,652)	(11,525)	-	(5,405,760)

Mermaid Maritime Public Company Limited and its Subsidiaries
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Consolidated financial statements

	Land	Buildings	Building improve ment	Tools and equipment	Office equipment	Motor vehicles <i>(in thousand Baht)</i>	Offshore support vessels, and tender rigs	Dry- docking	Motor launches	Construction in process	Total
Allowance for impairment											
at 1 October 2012	-	-	-	(31,661)	-	-	(104,140)	(1,634)	-	-	(137,435)
Reversal of impairment loss	-	-	-	12,619	-	-	46,615	-	-	-	59,234
Translation adjustments	-	-	-	(577)	-	-	(1,898)	(30)	-	-	(2,505)
Allowance for impairment											
at 30 September 2013	-	-	-	(19,619)	-	-	(59,423)	(1,664)	-	-	(80,706)
Translation adjustments	-	-	-	(614)	-	-	(1,860)	(52)	-	-	(2,526)
Allowance for impairment											
at 30 September 2014	-	-	-	(20,233)	-	-	(61,283)	(1,716)	-	-	(83,232)
Net book value											
At 1 October 2012	<u>25,835</u>	<u>78,275</u>	<u>5,332</u>	<u>1,306,833</u>	<u>16,308</u>	<u>9,588</u>	<u>7,998,162</u>	<u>161,019</u>	<u>771</u>	<u>268,056</u>	<u>9,870,179</u>
At 30 September 2013 and 1 October 2013	<u>26,305</u>	<u>70,974</u>	<u>10,110</u>	<u>1,610,342</u>	<u>18,112</u>	<u>12,902</u>	<u>7,679,986</u>	<u>670,976</u>	<u>22,130</u>	<u>169,761</u>	<u>10,291,598</u>
At 30 September 2014	<u>27,129</u>	<u>64,229</u>	<u>8,125</u>	<u>1,742,525</u>	<u>18,971</u>	<u>24,669</u>	<u>7,486,164</u>	<u>546,331</u>	<u>21,496</u>	<u>2,264,674</u>	<u>12,204,313</u>

Security

As at 30 September 2014 the Group's property, plant and equipment with a net book value of US Dollar 204.3 million (2013: US Dollar 214.1 million) were registered to secure short-term and long-term facilities with financial institutions.

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

Separate financial statements

	Land	Buildings	Building improvement	Tools and equipment <i>(in thousand US Dollar)</i>	Office equipment	Motor vehicles	Construction in process	Total
Cost								
At 1 October 2012	838	4,511	600	17	1,563	129	22	7,680
Additions	-	-	-	21	166	-	53	240
Transfers	-	-	-	20	-	-	(20)	-
At 30 September 2013 and 1 October 2013	838	4,511	600	58	1,729	129	55	7,920
Additions	-	-	-	7	65	-	10	82
Transfers	-	-	2	3	-	-	(65)	(60)
Disposals	-	-	-	-	-	(42)	-	(42)
At 30 September 2014	838	4,511	602	68	1,794	87	-	7,900
Depreciation								
At 1 October 2012	-	(1,971)	(490)	(13)	(1,260)	(106)	-	(3,840)
Depreciation charge for the year	-	(278)	(15)	(6)	(151)	(11)	-	(461)
At 30 September 2013 and 1 October 2013	-	(2,249)	(505)	(19)	(1,411)	(117)	-	(4,301)
Depreciation charge for the year	-	(278)	(17)	(10)	(156)	(10)	-	(471)
Disposals	-	-	-	-	-	42	-	42
At 30 September 2014	-	(2,527)	(522)	(29)	(1,567)	(85)	-	(4,730)
Net book value								
At 1 October 2012	838	2,540	110	4	303	23	22	3,840
At 30 September 2013 and 1 October 2013	838	2,262	95	39	318	12	55	3,619
At 30 September 2014	838	1,984	80	39	227	2	-	3,170

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

Separate financial statements

	Land	Buildings	Building improvement	Tools and equipment <i>(in thousand Baht)</i>	Office equipment	Motor vehicles	Construction in process	Total
Cost								
At 1 October 2012	25,835	139,069	18,498	524	48,185	3,977	678	236,766
Additions	-	-	-	659	5,211	-	1,664	7,534
Transfers	-	-	-	628	-	-	(628)	-
Translation adjustments	470	2,534	337	10	879	72	12	4,314
At 30 September 2013 and 1 October 2013	26,305	141,603	18,835	1,821	54,275	4,049	1,726	248,614
Additions	-	-	-	227	2,104	-	324	2,655
Transfers	-	-	64	97	-	-	(2,104)	(1,943)
Disposals	-	-	-	-	-	(1,360)	-	(1,360)
Translation adjustments	824	4,433	589	56	1,699	127	54	7,782
At 30 September 2014	27,129	146,036	19,488	2,201	58,078	2,816	-	255,748
Depreciation								
At 1 October 2012	-	(60,764)	(15,106)	(401)	(38,844)	(3,268)	-	(118,383)
Depreciation charge for the year	-	(8,469)	(457)	(183)	(4,600)	(335)	-	(14,044)
Translation adjustments	-	(1,365)	(289)	(12)	(848)	(70)	-	(2,584)
At 30 September 2013 and 1 October 2013	-	(70,598)	(15,852)	(596)	(44,292)	(3,673)	-	(135,011)
Depreciation charge for the year	-	(8,961)	(549)	(322)	(5,029)	(322)	-	(15,183)
Disposals	-	-	-	-	-	1,354	-	1,354
Translation adjustments	-	(2,248)	(497)	(21)	(1,408)	(111)	-	(4,285)
At 30 September 2014	-	(81,807)	(16,898)	(939)	(50,729)	(2,752)	-	(153,125)
Net book value								
At 1 October 2012	25,835	78,305	3,392	123	9,341	709	678	118,383
At 30 September 2013 and 1 October 2013	26,305	71,005	2,983	1,225	9,983	376	1,726	113,603
At 30 September 2014	27,129	64,229	2,590	1,262	7,349	64	-	102,623

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

16 Intangible assets

	Consolidated financial statements	
	Computer software	
	<i>(in thousand US Dollar)</i>	<i>(in thousand Baht)</i>
Cost		
At 1 October 2012	2,317	71,430
Additions	226	7,094
Disposals	(539)	(16,920)
Write off	(334)	(10,484)
Translation adjustments	(12)	925
At 30 September 2013 and 1 October 2013	1,658	52,045
Additions	538	17,417
Transfers	60	1,943
Write off	(148)	(4,791)
Translation adjustments	(20)	982
At 30 September 2014	2,088	67,596
Amortisation		
At 1 October 2012	(1,920)	(59,191)
Amortisation for the year	(318)	(9,687)
Disposals	539	16,920
Write off	334	10,484
Translation adjustments	12	(997)
At 30 September 2013 and 1 October 2013	(1,353)	(42,471)
Amortisation for the year	(453)	(14,602)
Write off	137	4,435
Translation adjustments	17	(843)
At 30 September 2014	(1,652)	(53,481)
Net book value		
At 1 October 2012	397	12,239
At 30 September 2013 and 1 October 2013	305	9,574
At 30 September 2014	436	14,115

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

	Separate financial statements	
	<i>(in thousand US Dollar)</i>	<i>(in thousand Baht)</i>
Computer software		
<i>Cost</i>		
At 1 October 2012	861	26,543
Additions	17	534
Disposals	(539)	(16,920)
Translation adjustments	-	484
At 30 September 2013 and 1 October 2013	339	10,641
Additions	41	1,327
Transfers	60	1,943
Translation adjustments	-	333
At 30 September 2014	440	14,244
<i>Amortisation</i>		
At 1 October 2012	(822)	(25,341)
Amortisation for the year	(22)	(670)
Disposals	539	16,920
Translation adjustments	-	(483)
At 30 September 2013 and 1 October 2013	(305)	(9,574)
Amortisation for the year	(30)	(967)
Translation adjustments	-	(304)
At 30 September 2014	(335)	(10,845)
<i>Net book value</i>		
At 1 October 2012	39	1,202
At 30 September 2013 and 1 October 2013	34	1,067
At 30 September 2014	105	3,399

17 Deferred tax

Deferred tax assets and liabilities as at 30 September were as follows:

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013 <i>(in thousand US Dollar)</i>	2014 <i>(in thousand Baht)</i>	2013 <i>(in thousand Baht)</i>
Deferred tax assets	2,250	2,118	72,840	66,485
Deferred tax liabilities	(2,207)	(2,087)	(71,448)	(65,512)
Net	43	31	1,392	973

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

Movements in total deferred tax assets and liabilities during the year were as follows:

	Consolidated financial statements (Charged) / Credited to :			At 30 September 2014
	At 1 October 2013	Profit or loss	Other comprehensive income (note 28)	
<i>(in thousand US Dollar)</i>				
Deferred tax assets				
Property, plant and equipment	101	(7)	-	94
Provisions	-	212	-	212
Retirement benefits obligation	204	42	(37)	209
Loss carry forward	1,813	(30)	-	1,783
Total	2,118	217	(37)	2,298
Set off of tax	-	-	-	(48)
Net deferred tax assets	2,118	217	(37)	2,250
Deferred tax liabilities				
Property, plant and equipment	(2,087)	(168)	-	(2,255)
Total	(2,087)	(168)	-	(2,255)
Set off of tax	-	-	-	48
Net deferred tax liabilities	(2,087)	(168)	-	(2,207)
Net	31	49	(37)	43

	Consolidated financial statements (Charged) / Credited to :				At 30 September 2014
	At 1 October 2013	Profit or loss	Other comprehensive income (note 28)	Translation adjustments	
<i>(in thousand Baht)</i>					
Deferred tax assets					
Property, plant and equipment	3,170	(225)	-	98	3,043
Provisions	-	6,833	-	30	6,863
Retirement benefits obligation	6,405	1,353	(1,193)	201	6,766
Loss carry forward	56,910	(967)	-	1,779	57,722
Total	66,485	6,994	(1,193)	2,108	74,394
Set off of tax	-	-	-	-	(1,554)
Net deferred tax assets	66,485	6,994	(1,193)	2,108	72,840
Deferred tax liabilities					
Property, plant and equipment	(65,512)	(5,414)	-	(2,076)	(73,002)
Total	(65,512)	(5,414)	-	(2,076)	(73,002)
Set off of tax	-	-	-	-	1,554
Net deferred tax liabilities	(65,512)	(5,414)	-	(2,076)	(71,448)
Net	973	1,580	(1,193)	32	1,392

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

	Consolidated financial statements		
	At 1 October 2012	(Charged) / Credited to : Profit or loss (in thousand US Dollar)	At 30 September 2013
<i>Deferred tax assets</i>			
Property, plant and equipment	98	3	101
Retirement benefits obligation	185	19	204
Loss carry forward	4,094	(2,281)	1,813
Total	4,377	(2,259)	2,118
<i>Deferred tax liabilities</i>			
Property, plant and equipment	(1,599)	(488)	(2,087)
Total	(1,599)	(488)	(2,087)
Net	2,778	(2,747)	31

	Consolidated financial statements			
	At 1 October 2012	(Charged) / Credited to : Profit or loss Translation adjustments (in thousand Baht)	At 30 September 2013	
<i>Deferred tax assets</i>				
Property, plant and equipment	3,022	91	57	3,170
Retirement benefits obligation	5,703	580	122	6,405
Loss carry forward	126,212	(69,487)	185	56,910
Total	134,937	(68,816)	364	66,485
<i>Deferred tax liabilities</i>				
Property, plant and equipment	(49,295)	(14,867)	(1,350)	(65,512)
Total	(49,295)	(14,867)	(1,350)	(65,512)
Net	85,642	(83,683)	(986)	973

Deferred tax assets arising from temporary differences that have not been recognised in the financial statements as at 30 September 2014 and 2013 were as follows:

	Consolidated financial statements			
	2014 (in thousand US Dollar)	2013	2014 (in thousand Baht)	2013
Loss carry forward	4,976	8,753	161,089	274,769

As at 30 September 2014, the Group had temporary differences arising from the unutilised tax losses carry forward which have not been recognised as deferred tax assets because it is not probable that the Group will be able to utilise the tax benefit in the foreseeable future. The tax losses will expire in 2018.

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

18 Interest-bearing liabilities

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Current				
Current portion of long-term borrowings from financial institutions				
Secured	7,885	12,613	255,263	395,931
Unsecured	3,000	6,624	97,120	207,932
Current portion of long-term borrowings	10,885	19,237	352,383	603,863
Current portion of finance lease liabilities	31	17	1,004	534
Total current interest-bearing liabilities	10,916	19,254	353,387	604,397
Non-current				
Long-term borrowings from financial institutions				
Secured	99,368	107,252	3,216,870	3,366,715
Unsecured	7,125	10,125	230,660	317,831
Long-term borrowings	106,493	117,377	3,447,530	3,684,546
Finance lease liabilities	31	62	1,004	1,946
Total non-current interest-bearing liabilities	106,524	117,439	3,448,534	3,686,492
Separate financial statements				
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Current				
Current portion of finance lease liabilities	-	6	-	188

As at 30 September 2014 and 2013, maturity of long-term borrowings from financial institutions were as follows:

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Less than 1 year	10,885	19,237	352,383	603,863
1 - 5 years	49,685	46,680	1,608,467	1,465,318
Over 5 years	56,808	70,697	1,839,063	2,219,228
	117,378	136,614	3,799,913	4,288,409

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

The movement of long-term borrowings from financial institutions were summarised as follows:

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
At 1 October	136,614	130,655	4,288,409	4,027,937
Additions during year	-	13,833	-	434,228
Repayments during year	(19,360)	(7,991)	(626,747)	(250,843)
Amortisation to profit and loss (front end fee)	124	117	3,997	3,564
Translation adjustments	-	-	134,254	73,523
At 30 September	117,378	136,614	3,799,913	4,288,409

The carrying amounts of long-term borrowings from financial institutions as at 30 September were denominated in the following currencies:

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
Currencies:				
Thousand US Dollar	118,125	133,861	-	-
Thousand Qatari Dollar	-	13,156	-	-

Long-term loans from financial institutions comprise:

Loans for the purchase of support vessels were granted by commercial banks and were denominated in US Dollar, having a total outstanding balance of US Dollar 115.13 million as at 30 September 2014 (2013: US Dollar 122.12 million) with repayment terms within 8 to 10 years. These loans bore interest at the rate of USD-LIBOR plus a certain margin, were secured by mortgages of support vessels as mentioned in note 15 and were guaranteed by the Company.

Loan for the SPS of a tender rig was granted by a local commercial bank and was denominated in US Dollar with a total outstanding balance of US Dollar 3.00 million as at 30 September 2014 (2013: US Dollar 9.00 million) with repayment terms within 2 years. This loan bears interest at the rate of USD-LIBOR plus a certain margin, was secured by mortgage of a tender rig as mentioned in note 15, and guaranteed by the Company and a subsidiary.

According to a condition of the loan agreements for all asset acquisitions, the Company and its subsidiaries were not allowed to create any encumbrance on the assets which were used as collateral, except for encumbrances created with the prior consent of the banks and permitted liens. The Company and its subsidiaries must comply with other conditions and restrictions stated in the term loan agreements.

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

Finance lease liabilities

Finance lease liabilities as at 30 September were payable as follows:

Consolidated financial statements					
2014			2013		
Future minimum lease payments	Interest	Present value of minimum lease payments <i>(in thousand US Dollar)</i>	Future minimum lease payments	Interest	Present value of minimum lease payments
Less than 1 year	31	-	31	-	17
1 – 5 years	41	(10)	31	(11)	62
Total	72	(10)	62	(11)	79

Consolidated financial statements					
2014			2013		
Future minimum lease payments	Interest	Present value of minimum lease payments <i>(in thousand Baht)</i>	Future minimum lease payments	Interest	Present value of minimum lease payments
Less than 1 year	1,004	-	1,004	-	534
1 – 5 years	1,327	(324)	1,004	(346)	1,946
Total	2,331	(324)	2,008	(346)	2,480

Separate financial statements					
2014			2013		
Future minimum lease payments	Interest	Present value of minimum lease payments <i>(in thousand US Dollar)</i>	Future minimum lease payments	Interest	Present value of minimum lease payments
Less than 1 year	-	-	6	-	6
Total	-	-	6	-	6

Separate financial statements					
2014			2013		
Future minimum lease payments	Interest	Present value of minimum lease payments <i>(in thousand Baht)</i>	Future minimum lease payments	Interest	Present value of minimum lease payments
Less than 1 year	-	-	188	-	188
Total	-	-	188	-	188

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

Borrowing facilities

The Group and the Company have the following undrawn committed long-term borrowing facilities:

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
Fixed interest rate				
- expiring within one year				
Thousand Qatari Dollar	709	709	-	-

19 Trade accounts payable

	<i>Note</i>	Consolidated financial statements			
		2014 <i>(in thousand US Dollar)</i>	2013 <i>(in thousand US Dollar)</i>	2014 <i>(in thousand Baht)</i>	2013 <i>(in thousand Baht)</i>
Related parties	5	-	159	-	4,991
Other parties		17,876	16,455	578,705	516,534
Total		17,876	16,614	578,705	521,525

20 Employee benefit obligations

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013 <i>(in thousand US Dollar)</i>	2014 <i>(in thousand Baht)</i>	2013 <i>(in thousand Baht)</i>
Statement of financial position obligations for:				
Post-employment benefits				
Retirement benefit	1,714	1,711	55,488	53,709
Total	1,714	1,711	55,488	53,709

Statement of income:

Recognised in profit or loss:

Post-employment benefits

 Retirement benefit

Total

403	824	12,991	25,102
403	824	12,991	25,102

Separate financial statements

	2014 <i>(in thousand US Dollar)</i>	2013 <i>(in thousand US Dollar)</i>	2014 <i>(in thousand Baht)</i>	2013 <i>(in thousand Baht)</i>
	Statement of financial position obligations for:			
Post-employment benefits				
Retirement benefit	123	176	3,982	5,525
Total	123	176	3,982	5,525

Statement of income:

Recognised in profit or loss:

Post-employment benefits

 Retirement benefit

Total

41	41	1,322	1,249
41	41	1,322	1,249

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

Thailand legal severance plan

The subsidiaries registered in Thailand provide employee benefit provisions based on the requirement of Thai Labour Protection Act B.E. 2541 (1998) to provide retirement benefits to employees based on pensionable remuneration and length of service.

Retirement benefit

Movement in the present value of the defined benefit obligations

	Consolidated financial statements			
	2014	2013	2014	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Defined benefit obligations at 1 October	1,711	988	53,709	30,459
Current service costs and interest	403	824	12,991	25,102
Actuarial gains recognised in other comprehensive income	(340)	-	(10,960)	-
Benefits paid by the plan	(60)	-	(1,934)	-
Realised gains on exchange rate	-	(101)	-	(3,077)
Translation adjustments	-	-	1,682	1,225
Defined benefit obligations at 30 September	<u>1,714</u>	<u>1,711</u>	<u>55,488</u>	<u>53,709</u>
	Separate financial statements			
	2014	2013	2014	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Defined benefit obligations at 1 October	176	138	5,525	4,254
Current service costs and interest	41	41	1,322	1,249
Actuarial gains recognised in other comprehensive income	(94)	-	(3,030)	-
Realised gains on exchange rate	-	(3)	-	(91)
Translation adjustments	-	-	165	113
Defined benefit obligations at 30 September	<u>123</u>	<u>176</u>	<u>3,982</u>	<u>5,525</u>

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

Expense recognised in profit or loss:

	Consolidated financial statements			
	2014	2013	2014	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Current service costs	380	805	12,250	24,523
Interest on obligation	23	19	741	579
Total	403	824	12,991	25,102

	Separate financial statements			
	2014	2013	2014	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Current service costs	35	36	1,129	1,097
Interest on obligation	6	5	193	152
Total	41	41	1,322	1,249

The expense is recognised in profit or loss:

	Consolidated financial statements			
	2014	2013	2014	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Administrative expenses	403	824	12,991	25,102
Total	403	824	12,991	25,102

	Separate financial statements			
	2014	2013	2014	2013
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Administrative expenses	41	41	1,322	1,249
Total	41	41	1,322	1,249

Principal actuarial assumptions at the reporting date (expressed as weighted averages):

	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
Discount rate	3.80	3.90	3.80	3.90
Future salary increases	4.00 - 8.00	6.00	4.00 - 8.00	6.00
Mortality rate	0.08 - 1.03	0.08 - 1.03	0.08 - 1.03	0.08 - 1.03
Resignation rate	0.00 - 20.00	0.00 - 20.00	0.00 - 20.00	0.00 - 20.00

Assumptions regarding future mortality are based on published statistics and mortality tables.

Mermaid Maritime Public Company Limited and its Subsidiaries

Notes to the financial statements

21 Share capital

On 20 March 2013, the Company's Board of Directors proposed a non-renounceable non-underwritten rights issue of new ordinary shares (the rights shares) and a private placement to raise gross proceeds of approximately SGD 176.1 million by issuing up to 628,799,634 new rights shares at a price of SGD 0.28 per share to all shareholders.

The number of new rights shares offered, 628,799,634 new right shares, was based on the assumption that all options that have been granted by the Company under the ESOP 2008 and ESOP 2009 which are exercisable are exercised prior to the Rights Issue Books Closure Date. The final number of new rights share would be changed.

If shareholders do not fully subscribe for their rights shares, the Company may then do a private placement for the remaining shares.

At the extraordinary meeting of shareholders of the Company held on 4 July 2013, the shareholders approved a reduction and an increase in the authorised share capital. The movement of authorised share capital can be summarised as follow:-

- (a) reduce the authorised share capital from Baht 791,213,843 to Baht 787,055,943 by means of the cancellation of 4,157,900 ordinary shares with Baht 1 par value.
- (b) increase the authorised share capital from Baht 787,055,943 to Baht 1,416,700,697 by means of the issuance of 629,644,754 new ordinary shares with Baht 1 par value.
- (c) the allocation of 569,692,359 ordinary shares from the increase in authorised share capital was completed on 20 September 2013 for offering to registered shareholders under the rights issue proposed by the Company's Board of Directors on 20 March 2013.
- (d) the allocation of up to 1,846,560 ordinary shares from the increase in authorised share capital for adjustments to the employee share options.
- (e) the allocation of 58,105,821 ordinary shares from the increase in authorised share capital was completed on 3 October 2013 for the remaining unsubscribed Excess Rights Shares.

The Company registered the change in its authorised capital to 1,416.7 million ordinary shares at Baht 1 par value, or a total of Baht 1,416.7 million and its issued and paid - up capital 1,354.4 million ordinary shares at Baht 1 par value or totalling of Baht 1,354.4 million with the Ministry of Commerce on 24 September 2013.

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Notes to the financial statements

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 rank pari passu in all respects with and carry all rights similar to the other 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 year, the 535,115 ordinary shares (2013:nil) were issued as a result of the exercise of vested options arising from the 2008 share option programme granted to key management.

	Par value per share (in Baht)	2014 <i>(in thousand Baht/thousand number)</i>	2013
<i>Authorised</i>			
At 1 October			
- ordinary shares	1	1,416,701	791,214
Reduction of shares	1	-	(4,158)
Increase of new shares	1	-	629,645
At 30 September			
- ordinary shares	1	<u>1,416,701</u>	<u>1,416,701</u>
<i>Issued and paid</i>			
At 1 October			
- ordinary shares	1	1,354,440	784,748
Increase of new shares	1	<u>58,641</u>	<u>569,692</u>
At 30 September			
- ordinary shares	1	<u>1,413,081</u>	<u>1,354,440</u>

Premium on share capital

Section 51 of the Public Companies Act B.E. 2535 requires companies to set aside share subscription monies received in excess of the par value of the shares issued to a reserve account ("share premium"). Share premium is not available for dividend distribution.

	2014 <i>(in thousand Baht)</i>	2013
At 1 October	13,219,720	9,818,420
Increase of new shares	<u>337,296</u>	<u>3,401,300</u>
At 30 September	<u>13,557,016</u>	<u>13,219,720</u>

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22 Reserves

Legal reserve

Section 116 of the Public Companies Act B.E. 2535 requires that a public company shall allocate not less than 5% of its annual net profit, less any accumulated losses brought forward, to a reserve account (“legal reserve”), until this account reaches an amount not less than 10% of the registered authorised capital. The legal reserve is not available for dividend distribution.

Other components of equity

Currency translation differences

The currency transaction differences account within equity related to foreign currency differences arising from the translation of the financial statements of foreign operations to US Dollar and Thai Baht.

Difference arising from common control transactions

The differences arising from common control transactions represent the excess of the book values of certain entities or businesses under common control over their cost as of the date of their acquisition and have been recorded as a reserve. It is non-distributable and will be retained until the respective subsidiaries are sold or otherwise disposed of.

23 Segment information

The Group has four reportable segments, as described below, which are the Group’s strategic divisions. The strategic divisions offer different services and are managed separately because they require different marketing strategies. For each of the strategic divisions, the chief operating decision maker (CODM) reviews internal management reports on at least a quarterly basis. The following summary describes the operations in each of the Group’s reportable 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 year that ended on 30 September 2014 and 2013 were as follows:

Consolidated financial statements							
for the year that ended on 30 September 2014							
Subsea group	Survey group	Drilling group	Holding	Total	Elimination	Group	
<i>(in thousand US Dollar)</i>							
Total service income	239,909	53,992	27,844	-	321,745	(8,785)	312,960
Operating profit (loss)	19,481	3,934	4,392	(5,201)	22,606	385	22,991
Share of profit of associates	-	-	-	31,059	31,059	-	31,059
Share of profit of jointly- controlled entity	262	-	-	-	262	-	262
Finance costs	(4,613)	(144)	(274)	-	(5,031)	1,146	(3,885)
Income tax expense	(1,639)	(657)	(1,720)	(1,135)	(5,151)	-	(5,151)
Profit for the year	13,491	3,133	2,398	24,723	43,745	1,531	45,276

Consolidated financial statements							
as at 30 September 2014							
Subsea group	Survey group	Drilling group	Holding	Total	Elimination	Group	
<i>(in thousand US Dollar)</i>							
Cash and cash equivalents	19,278	3,570	7,105	25,888	55,841	-	55,841
Current investment	-	-	-	25,012	25,012	-	25,012
Trade accounts receivable	95,603	13,883	2,594	-	112,080	(2,230)	109,850
Investment in associates	-	-	-	131,375	131,375	-	131,375
Investment in jointly - controlled entity	262	-	-	-	262	-	262
Property, plant and equipment	283,793	6,066	94,407	3,170	387,436	(10,449)	376,987
	398,936	23,519	104,106	185,445	712,006	(12,679)	699,327
Unallocated assets							47,931
Total assets							747,258

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Notes to the financial statements

	Consolidated financial statements as at 30 September 2014						
	Subsea group	Survey group	Drilling group	Holding	Total	Elimination	Group
	<i>(in thousand US Dollar)</i>						
Interest-bearing liabilities	114,383	62	2,995	-	117,440	-	117,440
	114,383	62	2,995	-	117,440	-	117,440
Unallocated liabilities							67,992
Total liabilities							185,432
Capital expenditure	28,026	2,138	48,703	124	78,991	(187)	78,804
Depreciation	19,436	2,316	7,143	471	29,366	(343)	29,023
Amortisation	30	392	1	30	453	-	453
Gain (loss) on disposal and write-off property, plant and equipment and intangible asset	210	(30)	8	7	195	(188)	7

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Consolidated financial statements for the year that ended on 30 September 2013							
Subsea group	Survey group	Drilling group	Holding	Total	Elimination	Group	
<i>(in thousand US Dollar)</i>							
Total service income	217,189	38,230	23,563	-	278,982	(9,381)	269,601
Operating profit (loss)	24,771	3,829	(2,367)	1,348	27,581	(6,191)	21,390
Share of profit of associates	-	-	-	4,426	4,426	-	4,426
Share of loss of jointly- controlled entity	(213)	-	-	-	(213)	-	(213)
Finance costs	(6,002)	(71)	(336)	(780)	(7,189)	2,219	(4,970)
Income tax expense	(632)	(1,012)	(3,560)	-	(5,204)	-	(5,204)
Profit (loss) for the year	17,924	2,746	(6,263)	4,994	19,401	(3,972)	15,429

Consolidated financial statements as at 30 September 2013							
Subsea group	Survey group	Drilling group	Holding	Total	Elimination	Group	
<i>(in thousand US Dollar)</i>							
Cash and cash equivalents	31,325	1,243	5,415	110,836	148,819	-	148,819
Trade accounts receivable	75,112	9,378	7,167	-	91,657	(1,796)	89,861
Investment in associates	-	-	-	100,316	100,316	-	100,316
Property, plant and equipment	276,005	6,610	47,379	3,619	333,613	(5,758)	327,855
	382,442	17,231	59,961	214,771	674,405	(7,554)	666,851
Unallocated assets							45,550
Total assets							712,401

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Consolidated financial statements as at 30 September 2013							
	Subsea group	Survey group	Drilling group	Holding	Total	Elimination	Group
	<i>(in thousand US Dollar)</i>						
Interest-bearing liabilities	124,897	72	11,718	6	136,693	-	136,693
	124,897	72	11,718	6	136,693	-	136,693
Unallocated liabilities							58,921
Total liabilities							195,614
Capital expenditure	24,833	5,425	15,845	257	46,360	(3,804)	42,556
Depreciation	19,304	1,627	6,123	461	27,515	(211)	27,304
Amortisation	27	265	4	22	318	-	318
Gain (loss) on disposal and write-off property, plant and equipment and intangible asset	680	40	(95)	2	627	(876)	(249)

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Consolidated financial statements for the year that ended on 30 September 2014							
Subsea group	Survey group	Drilling group	Holding	Total	Elimination	Group	
			<i>(in thousand Baht)</i>				
Total service income	7,733,395	1,740,416	897,543	-	10,371,354	(283,182)	10,088,172
Operating profit (loss)	627,964	126,811	141,575	(167,653)	728,697	12,411	741,108
Share of profit of associates	-	-	-	1,001,178	1,001,178	-	1,001,178
Share of profit of jointly- controlled entity	8,445	-	-	-	8,445	-	8,445
Finance costs	(148,698)	(4,642)	(8,832)	-	(162,172)	36,940	(125,232)
Income tax expense	(52,832)	(21,178)	(55,445)	(36,586)	(166,041)	-	(166,041)
Profit for the year	434,879	100,991	77,298	796,939	1,410,107	49,351	1,459,458

Consolidated financial statements as at 30 September 2014							
Subsea group	Survey group	Drilling group	Holding	Total	Elimination	Group	
			<i>(in thousand Baht)</i>				
Cash and cash equivalents	624,092	115,573	230,012	838,080	1,807,757	-	1,807,757
Current investment	-	-	-	809,721	809,721	-	809,721
Trade accounts receivable	3,094,985	449,439	83,976	-	3,628,400	(72,193)	3,556,207
Investment in associates	-	-	-	4,253,042	4,253,042	-	4,253,042
Investment in jointly - controlled entity	8,482	-	-	-	8,482	-	8,482
Property, plant and equipment	9,187,316	196,376	3,056,266	102,623	12,542,581	(338,268)	12,204,313
	12,914,875	761,388	3,370,254	6,003,466	23,049,983	(410,461)	22,639,522
Unallocated assets							1,551,685
Total assets							24,191,207

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	Consolidated financial statements as at 30 September 2014						
	Subsea group	Survey group	Drilling group	Holding	Total	Elimination	Group
	<i>(in thousand Baht)</i>						
Interest-bearing liabilities	3,702,956	2,007	96,958	-	3,801,921	-	3,801,921
	3,702,956	2,007	96,958	-	3,801,921	-	3,801,921
Unallocated liabilities							2,201,126
Total liabilities							6,003,047
Capital expenditure	907,294	69,214	1,576,677	4,014	2,557,199	(6,052)	2,551,147
Depreciation	626,513	74,656	230,252	15,183	946,604	(11,056)	935,548
Amortisation	967	12,636	32	967	14,602	-	14,602
Gain (loss) on disposal and write-off property, plant and equipment and intangible asset	6,798	(971)	259	227	6,313	(6,087)	226

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Consolidated financial statements
for the year that ended on 30 September 2013

	Subsea group	Survey group	Drilling group	Holding	Total	Elimination	Group
				<i>(in thousand Baht)</i>			
Total service income	6,616,294	1,164,612	717,806	-	8,498,712	(285,776)	8,212,936
Operating profit (loss)	754,606	116,644	(72,107)	41,065	840,208	(188,598)	651,610
Share of profit of associates	-	-	-	134,831	134,831	-	134,831
Share of loss of jointly- controlled entity	(6,489)	-	-	-	(6,489)	-	(6,489)
Finance costs	(182,841)	(2,163)	(10,236)	(23,761)	(219,001)	67,598	(151,403)
Income tax expense	(19,253)	(30,829)	(108,449)	-	(158,531)	-	(158,531)
Profit (loss) for the year	546,023	83,652	(190,792)	152,135	591,018	(121,000)	470,018

Consolidated financial statements
as at 30 September 2013

	Subsea group	Survey group	Drilling group	Holding	Total	Elimination	Group
				<i>(in thousand Baht)</i>			
Cash and cash equivalents	983,313	39,019	169,981	3,479,220	4,671,533	-	4,671,533
Trade accounts receivable	2,357,818	294,382	224,977	-	2,877,177	(56,378)	2,820,799
Investment in associates	-	-	-	3,148,989	3,148,989	-	3,148,989
Property, plant and equipment	8,663,990	207,493	1,487,260	113,603	10,472,346	(180,748)	10,291,598
	12,005,121	540,894	1,882,218	6,741,812	21,170,045	(237,126)	20,932,919
Unallocated assets							1,429,846
Total assets							22,362,765

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	Consolidated financial statements as at 30 September 2013						
	Subsea group	Survey group	Drilling group	Holding	Total	Elimination	Group
	<i>(in thousand Baht)</i>						
Interest-bearing liabilities	3,920,605	2,260	367,836	188	4,290,889	-	4,290,889
	3,920,605	2,260	367,836	188	4,290,889	-	4,290,889
Unallocated liabilities							1,849,570
Total liabilities							6,140,459
Capital expenditure	779,525	170,295	497,386	8,067	1,455,273	(119,410)	1,335,863
Depreciation	588,063	49,564	186,527	14,044	838,198	(6,429)	831,769
Amortisation	823	8,072	122	670	9,687	-	9,687
Gain (loss) on disposal and write-off property, plant and equipment and intangible asset	20,714	1,219	(2,894)	61	19,100	(26,685)	(7,585)

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Geographical information

Segments Subsea, Survey, Drilling and Holding are managed on a worldwide basis but mainly operate and provide services in Thailand, Singapore, Indonesia, Qatar and Saudi Arabia.

In presenting geographical information, revenue is based on the geographical location of customers. Assets are based on the geographical location of the assets.

Geographical information

	Service income			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Saudi Arabia	95,891	60,302	3,091,019	1,836,997
Indonesia	69,957	49,086	2,255,043	1,495,321
Thailand	62,076	42,477	2,001,001	1,293,990
UK	31,950	202	1,029,899	6,154
Qatar	12,711	46,801	409,735	1,425,713
China	11,747	35,527	378,661	1,082,270
Singapore	1,719	806	55,411	24,553
Italy	9,512	10,591	306,616	322,637
Other countries	17,397	23,809	560,787	725,301
Total	312,960	269,601	10,088,172	8,212,936

	Assets			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Saudi Arabia	103,454	73,910	3,349,148	2,320,087
Indonesia	25,927	18,753	839,343	588,670
Thailand	433,676	580,854	14,039,523	18,233,412
Qatar	7,033	22,947	227,681	720,322
Singapore	79,572	15,919	2,576,008	499,709
Cayman	97,582	-	3,159,051	-
Other countries	14	18	453	565
Total	747,258	712,401	24,191,207	22,362,765

Major customer

Revenues from the major customer of the Group's Segments Subsea and Survey represents approximately US Dollar 117.88 million (2013: US Dollar 120.02 million) of the Group's total revenues.

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Notes to the financial statements

24 Cost of services

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Crew, staff and subcontractor costs	105,083	105,076	3,387,319	3,200,963
Vessel expenses and repair and maintenance expenses	54,558	39,826	1,758,661	1,213,231
Charter hire and equipment rental	33,657	18,026	1,084,924	549,131
Recharge expenses related to services provided	19,204	5,042	619,035	153,596
Mobilisation/demobilisation expense	13,744	22,574	443,034	687,679
Depreciation	28,105	26,530	905,956	808,191
Amortisation	415	288	13,377	8,773
Commission fee	670	1,547	21,597	47,127
Total	255,436	218,909	8,233,903	6,668,691

25 Administrative expenses

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Employee benefit expenses	21,756	19,989	701,298	608,930
Depreciation	918	775	29,591	23,609
Amortisation	38	30	1,225	914
Office and office equipment rental	806	478	25,981	14,562
Management and support fees	6	(144)	193	(4,387)
Consulting fees	750	1,018	24,176	31,012
Losses on disposals and write-offs of property, plant and equipment and intangible assets	-	249	-	7,585
Withholding tax not recoverable	3,635	1,922	117,173	58,550
Others	8,150	6,720	262,714	204,714
Total	36,059	31,037	1,162,351	945,489

	Separate financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Employee benefit expenses	3,408	3,661	109,856	111,526
Depreciation	471	461	15,183	14,044
Amortisation	30	22	967	670
Office and office equipment rental	113	103	3,643	3,138
Management and support fees	6	(144)	193	(4,387)
Consulting fees	313	121	10,089	3,686
Others	1,535	1,133	49,481	34,516
Total	5,876	5,357	189,412	163,193

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Notes to the financial statements

26 Employee benefit expenses

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Crew expenses and subcontractor	105,083	105,076	3,387,319	3,200,963
Wages and salaries	15,053	13,196	485,229	401,994
Contribution to defined contribution plans and social security and expenses related to define benefit plans	1,037	1,127	33,427	34,332
Bonus	1,652	1,880	53,252	57,270
Staff welfare	3,308	3,250	106,632	99,006
Equity-settled share-based payment transactions	14	15	451	457
Others	692	521	22,307	15,871
Total	126,839	125,065	4,088,617	3,809,893

	Separate financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Wages and salaries	2,331	2,209	75,139	67,293
Contribution to defined contribution plans and social security and expenses related to define benefit plans	157	158	5,061	4,813
Bonus	259	634	8,349	19,314
Staff welfare	285	323	9,187	9,840
Equity-settled share-based payment transactions	14	15	451	457
Others	362	322	11,669	9,809
Total	3,408	3,661	109,856	111,526

The defined contribution plans comprise provident funds established by the Group for its employees. Membership to the funds is on a voluntary basis. Contributions are made monthly by the employees at rate 7% of their basic salaries and by the Group at rate 7% of the employees' basic salaries. The provident funds are registered with the Ministry of Finance as juristic entities and are managed by licensed Fund Manager.

27 Finance costs

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Interest expense from borrowings	3,756	4,759	121,074	144,975
Amortisation of front-end fees	124	206	3,997	6,276
Interest expense from finance lease	5	5	161	152
Total	3,885	4,970	125,232	151,403

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	Separate financial statements			
	2014		2013	
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Interest expense from borrowings	-	647	-	19,710
Amortisation of front-end fees	-	88	-	2,680
Interest expense from related parties	-	45	-	1,371
Total	-	780	-	23,761

28 Income tax expenses

Income tax recognised in profit or loss

	Consolidated financial statements			
	2014		2013	
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Adjustment for prior years	-	76	-	2,315
Current taxes	5,200	2,381	167,621	72,533
Deferred taxes (note 17)	(49)	2,747	(1,580)	83,683
Total	5,151	5,204	166,041	158,531

	Separate financial statements			
	2014		2013	
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Current taxes	1,135	-	36,586	-
Total	1,135	-	36,586	-

Income tax recognised in other comprehensive income

	Consolidated financial statements					
	2014			2014		
	Before tax	Tax (expense) benefit	Net of tax	Before tax	Tax (expense) benefit	Net of tax
	<i>(in thousand US Dollar)</i>			<i>(in thousand Baht)</i>		
Defined benefit plan actuarial gains	340	(37)	303	10,960	(1,193)	9,767
Total	340	(37)	303	10,960	(1,193)	9,767

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Notes to the financial statements

Reconciliation of effective tax rate

The tax on the Group's profit before taxes differs from the theoretical amount that would arise using the weighted average effective tax rate to profits of the consolidated entities as follows:

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Profit before income taxes – accounting	<u>50,427</u>	<u>20,633</u>	<u>1,625,499</u>	<u>628,549</u>
Tax at the domestic rate of 20% <i>(2013 :23%)</i>	10,085	4,746	325,100	144,566
Adjustments:				
Effect of difference tax rate in foreign jurisdictions	61	-	1,966	-
Income tax reduction - deferred	-	(62)	-	(1,888)
Income not subject to tax and additional taxable expenses	(9,794)	(2,805)	(315,706)	(85,450)
Reversal of losses from impairment of investment	-	(3,888)	-	(118,441)
Expenses not deductible for tax purposes	1,923	5,041	61,974	153,577
Utilisation of previously unrecognised tax losses	(3,435)	(436)	(110,726)	(13,282)
Tax losses for which no deferred income tax assets were recognised	2,032	2,738	65,501	83,409
Adjustments in respect of prior year	198	(42)	6,382	(1,279)
Remeasurement of gain on exchange rate of US Dollar financial statement	(85)	(228)	(2,740)	(6,946)
Remeasurement of loss (gain) on exchange rate of Thai Baht financial statement	980	(776)	31,590	(23,640)
Tax charges from overseas operations	<u>3,186</u>	<u>916</u>	<u>102,700</u>	<u>27,905</u>
Total income tax expenses	<u>5,151</u>	<u>5,204</u>	<u>166,041</u>	<u>158,531</u>
The average effective tax rate	10%	25%	10%	25%

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Notes to the financial statements

	Separate financial statements			
	2014 <i>(in thousand US Dollar)</i>	2013	2014 <i>(in thousand Baht)</i>	2013
Profit (loss) before income taxes – accounting	<u>(1,555)</u>	<u>538</u>	<u>(50,125)</u>	<u>16,389</u>
Tax at the domestic rate of 20% <i>(2013: 23%)</i>	(311)	124	(10,025)	3,769
Adjustments:				
Expenses not deductible for tax purposes	2	87	65	2,659
Utilisation of previously unrecognised tax losses	(305)	(237)	(9,832)	(7,220)
Remeasurement of gain on exchange rate of US Dollar financial statement	478	108	15,408	3,290
Remeasurement of gain (loss) on exchange rate of Thai Baht financial statement	<u>1,271</u>	<u>(82)</u>	<u>40,970</u>	<u>(2,498)</u>
Total income tax expenses	<u>1,135</u>	<u>-</u>	<u>36,586</u>	<u>-</u>
The average effective tax rate	(73%)	0%	(73%)	0%

The average effective tax rate is calculated including taxes due from overseas operations.

Income tax reduction

Royal Decree No. 530 B.E. 2554 dated 21 December 2011 grants a reduction in the corporate income tax rate for the three accounting periods 2012, 2013 and 2014; from 30% to 23% for the accounting period 2012 which begins on or after 1 January 2012 and to 20% for the following two accounting periods 2013 and 2014 which begin on or after 1 January 2013 and 2014, respectively.

It is understood that the Government will proceed to amend the law in order to maintain the corporate income tax rate at not higher than 20% for the accounting period 2015 which begins on or after 1 January 2015 and onwards in order to give full effect to the Cabinet resolution dated 11 October 2011 to increase Thailand's tax competitiveness.

29 Promotional privileges

As at 30 September 2014, the Company and four subsidiaries received promotional privileges from the Thailand Board of Investment (“BOI”) under a number of different categories, including services of submerged structure inspection, service of underwater equipment, service of inspection of marine pollution, drilling services, trade and investment service office. The main privileges include exemption from payment of import duty on machinery and exemption from corporate income tax for the promoted activities for a period of 8 years from the date when income is first derived, or when approval is given by the BOI.

To be entitled to the privileges, the subsidiaries must comply with the conditions and restrictions provided in the promotional certificates.

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30 Earnings (losses) per share

Basic earnings (losses) per share

The calculations of basic earnings (losses) per share for the years that ended on 30 September 2014 and 2013 were based on the profit for the year attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding during the year as follows:

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar/thousand shares)</i>	2013	2014 <i>(in thousand Baht/ thousand shares)</i>	2013
Profit attributable to ordinary shareholders of the Company (basic)	45,156	15,746	1,455,590	479,675
Number of ordinary shares outstanding (basic)	1,354,440	784,748	1,354,440	784,748
Effect of shares issued on				
-22 October 2013	54,763	-	54,763	-
-24 September 2013	-	10,925	-	10,925
Effect of shares options exercised	468	-	468	-
Weighted average number of ordinary shares outstanding (basic)	1,409,671 <i>(in US dollar)</i>	795,673	1,409,671 <i>(in Baht)</i>	795,673
Earnings per share (basic)	0.032	0.020	1.033	0.603
	Separate financial statements			
	2014 <i>(in thousand US Dollar/thousand shares)</i>	2013	2014 <i>(in thousand Baht/ thousand shares)</i>	2013
Profit (loss) attributable to ordinary shareholders of the Company (basic)	(2,690)	538	(86,711)	16,389
Number of ordinary shares outstanding (basic)	1,354,440	784,748	1,354,440	784,748
Effect of shares issued on				
-22 October 2013	54,763	-	54,763	-
-24 September 2013	-	10,925	-	10,925
Effect of shares options exercised	468	-	468	-
Weighted average number of ordinary shares outstanding (basic)	1,409,671 <i>(in US dollar)</i>	795,673	1,409,671 <i>(in Baht)</i>	795,673
Earnings (losses) per share (basic)	(0.002)	0.001	(0.062)	0.021

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Diluted earnings (losses) per share

The calculations of diluted earnings (losses) per share for the years that ended on 30 September 2014 and 2013 were based on the profit for the year attributable to ordinary shareholders of the Company and the weighted average number of ordinary shares outstanding during the year after adjusting for the effects of all dilutive potential ordinary shares as follows:

	Consolidated financial statements			
	2014 <i>(in thousand US Dollar/thousand shares)</i>	2013 <i>(in thousand US Dollar/thousand shares)</i>	2014 <i>(in thousand Baht/ thousand shares)</i>	2013 <i>(in thousand Baht/ thousand shares)</i>
Profit attributable to ordinary shareholders of the Company (basic)	45,156	15,746	1,455,590	479,675
Weighted average number of ordinary shares outstanding (basic)	1,409,671	795,673	1,409,671	795,673
Effect from employee share option plan	320	466	320	466
Weighted average number of ordinary shares outstanding (diluted)	1,409,991	796,139	1,409,991	796,139
	<i>(in US dollar)</i>		<i>(in Baht)</i>	
Earnings per share (diluted)	0.032	0.020	1.032	0.603
	Separate financial statements			
	2014 <i>(in thousand US Dollar/thousand shares)</i>	2013 <i>(in thousand US Dollar/thousand shares)</i>	2014 <i>(in thousand Baht/ thousand shares)</i>	2013 <i>(in thousand Baht/ thousand shares)</i>
Profit (loss) attributable to ordinary shareholders of the Company (basic)	(2,690)	538	(86,711)	16,389
Weighted average number of ordinary shares outstanding (basic)	1,409,671	795,673	1,409,671	795,673
Effect from employee share option plan	320	466	320	466
Weighted average number of ordinary shares outstanding (diluted)	1,409,991	796,139	1,409,991	796,139
	<i>(in US dollar)</i>		<i>(in Baht)</i>	
Earnings (losses) per share (diluted)	(0.002)	0.001	(0.062)	0.021

31 Dividends

At the annual general meeting of the shareholders of the Company held on 28 January 2014, the shareholders approved the appropriation of dividend of Baht 0.2630 per share or equivalent to US Dollar 0.0086 per share, amounting to Baht 371.64 million or equivalent to US Dollar 12.15 million. The dividend was paid to the Company's shareholders on 21 February 2014.

At the annual general meeting of the shareholders of the Company held on 28 January 2013, the shareholders approved the appropriation of dividend of Baht 0.0274 per share or equivalent to US Dollar 0.0009 per share, amounting to Baht 21.50 million or equivalent to US Dollar 0.72 million. The dividend was paid to the Company's shareholders on 22 February 2013.

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32 Financial instruments

Financial risk management policies

The Group is exposed to normal business risks from changes in market interest rates and currency exchange rates and from non-performance of contractual obligations by counterparties. The Group does not hold or issue derivative financial instruments for speculative or trading purposes.

Risk management is integral to the whole business of the Group. The Group has a system of controls in place to create an acceptable balance between the cost of risks occurring and the cost of managing the risks. The management continually monitors the Group's risk management process to ensure that an appropriate balance between risk and control is achieved.

Capital Management

The Board of Directors' policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Board of Directors monitor the return on capital, which the Group defines as result from operating activities divided by total shareholders' equity, excluding minority interests and also monitor the level of dividends to ordinary shareholders.

Foreign currency risk

A substantial part of the assets and liabilities of the Group are recognised in USD, the functional currency of the Group. These assets and liabilities are translated into THB for presentation purposes. The translation into THB does not imply that the assets and liabilities recognised in USD can be recovered or settled in the future at exchange rates similar to the exchange rate prevailing at the current reporting date.

At 30 September, the Group and the Company were exposed to foreign currency risk in respect of financial assets and liabilities denominated in the following currencies:

		Consolidated financial statements		Separate financial statements	
	<i>Note</i>	2014	2013	2014	2013
<i>Thai Baht</i>					
				<i>(in thousand US Dollar)</i>	
Cash and cash equivalents	6	7,450	11,065	232	831
Trade accounts receivable	8	1,258	529	-	-
Short-term loans to related parties	5	-	-	131,250	19,496
Trade accounts payable	19	664	2,407	-	-
Other payables		3,818	2,727	133	101
Gross balance sheet exposure		<u>13,190</u>	<u>16,728</u>	<u>131,615</u>	<u>20,428</u>
<i>Singapore Dollar</i>					
Cash and cash equivalents	6	27	113	1	-
Trade accounts payable	19	695	799	-	-
Other payables		29	162	1	33
Gross balance sheet exposure		<u>751</u>	<u>1,074</u>	<u>2</u>	<u>33</u>

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Notes to the financial statements

		Consolidated financial statements		Separate financial statements	
	<i>Note</i>	2014	2013	2014	2013
<i>Qatari Dollar</i>					
Cash and cash equivalents	6	578	1,518	-	-
Trade accounts payable	19	555	770	-	-
Gross balance sheet exposure		1,133	2,288	-	-
<i>Indonesian Rupiah</i>					
Cash and cash equivalents	6	406	330	-	-
Trade accounts payable	19	5,909	2,696	-	-
Other payables		531	321	-	-
Gross balance sheet exposure		6,846	3,347	-	-

Credit risk

Credit risk is the potential financial loss resulting from the failure of a customer or counterparty to settle its financial and contractual obligations to the Group as and when they fall due.

Management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis. Credit evaluations are performed on all customers requiring credit over a certain amount. At the reporting date, there were no significant concentrations of credit risk. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position.

Liquidity risk

The Group monitors its liquidity risk and maintains a level of cash and cash equivalents deemed adequate by management to finance the Group's operations and to mitigate the effects of fluctuations in cash flows.

Determination of fair values

A number of the Group's accounting policies and disclosures require the determination of fair value, for both financial and non-financial assets and liabilities. The fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. Fair values have been determined for measurement and/or disclosure purposes based on the following method. When applicable, further information about the assumptions made in determining fair values is disclosed in the notes specific to that asset or liability.

The fair value of trade and other accounts receivables is taken to approximate the carrying value.

As at 30 September 2014 and 2013, the financial assets and liabilities have fair values that do not differ significantly from the amounts recorded in the statement of financial position.

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Notes to the financial statements

33 Guarantees

As at 30 September 2014 and 2013, the Group and the Company had outstanding guarantees as follows:

	Consolidated financial statements							
	30 September 2014				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	19,650	26,519	50	-	15,600	20,827	50	300
Guarantee for long-term borrowings of subsidiaries to financial institutions	-	118,125	-	-	-	133,861	-	13,156

	Separate financial statements			
	30 September 2014		30 September 2013	
	thousand Baht	thousand USD	thousand Baht	thousand USD
Letters of guarantee issued by financial institutions in the normal course of business	400	8,750	400	8,750
Guarantee for long-term borrowings of subsidiaries to financial institutions	-	118,125	-	133,861

Mermaid Maritime Public Company Limited and its Subsidiaries
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34 Commitments with non-related parties

(a) *Capital commitments*

	Consolidated financial statements			
	30 September 2014 <i>(in thousand US Dollar)</i>	30 September 2013	30 September 2014 <i>(in thousand Baht)</i>	30 September 2013
Purchasing of Diving Equipments	261	-	8,449	-
Purchasing of tender rigs	254,000	-	8,222,818	-
Purchasing of DSV	117,600	-	3,807,100	-
Other	127	-	4,111	-
Total	371,988	-	12,042,478	-

(b) *Operating lease commitments - company as lessee*

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

	Consolidated financial statements			
	30 September 2014 <i>(in thousand US Dollar)</i>	30 September 2013	30 September 2014 <i>(in thousand Baht)</i>	30 September 2013
<i>Non-cancellable operating lease commitments</i>				
Within one year	9,666	12,577	312,920	394,801
After one year but within five years	8,186	17,769	265,008	557,781
Total	17,852	30,346	577,928	952,582

In February 2012, a subsidiary has entered into the agreement with its local third party company for the vessel time charter for the period of 2 years which effective dated 29 February 2012, the contract has been extend one year till 28 February 2015.

In June 2013, a subsidiary has entered into the agreement with its local third party company for the vessel time charter for the period of 3 years term and the option for 2 years extension period. The vessel delivery date will be 1 December 2013.

(c) *Other commitments*

As at 30 September 2014 the Group had commitments on procurement commission of a new drilling unit of US Dollar 2.0 million (2013: US Dollar 2.0 million).

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35 Share-based payments

The Company had four share option schemes in operation during the financial year, all of which are equity-settled schemes:

- i) Employee share option plan 2008 (“ESOP 2008”) was approved by the Company’s shareholders on 11 July 2007. This scheme permits the grant of options in respect of ordinary shares to the Group’s senior management. Options are normally exercisable every six months commencing from the third anniversary from the date of grant of the option and will expire on the fifth anniversary from the date of grant of the options, upon which the options shall expire automatically. No further options will be granted under this scheme.
- ii) Employee share option plan 2009 (“ESOP 2009”) was approved by the Company’s shareholders on 29 January 2009. This scheme permits the grant of options in respect of ordinary shares to the Group’s senior management. Options are normally exercisable every six months commencing from the third anniversary from the date of grant of the option and will expire on the fifth anniversary from the date of grant of the options, upon which the options shall expire automatically. No further options will be granted under this scheme.
- iii) Employee share option plan 2010 (“ESOP 2010”) was approved by the Company’s shareholders on 28 January 2010. This scheme permits the grant of options in respect of ordinary shares to the Group’s senior management. Options are normally exercisable every six months commencing from the third anniversary from the date of grant of the option and will expire on the fifth anniversary from the date of grant of the options, upon which the options shall expire automatically. No further options will be granted under this scheme.
- iv) Employee share option plan 2011 (“ESOP 2011”) was approved by the Company’s shareholders on 25 January 2011. This scheme permits the grant of options in respect of ordinary shares to the Group’s senior management. Options are normally exercisable every six months commencing from the third anniversary from the date of grant of the option and will expire on the fifth anniversary from the date of grant of the options, upon which the options shall expire automatically. No further options will be granted under this scheme.

Share options are granted to the selected executive directors and non-executive directors. The exercise price of the granted options is equal to the average of the “Market Price”, being the price equal to the weighted average price for the shares on SGX-ST fifteen consecutive trading days immediately preceding the date of grant. Options are conditional on the employee completing three years’ service (the vesting period). The options are exercisable starting three years from the grant date. The Company has no legal or constructive obligation to repurchase or settle the options in cash.

Pursuant to the terms of each ESOP, an adjustment must be made to the exercise price and/or the numbers of options granted in the event that there is any variation to the Company’s issued capital, such as arising from a rights issue. This is for purpose of the mitigation of the dilution effect on the options already granted arising from such a capitalising exercise.

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In early October 2013, the Company completed a non-renounceable non-underwritten rights issue and private placement of 627,798,180 rights shares at a price of SGD 0.28 for each rights share on the basis of 4 rights shares for every 5 existing ordinary shares.

Accordingly, the total number of options granted pursuant to ESOP 2008, ESOP 2009, ESOP2010, and ESOP 2011 and their respective exercise price have been adjusted by the Remuneration Committee to be as follows:

	Outstanding no. of options	Previous Exercise Price (SGD per share)	Adjusted no. of options	Adjusted Exercise Price (SGD per share)
ESOP 2008	661,200	0.30	745,092	0.27
ESOP 2009	552,000	0.81	622,037	0.72
ESOP 2010	345,000	0.45	388,773	0.40
ESOP 2011	620,000	0.24	698,664	0.21
Total	<u>2,178,200</u>		<u>2,454,566</u>	

None of the participants in any of the said ESOPs were granted 5% or more of the total number of options originally available in each ESOP and no options were granted at a discount. Furthermore, no directors or controlling shareholders of the Group hold options under any of the said ESOPs and no options are held by the Company's parent company or other subsidiaries of the parent company outside the Company, nor any of its or their directors or employees.

Movements in the number of share options outstanding and their related weighted average exercise prices are as follows:

	Consolidated financial statements		Separate financial statements	
	Average exercise price SGD per share	Option Thousand shares	Average exercise price SGD per share	Option Thousand shares
At 1 October 2012	0.42	2,532	0.42	2,532
Granted	0.39	276	0.39	276
Forfeited	0.33	(353)	0.33	(353)
At 30 September 2013	0.39	<u>2,455</u>	0.39	<u>2,455</u>
Forfeited	0.28	(209)	0.28	(209)
Exercise	0.27	(535)	0.27	(535)
Expired	0.27	(210)	0.27	(210)
At 30 September 2014	0.46	<u>1,501</u>	0.46	<u>1,501</u>

Out of the 1,500,998 outstanding options (2013: 2,454,566 options), 937,562 options (2013: 1,367,129 options) were exercisable. The average share price during the financial year ended 30 September 2014 was SGD 0.44 per share (2013: SGD 0.36 per share).

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Share options outstanding at the end of the year have the following expiry dates and exercise prices:

	Consolidated financial statements			Separate financial statements		
	Exercise price SGD per shares	30 September 2014 Thousand shares	30 September 2013 Thousand shares	Exercise price SGD per shares	30 September 2014 Thousand shares	30 September 2013 Thousand shares
Expired date:						
20 November 2013	0.27	-	745	0.27	-	745
16 November 2014	0.72	622	622	0.72	622	622
1 December 2015	0.40	316	389	0.40	316	389
15 December 2016	0.21	563	699	0.21	563	699
		<u>1,501</u>	<u>2,455</u>		<u>1,501</u>	<u>2,455</u>

The weighted average fair value of options granted during the year 2011 using the Binomial Lattice valuation model was SGD 0.09 per option. The significant inputs into the model were a weighted average share price of SGD 0.23 at the grant date, exercise price shown above, volatility of 45%, dividend yield of 0%, an expected option life of 3.85 years, and an annual risk-free interest rate of 3.015% - 3.081%.

On 15 December 2011, 1,310,000 share options were granted to the Group's executive directors and non-executive directors with an exercise price set at the market price on that date of SGD 0.24 per share (share price: SGD 0.23 per share) (expiry date: 15 December 2016). With the adoption of TFRS 2 "Share-based Payment", grants on or after 1 October 2011 were accounted for in accordance with that accounting standard. Given that this option has a vesting period of 3 years, the accounting expense with respect to the plan is amortised using the straight-line method over 3 years. The projected accounting expense calculated by an actuary which is recognised as a component of equity in the statement of changes in equity for the year ended 30 September 2014 amounted to US Dollar 14,272.9 or equivalent to Baht 462,060. (2013: US Dollar 14,719.7 or equivalent to Baht 462,060)

36 Events after the reporting period

Change of the Company's accounting period

At the extraordinary general meeting of shareholders of the Company held on 16 June 2014, the shareholders approved to change the Company's accounting period from beginning on 1 October and ending on 30 September to beginning on 1 January and ending on 31 December. The Company has completed the registration with the Department of Business Development, Ministry of Commerce for this change and the Company's first accounting period following the change will commence on 1 October 2014 and end on 31 December 2014.

Change in shareholding of a subsidiary

On 8 October 2014, Mermaid Subsea Services (International) Ltd. ("formerly Subtech Ltd.", a wholly owned subsidiary of the Company) has increased its shareholding interest in Subtech Saudi Arabia Ltd. from 70% to 95% by acquiring additional shares from General Technology & Systems Co., Ltd, an existing shareholder of Subtech Saudi Arabia Ltd. As a result, the Company holds 95% indirect interest in Subtech Saudi Arabia Ltd.

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Dividend payment proposal

At the Board of the director of the Company held on 26 November 2014, the Board approved to propose an annual dividend payment of US Dollar 0.0047 per share or equivalent to Baht 0.1542 per share, total amounting of US Dollar 6.7 million or equivalent to Baht 218 million to the shareholders of the Company. The dividend shall be proposed to the Annual General Meeting of Shareholders in January 2015 for their consideration and approval.

37 Thai Financial Reporting Standards (TFRS) not yet adopted

The Group has not adopted the following new and revised Thai Financial Reporting Standards (“TFRS”) that have been issued as of the reporting date but are not yet effective. The new and revised TFRS 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 36 (revised 2012)	Impairment of Assets	2014
TAS 38 (revised 2012)	Intangible Assets	2014
TFRS 2 (revised 2012)	Share-based Payment	2014
TFRS 3 (revised 2012)	Business Combinations	2014
TFRS 5 (revised 2012)	Non-current Assets held for Sale and Discontinued Operations	2014
TFRIC 4	Determining whether an Arrangement contains a Lease	2014
TFRIC 10	Interim Financial Reporting and Impairment	2014
TFRIC 17	Distributions of Non-cash Assets to Owners	2014
TFRIC 18	Transfers of Assets from Customers	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.