

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

Interim financial statements  
for the three-month period ended  
31 March 2016

and

Independent Auditor's report on review of  
interim financial information



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## Independent Auditor's Report on Review of Interim Financial Information

### To the Board of Directors of Mermaid Maritime Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Mermaid Maritime Public Company Limited and its subsidiaries, and of Mermaid Maritime Public Company Limited, respectively, as at 31 March 2016; the consolidated and separate statements of comprehensive income, changes in equity and cash flows for the three-month period ended 31 March 2016; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

#### *Scope of Review*

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

#### *Conclusion*

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

(Pornthip Rimdusit)  
Certified Public Accountant  
Registration No. 5565

KPMG Phoomchai Audit Ltd.  
Bangkok  
13 May 2016

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

		<b>Consolidated financial statements</b>			
<b>Assets</b>	<i>Note</i>	31 March	31 December	31 March	31 December
		2016	2015	2016	2015
		(Unaudited)	(Unaudited)		
		<i>(in thousand US Dollar)</i>	<i>(in thousand Baht)</i>		
<b><i>Current assets</i></b>					
Cash and cash equivalents		71,656	57,411	2,525,100	2,071,883
Trade accounts receivable	3,4	89,442	114,785	3,151,865	4,142,430
Other receivables		16,221	13,825	571,615	498,925
Receivables from related parties	3	3	3	106	108
Deferred contract costs		3,224	3,734	113,611	134,755
Supplies and spare parts		2,648	2,519	93,313	90,907
Dividend receivable	3,5	-	6,752	-	243,670
<b>Total current assets</b>		<b><u>183,194</u></b>	<b><u>199,029</u></b>	<b><u>6,455,610</u></b>	<b><u>7,182,678</u></b>
<b><i>Non-current assets</i></b>					
Restricted deposit at financial institution		5,935	5,849	209,145	211,082
Investments in associates and joint venture	5	79,048	74,797	2,785,588	2,699,319
Investment properties		681	699	23,998	25,226
Property, plant and equipment	7	209,656	214,262	7,388,109	7,732,416
Goodwill		2,066	2,066	72,804	74,559
Intangible assets		261	301	9,197	10,863
Deferred tax assets		2,511	2,507	88,486	90,474
Other non-current assets		164	295	5,779	10,646
<b>Total non-current assets</b>		<b><u>300,322</u></b>	<b><u>300,776</u></b>	<b><u>10,583,106</u></b>	<b><u>10,854,585</u></b>
<b>Total assets</b>		<b><u>483,516</u></b>	<b><u>499,805</u></b>	<b><u>17,038,716</u></b>	<b><u>18,037,263</u></b>

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

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

		<b>Consolidated financial statements</b>			
<b>Liabilities and equity</b>	<i>Note</i>	31 March	31 December	31 March	31 December
		2016	2015	2016	2015
		(Unaudited)	(Unaudited)		
		<i>(in thousand US Dollar)</i>	<i>(in thousand Baht)</i>		
<b><i>Current liabilities</i></b>					
Short-term loans from financial institution	8	1,716	3,613	60,470	130,388
Trade accounts payable		6,039	12,073	212,810	435,698
Other payables		46,103	50,769	1,624,633	1,832,182
Current portion of long-term loans					
from financial institutions	9	101,048	103,770	3,560,851	3,744,914
Current portion of finance lease liabilities		16	24	564	866
Income tax payable		1,191	2,678	41,970	96,645
<b>Total current liabilities</b>		<b>156,113</b>	<b>172,927</b>	<b>5,501,298</b>	<b>6,240,693</b>
<b><i>Non-current liabilities</i></b>					
Finance lease liabilities		17	17	599	614
Deferred tax liabilities		1,976	2,825	69,633	101,950
Employee benefit obligations		3,158	2,997	111,285	108,158
<b>Total non-current liabilities</b>		<b>5,151</b>	<b>5,839</b>	<b>181,517</b>	<b>210,722</b>
<b>Total liabilities</b>		<b>161,264</b>	<b>178,766</b>	<b>5,682,815</b>	<b>6,451,415</b>

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

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

	<b>Consolidated financial statements</b>			
	31 March 2016 (Unaudited) <i>(in thousand US Dollar)</i>	31 December 2015	31 March 2016 (Unaudited) <i>(in thousand Baht)</i>	31 December 2015
<b>Liabilities and equity</b>				
<i>Equity</i>				
Share capital				
Authorised share capital	-	-	1,416,701	1,416,701
Issued and paid-up share capital	47,322	47,322	1,413,329	1,413,329
Premium on share capital	422,563	422,563	13,558,613	13,558,613
Retained earnings (Deficit)				
Appropriated	4,503	4,503	141,670	141,670
Deficit	(149,764)	(151,031)	(5,513,052)	(5,558,241)
Other components of equity	(1,813)	(1,790)	1,778,499	2,052,530
<b>Equity attributable to owners of the Company</b>	<b>322,811</b>	<b>321,567</b>	<b>11,379,059</b>	<b>11,607,901</b>
Non-controlling interests	(559)	(528)	(23,158)	(22,053)
<b>Total equity</b>	<b>322,252</b>	<b>321,039</b>	<b>11,355,901</b>	<b>11,585,848</b>
<b>Total liabilities and equity</b>	<b>483,516</b>	<b>499,805</b>	<b>17,038,716</b>	<b>18,037,263</b>

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

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

Assets	Note	Separate financial statements			
		31 March	31 December	31 March	31 December
		2016 (Unaudited) <i>(in thousand US Dollar)</i>	2015	2016 (Unaudited) <i>(in thousand Baht)</i>	2015
<b>Current assets</b>					
Cash and cash equivalents		36,918	22,990	1,300,961	829,677
Other receivables		226	118	7,964	4,258
Receivables from related parties	3	137,090	133,115	4,830,942	4,803,934
Short-term loans to related parties	3	132,864	130,008	4,682,021	4,691,807
Dividends receivable	3	1,600	9,600	56,383	346,451
<b>Total current assets</b>		<b>308,698</b>	<b>295,831</b>	<b>10,878,271</b>	<b>10,676,127</b>
<b>Non-current assets</b>					
Investment in joint venture	5	213	213	7,506	7,687
Investments in subsidiaries	6	122,177	122,177	4,305,420	4,409,197
Investment properties		2,411	2,481	84,962	89,536
Property, plant and equipment	7	184	205	6,484	7,398
Intangible assets		65	73	2,291	2,634
Deferred tax assets		17	26	599	938
Other non-current assets		34	37	1,198	1,335
<b>Total non-current assets</b>		<b>125,101</b>	<b>125,212</b>	<b>4,408,460</b>	<b>4,518,725</b>
<b>Total assets</b>		<b>433,799</b>	<b>421,043</b>	<b>15,286,731</b>	<b>15,194,852</b>

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			
		31 March	31 December	31 March	31 December
		2016 (Unaudited) <i>(in thousand US Dollar)</i>	2015	2016 (Unaudited) <i>(in thousand Baht)</i>	2015
<b>Current liabilities</b>					
Short-term loans from related parties	3	6,800	-	239,627	-
Other payables	3	36,379	36,630	1,281,967	1,321,925
Income tax payable		754	754	26,570	27,211
<b>Total current liabilities</b>		<b>43,933</b>	<b>37,384</b>	<b>1,548,164</b>	<b>1,349,136</b>
<b>Non-current liabilities</b>					
Employee benefit obligations		108	103	3,806	3,717
<b>Total non-current liabilities</b>		<b>108</b>	<b>103</b>	<b>3,806</b>	<b>3,717</b>
<b>Total liabilities</b>		<b>44,041</b>	<b>37,487</b>	<b>1,551,970</b>	<b>1,352,853</b>
<b>Equity</b>					
Share capital					
Authorised share capital		-	-	1,416,701	1,416,701
Issued and paid-up share capital		47,322	47,322	1,413,329	1,413,329
Premium on share capital		422,563	422,563	13,558,613	13,558,613
Differences arising from common control transactions		(7,406)	(7,406)	(239,757)	(239,757)
Retained earnings (Deficit)					
Appropriated		4,503	4,503	141,670	141,670
Deficit		(77,252)	(83,454)	(2,691,643)	(2,912,853)
Other components of equity		28	28	1,552,549	1,880,997
<b>Total equity</b>		<b>389,758</b>	<b>383,556</b>	<b>13,734,761</b>	<b>13,841,999</b>
<b>Total liabilities and equity</b>		<b>433,799</b>	<b>421,043</b>	<b>15,286,731</b>	<b>15,194,852</b>

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

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

<b>Consolidated financial statements</b>					
		Three-month period ended		Three-month period ended	
		31 March		31 March	
<i>Note</i>		2016	2015	2016	2015
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<b><i>Income</i></b>					
Revenue from rendering of services	3	39,613	60,780	1,412,897	1,984,248
Interest income		73	81	2,604	2,644
Other income		87	67	3,103	2,187
<b>Total income</b>		<b>39,773</b>	<b>60,928</b>	<b>1,418,604</b>	<b>1,989,079</b>
<b><i>Expenses</i></b>					
Cost of rendering of services		38,024	71,850	1,356,221	2,345,644
Administrative expenses	11	4,511	11,064	160,896	361,199
Net loss on foreign exchange		255	21	9,095	686
Finance costs		849	814	30,283	26,574
<b>Total expenses</b>		<b>43,639</b>	<b>83,749</b>	<b>1,556,495</b>	<b>2,734,103</b>
Share of profit of investments in associates and joint venture	5	4,251	7,269	151,622	237,307
<b>Profit (loss) before income tax (expense) benefit</b>		<b>385</b>	<b>(15,552)</b>	<b>13,731</b>	<b>(507,717)</b>
Income tax (expense) benefit		853	(306)	30,424	(9,990)
<b>Profit (loss) for the period</b>		<b>1,238</b>	<b>(15,858)</b>	<b>44,155</b>	<b>(517,707)</b>
<b>Other comprehensive income (loss):</b>					
<b><i>Item that are or may be reclassified to profit or loss</i></b>					
Exchange differences on translating financial statements		(25)	208	(891)	6,790
Translation adjustments		-	-	(273,211)	(227,745)
<b>Other comprehensive income (loss) for the period, net of income tax</b>		<b>(25)</b>	<b>208</b>	<b>(274,102)</b>	<b>(220,955)</b>
<b>Total comprehensive income (loss) for the period</b>		<b>1,213</b>	<b>(15,650)</b>	<b>(229,947)</b>	<b>(738,662)</b>

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



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

<b>Consolidated financial statements</b>					
		Three-month period ended		Three-month period ended	
		31 March		31 March	
<i>Note</i>		2016	2015	2016	2015
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<b>Profit (loss) attributable to:</b>					
	Owners of the Company	1,267	(15,795)	45,189	(515,650)
	Non-controlling interests	(29)	(63)	(1,034)	(2,057)
	<b>Profit (loss) for the period</b>	<b><u>1,238</u></b>	<b><u>(15,858)</u></b>	<b><u>44,155</u></b>	<b><u>(517,707)</u></b>
<b>Total comprehensive income (loss) attributable to:</b>					
	Owners of the Company	1,244	(15,597)	(228,842)	(736,931)
	Non-controlling interests	(31)	(53)	(1,105)	(1,731)
	<b>Total comprehensive income (loss) for the period</b>	<b><u>1,213</u></b>	<b><u>(15,650)</u></b>	<b><u>(229,947)</u></b>	<b><u>(738,662)</u></b>
<b>Earnings (losses) per share</b>		<i>(in US Dollar)</i>		<i>(in Baht)</i>	
	Basic earnings (losses) per share	12	<u>0.0009</u>	<u>(0.0112)</u>	<u>0.0320</u>
	Diluted earnings (losses) per share	12	<u>(0.0112)</u>	<u>(0.3648)</u>	<u>(0.3648)</u>

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

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

	Note	Separate financial statements			
		Three-month period ended		Three-month period ended	
		31 March		31 March	
		2016	2015	2016	2015
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<b>Income</b>					
Management fee income	3	330	479	11,770	15,638
Interest income	3	1,050	1,121	37,451	36,597
Dividend income	3	-	6,150	-	200,775
Net gain on foreign exchange		5,547	2,879	197,848	93,989
Other income	3	109	122	3,888	3,983
<b>Total income</b>		<b>7,036</b>	<b>10,751</b>	<b>250,957</b>	<b>350,982</b>
<b>Expense</b>					
Administrative expenses	11	825	1,737	29,426	56,707
<b>Total expenses</b>		<b>825</b>	<b>1,737</b>	<b>29,426</b>	<b>56,707</b>
<b>Profit before income tax (expense) benefit</b>		<b>6,211</b>	<b>9,014</b>	<b>221,531</b>	<b>294,275</b>
Income tax (expense) benefit		(9)	2	(321)	65
<b>Profit for the period</b>		<b>6,202</b>	<b>9,016</b>	<b>221,210</b>	<b>294,340</b>
<b>Other comprehensive loss</b>					
<i>Item that are or may be reclassified to profit or loss</i>					
Translation adjustments		-	-	(328,448)	(194,592)
<b>Other comprehensive loss for the period</b>		<b>-</b>	<b>-</b>	<b>(328,448)</b>	<b>(194,592)</b>
<b>Total comprehensive income (loss) for the period</b>		<b>6,202</b>	<b>9,016</b>	<b>(107,238)</b>	<b>99,748</b>
<b>Earnings per share</b>					
		<i>(in US Dollar)</i>		<i>(in Baht)</i>	
Basic earnings per share	12	0.0044	0.0064	0.1565	0.2083
Diluted earnings per share	12		0.0064		0.2082

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

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

**Statement of changes in equity (Unaudited)**

	Consolidated financial statements									
	Retained earnings			Other components of equity						
	Issued and paid-up share capital	Premium on share capital	Appropriated	Unappropriated	Currency translation differences	Share-based payment ownership interests	Changes in interests of equity			
							Total other components of equity			
								Equity attributable to owners of the Company	Non-controlling interests	Total equity
Three-month period ended										
31 March 2015										
Balance at 1 January 2015	47,322	422,563	4,503	90,278	2,637	28	(3,166)	564,165	1,769	565,934
Transactions with owners, recorded directly in equity										
<i>Contributions by and distributions to owners of the Company</i>										
Dividends to owners of the Company	-	-	-	(6,643)	-	-	-	(6,643)	-	(6,643)
<i>Total contributions by and distributions to owners of the Company</i>	-	-	-	(6,643)	-	-	-	(6,643)	-	(6,643)
Total transactions with owners, recorded directly in equity	-	-	-	(6,643)	-	-	-	(6,643)	-	(6,643)
Comprehensive income (loss) for the period										
Profit or loss	-	-	-	(15,795)	-	-	-	(15,795)	(63)	(15,858)
Exchange differences on translating financial statements	-	-	-	-	198	-	-	198	10	208
<i>Total comprehensive income (loss) for the period</i>	-	-	-	(15,795)	198	-	-	(15,597)	(53)	(15,650)
Balance at 31 March 2015	47,322	422,563	4,503	67,840	2,835	28	(3,166)	541,925	1,716	543,641

Note (in thousand US Dollar)

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

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

**Statement of changes in equity (Unaudited)**

	<b>Consolidated financial statements</b>										
	Retained earnings/(Deficit)					Other components of equity					Total
	Issued and paid-up share capital	Premium on share capital	Appropriated	Deficit	Currency translation differences	Share-based payment	Changes in ownership interests	Equity attributable to owners of the Company	Non- controlling interests	Total equity	
<i>(in thousand US Dollar)</i>											
<b>Three-month period ended</b>											
<b>31 March 2016</b>											
<b>Balance at 1 January 2016</b>	47,322	422,563	4,503	(151,031)	1,348	28	(3,166)	(1,790)	(528)	321,039	
<b>Comprehensive income (loss) for the period</b>											
Profit or loss	-	-	-	1,267	-	-	-	-	(29)	1,238	
Exchange differences on translating financial statements	-	-	-	-	(23)	-	-	(23)	(2)	(25)	
<b>Total comprehensive income (loss) for the period</b>	-	-	-	1,267	(23)	-	-	(23)	(31)	1,213	
<b>Balance at 31 March 2016</b>	47,322	422,563	4,503	(149,764)	1,325	28	(3,166)	(1,813)	(559)	322,252	

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

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

	Consolidated financial statements										
	Retained earnings					Other components of equity					
	Issued and paid-up share capital	Premium on share capital	Appropriated	Unappropriated	Currency translation differences	Share-based payment	Changes in ownership interests	Total other components of equity	Equity attributable to owners of the Company	Non- controlling interests	Total equity
<i>(in thousand Bahr)</i>											
<b>Three-month period ended</b>											
31 March 2015											
Balance at 1 January 2015	1,413,329	13,558,613	141,670	2,940,066	652,321	874	(111,483)	541,712	18,595,390	59,492	18,654,882
Transactions with owners, recorded directly in equity											
<i>Contributions by and distributions to owners of the Company</i>											
Dividends to owners of the Company	-	-	-	(217,935)	-	-	-	-	(217,935)	-	(217,935)
<i>Total contributions by and distributions to owners of the Company</i>	-	-	-	(217,935)	-	-	-	-	(217,935)	-	(217,935)
Total transactions with owners, recorded directly in equity	-	-	-	(217,935)	-	-	-	-	(217,935)	-	(217,935)
<b>Comprehensive income (loss) for the period</b>											
Profit or loss	-	-	-	(515,650)	-	-	-	-	(515,650)	(2,057)	(517,707)
Exchange differences on translating financial statements	-	-	-	-	(221,281)	-	-	(221,281)	(221,281)	326	(220,955)
<b>Total comprehensive income (loss) for the period</b>	-	-	-	(515,650)	(221,281)	-	-	(221,281)	(736,931)	(1,731)	(738,662)
Balance at 31 March 2015	1,413,329	13,558,613	141,670	2,206,481	431,040	874	(111,483)	320,431	17,640,524	57,761	17,698,285

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

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

**Consolidated financial statements**

	Other components of equity							Equity attributable to owners of the Company	Non-controlling interests	Total equity	
	Retained earnings/(Deficit)	Currency translation differences	Share-based payment	Changes in ownership interests	Total other components of equity						
	Issued and paid-up share capital	Premium on share capital	Appropriated	Deficit							
<b>Three-month period ended 31 March 2016</b>											
Balance at 1 January 2016	1,413,329	13,558,613	141,670	(5,558,241)	2,163,139	874	(111,483)	2,052,530	11,607,901	(22,053)	11,585,848
<b>Comprehensive income (loss) for the period</b>											
Profit or loss	-	-	-	45,189	-	-	-	-	45,189	(1,034)	44,155
Exchange differences on translating financial statements	-	-	-	-	(274,031)	-	-	(274,031)	(274,031)	(71)	(274,102)
<b>Total comprehensive income (loss) for the period</b>											
Balance at 31 March 2016	1,413,329	13,558,613	141,670	(5,513,052)	1,889,108	874	(111,483)	1,778,499	11,379,059	(23,158)	11,355,901

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

## Mermaid Maritime Public Company Limited and its Subsidiaries

### Statement of changes in equity (Unaudited)

Note	Separate financial statements							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	Other components of equity		
<i>(in thousand US Dollar)</i>								
<b>Three-month period ended 31 March 2015</b>								
	47,322	422,563	(7,406)	4,503	12,129	28		479,139
Balance at 1 January 2015								
Transactions with owners, recorded directly in equity								
<i>Contributions by and distributions to owners of the Company</i>								
Dividends to owners of the Company	-	-	-	-	(6,643)	-		(6,643)
<i>Total contributions by and distributions to owners of the Company</i>	-	-	-	-	(6,643)	-		(6,643)
Total transactions with owners, recorded directly in equity	-	-	-	-	(6,643)	-		(6,643)
<b>Comprehensive income for the period</b>								
Profit or loss	-	-	-	-	9,016	-		9,016
<b>Total comprehensive income for the period</b>	-	-	-	-	9,016	-		9,016
<b>Balance at 31 March 2015</b>	<b>47,322</b>	<b>422,563</b>	<b>(7,406)</b>	<b>4,503</b>	<b>14,502</b>	<b>28</b>		<b>481,512</b>

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

## Mermaid Maritime Public Company Limited and its Subsidiaries

### Statement of changes in equity (Unaudited)

	Separate financial statements						Total equity
	Issued and paid-up share capital	Premium on share capital	Differences arising from common control transactions	Retained earnings/(Deficit)		Share-based payment	
				Appropriated	Deficit		
<i>(in thousand US Dollar)</i>							
<b>Three-month period ended 31 March 2016</b>							
<b>Balance at 1 January 2016</b>	47,322	422,563	(7,406)	4,503	(83,454)	28	383,556
<b>Comprehensive income for the period</b>							
Profit or loss	-	-	-	-	6,202	-	6,202
<b>Total comprehensive income for the period</b>	-	-	-	-	6,202	-	6,202
<b>Balance at 31 March 2016</b>	<u>47,322</u>	<u>422,563</u>	<u>(7,406)</u>	<u>4,503</u>	<u>(77,252)</u>	<u>28</u>	<u>389,758</u>

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



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

**Statement of changes in equity (Unaudited)**

		Separate financial statements								
		Retained earnings				Other components of equity				
		Issued and paid-up share capital	Premium on share capital	Differences arising from common control transactions	Appropriated	Unappropriated <i>(in thousand Baht)</i>	Currency translation differences	Share-based payment	Total other components of equity	Total equity
<b>Three-month period ended 31 March 2015</b>										
	<b>Balance at 1 January 2015</b>	<b>1,413,329</b>	<b>13,558,613</b>	<b>(239,757)</b>	<b>141,670</b>	<b>436,857</b>	<b>482,272</b>	<b>874</b>	<b>483,146</b>	<b>15,793,858</b>
Transactions with owners, recorded directly in equity										
<i>Contributions by and distributions to owners of the Company</i>										
	Dividends to owners of the Company	-	-	-	-	(217,935)	-	-	-	(217,935)
<i>Total contributions by and distributions to owners of the Company</i>										
Total transactions with owners, recorded directly in equity		-	-	-	-	(217,935)	-	-	-	(217,935)
<b>Comprehensive income (loss) for the period</b>										
	Profit or loss	-	-	-	-	294,340	-	-	-	294,340
	Exchange differences on translating financial statements	-	-	-	-	-	(194,592)	-	(194,592)	(194,592)
<b>Total comprehensive income (loss) for the period</b>										
	<b>Balance at 31 March 2015</b>	<b>1,413,329</b>	<b>13,558,613</b>	<b>(239,757)</b>	<b>141,670</b>	<b>513,262</b>	<b>287,680</b>	<b>874</b>	<b>288,554</b>	<b>15,675,671</b>

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

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

**Statement of changes in equity (Unaudited)**

	Separate financial statements									
	Retained earnings/(Deficit)				Other components of equity					
	Issued and paid-up share capital	Premium on share capital	Differences arising from common control transactions	Appropriated	Deficit	Currency translation differences	Share-based payment	Total other components of equity	Total equity	
<i>(in thousand Baht)</i>										
<b>Three-month period ended 31 March 2016</b>										
Balance at 1 January 2016	1,413,329	13,558,613	(239,757)	141,670	(2,912,853)	1,880,123	874	1,880,997	13,841,999	
<b>Comprehensive income (loss) for the period</b>										
Profit or loss	-	-	-	-	221,210	-	-	-	-	221,210
Exchange differences on translating financial statements	-	-	-	-	-	(328,448)	-	(328,448)	(328,448)	
<b>Total comprehensive income (loss) for the period</b>	-	-	-	-	221,210	(328,448)	-	(328,448)	(107,238)	
Balance at 31 March 2016	1,413,329	13,558,613	(239,757)	141,670	(2,691,643)	1,551,675	874	1,552,549	13,734,761	

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

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

**Statement of cash flows (Unaudited)**

	<b>Consolidated financial statements</b>			
	Three-month period ended		Three-month period ended	
	31 March		31 March	
	2016	2015	2016	2015
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<b><i>Cash flows from operating activities</i></b>				
Profit (loss) for the period	1,238	(15,858)	44,155	(517,707)
<i>Adjustments for:</i>				
Depreciation	5,108	5,490	182,189	179,229
Amortisation	550	593	19,617	19,359
Interest income	(73)	(81)	(2,604)	(2,644)
Finance costs	849	814	30,283	26,574
Bad and doubtful debts expense reversal	(133)	-	(4,847)	-
Gains on disposals of property, plant and equipment	(18)	-	(642)	-
Impairment loss on property, plant and equipment reversal	(50)	-	(1,783)	-
Loss from supplies and spare parts obsolescence	-	11	-	359
Loss from write-off of non-refundable withholding tax	984	1,864	35,096	60,853
Unrealised gain on exchange rates	315	360	11,235	11,753
Employee benefit obligations	234	(302)	8,346	(9,859)
Share of profit of investments in associates and joint venture, net of income tax	(4,251)	(7,269)	(151,622)	(237,307)
Income tax expense (benefit)	(853)	306	(30,424)	9,990
Cash flows from operations before changes in operating assets and liabilities	3,900	(14,072)	138,999	(459,400)
<b><i>Changes in operating assets and liabilities</i></b>				
Restricted deposit at financial institution	(86)	(450)	(3,031)	(14,650)
Trade accounts receivable	25,475	17,350	897,719	564,831
Other receivables	(1,887)	1,006	(66,497)	32,750
Supplies and spare parts	(130)	(1,058)	(4,581)	(34,443)
Other non-current assets	131	80	4,616	2,604
Trade accounts payable	(6,265)	3,497	(220,774)	113,845
Other payables	(5,454)	2,165	(192,195)	70,482
Exchange rate (gains) losses from translating financial statements	(25)	208	(50,064)	(27,021)
Cash generated from operating activities	15,659	8,726	504,192	248,998
Finance costs paid	(830)	(795)	(29,604)	(25,954)
Employee benefits paid	(73)	(196)	(2,604)	(6,399)
Income tax paid	(2,036)	(2,534)	(72,619)	(82,726)
<b>Net cash from operating activities</b>	<b>12,720</b>	<b>5,201</b>	<b>399,365</b>	<b>133,919</b>

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

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

	<b>Consolidated financial statements</b>			
	Three-month period ended		Three-month period ended	
	31 March		31 March	
	2016	2015	2016	2015
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<b><i>Cash flows from investing activities</i></b>				
Interest received	46	72	1,621	2,344
Dividends received from associates	6,752	6,752	237,935	220,428
Payment for share purchase consideration payable	-	(1,739)	-	(56,613)
Proceeds from disposals of property, plant and equipment and intangible assets	34	174	1,198	5,665
Payment for purchases of property, plant and equipment and intangible assets	(916)	(10,936)	(32,279)	(356,022)
<b>Net cash from (used in) investing activities</b>	<b>5,916</b>	<b>(5,677)</b>	<b>208,475</b>	<b>(184,198)</b>
<b><i>Cash flows from financing activities</i></b>				
Dividends paid to shareholders	-	(6,643)	-	(217,935)
Finance lease payments	(8)	(9)	(282)	(293)
Repayment of short-term loans from financial institutions	(1,897)	-	(66,849)	-
Repayment of long-term loans from financial institutions	(2,750)	(1,750)	(96,908)	(56,971)
<b>Net cash used in financing activities</b>	<b>(4,655)</b>	<b>(8,402)</b>	<b>(164,039)</b>	<b>(275,199)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>13,981</b>	<b>(8,878)</b>	<b>443,801</b>	<b>(325,478)</b>
Cash and cash equivalents at 1 January	57,411	89,408	2,071,883	2,947,156
Effects of exchange rates	264	(170)	9,416	(5,550)
<b>Cash and cash equivalents at 31 March</b>	<b>71,656</b>	<b>80,360</b>	<b>2,525,100</b>	<b>2,616,128</b>
<b><i>Non-cash transactions</i></b>				
Receivables for sales of property, plant and equipment	14	-	493	-
Payables for purchase of property, plant and equipment and intangible assets	1	4,281	35	139,368
Finance lease agreements for purchases of equipment	33	79	1,163	2,572

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

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

**Statement of cash flows (Unaudited)**

	<b>Separate financial statements</b>			
	Three-month period ended		Three-month period ended	
	31 March		31 March	
	2016	2015	2016	2015
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<b><i>Cash flows from operating activities</i></b>				
Profit for the period	6,202	9,016	221,210	294,340
<i>Adjustments for:</i>				
Depreciation	92	113	3,281	3,689
Amortisation	8	8	285	261
Interest income	(1,050)	(1,121)	(37,451)	(36,597)
Dividend income	-	(6,150)	-	(200,775)
Gains on disposal of property, plant and equipment	(1)	-	(36)	-
Unrealised gains on exchange rates	(5,581)	(2,881)	(199,061)	(94,055)
Employee benefit obligations	5	7	178	229
Income tax expense (benefit)	9	(2)	321	(65)
Cash flows from operations before changes in operating assets and liabilities	(316)	(1,010)	(11,273)	(32,973)
<i>Changes in operating assets and liabilities</i>				
Receivables from related parties	(283)	(3,643)	(9,973)	(118,598)
Other receivables	(84)	16	(2,960)	521
Other non-current assets	3	(1)	106	(33)
Other payables	(253)	(114)	(8,916)	(3,712)
Exchange rate gains from translating financial statements	-	-	(19,402)	(21,884)
Cash used in operating activities	(933)	(4,752)	(52,418)	(176,679)
Income tax paid	(7)	(1,081)	(250)	(35,291)
<b>Net cash used in operating activities</b>	<b>(940)</b>	<b>(5,833)</b>	<b>(52,668)</b>	<b>(211,970)</b>
<b><i>Cash flows from investing activities</i></b>				
Dividends received from a subsidiary	8,000	-	281,914	-
Interest received	33	54	1,163	1,758
Short-term loans received from related parties	-	2,396	-	78,000
Short-term loans provided to related parties	-	(6,069)	-	(197,577)
Proceeds from disposals of property, plant and equipment and intangible assets	1	-	35	-
Payment for purchases of property, plant and equipment	-	(12)	-	(391)
<b>Net cash from (used in) investing activities</b>	<b>8,034</b>	<b>(3,631)</b>	<b>283,112</b>	<b>(118,210)</b>

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

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

	<b>Separate financial statements</b>			
	Three-month period ended		Three-month period ended	
	31 March		31 March	
	2016	2015	2016	2015
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<b><i>Cash flows from financing activities</i></b>				
Dividends paid to shareholders	-	(6,643)	-	(217,935)
Proceeds from short-term loans from related parties	6,800	-	239,627	-
<b>Net cash from (used in) financing activities</b>	<b>6,800</b>	<b>(6,643)</b>	<b>239,627</b>	<b>(217,935)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>13,894</b>	<b>(16,107)</b>	<b>470,071</b>	<b>(548,115)</b>
Cash and cash equivalents at 1 January	22,990	58,232	829,677	1,919,501
Effects of exchange rates	34	(28)	1,213	(914)
<b>Cash and cash equivalents at 31 March</b>	<b>36,918</b>	<b>42,097</b>	<b>1,300,961</b>	<b>1,370,472</b>
<b><i>Non-cash transactions</i></b>				
Amount due from disposal of investment in associates				
under common control transaction	82,289	89,069	2,899,799	2,899,650
Dividends receivable	1,600	15,750	56,383	512,743

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

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2016 (Unaudited)**

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**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2016 (Unaudited)**

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

The interim financial statements have been approved and authorised for issue by the Board of Directors on 13 May 2016.

**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, 9<sup>th</sup> floor, Soi Chidlom, Ploenchit Road, Kwaeng Lumpinee, Khet Pathumwan, Bangkok 10330, Thailand.

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

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

Details of the Company’s subsidiaries, associates, and joint venture as at 31 March 2016 and 31 December 2015 were as follows:

Name of the entities	Nature of business	Country of incorporation	Direct/indirect Holding (%)	
			31 March 2016	31 December 2015
<i>Subsidiaries</i>				
Mermaid Subsea Services (Thailand) Ltd., which has four subsidiaries as follows:	Subsea Service Provider, diving, ROV services and subsea contractor to the 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	49.0	49.0
Mermaid Offshore Services Pte. Ltd.	Subsea Service Provider, diving, ROV services and subsea contractor to the Offshore Oil and Gas industry	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 Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2016 (Unaudited)**

Name of the entities	Nature of business	Country of incorporation	Direct/indirect Holding (%)	
			31 March 2016	31 December 2015
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	100.0
Mermaid MTN Pte. Ltd.	"	Singapore	100.0	100.0
Mermaid Maritime Mauritius Ltd., which has one subsidiary as follows:	Investment holding	Mauritius	100.0	100.0
Mermaid International Ventures, which has three subsidiaries and four associates as follows:	"	Cayman	100.0	100.0
<i>Subsidiaries</i>				
Mermaid Subsea Services (International) Ltd., which has two subsidiaries as follows:	Subsea Service Provider, diving, ROV services and subsea contractor to the Offshore Oil and Gas industry	Seychelles	100.0	100.0
Subtech Saudi Arabia Limited	"	Saudi Arabia	95.0	95.0
Mermaid Subsea 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>Joint venture</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.

**2 Basis of preparation of the interim financial statements**

**(a) Statement of compliance**

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2015) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (FAP).

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2015. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 December 2015.

# Mermaid Maritime Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month period ended 31 March 2016 (Unaudited)

The accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2015 except that the Group has adopted all the new and revised TFRS that are effective for annual periods beginning on or after 1 January 2016. The adoption of these new and revised TFRS did not have any material effect on the accounting policies, methods of computation, financial performance or position of the Group or the Company.

### (b) *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 interim 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. All financial information presented in US Dollar and Thai Baht has been rounded in the notes to the financial statements to the nearest thousand unless otherwise stated.

### (c) *Use of judgements and estimates*

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

In preparing these interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for year ended 31 December 2015.

#### *Measurement of fair values*

The Group has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the CFO.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which such valuations should be classified.

Significant valuation issues are reported to the Group Audit Committee.

When measuring the fair value of an asset or a liability, the Group uses market observable data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2016 (Unaudited)**

If the inputs used to measure the fair value of an asset or liability might be categorised in different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

Further information about the assumptions made in measuring fair values is included in Note 14 - financial instruments.

**3 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:

<b>Name of entities</b>	<b>Country of incorporation/ nationality</b>	<b>Nature of relationship</b>
Thoresen Thai Agencies Public Company Limited	Thailand	Ultimate parent company, some common directors
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:

<b>Transactions</b>	<b>Pricing policies</b>
Revenue from rendering of services	Prices normally charged to a third party
Management fee income	Actual cost plus margin
Interest income and interest expenses	Market linked rate/Borrowing costs of the lender
Rental income	Actual cost plus margin
Other income	Actual cost plus margin
Other administrative expenses	Actual cost plus margin
Management benefit expenses	Amount approved by the directors and/or the shareholders
Dividend income	Right to receive dividends

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2016 (Unaudited)**

Significant transactions for the three-month periods ended 31 March 2016 and 2015 with related parties were as follows:

<i>Three-month period ended 31 March</i>	<b>Consolidated financial statements</b>			
	2016 <i>(in thousand US Dollar)</i>	2015	2016 <i>(in thousand Baht)</i>	2015
<b>Parent</b>				
Rental income	10	11	357	359
Other administrative expenses	23	12	820	392
<b>Joint venture</b>				
Revenue from rendering of services	20,283	13,856	723,444	452,349
<b>Key management personnel compensation</b>				
Short-term employee benefits	183	217	6,527	7,084
Post-employment benefits and other long-term benefits	-	-	11	10
<b>Total key management personnel compensation</b>	<b>183</b>	<b>217</b>	<b>6,538</b>	<b>7,094</b>
<i>Three-month period ended 31 March</i>	<b>Separate financial statements</b>			
	2016 <i>(in thousand US Dollar)</i>	2015	2016 <i>(in thousand Baht)</i>	2015
<b>Parent</b>				
Rental income	10	11	357	359
Other administrative expenses	23	1	820	33
<b>Subsidiaries</b>				
Dividend income	-	6,150	-	200,775
Management fee income	330	479	11,770	15,638
Interest income	999	1,059	35,632	34,573
Rental income	81	90	2,889	2,938
Other income	17	18	606	588
Other administrative expenses	-	6	-	196
<b>Key management personnel compensation</b>				
Short-term employee benefits	125	148	4,458	4,832
Post-employment benefits and other long-term benefits	-	-	11	10
<b>Total key management personnel compensation</b>	<b>125</b>	<b>148</b>	<b>4,469</b>	<b>4,842</b>

Balances as at 31 March 2016 and 31 December 2015 with related parties were as follows:

	<b>Consolidated financial statements</b>			
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<b>Trade accounts receivable from related parties</b>				
Joint venture	54,619	43,966	1,924,730	1,586,671
<b>Total</b>	<b>54,619</b>	<b>43,966</b>	<b>1,924,730</b>	<b>1,586,671</b>

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2016 (Unaudited)**

	<b>Consolidated financial statements</b>			
	31 March 2016 <i>(in thousand US Dollar)</i>	31 December 2015	31 March 2016 <i>(in thousand Baht)</i>	31 December 2015
<b><i>Receivables from related parties</i></b>				
Parent	3	3	106	108
<b>Total</b>	<b>3</b>	<b>3</b>	<b>106</b>	<b>108</b>
<b><i>Dividends receivable</i></b>				
Associates	-	6,752	-	243,670
<b>Total</b>	<b>-</b>	<b>6,752</b>	<b>-</b>	<b>243,670</b>
<b><i>Payables to related parties</i></b>				
Parent	8	8	282	289
<b>Total</b>	<b>8</b>	<b>8</b>	<b>282</b>	<b>289</b>
	<b>Separate financial statements</b>			
	31 March 2016 <i>(in thousand US Dollar)</i>	31 December 2015	31 March 2016 <i>(in thousand Baht)</i>	31 December 2015
<b><i>Receivables from related parties</i></b>				
Parent	3	3	106	108
Subsidiaries	60,754	58,716	2,140,921	2,118,978
Subsidiaries - transferred investments in associates under common control	82,289	80,352	2,899,799	2,899,791
<b>Total</b>	<b>143,046</b>	<b>139,071</b>	<b>5,040,826</b>	<b>5,018,877</b>
Less allowance for doubtful account	(5,956)	(5,956)	(209,884)	(214,943)
<b>Net</b>	<b>137,090</b>	<b>133,115</b>	<b>4,830,942</b>	<b>4,803,934</b>
<b><i>Short-term loans to related parties</i></b>				
Subsidiaries	132,864	130,008	4,682,021	4,691,807
<b>Total</b>	<b>132,864</b>	<b>130,008</b>	<b>4,682,021</b>	<b>4,691,807</b>
<b><i>Dividends receivable</i></b>				
Subsidiaries	1,600	9,600	56,383	346,451
<b>Total</b>	<b>1,600</b>	<b>9,600</b>	<b>56,383</b>	<b>346,451</b>
<b><i>Payables to related parties</i></b>				
Parent	8	8	282	289
Subsidiaries	35,361	35,364	1,246,093	1,276,237
<b>Total</b>	<b>35,369</b>	<b>35,372</b>	<b>1,246,375</b>	<b>1,276,526</b>
<b><i>Short-term loans from related parties</i></b>				
Subsidiary	6,800	-	239,627	-
<b>Total</b>	<b>6,800</b>	<b>-</b>	<b>239,627</b>	<b>-</b>

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Movements of short-term loans to related parties, excluding interest receivable from related parties, during the three-month periods ended 31 March 2016 and 2015 were as follows:

	<b>Separate financial statements</b>			
	2016 <i>(in thousand US Dollar)</i>	2015	2016 <i>(in thousand Baht)</i>	2015
<b><i>Subsidiaries</i></b>				
At 1 January	130,008	136,507	4,691,807	4,499,680
Increases	-	6,069	-	197,577
Decreases	-	(2,413)	-	(78,555)
Realised gains on exchange rates	-	17	-	555
Unrealised gains on exchange rates	2,856	1,610	101,866	52,561
Translation adjustments	-	-	(111,652)	(55,830)
<b>At 31 March</b>	<b><u>132,864</u></b>	<b><u>141,790</u></b>	<b><u>4,682,021</u></b>	<b><u>4,615,988</u></b>

Movements of short-term loans from related parties during the three-month periods ended 31 March 2016 and 2015 were as follows:

	<b>Separate financial statements</b>			
	2016 <i>(in thousand US Dollar)</i>	2015	2016 <i>(in thousand Baht)</i>	2015
<b><i>Subsidiary</i></b>				
At 1 January	-	-	-	-
Increase	6,800	-	239,627	-
<b>At 31 March</b>	<b><u>6,800</u></b>	<b><u>-</u></b>	<b><u>239,627</u></b>	<b><u>-</u></b>

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

**4 Trade accounts receivable**

	<i>Note</i>	<b>Consolidated financial statements</b>			
		31 March 2016 <i>(in thousand US Dollar)</i>	31 December 2015	31 March 2016 <i>(in thousand Baht)</i>	31 December 2015
Joint venture	3	54,619	43,966	1,924,730	1,586,671
Other parties		30,397	62,692	1,071,166	2,262,467
Accrued income		4,481	8,315	157,907	300,077
<b>Total</b>		<b><u>89,497</u></b>	<b><u>114,973</u></b>	<b><u>3,153,803</u></b>	<b><u>4,149,215</u></b>
<i>Less allowance for doubtful accounts</i>		<i>(55)</i>	<i>(188)</i>	<i>(1,938)</i>	<i>(6,785)</i>
<b>Net</b>		<b><u>89,442</u></b>	<b><u>114,785</u></b>	<b><u>3,151,865</u></b>	<b><u>4,142,430</u></b>
		2016 <i>(in thousand US Dollar)</i>	2015	2016 <i>(in thousand Baht)</i>	2015

Bad and doubtful debts expense (reversal) for the three-month period ended 31 March

<b><u>(133)</u></b>	<b><u>-</u></b>	<b><u>(4,847)</u></b>	<b><u>-</u></b>
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**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
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Aging analyses for trade accounts receivable were as follows:

	<b>Consolidated financial statements</b>			
	31 March	31 December	31 March	31 December
	2016	2015	2016	2015
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Within credit terms	29,710	37,717	1,046,957	1,361,154
Overdue:				
Less than 3 months	27,056	56,930	953,432	2,054,524
3-6 months	25,143	18,619	886,019	671,934
6-12 months	7,112	1,286	250,621	46,410
Over 12 months	476	421	16,774	15,193
	<u>89,497</u>	<u>114,973</u>	<u>3,153,803</u>	<u>4,149,215</u>
Less allowance for doubtful accounts	(55)	(188)	(1,938)	(6,785)
	<u>89,442</u>	<u>114,785</u>	<u>3,151,865</u>	<u>4,142,430</u>

The normal credit terms granted by the Group ranges from 30 days to 90 days.

**5 Investments in associates and joint venture**

<i>Three-month period ended 31 March</i>	<b>Consolidated financial statements</b>			
	2016	2015	2016	2015
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<b>Associates</b>				
At 1 January	73,721	138,248	2,660,488	4,557,069
Share of net profits of associates	4,153	7,127	148,127	232,671
Dividend income	-	(6,752)	-	(220,428)
Translation adjustments	-	-	(64,398)	(56,426)
<b>At 31 March</b>	<u>77,874</u>	<u>138,623</u>	<u>2,744,217</u>	<u>4,512,886</u>
<b>Joint venture</b>				
At 1 January	1,076	415	38,831	13,680
Share of net profit of joint venture	98	142	3,495	4,636
Translation adjustments	-	-	(955)	(183)
<b>At 31 March</b>	<u>1,174</u>	<u>557</u>	<u>41,371</u>	<u>18,133</u>
<b>Total</b>				
At 1 January	74,797	138,663	2,699,319	4,570,749
Share of net profits of associates and joint venture	4,251	7,269	151,622	237,307
Dividend income	-	(6,752)	-	(220,428)
Translation adjustments	-	-	(65,353)	(56,609)
<b>At 31 March</b>	<u>79,048</u>	<u>139,180</u>	<u>2,785,588</u>	<u>4,531,019</u>

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
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<i>Three-month period ended 31 March</i>	<b>Separate financial statements</b>			
	2016 <i>(in thousand US Dollar)</i>	2015 <i>(in thousand US Dollar)</i>	2016 <i>(in thousand Baht)</i>	2015 <i>(in thousand Baht)</i>
<b>Joint venture</b>				
At 1 January	213	213	7,687	7,021
Translation adjustments	-	-	(181)	(87)
<b>At 31 March</b>	<b>213</b>	<b>213</b>	<b>7,506</b>	<b>6,934</b>

During the three-month period ended 31 March 2016 there were no acquisitions and disposals of investments in associates and joint venture.

On 27 February 2015, the Group's associate declared dividends of US Dollar 0.33 per share, which totalled US Dollar 6.75 million attributable to the Group. The Group's associate made payment to the Group on 4 March 2015.



**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2016 (Unaudited)**

Investments in associates and joint venture as at 31 March 2016 and 31 December 2015, and dividend income from those investments for the three-month periods ended 31 March 2016 and 2015 were as follows:

Type of business	Country of incorporation	Ownership interest		Paid-up capital		Cost		Equity		Dividend income for the three-month period ended	
		31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 March 2015		
<b>Associates</b>											
Group of AOD Companies <sup>(A)</sup>	Bermuda	33.76	33.76	USD 60 million	USD 60 million	97,582	97,582	77,874	73,721	-	6,752
						<u>97,582</u>	<u>97,582</u>	<u>77,874</u>	<u>73,721</u>	-	<u>6,752</u>
<b>Joint venture</b>											
Zamil Mermaid Offshore Services Co. (LLC)	Saudi Arabia	40.00	40.00	SAR 2 million	SAR 2 million	213	213	1,174	1,076	-	-
						<u>213</u>	<u>213</u>	<u>1,174</u>	<u>1,076</u>	-	-
<b>Total</b>						<u>97,795</u>	<u>97,795</u>	<u>79,048</u>	<u>74,797</u>	-	<u>6,752</u>

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
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**For the three-month period ended 31 March 2016 (Unaudited)**

	Type of business	Country of incorporation		Ownership interest (%)		Paid-up capital		Cost		Equity		Dividend income for the three-month period ended	
		31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015
<b>Associates</b>													
Group of AOD Companies <sup>(A)</sup>	Drilling services	Bermuda	Bermuda	33.76	33.76	USD 60 million	USD 60 million	3,438,712	3,521,598	2,744,217	2,660,488	-	220,428
								<u>3,438,712</u>	<u>3,521,598</u>	<u>2,744,217</u>	<u>2,660,488</u>	-	<u>220,428</u>
<b>Joint venture</b>													
Zamil Mermaid Offshore Services Co. (LLC)	Inspection, installation, repair and maintenance services for Offshore Oil and Gas industry	Saudi Arabia	Saudi Arabia	40.00	40.00	SAR 2 million	SAR 2 million	7,506	7,687	41,371	38,831	-	-
								<u>7,506</u>	<u>7,687</u>	<u>41,371</u>	<u>38,831</u>	-	-
<b>Total</b>								<u>3,446,218</u>	<u>3,529,285</u>	<u>2,785,588</u>	<u>2,699,319</u>	-	<u>220,428</u>

<sup>(A)</sup> 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.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
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**For the three-month period ended 31 March 2016 (Unaudited)**

**6 Investments in subsidiaries**

<i>Three-month period ended 31 March</i>	<b>Separate financial statements</b>			
	2016 <i>(in thousand US Dollar)</i>	2015 <i>(in thousand US Dollar)</i>	2016 <i>(in thousand Baht)</i>	2015 <i>(in thousand Baht)</i>
At 1 January	122,177	184,273	4,409,197	6,074,191
Translation adjustments	-	-	(103,777)	(75,165)
<b>At 31 March</b>	<b><u>122,177</u></b>	<b><u>184,273</u></b>	<b><u>4,305,420</u></b>	<b><u>5,999,026</u></b>

During the three-month period ended 31 March 2016 there were no acquisitions and disposals of investments in subsidiaries.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month period ended 31 March 2016 (Unaudited)**

Investments in subsidiaries as at 31 March 2016 and 31 December 2015, and dividend income from those investments for the three-month periods ended 31 March 2016 and 2015 were as follows:

Name of subsidiary	Paid - up capital		Cost		Impairment		At cost - net		Dividend income for the three-month period ended
	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 March 2015	
<b>Direct subsidiaries</b>									
Mermaid Subsea Services (Thailand) Ltd.	THB 2,930 million	THB 2,930 million	83,343	83,343	-	-	83,343	83,343	-
Mermaid Drilling Ltd.	THB 410 million	THB 410 million	14,074	14,074	(10,600)	(10,600)	3,474	3,474	-
Mermaid Drilling (Singapore) Pte. Ltd.	USD 51 million	USD 51 million	51,000	51,000	(15,640)	(15,640)	35,360	35,360	-
MTR - 3 (Singapore) Pte. Ltd.	USD 22 million	USD 22 million	22,000	22,000	(22,000)	(22,000)	-	-	-
MTR - 4 (Singapore) Pte. Ltd.	USD 22 million	USD 22 million	22,000	22,000	(22,000)	(22,000)	-	-	-
Mermaid MTN Pte. Ltd.	SGD 100	SGD 100	-	-	-	-	-	-	-
Mermaid Maritime Mauritius Ltd.	USD 1	USD 1	-	-	-	-	-	-	6,150
<b>Total</b>			<b>192,417</b>	<b>192,417</b>	<b>(70,240)</b>	<b>(70,240)</b>	<b>122,177</b>	<b>122,177</b>	<b>6,150</b>

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Name of subsidiary	Paid - up capital		Cost		Impairment		At cost - net		Dividend income for the three-month period ended	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 March 2015
<b>Indirect subsidiaries</b>										
Seascope Surveys (Thailand) Ltd.	THB 34 million	THB 34 million	840	840	(807)	(807)	33	33	-	-
Seascope Surveys Pte. Ltd.	SGD 100	SGD 100	14,268	14,268	(10,263)	(10,263)	4,005	4,005	-	-
PT Seascope Surveys Indonesia	IDR 7,328 million	IDR 7,328 million	200	200	-	-	200	200	-	-
Mermaid Offshore Services Pte. Ltd.	USD 20,400 thousand	USD 20,400 thousand	20,400	20,400	(20,400)	(20,400)	-	-	-	-
MTR - 1 Ltd.	THB 240 million	THB 240 million	6,255	6,255	(6,255)	(6,255)	-	-	-	-
MTR - 2 Ltd.	THB 350 million	THB 350 million	8,334	8,334	(5,705)	(5,705)	2,629	2,629	-	-
Mermaid Drilling (Malaysia) Sdn. Bhd.	MYR 500 thousand	MYR 500 thousand	164	164	(164)	(164)	-	-	-	-
MTR - 1 (Singapore) Pte. Ltd.	USD 40 thousand	USD 40 thousand	40	40	-	-	40	40	-	-
MTR - 2 (Singapore) Pte. Ltd.	USD 1	USD 1	-	-	-	-	-	-	-	-
Mermaid International Ventures	USD 100	USD 100	-	-	-	-	-	-	-	-
Mermaid Subsea Services (International) Ltd.	USD 1	USD 1	7,586	7,586	-	-	7,586	7,586	-	-
Subtech Saudi Arabia Limited	SAR 500 thousand	SAR 500 thousand	386	386	-	-	386	386	-	-
Mermaid Subsea Services LLC	QAR 200 thousand	QAR 200 thousand	55	55	-	-	55	55	-	-
<b>Total</b>			<b>58,528</b>	<b>58,528</b>	<b>(43,594)</b>	<b>(43,594)</b>	<b>14,934</b>	<b>14,934</b>	<b>-</b>	<b>-</b>

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
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Name of subsidiary	Paid - up capital		Cost		Impairment		At cost - net		Dividend income for the	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 March 2015
<b>Direct subsidiaries</b>										
Mermaid Subsea Services (Thailand) Ltd.	THB 2,930 million	THB 2,930 million	2,936,938	3,007,730	-	-	2,936,938	3,007,730	-	-
Mermaid Drilling Ltd.	THB 410 million	THB 410 million	495,957	507,911	(373,536)	(382,539)	122,421	125,372	-	-
Mermaid Drilling (Singapore) Pte. Ltd.	USD 51 million	USD 51 million	1,797,199	1,840,519	(551,141)	(564,427)	1,246,058	1,276,092	-	-
MTR - 3 (Singapore) Pte. Ltd.	USD 22 million	USD 22 million	775,262	793,949	(775,262)	(793,949)	-	-	-	-
MTR - 4 (Singapore) Pte. Ltd.	USD 22 million	USD 22 million	775,262	793,949	(775,262)	(793,949)	-	-	-	-
Mermaid MTN Pte. Ltd.	SGD 100	SGD 100	3	3	-	-	3	3	-	-
Mermaid Maritime Mauritius Ltd.	USD 1	USD 1	-	-	-	-	-	-	-	200,775
<b>Total</b>			<b>6,780,621</b>	<b>6,944,061</b>	<b>(2,475,201)</b>	<b>(2,534,864)</b>	<b>4,305,420</b>	<b>4,409,197</b>	<b>-</b>	<b>200,775</b>

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Name of subsidiary	Paid - up capital		Cost		Impairment		At cost - net		Dividend income for the	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 March 2015
<b>Indirect subsidiaries</b>										
Seascope Surveys (Thailand) Ltd.	THB 34 million	THB 34 million	29,601	30,314	(28,438)	(29,124)	1,163	1,190	-	-
Seascope Surveys Pte. Ltd.	SGD 100	SGD 100	502,793	514,912	(361,660)	(370,377)	141,133	144,535	-	-
PT Seascope Surveys Indonesia	IDR 7,328 million	IDR 7,328 million	7,048	7,218	-	-	7,048	7,218	-	-
Mermaid Offshore Services Pte. Ltd.	USD 20,400 thousand	USD 20,400 thousand	718,880	736,207	(718,880)	(736,207)	-	-	-	-
MTR - 1 Ltd.	THB 240 million	THB 240 million	220,421	225,734	(220,421)	(225,734)	-	-	-	-
MTR - 2 Ltd.	THB 350 million	THB 350 million	293,683	300,762	(201,040)	(205,885)	92,643	94,877	-	-
Mermaid Drilling (Malaysia) Sdn. Bhd.	MYR 500 thousand	MYR 500 thousand	5,779	5,919	(5,779)	(5,919)	-	-	-	-
MTR - 1 (Singapore) Pte. Ltd.	USD 40 thousand	USD 40 thousand	1,410	1,444	-	-	1,410	1,444	-	-
MTR - 2 (Singapore) Pte. Ltd.	USD 1	USD 1	-	-	-	-	-	-	-	-
Mermaid International Ventures	USD 100	USD 100	3	3	-	-	3	3	-	-
Mermaid Subsea Services (International) Ltd.	USD 1	USD 1	267,325	273,768	-	-	267,325	273,768	-	-
Subtech Saudi Arabia Limited	SAR 500 thousand	SAR 500 thousand	13,602	13,930	-	-	13,602	13,930	-	-
Mermaid Subsea Services LLC	QAR 200 thousand	QAR 200 thousand	1,938	1,985	-	-	1,938	1,985	-	-
<b>Total</b>			<b>2,062,483</b>	<b>2,112,196</b>	<b>(1,536,218)</b>	<b>(1,573,246)</b>	<b>526,265</b>	<b>538,950</b>	-	-

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**For the three-month period ended 31 March 2016 (Unaudited)**

**7 Property, plant and equipment**

7.1) Acquisitions and disposals of property, plant and equipment during the three-month period ended 31 March 2016 were as follows:

	Consolidated financial statements		Separate financial statements	
	(in thousand US Dollar)	(in thousand Baht)	(in thousand US Dollar)	(in thousand Baht)
<i>Net book value</i>				
At 1 January 2016	214,262	7,732,416	205	7,398
Additions	447	15,752	-	-
Disposals	(14)	(493)	-	-
Depreciation	(5,089)	(181,511)	(21)	(749)
Impairment loss reversed	50	1,783	-	-
Translation differences on consolidation	-	(179,838)	-	(165)
<b>At 31 March 2016</b>	<b>209,656</b>	<b>7,388,109</b>	<b>184</b>	<b>6,484</b>

7.2) As at 31 March 2016, the Group's property, plant and equipment with a net book value of US Dollar 142.7 million (31 December 2015: US Dollar 145.1 million) were registered to secure short-term and long-term facilities with financial institutions.

7.3) As at 31 March 2016, as a result of a loan agreement with a financial institution, the Group's property, plant and equipment with a net book value of US Dollar 1.1 million (31 December 2015: US Dollar 2.5 million) were restricted over entering into any transaction, unless prior written consent is given by the financial institution.

**8 Short-term loans from financial institution**

Movements during the three-month periods ended 31 March 2016 and 2015 were as follows:

	Consolidated financial statements			
	2016 (in thousand US Dollar)	2015	2016 (in thousand Baht)	2015
At 1 January	3,613	-	130,388	-
Repayments	(1,897)	-	(66,849)	-
Translation adjustments	-	-	(3,069)	-
<b>At 31 March</b>	<b>1,716</b>	<b>-</b>	<b>60,470</b>	<b>-</b>

Short-term loans for working capital were granted by a local commercial bank in Qatar. The loans bear interest at a fixed rate, were denominated in Qatari Riyal, and are guaranteed by another subsidiary within the Group. The balance of the loans as at 31 March 2016 was Qatari Riyal 6.20 million (31 December 2015: Qatari Riyal 13.10 million).



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**9 Long-term loans from financial institutions**

	<b>Consolidated financial statements</b>			
	31 March 2016 <i>(in thousand US Dollar)</i>	31 December 2015	31 March 2016 <i>(in thousand Baht)</i>	31 December 2015
Current portion	101,048	103,770	3,560,851	3,744,914
<b>Total</b>	<b><u>101,048</u></b>	<b><u>103,770</u></b>	<b><u>3,560,851</u></b>	<b><u>3,744,914</u></b>

Movements during the three-month periods ended 31 March 2016 and 2015 were as follows:

	<b>Consolidated financial statements</b>			
	2016 <i>(in thousand US Dollar)</i>	2015	2016 <i>(in thousand Baht)</i>	2015
At 1 January	103,770	112,660	3,744,914	3,713,612
Repayments	(2,750)	(1,750)	(96,908)	(56,971)
Amortisation to profit and loss (front end fee)	28	28	999	914
Translation adjustments	-	-	(88,154)	(45,958)
<b>At 31 March</b>	<b><u>101,048</u></b>	<b><u>110,938</u></b>	<b><u>3,560,851</u></b>	<b><u>3,611,597</u></b>

Long-term 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 101.63 million as at 31 March 2016 (*31 December 2015: US 104.38 million*) with repayment terms within 8 to 10 years. These loans bear interest at the rate of USD-LIBOR plus a certain margin, are secured by mortgages of support vessels as mentioned in Note 7 and are guaranteed by the Company.

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

***Breach of loan covenants***

As at 31 March 2016, a subsidiary as the borrower had breached certain loan covenants. According to Thai Accounting Standard No. 1 (revised 2015) - Presentation of Financial Statements, the entity has to present the liability as current if an entity has breached an undertaking under a long-term loan agreement on or before the reporting date, even if the lender has agreed, after the reporting date and before the authorisation of the financial statements for issue, not to demand payment as a consequence of the breach. As a result, the long-term portions of loans from two banks amounting to US Dollar 90.6 million (equivalent to Baht 3,193.6 million) were presented as current liabilities as of 31 March 2016.

Subsequently, on 29 April 2016, a subsidiary obtained a temporary waiver of the breach of covenant from one bank, having an outstanding balance of US Dollar 96.0 million. Currently, management is discussing with the remaining bank and has the opinion that the outcome will not result in a material adverse effect.

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**10 Segment information**

The Group has three 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	Drilling group
Segment 3	Holding

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Revenue and results, based on business segments, in the consolidated financial statements for the three-month periods ended 31 March 2016 and 2015 were as follows:

	Consolidated financial statements				
	For the three-month period ended 31 March 2016				
Subsea group	Drilling group	Holding (in thousand US Dollar)	Total	Elimination	Group
Revenue from rendering of services	39,613	-	39,613	-	39,613
Operating profit (loss)	(5,431)	(586)	(2,842)	(175)	(3,017)
Share of profit of investments in associates and joint venture	98	-	4,251	-	4,251
Finance costs	(1,024)	-	(1,024)	175	(849)
Income tax benefit	107	1	853	-	853
Profit (loss) for the period	<b>(6,250)</b>	<b>(585)</b>	<b>1,238</b>	-	<b>1,238</b>
Total assets as at 31 March 2016	370,107	39,330	775,679	(292,163)	483,516
Total liabilities as at 31 March 2016	345,881	6,671	401,398	(240,134)	161,264

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	Consolidated financial statements				
	For the three-month period ended 31 March 2015				
Subsea group	Drilling group	Holding	Total	Elimination	Group
<i>(in thousand US Dollar)</i>					
Revenue from rendering of services	54	-	60,806	(26)	60,780
Operating profit (loss)	(21,308)	7,471	(15,081)	(6,926)	(22,007)
Share of profit of investments in associates and joint venture	142	7,127	7,269	-	7,269
Finance costs	(988)	-	(988)	174	(814)
Income tax expense	(69)	(27)	(306)	-	(306)
Profit (loss) for the period	<b>(22,223)</b>	<b>14,388</b>	<b>(9,106)</b>	<b>(6,752)</b>	<b>(15,858)</b>
Total assets as at 31 December 2015	244,465	484,077	765,511	(265,706)	499,805
Total liabilities as at 31 December 2015	357,973	49,568	414,107	(235,341)	178,766

## Mermaid Maritime Public Company Limited and its Subsidiaries

### Notes to the interim financial statements

For the three-month period ended 31 March 2016 (Unaudited)

	Consolidated financial statements				
	For the three-month period ended 31 March 2016				
Subsea group	Drilling group	Holding	Total	Elimination	Group
<i>(in thousand Baht)</i>					
Revenue from rendering of services	1,412,897	-	1,412,897	-	1,412,897
Operating profit (loss)	(193,709)	(20,901)	113,244	(6,242)	(107,608)
Share of profit of investments in associates and joint venture	3,495	-	148,127	-	151,622
Finance costs	(36,525)	-	-	6,242	(30,283)
Income tax benefit	3,816	36	26,572	-	30,424
Profit (loss) for the period	<b>(222,923)</b>	<b>(20,865)</b>	<b>287,943</b>	-	<b>44,155</b>
Total assets as at 31 March 2016	13,042,273	1,385,958	12,906,075	(10,295,590)	17,038,716
Total liabilities as at 31 March 2016	12,188,570	235,081	1,721,294	(8,462,130)	5,682,815

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	Consolidated financial statements					
	For the three-month period ended 31 March 2015					
	Subsea group	Drilling group	Holding	Total	Elimination	Group
	<i>(in thousand Baht)</i>					
Revenue from rendering of services	1,983,334	1,763	-	1,985,097	(849)	1,984,248
Operating profit (loss)	(695,630)	(40,612)	243,901	(492,341)	(226,109)	(718,450)
Share of profit of investments in associates and joint venture	4,636	-	232,671	237,307	-	237,307
Finance costs	(32,254)	-	-	(32,254)	5,680	(26,574)
Income tax expense	(2,253)	(881)	(6,856)	(9,990)	-	(9,990)
Profit (loss) for the period	<b>(725,501)</b>	<b>(41,493)</b>	<b>469,716</b>	<b>(297,278)</b>	<b>(220,429)</b>	<b>(517,707)</b>
Total assets as at 31 December 2015	8,822,400	1,334,159	17,469,661	27,626,220	(9,588,957)	18,037,263
Total liabilities as at 31 December 2015	12,918,743	236,958	1,788,840	14,944,541	(8,493,126)	6,451,415

# Mermaid Maritime Public Company Limited and its Subsidiaries

## Notes to the interim financial statements

For the three-month period ended 31 March 2016 (Unaudited)

### 11 Administrative expenses

<i>Three-month period ended 31 March</i>	<b>Consolidated financial statements</b>			
	2016 <i>(in thousand US Dollar)</i>	2015	2016 <i>(in thousand Baht)</i>	2015
Employee benefit expense	4,953	5,852	176,661	191,047
Financial bonus	(2,709)	816	(96,623)	26,639
Withholding tax not recoverable	1,162	1,819	41,446	59,384
Depreciation and amortisation	211	359	7,525	11,720
Office and office equipment rental	200	211	7,134	6,888
Professional fees	191	403	6,812	13,156
Travelling expenses	170	534	6,063	17,433
Bad debts	(133)	-	(4,847)	-
Others	466	1,070	16,725	34,932
<b>Total</b>	<b>4,511</b>	<b>11,064</b>	<b>160,896</b>	<b>361,199</b>

<i>Three-month period ended 31 March</i>	<b>Separate financial statements</b>			
	2016 <i>(in thousand US Dollar)</i>	2015	2016 <i>(in thousand Baht)</i>	2015
Employee benefit expense	773	909	27,571	29,676
Financial bonus	(267)	197	(9,523)	6,431
Depreciation and amortisation	100	122	3,566	3,983
Professional fees	34	188	1,213	6,138
Office and office equipment rental	21	24	749	784
Travelling expenses	19	40	678	1,306
Others	145	257	5,172	8,389
<b>Total</b>	<b>825</b>	<b>1,737</b>	<b>29,426</b>	<b>56,707</b>

### 12 Earnings (losses) per share

#### *Basic earnings (losses) per share*

The calculations of basic earnings (losses) per share for the three-month periods ended 31 March 2016 and 2015 were based on the profit (loss) for the periods attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the periods as follows:

<i>Three-month period ended 31 March</i>	<b>Consolidated financial statements</b>			
	2016 <i>(in thousand US Dollar/ thousand shares)</i>	2015	2016 <i>(in thousand Baht/ thousand shares)</i>	2015
<b>Profit (loss) attributable to ordinary shareholders of the Company (basic)</b>	<b>1,267</b>	<b>(15,795)</b>	<b>45,189</b>	<b>(515,650)</b>
<b>Number of ordinary shares outstanding (basic)</b>	<b>1,413,329</b>	<b>1,413,329</b>	<b>1,413,329</b>	<b>1,413,329</b>
<b>Earnings (losses) per share (basic)</b>	<b>0.0009</b>	<b>(0.0112)</b>	<b>0.0320</b>	<b>(0.3648)</b>

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<i>Three-month period ended 31 March</i>	<b>Separate financial statements</b>			
	2016 <i>(in thousand US Dollar/ thousand shares)</i>	2015 <i>(in thousand US Dollar/ thousand shares)</i>	2016 <i>(in thousand Baht/ thousand shares)</i>	2015 <i>(in thousand Baht/ thousand shares)</i>
<b>Profit attributable to ordinary shareholders of the Company (basic)</b>	<b>6,202</b>	<b>9,016</b>	<b>221,210</b>	<b>294,340</b>
<b>Number of ordinary shares outstanding (basic)</b>	<b>1,413,329</b> <i>(in US Dollar)</i>	<b>1,413,329</b>	<b>1,413,329</b> <i>(in Baht)</i>	<b>1,413,329</b>
<b>Earnings per share (basic)</b>	<b>0.0044</b>	<b>0.0064</b>	<b>0.1565</b>	<b>0.2083</b>

***Diluted earnings (losses) per share***

The calculations of diluted earnings (losses) per share for the three-month periods ended 31 March 2016 and 2015 were based on the profit (loss) for the periods attributable to ordinary shareholder of the Company and the weighted average number of ordinary shares outstanding during the periods after adjusting for the effects of all dilutive potential ordinary shares as follows:

<i>Three-month period ended 31 March 2015</i>	<b>Consolidated financial statements</b>	
	<i>(in thousand US Dollar/ thousand shares)</i>	<i>(in thousand Baht/ thousand shares)</i>
<b>Loss attributable to ordinary shareholders of the Company (basic)</b>	<b>(15,795)</b>	<b>(515,650)</b>
Number of ordinary shares outstanding (basic)	1,413,329	1,413,329
Effect from employee share option plan	69	69
<b>Weighted average number of ordinary shares outstanding (diluted)</b>	<b>1,413,398</b> <i>(in US Dollar)</i>	<b>1,413,398</b> <i>(in Baht)</i>
<b>Losses per share (diluted)</b>	<b>(0.0112)</b>	<b>(0.3648)</b>

<i>Three-month period ended 31 March 2015</i>	<b>Separate financial statements</b>	
	<i>(in thousand US Dollar/ thousand shares)</i>	<i>(in thousand Baht/ thousand shares)</i>
<b>Profit attributable to ordinary shareholders of the Company (basic)</b>	<b>9,016</b>	<b>294,340</b>
Number of ordinary shares outstanding (basic)	1,413,329	1,413,329
Effect from employee share option plan	69	69
<b>Weighted average number of ordinary shares outstanding (diluted)</b>	<b>1,413,398</b> <i>(in US Dollar)</i>	<b>1,413,398</b> <i>(in Baht)</i>
<b>Earnings per share (diluted)</b>	<b>0.0064</b>	<b>0.2082</b>

There was no potential dilution in earnings (loss) per share from the employee share option plan for the three-month period ended 31 March 2016, because the average share price during that period was lower than the exercise price.



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**13 Dividends**

At the annual general meeting of the shareholders of the Company held on 27 January 2015, the shareholders approved the appropriation of dividends of US Dollar 0.0047 per share or equivalent to Baht 0.1542 per share, amounting to US Dollar 6.6 million or equivalent to Baht 217.9 million. The dividend was paid to the Company's shareholders on 23 February 2015.

**14 Financial instruments**

*Carrying amounts and fair values*

The following table shows the carrying amounts and fair values of financial assets and financial liabilities. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value due to their relatively short-term maturity.

	<b>Consolidated financial statements</b>			
	31 March 2016		31 December 2015	
	Carrying amount	Fair value	Carrying amount	Fair value
	<i>(in thousand US Dollar)</i>			
<b>Financial liabilities not measured at fair value</b>				
Long-term loans from financial institutions	(101,625)	(100,669)	(104,375)	(101,575)

	<b>Consolidated financial statements</b>			
	31 March 2016		31 December 2015	
	Carrying amount	Fair value	Carrying amount	Fair value
	<i>(in thousand Baht)</i>			
<b>Financial liabilities not measured at fair value</b>				
Long-term loans from financial institutions	(3,581,184)	(3,547,495)	(3,766,748)	(3,665,700)

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**15 Guarantees**

As at 31 March 2016 and 31 December 2015, the Group and the Company had outstanding guarantees as follows:

	<b>Consolidated financial statements</b>					
	31 March 2016			31 December 2015		
	thousand Baht	thousand USD	thousand QAR	thousand Baht	thousand USD	thousand QAR
Letters of guarantee issued by financial institutions in the normal course of business	15,600	19,887	-	15,600	27,927	-
Guarantee for short-term borrowing of subsidiaries to financial institutions	-	-	6,198	-	-	13,100
Guarantee for long-term loans of subsidiaries to financial institutions	-	101,625	-	-	104,375	-

	<b>Separate financial statements</b>			
	31 March 2016		31 December 2015	
	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 loans of subsidiary to financial institutions	-	101,625	-	104,375

**16 Commitments with non-related parties**

*(a) Capital commitments*

	<b>Consolidated financial statements</b>			
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Purchasing of diving equipment	2,118	2,042	74,637	73,693
Purchasing of tender rigs	254,000	254,000	8,950,757	9,166,504
Purchasing of DSV	117,600	117,600	4,144,130	4,244,019
<b>Total</b>	<b>373,718</b>	<b>373,642</b>	<b>13,169,524</b>	<b>13,484,216</b>

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

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

	<b>Consolidated financial statements</b>			
	31 March	31 December	31 March	31 December
	2016	2015	2016	2015
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<b><i>Future minimum lease payments under non-cancellable operating lease</i></b>				
Within one year	4,742	8,679	167,104	313,213
After one year but within five years	1,620	1,610	57,088	58,103
After five years	1,388	1,480	48,912	53,411
<b>Total</b>	<b><u>7,750</u></b>	<b><u>11,769</u></b>	<b><u>273,104</u></b>	<b><u>424,727</u></b>

(c) *Other commitments*

As at 31 March 2016, the Group had commitments on procurement commission of a new drilling unit of US Dollar 2.0 million (31 December 2015: US Dollar 2.0 million).

**17 Events after the reporting period**

Pursuant to Section 119 of the Public Companies Act B.E. 2535, the Company may transfer the reserve fund under Section 51 (share premium reserve) or Section 116 (legal reserve) or other reserve funds to compensate for the accumulated losses of the Company. The compensation for the accumulated losses shall be deducted from other reserves before it shall be deducted from the reserve fund under Section 116 and from the reserve fund under Section 51 respectively.

At the annual general meeting of the Company held on 26 April 2016, the shareholders approved to fully offset the Company's deficit of US Dollar 83.5 million as at 31 December 2015 with the legal reserve of US Dollar 4.5 million and share premium of US Dollar 79.0 million.