

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

Interim financial statements  
for the three-month and  
six-month periods ended  
30 June 2016

and

Independent Auditor's report on review of  
interim financial information



**KPMG Phoomchai Audit Ltd.**  
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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 30 June 2016; the consolidated and separate statements of comprehensive income for the three-month and six-month periods ended 30 June 2016; the consolidated and separate statements of changes in equity and cash flows for the six-month period ended 30 June 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  
9 August 2016

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

|   |             | <b>Consolidated financial statements</b> |                           |                   |                   |
|---|-------------|--|---------------------------|-------------------|-------------------|
| <b>Assets</b>                               | <i>Note</i> | 30 June                                  | 31 December               | 30 June           | 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                   |             | 79,269                                   | 57,411                    | 2,788,699         | 2,071,883         |
| Trade accounts receivable                   | 3,4         | 83,676                                   | 114,785                   | 2,943,738         | 4,142,430         |
| Other receivables                           |             | 14,936                                   | 13,825                    | 525,451           | 498,925           |
| Receivables from related parties            | 3           | 3  | 3                         | 106               | 108               |
| Deferred contract costs                     |             | 2,715                                    | 3,734                     | 95,514            | 134,755           |
| Supplies and spare parts                    |             | 1,846                                    | 2,519                     | 64,943            | 90,907            |
| Dividend receivable                         | 3,5         | -  | 6,752                     | -                 | 243,670           |
| <b>Total current assets</b>                 |             | <b>182,445</b>                           | <b>199,029</b>            | <b>6,418,451</b>  | <b>7,182,678</b>  |
| <b><i>Non-current assets</i></b>            |             |  |                           |                   |                   |
| Restricted deposit at financial institution |             | 5,947                                    | 5,849                     | 209,217           | 211,082           |
| Investments in associates and joint venture | 5           | 82,531                                   | 74,797                    | 2,903,457         | 2,699,319         |
| Investment properties                       |             | 661                                      | 699                       | 23,254            | 25,226            |
| Property, plant and equipment               | 7           | 204,968                                  | 214,262                   | 7,210,814         | 7,732,416         |
| Goodwill                                    |             | 2,066                                    | 2,066                     | 72,682            | 74,559            |
| Intangible assets                           |             | 262                                      | 301                       | 9,217             | 10,863            |
| Deferred tax assets                         |             | 2,518                                    | 2,507                     | 88,584            | 90,474            |
| Other non-current assets                    |             | 183                                      | 295                       | 6,438             | 10,646            |
| <b>Total non-current assets</b>             |             | <b>299,136</b>                           | <b>300,776</b>            | <b>10,523,663</b> | <b>10,854,585</b> |
| <b>Total assets</b>                         |             | <b>481,581</b>                           | <b>499,805</b>            | <b>16,942,114</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**

|  |             | <b>Consolidated financial statements</b> |                           |                  |                  |
|--|-------------|--|---------------------------|------------------|------------------|
|  |             | 30 June                                  | 31 December               | 30 June          | 31 December      |
| <b>Liabilities and equity</b>                | <i>Note</i> | 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           | -  | 3,613                     | -                | 130,388          |
| Trade accounts payable                       |             | 4,558                                    | 12,073                    | 160,351          | 435,698          |
| Other payables                               |             | 42,706                                   | 50,769                    | 1,502,405        | 1,832,182        |
| Current portion of long-term loans           |             |  |                           |                  |                  |
| from financial institutions                  | 9           | 98,325                                   | 103,770                   | 3,459,093        | 3,744,914        |
| Current portion of finance lease liabilities |             | 6  | 24                        | 211              | 866              |
| Income tax payable                           |             | 437                                      | 2,678                     | 15,374           | 96,645           |
| <b>Total current liabilities</b>             |             | <b>146,032</b>                           | <b>172,927</b>            | <b>5,137,434</b> | <b>6,240,693</b> |
| <b><i>Non-current liabilities</i></b>        |             |  |                           |                  |                  |
| Finance lease liabilities                    |             | 13                                       | 17                        | 457              | 614              |
| Deferred tax liabilities                     |             | 1,976                                    | 2,825                     | 69,516           | 101,950          |
| Employee benefit obligations                 |             | 3,518                                    | 2,997                     | 123,764          | 108,158          |
| <b>Total non-current liabilities</b>         |             | <b>5,507</b>                             | <b>5,839</b>              | <b>193,737</b>   | <b>210,722</b>   |
| <b>Total liabilities</b>                     |             | <b>151,539</b>                           | <b>178,766</b>            | <b>5,331,171</b> | <b>6,451,415</b> |

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

|   |             | <b>Consolidated financial statements</b> |                           |                   |                   |
|---|-------------|--|---------------------------|-------------------|-------------------|
|   |             | 30 June                                  | 31 December               | 30 June           | 31 December       |
| <b>Liabilities and equity</b>                       | <i>Note</i> | 2016                                     | 2015                      | 2016              | 2015              |
|   |             | (Unaudited)                              | (Unaudited)               |                   |                   |
|   |             | <i>(in thousand US Dollar)</i>           | <i>(in thousand Baht)</i> |                   |                   |
| <b>Equity</b>                                       |             |  |                           |                   |                   |
| <b>Share capital</b>                                |             |  |                           |                   |                   |
| 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                            | <i>17</i>   | 343,536                                  | 422,563                   | 12,271,678        | 13,558,613        |
| <b>Retained earnings (Deficit)</b>                  |             |  |                           |                   |                   |
| Appropriated  | <i>17</i>   | -  | 4,503                     | -                 | 141,670           |
| Deficit   | <i>17</i>   | (58,490)                                 | (151,031)                 | (3,811,227)       | (5,558,241)       |
| Other components of equity                          |             | (1,796)                                  | (1,790)                   | 1,759,297         | 2,052,530         |
| <b>Equity attributable to owners of the Company</b> |             | <b>330,572</b>                           | <b>321,567</b>            | <b>11,633,077</b> | <b>11,607,901</b> |
| Non-controlling interests                           |             | (530)                                    | (528)                     | (22,134)          | (22,053)          |
| <b>Total equity</b>                                 |             | <b>330,042</b>                           | <b>321,039</b>            | <b>11,610,943</b> | <b>11,585,848</b> |
| <b>Total liabilities and equity</b>                 |             | <b>481,581</b>                           | <b>499,805</b>            | <b>16,942,114</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                         |                |  |                   |
|-------------------------------------|------|---|----------------|--|-------------------|
|                                     |      | 30 June   | 31 December    | 30 June  | 31 December       |
|                                     |      | 2016<br>(Unaudited)<br><i>(in thousand US Dollar)</i> | 2015           | 2016<br>(Unaudited)<br><i>(in thousand Baht)</i> | 2015              |
| <b>Current assets</b>               |      |   |                |  |                   |
| Cash and cash equivalents           |      | 47,213  | 22,990         | 1,660,963  | 829,677           |
| Other receivables                   |      | 216   | 118            | 7,599  | 4,258             |
| Receivables from related parties    | 3    | 139,311   | 133,115        | 4,900,989  | 4,803,934         |
| Short-term loans to related parties | 3    | 121,204   | 130,008        | 4,263,981  | 4,691,807         |
| Dividends receivable                | 3    | 1,600   | 9,600          | 56,288   | 346,451           |
| <b>Total current assets</b>         |      | <b>309,544</b>  | <b>295,831</b> | <b>10,889,820</b>                                | <b>10,676,127</b> |
| <b>Non-current assets</b>           |      |   |                |  |                   |
| Investment in joint venture         | 5    | 213   | 213            | 7,493  | 7,687             |
| Investments in subsidiaries         | 6    | 122,177   | 122,177        | 4,298,211  | 4,409,197         |
| Investment properties               |      | 2,340   | 2,481          | 82,322   | 89,536            |
| Property, plant and equipment       | 7    | 162   | 205            | 5,699  | 7,398             |
| Intangible assets                   |      | 61  | 73             | 2,146  | 2,634             |
| Deferred tax assets                 |      | 18  | 26             | 633  | 938               |
| Other non-current assets            |      | 35  | 37             | 1,231  | 1,335             |
| <b>Total non-current assets</b>     |      | <b>125,006</b>  | <b>125,212</b> | <b>4,397,735</b>                                 | <b>4,518,725</b>  |
| <b>Total assets</b>                 |      | <b>434,550</b>  | <b>421,043</b> | <b>15,287,555</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**

| <b>Liabilities and equity</b>                        | <i>Note</i> | <b>Separate financial statements</b>                  |                |  |                   |
|--|-------------|---|----------------|--|-------------------|
|  |             | 30 June   | 31 December    | 30 June  | 31 December       |
|  |             | 2016<br>(Unaudited)<br><i>(in thousand US Dollar)</i> | 2015           | 2016<br>(Unaudited)<br><i>(in thousand Baht)</i> | 2015              |
| <b><i>Current liabilities</i></b>                    |             |   |                |  |                   |
| Short-term loans from related parties                | 3           | 6,800   | -              | 239,225  | -                 |
| Other payables                                       | 3           | 36,394  | 36,630         | 1,280,348  | 1,321,925         |
| Income tax payable                                   |             | -   | 754            | -  | 27,211            |
| <b>Total current liabilities</b>                     |             | <b>43,194</b>   | <b>37,384</b>  | <b>1,519,573</b>                                 | <b>1,349,136</b>  |
| <b><i>Non-current liabilities</i></b>                |             |   |                |  |                   |
| Employee benefit obligations                         |             | 112   | 103            | 3,940  | 3,717             |
| <b>Total non-current liabilities</b>                 |             | <b>112</b>  | <b>103</b>     | <b>3,940</b>                                     | <b>3,717</b>      |
| <b>Total liabilities</b>                             |             | <b>43,306</b>   | <b>37,487</b>  | <b>1,523,513</b>                                 | <b>1,352,853</b>  |
| <b><i>Equity</i></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                             | 17          | 343,536   | 422,563        | 12,271,678                                       | 13,558,613        |
| Differences arising from common control transactions |             | (7,406)   | (7,406)        | (239,757)  | (239,757)         |
| Retained earnings (Deficit)                          |             |   |                |  |                   |
| Appropriated   | 17          | -   | 4,503          | -  | 141,670           |
| Unappropriated / (Deficit)                           | 17          | 7,764   | (83,454)       | (1,210,609)                                      | (2,912,853)       |
| Other components of equity                           |             | 28  | 28             | 1,529,401  | 1,880,997         |
| <b>Total equity</b>                                  |             | <b>391,244</b>  | <b>383,556</b> | <b>13,764,042</b>                                | <b>13,841,999</b> |
| <b>Total liabilities and equity</b>                  |             | <b>434,550</b>  | <b>421,043</b> | <b>15,287,555</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  |                  |
|  |    | 30 June                        |                | 30 June                   |                  |
| <i>Note</i>  |    | 2016                           | 2015           | 2016                      | 2015             |
|  |    | <i>(in thousand US Dollar)</i> |                | <i>(in thousand Baht)</i> |                  |
| <b>Income</b>  |    |                                |                |                           |                  |
| Revenue from rendering of services   | 3  | 49,630                         | 107,461        | 1,751,021                 | 3,560,084        |
| Interest income  |    | 96                             | 42             | 3,387                     | 1,409            |
| Net gain on foreign exchange   |    | 474                            | 1,077          | 16,723                    | 35,486           |
| Other income   | 3  | 121                            | 66             | 4,269                     | 2,196            |
| <b>Total income</b>  |    | <b>50,321</b>                  | <b>108,646</b> | <b>1,775,400</b>          | <b>3,599,175</b> |
| <b>Expenses</b>  |    |                                |                |                           |                  |
| Cost of rendering of services  |    | 38,246                         | 87,641         | 1,349,376                 | 2,910,333        |
| Administrative expenses  | 11 | 6,908                          | 11,930         | 243,725                   | 396,561          |
| Finance costs  |    | 874                            | 822            | 30,836                    | 27,340           |
| <b>Total expenses</b>  |    | <b>46,028</b>                  | <b>100,393</b> | <b>1,623,937</b>          | <b>3,334,234</b> |
| Share of profit of investments in associates<br>and joint venture              |    | 3,483                          | 7,491          | 122,886                   | 249,103          |
| <b>Profit before income tax expense</b>  |    | <b>7,776</b>                   | <b>15,744</b>  | <b>274,349</b>            | <b>514,044</b>   |
| Income tax expense   |    | (5)                            | (325)          | (176)                     | (10,804)         |
| <b>Profit for the period</b>   |    | <b>7,771</b>                   | <b>15,419</b>  | <b>274,173</b>            | <b>503,240</b>   |
| <b>Other comprehensive income (loss):</b>                                      |    |                                |                |                           |                  |
| <b>Item that are or may be reclassified to profit or loss</b>                  |    |                                |                |                           |                  |
| Exchange differences on translating<br>financial statements                    |    | 19                             | (567)          | 670                       | (18,621)         |
| Translation adjustments  |    | -                              | -              | (19,801)                  | 671,025          |
| <b>Other comprehensive income (loss) for<br/>the period, net of income tax</b> |    | <b>19</b>                      | <b>(567)</b>   | <b>(19,131)</b>           | <b>652,404</b>   |
| <b>Total comprehensive income<br/>for the period</b>                           |    | <b>7,790</b>                   | <b>14,852</b>  | <b>255,042</b>            | <b>1,155,644</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  |                         |
|   |  | 30 June                        |                      | 30 June                   |                         |
| <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                            | 7,744                          | 15,575               | 273,220                   | 508,400                 |
|   | Non-controlling interests                        | 27                             | (156)                | 953                       | (5,160)                 |
|   | <b>Profit for the period</b>                     | <b><u>7,771</u></b>            | <b><u>15,419</u></b> | <b><u>274,173</u></b>     | <b><u>503,240</u></b>   |
| <b>Total comprehensive income (loss) attributable to:</b> |  |                                |                      |                           |                         |
|   | Owners of the Company                            | 7,761                          | 15,035               | 254,018                   | 1,161,690               |
|   | Non-controlling interests                        | 29                             | (183)                | 1,024                     | (6,046)                 |
|   | <b>Total comprehensive income for the period</b> | <b><u>7,790</u></b>            | <b><u>14,852</u></b> | <b><u>255,042</u></b>     | <b><u>1,155,644</u></b> |
| <b>Earnings per share</b>                                 |  | <i>(in US Dollar)</i>          |                      | <i>(in Baht)</i>          |                         |
|   | Basic earnings per share                         | <u>0.0055</u>                  | <u>0.0110</u>        | <u>0.1933</u>             | <u>0.3597</u>           |
|   | Diluted earnings per share                       |                                | <u>0.0110</u>        |                           | <u>0.3597</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)**

|  |  | <b>Consolidated financial statements</b> |                |                           |                  |
|--|--|--|----------------|---------------------------|------------------|
|  |  | Six-month period ended                   |                | Six-month period ended    |                  |
|  |  | 30 June                                  |                | 30 June                   |                  |
| <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   | 89,243                                   | 168,241        | 3,163,918                 | 5,544,332        |
|  | Interest income  | 169                                      | 123            | 5,991                     | 4,053            |
|  | Net gain on foreign exchange   | 219                                      | 1,056          | 7,628                     | 34,800           |
| 3  | Other income   | 197                                      | 133            | 6,984                     | 4,383            |
|  | <b>Total income</b>  | <b>89,828</b>                            | <b>169,553</b> | <b>3,184,521</b>          | <b>5,587,568</b> |
| <b><i>Expenses</i></b>   |  |  |                |                           |                  |
|  | Cost of rendering of services  | 76,270                                   | 159,491        | 2,705,597                 | 5,255,977        |
| 11   | Administrative expenses  | 11,408                                   | 22,994         | 404,233                   | 757,760          |
|  | Finance costs  | 1,723                                    | 1,636          | 61,119                    | 53,914           |
|  | <b>Total expenses</b>  | <b>89,401</b>                            | <b>184,121</b> | <b>3,170,949</b>          | <b>6,067,651</b> |
|  | Share of profit of investments in associates<br>and joint venture              | 7,734                                    | 14,760         | 274,508                   | 486,410          |
|  | <b>Profit before income tax (expense) benefit</b>                              | <b>8,161</b>                             | <b>192</b>     | <b>288,080</b>            | <b>6,327</b>     |
|  | Income tax (expense) benefit   | 848                                      | (631)          | 30,248                    | (20,794)         |
|  | <b>Profit (loss) for the period</b>  | <b>9,009</b>                             | <b>(439)</b>   | <b>318,328</b>            | <b>(14,467)</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<br>financial statements                    | (6)                                      | (359)          | (221)                     | (11,831)         |
|  | Translation adjustments  | -  | -              | (293,012)                 | 443,280          |
|  | <b>Other comprehensive income (loss) for<br/>the period, net of income tax</b> | <b>(6)</b>                               | <b>(359)</b>   | <b>(293,233)</b>          | <b>431,449</b>   |
|  | <b>Total comprehensive income (loss)<br/>for the period</b>                    | <b>9,003</b>                             | <b>(798)</b>   | <b>25,095</b>             | <b>416,982</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>                  |   |                                |                     |                           |                        |
|---|---|--------------------------------|---------------------|---------------------------|------------------------|
|   |   | Six-month period ended         |                     | Six-month period ended    |                        |
|   |   | 30 June                        |                     | 30 June                   |                        |
| <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                                   | 9,011                          | (220)               | 318,409                   | (7,250)                |
|   | Non-controlling interests                               | (2)                            | (219)               | (81)                      | (7,217)                |
|   | <b>Profit (loss) for the period</b>                     | <b><u>9,009</u></b>            | <b><u>(439)</u></b> | <b><u>318,328</u></b>     | <b><u>(14,467)</u></b> |
| <b>Total comprehensive income (loss) attributable to:</b> |   |                                |                     |                           |                        |
|   | Owners of the Company                                   | 9,005                          | (562)               | 25,176                    | 424,759                |
|   | Non-controlling interests                               | (2)                            | (236)               | (81)                      | (7,777)                |
|   | <b>Total comprehensive income (loss) for the period</b> | <b><u>9,003</u></b>            | <b><u>(798)</u></b> | <b><u>25,095</u></b>      | <b><u>416,982</u></b>  |
| <b>Earnings (losses) per share</b>                        |   | <i>(in US Dollar)</i>          |                     | <i>(in Baht)</i>          |                        |
|   | Basic earnings (losses) per share                       | 12                             | <u>0.0064</u>       | <u>(0.0002)</u>           | <u>0.2253</u>          |
|   | Diluted earnings (losses) per share                     | 12                             | <u>(0.0002)</u>     | <u>(0.0051)</u>           | <u>(0.0051)</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  |                  |
|   |      | 30 June                        |                | 30 June                   |                  |
|   |      | 2016                           | 2015           | 2016                      | 2015             |
|   |      | <i>(in thousand US Dollar)</i> |                | <i>(in thousand Baht)</i> |                  |
| <b>Income</b>   |      |                                |                |                           |                  |
| Management fee income   | 3    | 330                            | 479            | 11,643                    | 15,933           |
| Interest income   | 3    | 1,760                          | 1,080          | 62,095                    | 35,936           |
| Net gain on foreign exchange                                  |      | 419                            | -              | 14,783                    | -                |
| Other income  | 3    | 120                            | 119            | 4,234                     | 3,959            |
| <b>Total income</b>   |      | <b>2,629</b>                   | <b>1,678</b>   | <b>92,755</b>             | <b>55,828</b>    |
| <b>Expense</b>  |      |                                |                |                           |                  |
| Administrative expenses                                       | 11   | 1,132                          | 1,491          | 39,938                    | 49,670           |
| Net loss on foreign exchange                                  |      | -                              | 8,557          | -                         | 279,210          |
| <b>Total expenses</b>   |      | <b>1,132</b>                   | <b>10,048</b>  | <b>39,938</b>             | <b>328,880</b>   |
| <b>Profit (loss) before income tax expense</b>                |      | <b>1,497</b>                   | <b>(8,370)</b> | <b>52,817</b>             | <b>(273,052)</b> |
| Income tax expense  |      | (11)                           | (178)          | (388)                     | (5,865)          |
| <b>Profit (loss) for the period</b>                           |      | <b>1,486</b>                   | <b>(8,548)</b> | <b>52,429</b>             | <b>(278,917)</b> |
| <b>Other comprehensive income (loss)</b>                      |      |                                |                |                           |                  |
| <i>Item that are or may be reclassified to profit or loss</i> |      |                                |                |                           |                  |
| Translation adjustments                                       |      | -                              | -              | (23,148)                  | 568,282          |
| <b>Other comprehensive income (loss) for the period</b>       |      | <b>-</b>                       | <b>-</b>       | <b>(23,148)</b>           | <b>568,282</b>   |
| <b>Total comprehensive income (loss) for the period</b>       |      | <b>1,486</b>                   | <b>(8,548)</b> | <b>29,281</b>             | <b>289,365</b>   |
| <b>Earnings (losses) per share</b>                            |      |                                |                |                           |                  |
|   |      | <i>(in US Dollar)</i>          |                | <i>(in Baht)</i>          |                  |
| Basic earnings (losses) per share                             | 12   | 0.0011                         | (0.0060)       | 0.0371                    | (0.1973)         |
| Diluted earnings (losses) per share                           | 12   |                                | (0.0060)       |                           | (0.1973)         |

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

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

|   | <i>Note</i> | <b>Separate financial statements</b> |              |                           |                |
|---|-------------|--------------------------------------|--------------|---------------------------|----------------|
|   |             | Six-month period ended               |              | Six-month period ended    |                |
|   |             | 30 June                              |              | 30 June                   |                |
|   |             | 2016                                 | 2015         | 2016                      | 2015           |
|   |             | <i>(in thousand US Dollar)</i>       |              | <i>(in thousand Baht)</i> |                |
| <b>Income</b>   |             |                                      |              |                           |                |
| Management fee income   | 3           | 660                                  | 958          | 23,413                    | 31,571         |
| Interest income   | 3           | 2,810                                | 2,201        | 99,546                    | 72,533         |
| Dividend income   | 3           | -                                    | 6,150        | -                         | 202,671        |
| Net gain on foreign exchange                                  |             | 5,966                                | -            | 212,631                   | -              |
| Other income  | 3           | 229                                  | 241          | 8,122                     | 7,942          |
| <b>Total income</b>   |             | <b>9,665</b>                         | <b>9,550</b> | <b>343,712</b>            | <b>314,717</b> |
| <b>Expense</b>  |             |                                      |              |                           |                |
| Administrative expenses                                       | 11          | 1,957                                | 3,228        | 69,364                    | 106,377        |
| Net loss on foreign exchange                                  |             | -                                    | 5,678        | -                         | 187,117        |
| <b>Total expenses</b>   |             | <b>1,957</b>                         | <b>8,906</b> | <b>69,364</b>             | <b>293,494</b> |
| <b>Profit before income tax expense</b>                       |             | <b>7,708</b>                         | <b>644</b>   | <b>274,348</b>            | <b>21,223</b>  |
| Income tax expense  |             | (20)                                 | (176)        | (709)                     | (5,800)        |
| <b>Profit for the period</b>                                  |             | <b>7,688</b>                         | <b>468</b>   | <b>273,639</b>            | <b>15,423</b>  |
| <b>Other comprehensive income (loss)</b>                      |             |                                      |              |                           |                |
| <i>Item that are or may be reclassified to profit or loss</i> |             |                                      |              |                           |                |
| Translation adjustments                                       |             | -                                    | -            | (351,596)                 | 373,690        |
| <b>Other comprehensive income (loss) for the period</b>       |             | <b>-</b>                             | <b>-</b>     | <b>(351,596)</b>          | <b>373,690</b> |
| <b>Total comprehensive income (loss) for the period</b>       |             | <b>7,688</b>                         | <b>468</b>   | <b>(77,957)</b>           | <b>389,113</b> |
| <b>Earnings per share</b>                                     |             |                                      |              |                           |                |
|   |             | <i>(in US Dollar)</i>                |              | <i>(in Baht)</i>          |                |
| Basic earnings per share                                      | 12          | 0.0054                               | 0.0003       | 0.1936                    | 0.0109         |
| Diluted earnings per share                                    | 12          |                                      | 0.0003       |                           | 0.0109         |

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

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

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

|   | Consolidated financial statements |                          |              |                |                                  |                            |                                |                                  |  |                           |              |
|---|-----------------------------------|--------------------------|--------------|----------------|----------------------------------|----------------------------|--------------------------------|----------------------------------|--|---------------------------|--------------|
|   | Retained earnings                 |                          |              |                |                                  | Other components of equity |                                |                                  |  |                           |              |
|   | Issued and paid-up share capital  | Premium on share capital | Appropriated | Unappropriated | Currency translation differences | Share-based payment        | Changes in ownership interests | Total other components of equity | Equity attributable to owners of the Company | Non-controlling interests | Total equity |
| <i>(in thousand US Dollar)</i>                              |                                   |                          |              |                |                                  |                            |                                |                                  |  |                           |              |
| <b>Six-month period ended 30 June 2015</b>                  |                                   |                          |              |                |                                  |                            |                                |                                  |  |                           |              |
| Balance at 1 January 2015                                   | 47,322                            | 422,563                  | 4,503        | 90,278         | 2,637                            | 28                         | (3,166)                        | (501)                            | 564,165                                      | 1,769                     | 565,934      |
| Transactions with owners, recorded directly in equity       |                                   |                          |              |                |                                  |                            |                                |                                  |  |                           |              |
| <i>Distributions to owners of the Company</i>               |                                   |                          |              |                |                                  |                            |                                |                                  |  |                           |              |
| Dividends to owners of the Company                          | -                                 | -                        | -            | (12,296)       | -                                | -                          | -                              | -                                | (12,296)                                     | -                         | (12,296)     |
| <i>Total distributions to owners of the Company</i>         | -                                 | -                        | -            | (12,296)       | -                                | -                          | -                              | -                                | (12,296)                                     | -                         | (12,296)     |
| Total transactions with owners, recorded directly in equity | -                                 | -                        | -            | (12,296)       | -                                | -                          | -                              | -                                | (12,296)                                     | -                         | (12,296)     |
| <b>Comprehensive loss for the period</b>                    |                                   |                          |              |                |                                  |                            |                                |                                  |  |                           |              |
| Profit or loss  | -                                 | -                        | -            | (220)          | -                                | -                          | -                              | -                                | (220)  | (219)                     | (439)        |
| Exchange differences on translating financial statements    | -                                 | -                        | -            | -              | (342)                            | -                          | -                              | (342)                            | (342)  | (17)                      | (359)        |
| <b>Total comprehensive loss for the period</b>              |                                   |                          |              |                |                                  |                            |                                |                                  |  |                           |              |
| Balance at 30 June 2015                                     | 47,322                            | 422,563                  | 4,503        | 77,762         | 2,295                            | 28                         | (3,166)                        | (843)                            | 551,307                                      | 1,533                     | 552,840      |

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        |          |                                  |                                |                     |                                  |  |                           |                     |                |
|   |                          | Retained earnings/(Deficit)       |          | Currency translation differences |                                |                     | Total other components of equity | Equity attributable to owners of the Company | Non-controlling interests | Total equity        |                |
| Issued and paid-up share capital                            | Premium on share capital | Appropriated                      | Deficit  | Share-based payment              | Changes in ownership interests | Share-based payment | Share-based payment              | Share-based payment                          | Share-based payment       | Share-based payment |                |
| Note  |                          |                                   |          |                                  |                                |                     |                                  |  |                           |                     |                |
|   |                          |                                   |          |                                  |                                |                     |                                  |  |                           |                     |                |
|   | 47,322                   | 422,563                           | 4,503    | (151,031)                        | 1,348                          | 28                  | (3,166)                          | (1,790)                                      | 321,567                   | (528)               | 321,039        |
| Six-month period ended 30 June 2016                         |                          |                                   |          |                                  |                                |                     |                                  |  |                           |                     |                |
| Balance at 1 January 2016                                   |                          |                                   |          |                                  |                                |                     |                                  |  |                           |                     |                |
| <b>Comprehensive income (loss) for the period</b>           |                          |                                   |          |                                  |                                |                     |                                  |  |                           |                     |                |
| Profit or loss  | -                        | -                                 | -        | 9,011                            | -                              | -                   | -                                | -  | 9,011                     | (2)                 | 9,009          |
| Exchange differences on translating financial statements    | -                        | -                                 | -        | -                                | (6)                            | -                   | -                                | (6)  | (6)                       | -                   | (6)            |
| <b>Total comprehensive income (loss) for the period</b>     | -                        | -                                 | -        | <b>9,011</b>                     | <b>(6)</b>                     | -                   | -                                | <b>(6)</b>                                   | <b>9,005</b>              | <b>(2)</b>          | <b>9,003</b>   |
| Transfer premium on share capital to compensate for deficit | 17                       | (79,027)                          | -        | 79,027                           | -                              | -                   | -                                | -  | -                         | -                   | -              |
| Transfer legal reserve to compensate for deficit            | 17                       | -                                 | (4,503)  | 4,503                            | -                              | -                   | -                                | -  | -                         | -                   | -              |
| <b>Balance at 30 June 2016</b>                              | <b>47,322</b>            | <b>343,536</b>                    | <b>-</b> | <b>(58,490)</b>                  | <b>1,342</b>                   | <b>28</b>           | <b>(3,166)</b>                   | <b>(1,796)</b>                               | <b>330,572</b>            | <b>(530)</b>        | <b>330,042</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)**

|  | <b>Consolidated financial statements</b> |                             |              |                |  |                                   |                                   |   |   |                                  |                 |
|--|--|-----------------------------|--------------|----------------|--|-----------------------------------|-----------------------------------|---|---|----------------------------------|-----------------|
|  | <b>Retained earnings</b>                 |                             |              |                |  | <b>Other components of equity</b> |                                   |   |   |                                  |                 |
|  | Issued and<br>paid-up<br>share capital   | Premium on<br>share capital | Appropriated | Unappropriated | Currency<br>translation<br>differences | Share-based<br>payment            | Changes in<br>ownership interests | Total<br>other<br>components<br>of equity | Equity<br>attributable to<br>owners of<br>the Company | Non-<br>controlling<br>interests | Total<br>equity |
| <i>Note</i>  |  |                             |              |                |  |                                   |                                   |   |   |                                  |                 |
| <b>Six-month period ended 30 June 2015</b>                             |  |                             |              |                |  |                                   |                                   |   |   |                                  |                 |
| 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      |
| <b>Transactions with owners, recorded<br/>directly in equity</b>       |  |                             |              |                |  |                                   |                                   |   |   |                                  |                 |
| <i>Distributions to owners of the Company</i>                          |  |                             |              |                |  |                                   |                                   |   |   |                                  |                 |
| Dividends to owners<br>of the Company                                  | -  | -                           | -            | (398,700)      | -                                      | -                                 | -                                 | -   | (398,700)   | -                                | (398,700)       |
| <b>Total distributions to owners of the Company</b>                    | -  | -                           | -            | (398,700)      | -                                      | -                                 | -                                 | -   | (398,700)   | -                                | (398,700)       |
| <b>Total transactions with owners, recorded<br/>directly in equity</b> |  |                             |              |                |  |                                   |                                   |   |   |                                  |                 |
|  | -  | -                           | -            | (398,700)      | -                                      | -                                 | -                                 | -   | (398,700)   | -                                | (398,700)       |
| <b>Comprehensive income (loss)<br/>for the period</b>                  |  |                             |              |                |  |                                   |                                   |   |   |                                  |                 |
| Profit or loss   | -  | -                           | -            | (7,250)        | -                                      | -                                 | -                                 | -   | (7,250)   | (7,217)                          | (14,467)        |
| Exchange differences on<br>translating financial statements            | -  | -                           | -            | -              | 432,009                                | -                                 | -                                 | 432,009                                   | 432,009   | (560)                            | 431,449         |
| <b>Total comprehensive income (loss)<br/>for the period</b>            | -  | -                           | -            | (7,250)        | 432,009                                | -                                 | -                                 | 432,009                                   | 424,759   | (7,777)                          | 416,982         |
| Balance at 30 June 2015  | 1,413,329                                | 13,558,613                  | 141,670      | 2,534,116      | 1,084,330                              | 874                               | (111,483)                         | 973,721                                   | 18,621,449  | 51,715                           | 18,673,164      |

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        |               |             |             |            |            |             |           |            |          |            |
|   |   | Retained earnings/(Deficit)       |               |             |             |            | Equity     |             |           |            |          |            |
|   |   |                                   |               | Currency    | Share-based | Changes in | Total      | Non-        |           |            |          |            |
|   |   | Issued and                        | Premium on    | translation | payment     | ownership  | other      | controlling |           |            |          |            |
|   |   | paid-up                           | share capital | differences | ownership   | interests  | components | interests   |           |            |          |            |
|   |   | share capital                     | Appropriated  | Deficit     | interests   | of equity  | of equity  | Total       |           |            |          |            |
|   |   | Note                              | share capital | Deficit     | of equity   | of equity  | of equity  | equity      |           |            |          |            |
|   |   | <i>(in thousand Baht)</i>         |               |             |             |            |            |             |           |            |          |            |
| <b>Six-month period ended 30 June 2016</b>        |   |                                   |               |             |             |            |            |             |           |            |          |            |
|   |   | 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>Balance at 1 January 2016</b>                            |                                   |               |             |             |            |            |             |           |            |          |            |
| <b>Comprehensive income (loss) for the period</b> |   |                                   |               |             |             |            |            |             |           |            |          |            |
|   | Profit or loss  | -                                 | -             | -           | 318,409     | -          | -          | -           | -         | 318,409    | (81)     | 318,328    |
|   | Exchange differences on translating financial statements    | -                                 | -             | -           | -           | (293,233)  | -          | -           | (293,233) | (293,233)  | -        | (293,233)  |
|   | <b>Total comprehensive income (loss) for the period</b>     | -                                 | -             | -           | 318,409     | (293,233)  | -          | -           | (293,233) | 25,176     | (81)     | 25,095     |
|   | Transfer premium on share capital to compensate for deficit | 17                                | -             | (1,286,935) | -           | -          | -          | -           | -         | -          | -        | -          |
|   | Transfer legal reserve to compensate for deficit            | 17                                | -             | -           | (141,670)   | -          | -          | -           | -         | -          | -        | -          |
|   | <b>Balance at 30 June 2016</b>                              | 1,413,329                         | 12,271,678    | -           | (3,811,227) | 1,869,906  | 874        | (111,483)   | 1,759,297 | 11,633,077 | (22,134) | 11,610,943 |

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 |                |                            | Share-based payment |              |  |
|   |                                  |                          |  | Appropriated      | Unappropriated | Other components of equity |                     |              |  |
|   |                                  |                          |  |                   |                |                            |                     |              |  |
|   |                                  |                          | <i>(in thousand US Dollar)</i>                       |                   |                |                            |                     |              |  |
| <b>Six-month period ended 30 June 2015</b>                  |                                  |                          |  |                   |                |                            |                     |              |  |
| Balance at 1 January 2015                                   | 47,322                           | 422,563                  | (7,406)  | 4,503             | 12,129         | 28                         |                     | 479,139      |  |
| Transactions with owners, recorded directly in equity       |                                  |                          |  |                   |                |                            |                     |              |  |
| <i>Distributions to owners of the Company</i>               |                                  |                          |  |                   |                |                            |                     |              |  |
| Dividends to owners of the Company                          | -                                | -                        | -  | -                 | (12,296)       | -                          |                     | (12,296)     |  |
| <i>Total distributions to owners of the Company</i>         | -                                | -                        | -  | -                 | (12,296)       | -                          |                     | (12,296)     |  |
| Total transactions with owners, recorded directly in equity | -                                | -                        | -  | -                 | (12,296)       | -                          |                     | (12,296)     |  |
| Comprehensive income for the period                         |                                  |                          |  |                   |                |                            |                     |              |  |
| Profit or loss  | -                                | -                        | -  | -                 | 468            | -                          |                     | 468          |  |
| Total comprehensive income for the period                   | -                                | -                        | -  | -                 | 468            | -                          |                     | 468          |  |
| Balance at 30 June 2015                                     | 47,322                           | 422,563                  | (7,406)  | 4,503             | 301            | 28                         |                     | 467,311      |  |

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

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

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

|  |                                  | Separate financial statements |  |              |                            |                     | Total equity |
|--|----------------------------------|-------------------------------|--|--------------|----------------------------|---------------------|--------------|
|  |                                  | Retained earnings/(Deficit)   |  |              | Other components of equity |                     |              |
| <i>Note</i>                                      | Issued and paid-up share capital | Premium on share capital      | Differences arising from common control transactions | Appropriated | Unappropriated / (Deficit) | Share-based payment |              |
| <i>(in thousand US Dollar)</i>                   |                                  |                               |  |              |                            |                     |              |
|  | 47,322                           | 422,563                       | (7,406)  | 4,503        | (83,454)                   | 28                  | 383,556      |
| <b>Six-month period ended 30 June 2016</b>       |                                  |                               |  |              |                            |                     |              |
|  | -                                | -                             | -  | -            | 7,688                      | -                   | 7,688        |
|  | -                                | -                             | -  | -            | 7,688                      | -                   | 7,688        |
| <b>Comprehensive income for the period</b>       |                                  |                               |  |              |                            |                     |              |
| <b>Total comprehensive income for the period</b> |                                  |                               |  |              |                            |                     |              |
|  | -                                | (79,027)                      | -  | -            | 79,027                     | -                   | -            |
| 17   | -                                | -                             | -  | -            | -                          | -                   | -            |
|  | -                                | -                             | -  | (4,503)      | 4,503                      | -                   | -            |
| 17   | -                                | -                             | -  | -            | -                          | -                   | -            |
|  | 47,322                           | 343,536                       | (7,406)  | -            | 7,764                      | 28                  | 391,244      |
| <b>Balance at 30 June 2016</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                |                          |  |                |                                   | Other components of equity       |                     |                                  |                   |  |
|   | Issued and paid-up share capital | Premium on share capital | Differences arising from common control transactions | Appropriated   | Unappropriated (in thousand Baht) | Currency translation differences | Share-based payment | Total other components of equity | Total equity      |  |
| <b>Six-month period ended 30 June 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>Distributions to owners of the Company</i>               |                                  |                          |  |                |                                   |                                  |                     |                                  |                   |  |
| Dividends to owners of the Company                          | -                                | -                        | -  | -              | (398,700)                         | -                                | -                   | -                                | (398,700)         |  |
| <b>Total distributions to owners of the Company</b>         | -                                | -                        | -  | -              | <b>(398,700)</b>                  | -                                | -                   | -                                | <b>(398,700)</b>  |  |
| Total transactions with owners, recorded directly in equity | -                                | -                        | -  | -              | <b>(398,700)</b>                  | -                                | -                   | -                                | <b>(398,700)</b>  |  |
| <b>Comprehensive income for the period</b>                  |                                  |                          |  |                |                                   |                                  |                     |                                  |                   |  |
| Profit or loss  | -                                | -                        | -  | -              | 15,423                            | -                                | -                   | -                                | 15,423            |  |
| Exchange differences on translating financial statements    | -                                | -                        | -  | -              | -                                 | 373,690                          | -                   | 373,690                          | 373,690           |  |
| <b>Total comprehensive income for the period</b>            | -                                | -                        | -  | -              | <b>15,423</b>                     | <b>373,690</b>                   | -                   | <b>373,690</b>                   | <b>389,113</b>    |  |
| <b>Balance at 30 June 2015</b>                              | <b>1,413,329</b>                 | <b>13,558,613</b>        | <b>(239,757)</b>                                     | <b>141,670</b> | <b>53,580</b>                     | <b>855,962</b>                   | <b>874</b>          | <b>856,836</b>                   | <b>15,784,271</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>Six-month period ended 30 June 2016</b>                  |                                  |                          |  |                            |                    |                                  |                     |                                  |                   |  |
| <b>Balance at 1 January 2016</b>                            | <b>1,413,329</b>                 | <b>13,558,613</b>        | <b>(239,757)</b>                                     | <b>141,670</b>             | <b>(2,912,853)</b> | <b>1,880,123</b>                 | <b>874</b>          | <b>1,880,997</b>                 | <b>13,841,999</b> |  |
| <b>Comprehensive income (loss) for the period</b>           |                                  |                          |  |                            |                    |                                  |                     |                                  |                   |  |
| Profit or loss  | -                                | -                        | -  | -                          | 273,639            | -                                | -                   | -                                | 273,639           |  |
| Exchange differences on translating financial statements    | -                                | -                        | -  | -                          | -                  | (351,596)                        | -                   | (351,596)                        | (351,596)         |  |
| <b>Total comprehensive income (loss) for the period</b>     | -                                | -                        | -  | -                          | <b>273,639</b>     | <b>(351,596)</b>                 | -                   | <b>(351,596)</b>                 | <b>(77,957)</b>   |  |
| Transfer premium on share capital to compensate for deficit | 17                               | (1,286,935)              | -  | -                          | 1,286,935          | -                                | -                   | -                                | -                 |  |
| Transfer legal reserve to compensate for deficit            | 17                               | -                        | -  | (141,670)                  | 141,670            | -                                | -                   | -                                | -                 |  |
| <b>Balance at 30 June 2016</b>                              | <b>1,413,329</b>                 | <b>12,271,678</b>        | <b>(239,757)</b>                                     | -                          | <b>(1,210,609)</b> | <b>1,528,527</b>                 | <b>874</b>          | <b>1,529,401</b>                 | <b>13,764,042</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> |                |                           |                  |
|---|--|----------------|---------------------------|------------------|
|   | Six-month period ended                   |                | Six-month period ended    |                  |
|   | 30 June                                  |                | 30 June                   |                  |
|   | 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  | 9,009                                    | (439)          | 318,328                   | (14,467)         |
| <i>Adjustments for:</i>   |  |                |                           |                  |
| Depreciation  | 10,260                                   | 14,418         | 363,960                   | 475,140          |
| Amortisation  | 1,095                                    | 1,184          | 38,845                    | 39,018           |
| Interest income   | (169)                                    | (123)          | (5,991)                   | (4,053)          |
| Finance costs   | 1,723                                    | 1,636          | 61,119                    | 53,914           |
| Bad and doubtful debts expense (reversal)   | (133)                                    | 55             | (4,847)                   | 1,858            |
| Gains on disposals of property, plant and equipment and intangible assets         | (9)                                      | (12)           | (325)                     | (395)            |
| Impairment loss on property, plant and equipment reversal                         | (50)                                     | -              | (1,783)                   | -                |
| Loss from supplies and spare parts obsolescence                                   | -  | 19             | -                         | 626              |
| Non-refundable withholding tax  | 2,173                                    | 4,706          | 77,046                    | 155,085          |
| Unrealised gain on exchange rates   | (152)                                    | (120)          | (5,241)                   | (3,955)          |
| Employee benefit obligations  | 629                                      | (180)          | 22,282                    | (5,932)          |
| Share of profit of investments in associates and joint venture, net of income tax | (7,734)                                  | (14,760)       | (274,508)                 | (486,410)        |
| Income tax expense (benefit)  | (848)                                    | 631            | (30,248)                  | 20,794           |
| Cash flows from operations before changes in operating assets and liabilities     | 15,794                                   | 7,015          | 558,637                   | 231,223          |
| <i>Changes in operating assets and liabilities</i>                                |  |                |                           |                  |
| Restricted deposit at financial institution                                       | (98)                                     | (1,424)        | (3,448)                   | (48,098)         |
| Trade accounts receivable   | 31,241                                   | (22,829)       | 1,099,065                 | (771,090)        |
| Other receivables   | (395)                                    | (2,471)        | (13,896)                  | (83,463)         |
| Supplies and spare parts  | 672                                      | (182)          | 23,641                    | (6,147)          |
| Other non-current assets  | 113                                      | 71             | 3,975                     | 2,398            |
| Trade accounts payable  | (7,584)                                  | 3,431          | (266,807)                 | 115,888          |
| Other payables  | (9,905)                                  | 12,751         | (348,461)                 | 430,688          |
| Exchange rate (gains) losses from translating financial statements                | (6)                                      | (359)          | (53,860)                  | 50,307           |
| Cash generated from (used in) operating activities                                | 29,832                                   | (3,997)        | 998,846                   | (78,294)         |
| Finance costs paid  | (1,677)                                  | (1,591)        | (59,487)                  | (52,431)         |
| Employee benefits paid  | (108)                                    | (226)          | (3,839)                   | (7,448)          |
| Income tax paid   | (2,978)                                  | (4,102)        | (105,854)                 | (135,180)        |
| <b>Net cash from (used in) operating activities</b>                               | <b>25,069</b>                            | <b>(9,916)</b> | <b>829,666</b>            | <b>(273,353)</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> |                 |                           |                    |
|--|--|-----------------|---------------------------|--------------------|
|  | Six-month period ended                   |                 | Six-month period ended    |                    |
|  | 30 June                                  |                 | 30 June                   |                    |
|  | 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  | 117                                      | 137             | 4,116                     | 4,627              |
| Dividends received from associates   | 6,752                                    | 6,752           | 237,537                   | 222,510            |
| Payment for share purchase consideration payable                               | -  | (1,739)         | -                         | (58,738)           |
| Proceeds from disposals of property, plant and equipment and intangible assets | 46                                       | 174             | 1,618                     | 5,877              |
| Payment for purchases of property, plant and equipment and intangible assets   | (1,104)                                  | (20,332)        | (38,839)                  | (686,750)          |
| <b>Net cash from (used in) investing activities</b>                            | <b>5,811</b>                             | <b>(15,008)</b> | <b>204,432</b>            | <b>(512,474)</b>   |
| <b><i>Cash flows from financing activities</i></b>                             |  |                 |                           |                    |
| Dividends paid to shareholders   | -  | (12,296)        | -                         | (398,700)          |
| Finance lease payments   | (24)                                     | (20)            | (844)                     | (676)              |
| Proceeds from short-term loans from financial institution                      | -  | 7,989           | -                         | 269,843            |
| Repayment of short-term loans from financial institutions                      | (3,613)                                  | -               | (127,106)                 | -                  |
| Repayment of long-term loans from financial institutions                       | (5,500)                                  | (3,500)         | (193,491)                 | (118,219)          |
| <b>Net cash used in financing activities</b>                                   | <b>(9,137)</b>                           | <b>(7,827)</b>  | <b>(321,441)</b>          | <b>(247,752)</b>   |
| <b>Net increase (decrease) in cash and cash equivalents</b>                    | <b>21,743</b>                            | <b>(32,751)</b> | <b>712,657</b>            | <b>(1,033,579)</b> |
| Cash and cash equivalents at 1 January   | 57,411                                   | 89,408          | 2,071,883                 | 2,947,156          |
| Effects of exchange rates  | 115                                      | (140)           | 4,159                     | (4,614)            |
| <b>Cash and cash equivalents at 30 June</b>                                    | <b>79,269</b>                            | <b>56,517</b>   | <b>2,788,699</b>          | <b>1,908,963</b>   |
| <b><i>Non-cash transactions</i></b>  |  |                 |                           |                    |
| Receivables for sales of property, plant and equipment and intangible assets   | 20                                       | -               | 704                       | -                  |
| Payables for purchase of property, plant and equipment and intangible assets   | 322                                      | 1,174           | 11,328                    | 39,654             |
| Finance lease agreements for purchases of equipment                            | 19                                       | 58              | 668                       | 1,959              |

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> |                 |                           |                  |
|--|--------------------------------------|-----------------|---------------------------|------------------|
|  | Six-month period ended               |                 | Six-month period ended    |                  |
|  | 30 June                              |                 | 30 June                   |                  |
|  | 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  | 7,688                                | 468             | 273,639                   | 15,423           |
| <i>Adjustments for:</i>  |                                      |                 |                           |                  |
| Depreciation   | 183                                  | 224             | 6,492                     | 7,382            |
| Amortisation   | 16                                   | 17              | 567                       | 560              |
| Interest income  | (2,810)                              | (2,201)         | (99,546)                  | (72,533)         |
| Dividend income  | -                                    | (6,150)         | -                         | (202,671)        |
| Bad and doubtful debts expense   | 40                                   | -               | 1,411                     | -                |
| Gains on disposal of property, plant and equipment and intangible assets       | (11)                                 | -               | (389)                     | -                |
| Unrealised (gains) losses on exchange rates                                    | (6,059)                              | 5,681           | (215,926)                 | 187,216          |
| Employee benefit obligations   | 9                                    | 13              | 319                       | 428              |
| Income tax expense   | 20                                   | 176             | 709                       | 5,800            |
| Cash flows from operations before changes in operating assets and liabilities  | (924)                                | (1,772)         | (32,724)                  | (58,395)         |
| <i>Changes in operating assets and liabilities</i>                             |                                      |                 |                           |                  |
| Receivables from related parties   | (620)                                | (15,412)        | (21,812)                  | (520,567)        |
| Other receivables  | (36)                                 | 32              | (1,267)                   | 1,081            |
| Other non-current assets   | 4                                    | (1)             | 141                       | (34)             |
| Payable to related parties   | -                                    | 1               | -                         | 34               |
| Other payables   | (247)                                | (269)           | (8,691)                   | (9,086)          |
| Exchange rate (gains) losses from translating financial statements             | -                                    | -               | (21,001)                  | 33,488           |
| Cash used in operating activities  | (1,823)                              | (17,421)        | (85,354)                  | (553,479)        |
| Income tax paid  | (772)                                | (1,095)         | (27,240)                  | (36,085)         |
| <b>Net cash used in operating activities</b>                                   | <b>(2,595)</b>                       | <b>(18,516)</b> | <b>(112,594)</b>          | <b>(589,564)</b> |
| <b><i>Cash flows from investing activities</i></b>                             |                                      |                 |                           |                  |
| Dividends received from a subsidiary   | 8,000                                | 6,150           | 281,442                   | 202,671          |
| Interest received  | 80                                   | 112             | 2,814                     | 3,783            |
| Short-term loans received from related parties                                 | 11,900                               | 2,396           | 418,644                   | 80,943           |
| Short-term loans provided to related parties                                   | -                                    | (6,069)         | -                         | (204,991)        |
| Proceeds from disposals of property, plant and equipment and intangible assets | 11                                   | -               | 387                       | -                |
| Payment for purchases of property, plant and equipment and intangible assets   | (4)                                  | (18)            | (141)                     | (608)            |
| <b>Net cash from investing activities</b>                                      | <b>19,987</b>                        | <b>2,571</b>    | <b>703,146</b>            | <b>81,798</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> |                 |                           |                  |
|---|--------------------------------------|-----------------|---------------------------|------------------|
|   | Six-month period ended               |                 | Six-month period ended    |                  |
|   | 30 June                              |                 | 30 June                   |                  |
|   | 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                              | -                                    | (12,296)        | -                         | (398,700)        |
| 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>(12,296)</b> | <b>239,627</b>            | <b>(398,700)</b> |
| <b>Net increase (decrease) in cash and cash equivalents</b> | <b>24,192</b>                        | <b>(28,241)</b> | <b>830,179</b>            | <b>(906,466)</b> |
| Cash and cash equivalents at 1 January                      | 22,990                               | 58,232          | 829,677                   | 1,919,501        |
| Effects of exchange rates                                   | 31                                   | 42              | 1,107                     | 1,384            |
| <b>Cash and cash equivalents at 30 June</b>                 | <b>47,213</b>                        | <b>30,033</b>   | <b>1,660,963</b>          | <b>1,014,419</b> |
| <b><i>Non-cash transactions</i></b>                         |                                      |                 |                           |                  |
| Amount due from disposal of investment in associates        |                                      |                 |                           |                  |
| under common control transaction                            | 83,347                               | 85,838          | 2,932,164                 | 2,899,333        |
| Dividends receivable  | 1,600                                | 9,600           | 56,288                    | 346,451          |

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 and six-month periods ended 30 June 2016 (Unaudited)**

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**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 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 9 August 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 30 June 2016 and 31 December 2015 were as follows:

| Name of the entities   | Nature of business   | Country of incorporation | Direct/Indirect holding (%) |                  |
|--|--|--------------------------|-----------------------------|------------------|
|  |  |                          | 30 June 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 and six-month periods ended 30 June 2016 (Unaudited)**

| Name of the entities   | Nature of business   | Country of incorporation | Direct/Indirect holding (%) |                  |
|--|--|--------------------------|-----------------------------|------------------|
|  |  |                          | 30 June 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 and six-month periods ended 30 June 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.

In addition to the above new and revised TFRS, the FAP has issued a number of other new and revised TFRS which are effective for annual financial periods beginning on or after 1 January 2017 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 19.

**(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.

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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).

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:

| Name of entities                              | Country of incorporation/<br>nationality | Nature of relationship   |
|---|--|--|
| 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 |

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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                               |

Significant transactions for the three-month and six-month periods ended 30 June 2016 and 2015 with related parties were as follows:

| <i>Three-month period ended 30 June</i>               | <b>Consolidated financial statements</b> |            |                                   |               |
|---|--|------------|-----------------------------------|---------------|
|   | 2016<br><i>(in thousand US Dollar)</i>   | 2015       | 2016<br><i>(in thousand Baht)</i> | 2015          |
| <b>Parent</b>   |  |            |                                   |               |
| Rental income   | 10                                       | 11         | 353                               | 366           |
| Other administrative expenses                         | 24                                       | 13         | 847                               | 432           |
| <b>Joint venture</b>                                  |  |            |                                   |               |
| Revenue from rendering of services                    | 20,738                                   | 21,729     | 731,668                           | 720,344       |
| <b>Key management personnel compensation</b>          |  |            |                                   |               |
| Short-term employee benefits                          | 172                                      | 244        | 6,068                             | 8,108         |
| Post-employment benefits and other long-term benefits | -  | -          | 11                                | 10            |
| <b>Total key management personnel compensation</b>    | <b>172</b>                               | <b>244</b> | <b>6,079</b>                      | <b>8,118</b>  |
|   |  |            |                                   |               |
|   | <b>Consolidated financial statements</b> |            |                                   |               |
| <i>Six-month period ended 30 June</i>                 | 2016<br><i>(in thousand US Dollar)</i>   | 2015       | 2016<br><i>(in thousand Baht)</i> | 2015          |
| <b>Parent</b>   |  |            |                                   |               |
| Rental income   | 20                                       | 22         | 710                               | 725           |
| Other administrative expenses                         | 47                                       | 25         | 1,667                             | 824           |
| <b>Joint venture</b>                                  |  |            |                                   |               |
| Revenue from rendering of services                    | 41,021                                   | 35,585     | 1,455,112                         | 1,172,693     |
| <b>Key management personnel compensation</b>          |  |            |                                   |               |
| Short-term employee benefits                          | 355                                      | 461        | 12,595                            | 15,192        |
| Post-employment benefits and other long-term benefits | -  | -          | 22                                | 20            |
| <b>Total key management personnel compensation</b>    | <b>355</b>                               | <b>461</b> | <b>12,617</b>                     | <b>15,212</b> |

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| <i>Three-month period ended 30 June</i>               | <b>Separate financial statements</b>   |            |                                   |              |
|---|--|------------|-----------------------------------|--------------|
|   | 2016<br><i>(in thousand US Dollar)</i> | 2015       | 2016<br><i>(in thousand Baht)</i> | 2015         |
| <b><i>Parent</i></b>                                  |  |            |                                   |              |
| Rental income   | 10                                     | 11         | 353                               | 366          |
| Other administrative expenses                         | 24                                     | -          | 847                               | -            |
| <b><i>Subsidiaries</i></b>                            |  |            |                                   |              |
| Management fee income                                 | 330                                    | 479        | 11,643                            | 15,933       |
| Interest income                                       | 1,684                                  | 1,044      | 59,414                            | 34,731       |
| Rental income   | 82                                     | 90         | 2,893                             | 2,994        |
| Other income  | 16                                     | 18         | 565                               | 598          |
| Other administrative expenses                         | 41                                     | 2          | 1,447                             | 68           |
| <b><i>Key management personnel compensation</i></b>   |  |            |                                   |              |
| Short-term employee benefits                          | 117                                    | 144        | 4,128                             | 4,791        |
| Post-employment benefits and other long-term benefits | -                                      | -          | 11                                | 10           |
| <b>Total key management personnel compensation</b>    | <b>117</b>                             | <b>144</b> | <b>4,139</b>                      | <b>4,801</b> |

| <i>Six-month period ended 30 June</i>                 | <b>Separate financial statements</b>   |            |                                   |              |
|---|--|------------|-----------------------------------|--------------|
|   | 2016<br><i>(in thousand US Dollar)</i> | 2015       | 2016<br><i>(in thousand Baht)</i> | 2015         |
| <b><i>Parent</i></b>                                  |  |            |                                   |              |
| Rental income   | 20                                     | 22         | 710                               | 725          |
| Other administrative expenses                         | 47                                     | 1          | 1,667                             | 33           |
| <b><i>Subsidiaries</i></b>                            |  |            |                                   |              |
| Dividend income                                       | -                                      | 6,150      | -                                 | 202,671      |
| Management fee income                                 | 660                                    | 958        | 23,413                            | 31,571       |
| Interest income                                       | 2,683                                  | 2,103      | 95,046                            | 69,304       |
| Rental income   | 163                                    | 180        | 5,782                             | 5,932        |
| Other income  | 33                                     | 36         | 1,171                             | 1,186        |
| Other administrative expenses                         | 41                                     | 8          | 1,447                             | 264          |
| <b><i>Key management personnel compensation</i></b>   |  |            |                                   |              |
| Short-term employee benefits                          | 242                                    | 292        | 8,586                             | 9,623        |
| Post-employment benefits and other long-term benefits | -                                      | -          | 22                                | 20           |
| <b>Total key management personnel compensation</b>    | <b>242</b>                             | <b>292</b> | <b>8,608</b>                      | <b>9,643</b> |



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Balances as at 30 June 2016 and 31 December 2015 with related parties were as follows:

|   | <b>Consolidated financial statements</b>             |                        |   |                        |
|---|--|------------------------|---|------------------------|
|   | 30<br>June<br>2016<br><i>(in thousand US Dollar)</i> | 31<br>December<br>2015 | 30<br>June<br>2016<br><i>(in thousand Baht)</i> | 31<br>December<br>2015 |
| <b><i>Trade accounts receivable from related parties</i></b>              |  |                        |   |                        |
| Joint venture   | 51,438   | 43,966                 | 1,809,599                                       | 1,586,671              |
| <b>Total</b>  | <b>51,438</b>  | <b>43,966</b>          | <b>1,809,599</b>                                | <b>1,586,671</b>       |
| <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                      | 281   | 289                    |
| <b>Total</b>  | <b>8</b>   | <b>8</b>               | <b>281</b>                                      | <b>289</b>             |
|   | <b>Separate financial statements</b>                 |                        |   |                        |
|   | 30<br>June<br>2016<br><i>(in thousand US Dollar)</i> | 31<br>December<br>2015 | 30<br>June<br>2016<br><i>(in thousand Baht)</i> | 31<br>December<br>2015 |
| <b><i>Receivables from related parties</i></b>                            |  |                        |   |                        |
| Parent  | 3  | 3                      | 106   | 108                    |
| Subsidiaries  | 61,917   | 58,727                 | 2,178,252                                       | 2,119,375              |
| Subsidiaries - transferred investments in associates under common control | 83,347   | 80,341                 | 2,932,164                                       | 2,899,394              |
| <b>Total</b>  | <b>145,267</b>                                       | <b>139,071</b>         | <b>5,110,522</b>                                | <b>5,018,877</b>       |
| Less allowance for doubtful account                                       | (5,956)  | (5,956)                | (209,533)                                       | (214,943)              |
| <b>Net</b>  | <b>139,311</b>                                       | <b>133,115</b>         | <b>4,900,989</b>                                | <b>4,803,934</b>       |
| <b><i>Short-term loans to related parties</i></b>                         |  |                        |   |                        |
| Subsidiaries  | 121,204  | 130,008                | 4,263,981                                       | 4,691,807              |
| <b>Total</b>  | <b>121,204</b>                                       | <b>130,008</b>         | <b>4,263,981</b>                                | <b>4,691,807</b>       |
| <b><i>Dividends receivable</i></b>  |  |                        |   |                        |
| Subsidiaries  | 1,600  | 9,600                  | 56,288  | 346,451                |
| <b>Total</b>  | <b>1,600</b>   | <b>9,600</b>           | <b>56,288</b>                                   | <b>346,451</b>         |

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|   | <b>Separate financial statements</b>                 |                        |   |                         |
|---|--|------------------------|---|-------------------------|
|   | 30<br>June<br>2016<br><i>(in thousand US Dollar)</i> | 31<br>December<br>2015 | 30<br>June<br>2016<br><i>(in thousand Baht)</i> | 31<br>December<br>2015  |
| <b><i>Payables to related parties</i></b>           |  |                        |   |                         |
| Parent  | 8  | 8                      | 281   | 289                     |
| Subsidiaries  | 35,361   | 35,364                 | 1,244,007                                       | 1,276,237               |
| <b>Total</b>  | <b><u>35,369</u></b>                                 | <b><u>35,372</u></b>   | <b><u>1,244,288</u></b>                         | <b><u>1,276,526</u></b> |
| <b><i>Short-term loans from related parties</i></b> |  |                        |   |                         |
| Subsidiary  | 6,800  | -                      | 239,225   | -                       |
| <b>Total</b>  | <b><u>6,800</u></b>                                  | <b><u>-</u></b>        | <b><u>239,225</u></b>                           | <b><u>-</u></b>         |

Movements of short-term loans to related parties, excluding interest receivable from related parties, during the six-month periods ended 30 June 2016 and 2015 were as follows:

|   | <b>Separate financial statements</b>   |                       |                                   |                         |
|---|--|-----------------------|-----------------------------------|-------------------------|
|   | 2016<br><i>(in thousand US Dollar)</i> | 2015                  | 2016<br><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                 | -                                 | 204,991                 |
| Decreases                                   | (11,858)                               | (2,413)               | (417,167)                         | (81,503)                |
| Realised gains (losses) on exchange rates   | (42)                                   | 17                    | (1,477)                           | 560                     |
| Unrealised gains (losses) on exchange rates | 3,096                                  | (3,101)               | 110,334                           | (102,193)               |
| Translation adjustments                     | -                                      | -                     | (119,516)                         | 108,555                 |
| <b>At 30 June</b>                           | <b><u>121,204</u></b>                  | <b><u>137,079</u></b> | <b><u>4,263,981</u></b>           | <b><u>4,630,090</u></b> |

Movements of short-term loans from related parties during the six-month periods ended 30 June 2016 and 2015 were as follows:

|                          | <b>Separate financial statements</b>   |                 |                                   |                 |
|--------------------------|--|-----------------|-----------------------------------|-----------------|
|                          | 2016<br><i>(in thousand US Dollar)</i> | 2015            | 2016<br><i>(in thousand Baht)</i> | 2015            |
| <b><i>Subsidiary</i></b> |  |                 |                                   |                 |
| At 1 January             | -                                      | -               | -                                 | -               |
| Increase                 | 6,800                                  | -               | 239,627                           | -               |
| Translation adjustments  | -                                      | -               | (402)                             | -               |
| <b>At 30 June</b>        | <b><u>6,800</u></b>                    | <b><u>-</u></b> | <b><u>239,225</u></b>             | <b><u>-</u></b> |

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

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**4 Trade accounts receivable**

|   | Note | Consolidated financial statements                 |                     |  |                     |
|---|------|---|---------------------|--|---------------------|
|   |      | 30 June<br>2016<br><i>(in thousand US Dollar)</i> | 31 December<br>2015 | 30 June<br>2016<br><i>(in thousand Baht)</i> | 31 December<br>2015 |
| Joint venture                           | 3    | 51,438  | 43,966              | 1,809,599                                    | 1,586,671           |
| Other parties                           |      | 22,696  | 62,692              | 798,450                                      | 2,262,467           |
| Accrued income                          |      | 9,597   | 8,315               | 337,624                                      | 300,077             |
| <b>Total</b>                            |      | <b>83,731</b>                                     | <b>114,973</b>      | <b>2,945,673</b>                             | <b>4,149,215</b>    |
| Less allowance for doubtful<br>accounts |      | (55)  | (188)               | (1,935)                                      | (6,785)             |
| <b>Net</b>                              |      | <b>83,676</b>                                     | <b>114,785</b>      | <b>2,943,738</b>                             | <b>4,142,430</b>    |

|   | 2016<br><i>(in thousand US Dollar)</i> | 2015      | 2016<br><i>(in thousand Baht)</i> | 2015         |
|---|--|-----------|-----------------------------------|--------------|
| Bad and doubtful debts expense<br>(reversal) for the three-month and<br>six-month periods ended 30 June | <b>(133)</b>                           | <b>55</b> | <b>(4,847)</b>                    | <b>1,858</b> |

Aging analyses for trade accounts receivable were as follows:

|   | Consolidated financial statements                 |                     |  |                     |
|---|---|---------------------|--|---------------------|
|   | 30 June<br>2016<br><i>(in thousand US Dollar)</i> | 31 December<br>2015 | 30 June<br>2016<br><i>(in thousand Baht)</i> | 31 December<br>2015 |
| Within credit terms                     | 33,755  | 37,717              | 1,187,506                                    | 1,361,154           |
| Overdue:                                |   |                     |  |                     |
| Less than 3 months                      | 23,685  | 56,930              | 833,243                                      | 2,054,524           |
| 3-6 months                              | 19,176  | 18,619              | 674,616                                      | 671,934             |
| 6-12 months                             | 6,607   | 1,286               | 232,436                                      | 46,410              |
| Over 12 months                          | 508   | 421                 | 17,872                                       | 15,193              |
|   | <b>83,731</b>                                     | <b>114,973</b>      | <b>2,945,673</b>                             | <b>4,149,215</b>    |
| Less allowance for doubtful<br>accounts | (55)  | (188)               | (1,935)                                      | (6,785)             |
|   | <b>83,676</b>                                     | <b>114,785</b>      | <b>2,943,738</b>                             | <b>4,142,430</b>    |

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

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**5 Investments in associates and joint venture**

| <i>Six-month period ended 30 June</i>                | <b>Consolidated financial statements</b> |                |                                   |                  |
|--|--|----------------|-----------------------------------|------------------|
|  | 2016<br><i>(in thousand US Dollar)</i>   | 2015           | 2016<br><i>(in thousand Baht)</i> | 2015             |
| <b>Associates</b>                                    |  |                |                                   |                  |
| At 1 January   | 73,721                                   | 138,248        | 2,660,488                         | 4,557,069        |
| Share of net profits of associates                   | 6,985                                    | 14,260         | 248,044                           | 469,934          |
| Dividend income                                      | -  | (6,752)        | -                                 | (222,510)        |
| Translation adjustments                              | -  | -              | (69,279)                          | 118,678          |
| <b>At 30 June</b>                                    | <b>80,706</b>                            | <b>145,756</b> | <b>2,839,253</b>                  | <b>4,923,171</b> |
| <b>Joint venture</b>                                 |  |                |                                   |                  |
| At 1 January   | 1,076                                    | 415            | 38,831                            | 13,680           |
| Share of net profit of joint venture                 | 749                                      | 500            | 26,464                            | 16,476           |
| Translation adjustments                              | -  | -              | (1,091)                           | 750              |
| <b>At 30 June</b>                                    | <b>1,825</b>                             | <b>915</b>     | <b>64,204</b>                     | <b>30,906</b>    |
| <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 | 7,734                                    | 14,760         | 274,508                           | 486,410          |
| Dividend income                                      | -  | (6,752)        | -                                 | (222,510)        |
| Translation adjustments                              | -  | -              | (70,370)                          | 119,428          |
| <b>At 30 June</b>                                    | <b>82,531</b>                            | <b>146,671</b> | <b>2,903,457</b>                  | <b>4,954,077</b> |
| <b>Separate financial statements</b>                 |  |                |                                   |                  |
| <i>Six-month period ended 30 June</i>                | 2016<br><i>(in thousand US Dollar)</i>   | 2015           | 2016<br><i>(in thousand Baht)</i> | 2015             |
| <b>Joint venture</b>                                 |  |                |                                   |                  |
| At 1 January   | 213                                      | 213            | 7,687                             | 7,021            |
| Translation adjustments                              | -  | -              | (194)                             | 173              |
| <b>At 30 June</b>                                    | <b>213</b>                               | <b>213</b>     | <b>7,493</b>                      | <b>7,194</b>     |

During the six-month period ended 30 June 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.

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Investments in associates and joint venture as at 30 June 2016 and 31 December 2015, and dividend income from those investments for the six-month periods ended 30 June 2016 and 2015 were as follows:

| Type of business                          | Country of incorporation | Ownership interest |                  | Paid-up capital |                  | Cost          |                  | Equity                  |                  | Dividend income for the six-month period ended |              |              |
|---|--------------------------|--------------------|------------------|-----------------|------------------|---------------|------------------|-------------------------|------------------|--|--------------|--------------|
|   |                          | 30 June 2016       | 31 December 2015 | 30 June 2016    | 31 December 2015 | 30 June 2016  | 31 December 2015 | 30 June 2016            | 31 December 2015 | 30 June 2016                                   | 30 June 2015 |              |
|   |                          | (%)                |                  |                 |                  |               |                  | (in thousand US Dollar) |                  |  |              |              |
| <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           | 80,706                  | 73,721           | -  | -            | 6,752        |
|   |                          |                    |                  |                 |                  | <u>97,582</u> | <u>97,582</u>    | <u>80,706</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              | 1,825                   | 1,076            | -  | -            | -            |
|   |                          |                    |                  |                 |                  | <u>213</u>    | <u>213</u>       | <u>1,825</u>            | <u>1,076</u>     | -  | -            | -            |
| <b>Total</b>                              |                          |                    |                  |                 |                  | <u>97,795</u> | <u>97,795</u>    | <u>82,531</u>           | <u>74,797</u>    | -  | -            | <u>6,752</u> |

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| Type of business                          | Country of incorporation | Ownership interest |                  | Paid-up capital |                  | Cost             |                  | Equity                     |                  | Dividend income for the six-month period ended |                |
|---|--------------------------|--------------------|------------------|-----------------|------------------|------------------|------------------|----------------------------|------------------|--|----------------|
|   |                          | 30 June 2016       | 31 December 2015 | 30 June 2016    | 31 December 2015 | 30 June 2016     | 31 December 2015 | 30 June 2016               | 31 December 2015 | 30 June 2016                                   | 30 June 2015   |
|   |                          | (%)                |                  | USD 60 million  |                  | USD 60 million   |                  | <i>(in thousand Bahri)</i> |                  |  |                |
| <b>Associates</b>                         |                          |                    |                  |                 |                  |                  |                  |                            |                  |  |                |
| Group of AOD Companies <sup>(A)</sup>     | Bermuda                  | 33.76              | 33.76            | USD 60 million  | USD 60 million   | 3,432,954        | 3,521,598        | 2,839,253                  | 2,660,488        | -  | 222,510        |
|   |                          |                    |                  |                 |                  | <u>3,432,954</u> | <u>3,521,598</u> | <u>2,839,253</u>           | <u>2,660,488</u> | -  | <u>222,510</u> |
| <b>Joint venture</b>                      |                          |                    |                  |                 |                  |                  |                  |                            |                  |  |                |
| Zamil Mermaid Offshore Services Co. (LLC) | Saudi Arabia             | 40.00              | 40.00            | SAR 2 million   | SAR 2 million    | 7,493            | 7,687            | 64,204                     | 38,831           | -  | -              |
|   |                          |                    |                  |                 |                  | <u>7,493</u>     | <u>7,687</u>     | <u>64,204</u>              | <u>38,831</u>    | -  | -              |
| <b>Total</b>                              |                          |                    |                  |                 |                  | <u>3,440,447</u> | <u>3,529,285</u> | <u>2,903,457</u>           | <u>2,699,319</u> | -  | <u>222,510</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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**6 Investments in subsidiaries**

| <i>Six-month period ended 30 June</i> | <b>Separate financial statements</b>   |  |                                   |                                   |
|---------------------------------------|--|--|-----------------------------------|-----------------------------------|
|                                       | 2016<br><i>(in thousand US Dollar)</i> | 2015<br><i>(in thousand US Dollar)</i> | 2016<br><i>(in thousand Baht)</i> | 2015<br><i>(in thousand Baht)</i> |
| At 1 January                          | 122,177                                | 184,273                                | 4,409,197                         | 6,074,191                         |
| Translation adjustments               | -                                      | -                                      | (110,986)                         | 149,961                           |
| <b>At 30 June</b>                     | <b><u>122,177</u></b>                  | <b><u>184,273</u></b>                  | <b><u>4,298,211</u></b>           | <b><u>6,224,152</u></b>           |

During the six-month period ended 30 June 2016 there were no acquisitions and disposals of investments in subsidiaries.

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Investments in subsidiaries as at 30 June 2016 and 31 December 2015, and dividend income from those investments for the six-month periods ended 30 June 2016 and 2015 were as follows:

| Name of subsidiary                      | Paid - up capital |                   | Cost           |                  | Impairment      |                  | At cost - net  |                  | Dividend income for the six-month period ended |              |
|---|-------------------|-------------------|----------------|------------------|-----------------|------------------|----------------|------------------|--|--------------|
|   | 30 June 2016      | 31 December 2015  | 30 June 2016   | 31 December 2015 | 30 June 2016    | 31 December 2015 | 30 June 2016   | 31 December 2015 | 30 June 2016                                   | 30 June 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>-</b>                                       | <b>6,150</b> |



**Mermaid Maritime Public Company Limited and its Subsidiaries**  
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**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

| Name of subsidiary                           | Paid - up capital   |                     | Cost          |                  | Impairment      |                  | At cost – net |                  | Dividend income for the six-month period ended |              |
|--|---------------------|---------------------|---------------|------------------|-----------------|------------------|---------------|------------------|--|--------------|
|  | 30 June 2016        | 31 December 2015    | 30 June 2016  | 31 December 2015 | 30 June 2016    | 31 December 2015 | 30 June 2016  | 31 December 2015 | 30 June 2016                                   | 30 June 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>55</b>                                      | <b>55</b>    |

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

| Name of subsidiary                      | Paid - up capital |                   | Cost             |                  | Impairment         |                    | At cost – net    |                  | Dividend income for the six-month period ended |                |
|---|-------------------|-------------------|------------------|------------------|--------------------|--------------------|------------------|------------------|--|----------------|
|   | 30 June 2016      | 31 December 2015  | 30 June 2016     | 31 December 2015 | 30 June 2016       | 31 December 2015   | 30 June 2016     | 31 December 2015 | 30 June 2016                                   | 30 June 2015   |
| <b>Direct subsidiaries</b>              |                   |                   |                  |                  |                    |                    |                  |                  |  |                |
| Mermaid Subsea Services (Thailand) Ltd. | THB 2,930 million | THB 2,930 million | 2,932,020        | 3,007,730        | -                  | -                  | 2,932,020        | 3,007,730        | -  | -              |
| Mermaid Drilling Ltd.                   | THB 410 million   | THB 410 million   | 495,126          | 507,911          | (372,910)          | (382,539)          | 122,216          | 125,372          | -  | -              |
| Mermaid Drilling (Singapore) Pte. Ltd.  | USD 51 million    | USD 51 million    | 1,794,190        | 1,840,519        | (550,218)          | (564,427)          | 1,243,972        | 1,276,092        | -  | -              |
| MTR - 3 (Singapore) Pte. Ltd.           | USD 22 million    | USD 22 million    | 773,964          | 793,949          | (773,964)          | (793,949)          | -                | -                | -  | -              |
| MTR - 4 (Singapore) Pte. Ltd.           | USD 22 million    | USD 22 million    | 773,964          | 793,949          | (773,964)          | (793,949)          | -                | -                | -  | -              |
| Mermaid MTN Pte. Ltd.                   | SGD 100           | SGD 100           | 3                | 3                | -                  | -                  | 3                | 3                | -  | -              |
| Mermaid Maritime Mauritius Ltd.         | USD 1             | USD 1             | -                | -                | -                  | -                  | -                | -                | -  | 202,671        |
| <b>Total</b>                            |                   |                   | <u>6,769,267</u> | <u>6,944,061</u> | <u>(2,471,056)</u> | <u>(2,534,864)</u> | <u>4,298,211</u> | <u>4,409,197</u> | <u>-</u>                                       | <u>202,671</u> |

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

| Name of subsidiary                           | Paid - up capital   |                     | Cost             |                  | Impairment         |                    | At cost - net  |                  | Dividend income for the six-month period ended |              |
|--|---------------------|---------------------|------------------|------------------|--------------------|--------------------|----------------|------------------|--|--------------|
|  | 30 June 2016        | 31 December 2015    | 30 June 2016     | 31 December 2015 | 30 June 2016       | 31 December 2015   | 30 June 2016   | 31 December 2015 | 30 June 2016                                   | 30 June 2015 |
| <b>Indirect subsidiaries</b>                 |                     |                     |                  |                  |                    |                    |                |                  |  |              |
| Seascope Surveys (Thailand) Ltd.             | THB 34 million      | THB 34 million      | 29,551           | 30,314           | (28,390)           | (29,124)           | 1,161          | 1,190            | -  | -            |
| Seascope Surveys Pte. Ltd.                   | SGD 100             | SGD 100             | 501,951          | 514,912          | (361,054)          | (370,377)          | 140,897        | 144,535          | -  | -            |
| PT Seascope Surveys Indonesia                | IDR 7,328 million   | IDR 7,328 million   | 7,036            | 7,218            | -                  | -                  | 7,036          | 7,218            | -  | -            |
| Mermaid Offshore Services Pte. Ltd.          | USD 20,400 thousand | USD 20,400 thousand | 717,676          | 736,207          | (717,676)          | (736,207)          | -              | -                | -  | -            |
| MTR - 1 Ltd.                                 | THB 240 million     | THB 240 million     | 220,052          | 225,734          | (220,052)          | (225,734)          | -              | -                | -  | -            |
| MTR - 2 Ltd.                                 | THB 350 million     | THB 350 million     | 293,192          | 300,762          | (200,703)          | (205,885)          | 92,489         | 94,877           | -  | -            |
| Mermaid Drilling (Malaysia) Sdn. Bhd.        | MYR 500 thousand    | MYR 500 thousand    | 5,770            | 5,919            | (5,770)            | (5,919)            | -              | -                | -  | -            |
| MTR - 1 (Singapore) Pte. Ltd.                | USD 40 thousand     | USD 40 thousand     | 1,407            | 1,444            | -                  | -                  | 1,407          | 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               | 266,877          | 273,768          | -                  | -                  | 266,877        | 273,768          | -  | -            |
| Subtech Saudi Arabia Limited                 | SAR 500 thousand    | SAR 500 thousand    | 13,580           | 13,930           | -                  | -                  | 13,580         | 13,930           | -  | -            |
| Mermaid Subsea Services LLC                  | QAR 200 thousand    | QAR 200 thousand    | 1,935            | 1,985            | -                  | -                  | 1,935          | 1,985            | -  | -            |
| <b>Total</b>                                 |                     |                     | <b>2,059,030</b> | <b>2,112,196</b> | <b>(1,533,645)</b> | <b>(1,573,246)</b> | <b>525,385</b> | <b>538,950</b>   | <b>-</b>                                       | <b>-</b>     |

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
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**7 Property, plant and equipment**

7.1) Acquisitions and disposals of property, plant and equipment during the six-month period ended 30 June 2016 were as follows:

|                          | <b>Consolidated financial statements</b> |                           | <b>Separate financial statements</b> |                           |
|--------------------------|--|---------------------------|--------------------------------------|---------------------------|
|                          | <i>(in thousand US Dollar)</i>           | <i>(in thousand Baht)</i> | <i>(in thousand US Dollar)</i>       | <i>(in thousand Baht)</i> |
| <i>Net book value</i>    |  |                           |                                      |                           |
| At 1 January 2016        | 214,262                                  | 7,732,416                 | 205                                  | 7,398                     |
| Additions                | 918                                      | 32,295                    | -                                    | -                         |
| Disposals                | (34)                                     | (1,196)                   | -                                    | -                         |
| Write-off                | (7)                                      | (246)                     | -                                    | -                         |
| Depreciation             | (10,221)                                 | (362,576)                 | (43)                                 | (1,525)                   |
| Impairment loss reversed | 50                                       | 1,783                     | -                                    | -                         |
| Translation adjustments  | -  | (191,662)                 | -                                    | (174)                     |
| <b>At 30 June 2016</b>   | <b>204,968</b>                           | <b>7,210,814</b>          | <b>162</b>                           | <b>5,699</b>              |

7.2) As at 30 June 2016, the Group's property, plant and equipment with a net book value of US Dollar 133.8 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 30 June 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 six-month periods ended 30 June 2016 and 2015 were as follows:

|                         | <b>Consolidated financial statements</b> |              |                                   |                |
|-------------------------|--|--------------|-----------------------------------|----------------|
|                         | 2016<br><i>(in thousand US Dollar)</i>   | 2015         | 2016<br><i>(in thousand Baht)</i> | 2015           |
| At 1 January            | 3,613                                    | -            | 130,388                           | -              |
| Increase                | -  | 7,989        | -                                 | 269,843        |
| Repayments              | (3,613)                                  | -            | (127,106)                         | -              |
| Translation adjustments | -  | -            | (3,282)                           | -              |
| <b>At 30 June</b>       | <b>-</b>                                 | <b>7,989</b> | <b>-</b>                          | <b>269,843</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.

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**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

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

|                 | <b>Consolidated financial statements</b>          |                     |  |                     |
|-----------------|---|---------------------|--|---------------------|
|                 | 30 June<br>2016<br><i>(in thousand US Dollar)</i> | 31 December<br>2015 | 30 June<br>2016<br><i>(in thousand Baht)</i> | 31 December<br>2015 |
| Current portion | 98,325  | 103,770             | 3,459,093                                    | 3,744,914           |
| <b>Total</b>    | <b>98,325</b>                                     | <b>103,770</b>      | <b>3,459,093</b>                             | <b>3,744,914</b>    |

Movements during the six-month periods ended 30 June 2016 and 2015 were as follows:

|  | <b>Consolidated financial statements</b> |                |                                   |                  |
|--|--|----------------|-----------------------------------|------------------|
|  | 2016<br><i>(in thousand US Dollar)</i>   | 2015           | 2016<br><i>(in thousand Baht)</i> | 2015             |
| At 1 January                                       | 103,770                                  | 112,660        | 3,744,914                         | 3,713,612        |
| Repayments   | (5,500)                                  | (3,500)        | (193,491)                         | (118,219)        |
| Amortisation to profit and<br>loss (front end fee) | 55                                       | 55             | 1,952                             | 1,813            |
| Translation adjustments                            | -  | -              | (94,282)                          | 91,727           |
| <b>At 30 June</b>                                  | <b>98,325</b>                            | <b>109,215</b> | <b>3,459,093</b>                  | <b>3,688,933</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 98.9 million as at 30 June 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 December 2015, 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 portion of loans amounting to US Dollar 87.4 million (equivalent to Baht 3,076.0 million) was presented as current liabilities as of 30 June 2016.

Management believes the banks will not request immediate repayment of the loans unless there is a default in scheduled principal or interest payments.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
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**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

**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        |

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

Revenue and results, based on business segments, in the consolidated financial statements for the three-month and six-month periods ended 30 June 2016 and 2015 were as follows:

|  | Consolidated financial statements             |            |              |             |              |
|--|---|------------|--------------|-------------|--------------|
|  | For the three-month period ended 30 June 2016 |            |              |             |              |
| Subsea group   | Drilling group                                | Holding    | Total        | Elimination | Group        |
| <i>(in thousand US Dollar)</i>                                 |   |            |              |             |              |
| Revenue from rendering of services                             | 49,630  | -          | 49,630       | -           | 49,630       |
| Operating profit (loss)  | 5,160   | 463        | 5,414        | (247)       | 5,167        |
| Share of profit of investments in associates and joint venture | 651   | -          | 3,483        | -           | 3,483        |
| Finance costs  | (987)   | -          | (1,120)      | 246         | (874)        |
| Income tax (expense) benefit                                   | 6   | -          | (5)          | -           | (5)          |
| Profit for the period  | <b>4,830</b>                                  | <b>463</b> | <b>7,772</b> | <b>(1)</b>  | <b>7,771</b> |

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

|  | Consolidated financial statements             |                   |   |               |             |               |
|--|---|-------------------|---|---------------|-------------|---------------|
|  | For the three-month period ended 30 June 2015 |                   |   |               |             |               |
|  | Subsea<br>group                               | Drilling<br>group | Holding<br><i>(in thousand US Dollar)</i> | Total         | Elimination | Group         |
| Revenue from rendering of services                             | 107,462                                       | -                 | -   | 107,462       | (1)         | 107,461       |
| Operating profit (loss)  | 17,947  | (3,121)           | (5,578)                                   | 9,248         | (173)       | 9,075         |
| Share of profit of investments in associates and joint venture | 358   | -                 | 7,133                                     | 7,491         | -           | 7,491         |
| Finance costs  | (997)   | -                 | -   | (997)         | 175         | (822)         |
| Income tax (expense) benefit                                   | 71  | (4)               | (392)                                     | (325)         | -           | (325)         |
| Profit (loss) for the period                                   | <b>17,379</b>                                 | <b>(3,125)</b>    | <b>1,163</b>                              | <b>15,417</b> | <b>2</b>    | <b>15,419</b> |



**Mermaid Maritime Public Company Limited and its Subsidiaries**  
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**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

|  | Consolidated financial statements             |                           |                |             |                |
|--|---|---------------------------|----------------|-------------|----------------|
|  | For the three-month period ended 30 June 2016 |                           |                |             |                |
| Subsea group   | Drilling Group                                | Holding                   | Total          | Elimination | Group          |
|  |   | <i>(in thousand Baht)</i> |                |             |                |
| Revenue from rendering of services                             | 1,751,021                                     | -                         | 1,751,021      | -           | 1,751,021      |
| Operating profit (loss)  | 182,053                                       | 16,335                    | 191,014        | (8,715)     | 182,299        |
| Share of profit of investments in associates and joint venture | 22,969  | -                         | 122,886        | -           | 122,886        |
| Finance costs  | (34,823)                                      | -                         | (4,692)        | 8,679       | (30,836)       |
| Income tax (expense) benefit                                   | 212   | -                         | (176)          | -           | (176)          |
| Profit for the period  | <b>170,411</b>                                | <b>16,335</b>             | <b>274,209</b> | <b>(36)</b> | <b>274,173</b> |

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

|  | Consolidated financial statements             |                  |               |                |             |                |
|--|---|------------------|---------------|----------------|-------------|----------------|
|  | For the three-month period ended 30 June 2015 |                  |               |                |             |                |
|  | Subsea group                                  | Drilling group   | Holding       | Total          | Elimination | Group          |
|  | <i>(in thousand Baht)</i>                     |                  |               |                |             |                |
| Revenue from rendering of services                             | 3,560,108                                     | 17               | -             | 3,560,125      | (41)        | 3,560,084      |
| Operating profit (loss)  | 584,870                                       | (103,234)        | (183,600)     | 298,036        | (5,755)     | 292,281        |
| Share of profit of investments in associates and joint venture | 11,840  | -                | 237,263       | 249,103        | -           | 249,103        |
| Finance costs  | (33,161)                                      | -                | -             | (33,161)       | 5,821       | (27,340)       |
| Income tax (expense) benefit                                   | 2,319   | (140)            | (12,983)      | (10,804)       | -           | (10,804)       |
| Profit (loss) for the period                                   | <b>565,868</b>                                | <b>(103,374)</b> | <b>40,680</b> | <b>503,174</b> | <b>66</b>   | <b>503,240</b> |

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

|  | Consolidated financial statements           |                |                                 |              |             |              |
|--|---|----------------|---------------------------------|--------------|-------------|--------------|
|  | Subsea group                                | Drilling group | Holding (in thousand US Dollar) | Total        | Elimination | Group        |
|  | For the six-month period ended 30 June 2016 |                |                                 |              |             |              |
| Revenue from rendering of services                             | 89,243                                      | -              | -                               | 89,243       | -           | 89,243       |
| Operating profit (loss)  | (271)                                       | (123)          | 2,966                           | 2,572        | (422)       | 2,150        |
| Share of profit of investments in associates and joint venture | 749   | -              | 6,985                           | 7,734        | -           | 7,734        |
| Finance costs  | (2,011)                                     | -              | (133)                           | (2,144)      | 421         | (1,723)      |
| Income tax benefit   | 113   | 1              | 734                             | 848          | -           | 848          |
| Profit (loss) for the period                                   | <b>(1,420)</b>                              | <b>(122)</b>   | <b>10,552</b>                   | <b>9,010</b> | <b>(1)</b>  | <b>9,009</b> |
| Total assets as at 30 June 2016                                | 354,560                                     | 39,261         | 441,747                         | 835,568      | (353,987)   | 481,581      |
| Total liabilities as at 30 June 2016                           | 326,969                                     | 6,489          | 48,258                          | 381,716      | (230,177)   | 151,539      |

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

|  | Consolidated financial statements           |                |              |              |             |              |
|--|---|----------------|--------------|--------------|-------------|--------------|
|  | For the six-month period ended 30 June 2015 |                |              |              |             |              |
|  | Subsea Group                                | Drilling group | Holding      | Total        | Elimination | Group        |
|  | <i>(in thousand US Dollar)</i>              |                |              |              |             |              |
| Revenue from rendering of services                             | 168,214                                     | 54             | -            | 168,268      | (27)        | 168,241      |
| Operating loss   | (3,361)                                     | (4,365)        | (4,859)      | (12,585)     | (347)       | (12,932)     |
| Share of profit of investments in associates and joint venture | 500   | -              | 14,260       | 14,760       | -           | 14,760       |
| Finance costs  | (1,985)                                     | -              | -            | (1,985)      | 349         | (1,636)      |
| Income tax (expense) benefit                                   | 2   | (31)           | (602)        | (631)        | -           | (631)        |
| Profit (loss) for the period                                   | <b>(4,844)</b>                              | <b>(4,396)</b> | <b>8,799</b> | <b>(441)</b> | <b>2</b>    | <b>(439)</b> |
| Total assets as at 31 December 2015                            | 244,465                                     | 36,969         | 484,077      | 765,511      | (265,706)   | 499,805      |
| Total liabilities as at 31 December 2015                       | 357,973                                     | 6,566          | 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 and six-month periods ended 30 June 2016 (Unaudited)**

|  | Consolidated financial statements           |                           |                |             |                |
|--|---|---------------------------|----------------|-------------|----------------|
|  | For the six-month period ended 30 June 2016 |                           |                |             |                |
| Subsea group   | Drilling group                              | Holding                   | Total          | Group       |                |
|  |   | <i>(in thousand Baht)</i> |                |             |                |
|  |   |                           |                | Elimination |                |
| Revenue from rendering of services                             | 3,163,918                                   | -                         | 3,163,918      | -           | 3,163,918      |
| Operating profit (loss)  | (11,656)                                    | (4,566)                   | 89,648         | (14,957)    | 74,691         |
| Share of profit of investments in associates and joint venture | 26,464                                      | -                         | 248,044        | -           | 274,508        |
| Finance costs  | (71,348)                                    | -                         | (4,692)        | 14,921      | (61,119)       |
| Income tax benefit   | 4,028                                       | 36                        | 26,184         | -           | 30,248         |
| Profit (loss) for the period                                   | <b>(52,512)</b>                             | <b>(4,530)</b>            | <b>375,406</b> | <b>(36)</b> | <b>318,328</b> |
| Total assets as at 30 June 2016                                | 12,473,489                                  | 1,381,210                 | 15,540,748     | 29,395,447  | 16,942,114     |
| Total liabilities as at 30 June 2016                           | 11,502,833                                  | 228,284                   | 1,697,726      | 13,428,843  | (8,097,672)    |
|  |   |                           |                |             | 5,331,171      |

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

|  | Consolidated financial statements           |                   |                |                 |             |                 |
|--|---|-------------------|----------------|-----------------|-------------|-----------------|
|  | For the six-month period ended 30 June 2015 |                   |                |                 |             |                 |
|  | Subsea<br>group                             | Drilling<br>group | Holding        | Total           | Elimination | Group           |
|  | <i>(in thousand Baht)</i>                   |                   |                |                 |             |                 |
| Revenue from rendering of services                             | 5,543,442                                   | 1,780             | -              | 5,545,222       | (890)       | 5,544,332       |
| Operating loss   | (110,761)                                   | (143,846)         | (160,127)      | (414,734)       | (11,435)    | (426,169)       |
| Share of profit of investments in associates and joint venture | 16,476                                      | -                 | 469,934        | 486,410         | -           | 486,410         |
| Finance costs  | (65,415)                                    | -                 | -              | (65,415)        | 11,501      | (53,914)        |
| Income tax (expense) benefit                                   | 66  | (1,021)           | (19,839)       | (20,794)        | -           | (20,794)        |
| Profit (loss) for the period                                   | <b>(159,634)</b>                            | <b>(144,867)</b>  | <b>289,968</b> | <b>(14,533)</b> | <b>66</b>   | <b>(14,467)</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 and six-month periods ended 30 June 2016 (Unaudited)**

**11 Administrative expenses**

| <i>Three-month period ended 30 June</i> | <b>Consolidated financial statements</b> |               |                           |                |
|---|--|---------------|---------------------------|----------------|
|   | 2016                                     | 2015          | 2016                      | 2015           |
|   | <i>(in thousand US Dollar)</i>           |               | <i>(in thousand Baht)</i> |                |
| Employee benefit expense                | 4,538                                    | 6,231         | 160,107                   | 207,145        |
| Financial bonus                         | 85                                       | 745           | 2,999                     | 24,803         |
| Withholding tax not recoverable         | 1,135                                    | 2,887         | 40,045                    | 95,701         |
| Bad debts                               | -  | 55            | -                         | 1,858          |
| Professional fees                       | 271                                      | 371           | 9,561                     | 12,351         |
| Depreciation and amortisation           | 213                                      | 304           | 7,515                     | 10,128         |
| Office and office equipment rental      | 211                                      | 284           | 7,444                     | 9,425          |
| Travelling expenses                     | 187                                      | 337           | 6,598                     | 11,271         |
| Others                                  | 268                                      | 716           | 9,456                     | 23,879         |
| <b>Total</b>                            | <b>6,908</b>                             | <b>11,930</b> | <b>243,725</b>            | <b>396,561</b> |

| <i>Six-month period ended 30 June</i> | <b>Consolidated financial statements</b> |               |                           |                |
|---------------------------------------|--|---------------|---------------------------|----------------|
|                                       | 2016                                     | 2015          | 2016                      | 2015           |
|                                       | <i>(in thousand US Dollar)</i>           |               | <i>(in thousand Baht)</i> |                |
| Employee benefit expense              | 9,491                                    | 12,083        | 336,768                   | 398,192        |
| Financial bonus                       | (2,624)                                  | 1,561         | (93,624)                  | 51,442         |
| Withholding tax not recoverable       | 2,297                                    | 4,706         | 81,491                    | 155,085        |
| Bad debts                             | (133)                                    | 55            | (4,847)                   | 1,858          |
| Professional fees                     | 462                                      | 774           | 16,373                    | 25,507         |
| Depreciation and amortisation         | 424                                      | 663           | 15,040                    | 21,848         |
| Office and office equipment rental    | 411                                      | 495           | 14,578                    | 16,313         |
| Travelling expenses                   | 357                                      | 871           | 12,661                    | 28,704         |
| Others                                | 723                                      | 1,786         | 25,793                    | 58,811         |
| <b>Total</b>                          | <b>11,408</b>                            | <b>22,994</b> | <b>404,233</b>            | <b>757,760</b> |

| <i>Three-month period ended 30 June</i> | <b>Separate financial statements</b> |              |                           |               |
|---|--------------------------------------|--------------|---------------------------|---------------|
|   | 2016                                 | 2015         | 2016                      | 2015          |
|   | <i>(in thousand US Dollar)</i>       |              | <i>(in thousand Baht)</i> |               |
| Employee benefit expense                | 643                                  | 867          | 22,686                    | 28,852        |
| Financial bonus                         | 43                                   | 79           | 1,517                     | 2,664         |
| Professional fees                       | 107                                  | 153          | 3,775                     | 5,100         |
| Depreciation and amortisation           | 99                                   | 119          | 3,493                     | 3,959         |
| Bad debts                               | 40                                   | -            | 1,411                     | -             |
| Travelling expenses                     | 40                                   | 8            | 1,411                     | 276           |
| Office and office equipment rental      | 21                                   | 22           | 741                       | 732           |
| Others                                  | 139                                  | 243          | 4,904                     | 8,087         |
| <b>Total</b>                            | <b>1,132</b>                         | <b>1,491</b> | <b>39,938</b>             | <b>49,670</b> |

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

| <i>Six-month period ended 30 June</i> | <b>Separate financial statements</b>   |              |                                   |                |
|---------------------------------------|--|--------------|-----------------------------------|----------------|
|                                       | 2016<br><i>(in thousand US Dollar)</i> | 2015         | 2016<br><i>(in thousand Baht)</i> | 2015           |
| Employee benefit expense              | 1,416                                  | 1,776        | 50,257                            | 58,528         |
| Financial bonus                       | (224)                                  | 276          | (8,006)                           | 9,095          |
| Depreciation and amortisation         | 199                                    | 241          | 7,059                             | 7,942          |
| Professional fees                     | 141                                    | 341          | 4,988                             | 11,238         |
| Travelling expenses                   | 59                                     | 48           | 2,089                             | 1,582          |
| Office and office equipment rental    | 42                                     | 46           | 1,490                             | 1,516          |
| Bad debts                             | 40                                     | -            | 1,411                             | -              |
| Others                                | 284                                    | 500          | 10,076                            | 16,476         |
| <b>Total</b>                          | <b>1,957</b>                           | <b>3,228</b> | <b>69,364</b>                     | <b>106,377</b> |

**12 Earnings (losses) per share**

*Basic earnings (losses) per share*

The calculations of basic earnings (losses) per share for the three-month and six-month periods ended 30 June 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 30 June</i>                                    | <b>Consolidated financial statements</b>                    |                  |  |                  |
|--|---|------------------|--|------------------|
|  | 2016<br><i>(in thousand US Dollar/<br/>thousand shares)</i> | 2015             | 2016<br><i>(in thousand Baht/<br/>thousand shares)</i> | 2015             |
| <b>Profit attributable to ordinary shareholders of the Company (basic)</b> | <b>7,744</b>  | <b>15,575</b>    | <b>273,220</b>   | <b>508,400</b>   |
| <b>Number of ordinary shares outstanding (basic)</b>                       | <b>1,413,329</b><br><i>(in US Dollar)</i>                   | <b>1,413,329</b> | <b>1,413,329</b><br><i>(in Baht)</i>                   | <b>1,413,329</b> |
| <b>Earnings per share (basic)</b>  | <b>0.0055</b>   | <b>0.0110</b>    | <b>0.1933</b>  | <b>0.3597</b>    |

| <i>Six-month period ended 30 June</i>   | <b>Consolidated financial statements</b>                    |                  |  |                  |
|---|---|------------------|--|------------------|
|   | 2016<br><i>(in thousand US Dollar/<br/>thousand shares)</i> | 2015             | 2016<br><i>(in thousand Baht/<br/>thousand shares)</i> | 2015             |
| <b>Profit (loss) attributable to ordinary shareholders of the Company (basic)</b> | <b>9,011</b>  | <b>(220)</b>     | <b>318,409</b>   | <b>(7,250)</b>   |
| <b>Number of ordinary shares outstanding (basic)</b>                              | <b>1,413,329</b><br><i>(in US Dollar)</i>                   | <b>1,413,329</b> | <b>1,413,329</b><br><i>(in Baht)</i>                   | <b>1,413,329</b> |
| <b>Earnings (losses) per share (basic)</b>  | <b>0.0064</b>   | <b>(0.0002)</b>  | <b>0.2253</b>  | <b>(0.0051)</b>  |



**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

| <i>Three-month period ended 30 June</i>   | <b>Separate financial statements</b>                        |   |  |  |
|---|---|---|--|--|
|   | 2016<br><i>(in thousand US Dollar/<br/>thousand shares)</i> | 2015<br><i>(in thousand US Dollar/<br/>thousand shares)</i> | 2016<br><i>(in thousand Baht/<br/>thousand shares)</i> | 2015<br><i>(in thousand Baht/<br/>thousand shares)</i> |
| <b>Profit (loss) attributable to ordinary shareholders of the Company (basic)</b> | <u>1,486</u>  | <u>(8,548)</u>  | <u>52,429</u>  | <u>(278,917)</u>                                       |
| <b>Number of ordinary shares outstanding (basic)</b>                              | <u>1,413,329</u><br><i>(in US Dollar)</i>                   | <u>1,413,329</u><br><i>(in US Dollar)</i>                   | <u>1,413,329</u><br><i>(in Baht)</i>                   | <u>1,413,329</u><br><i>(in Baht)</i>                   |
| <b>Earnings (losses) per share (basic)</b>  | <u>0.0011</u>   | <u>(0.0060)</u>   | <u>0.0371</u>  | <u>(0.1973)</u>  |

| <i>Six-month period ended 30 June</i>                                      | <b>Separate financial statements</b>                        |   |  |  |
|--|---|---|--|--|
|  | 2016<br><i>(in thousand US Dollar/<br/>thousand shares)</i> | 2015<br><i>(in thousand US Dollar/<br/>thousand shares)</i> | 2016<br><i>(in thousand Baht/<br/>thousand shares)</i> | 2015<br><i>(in thousand Baht/<br/>thousand shares)</i> |
| <b>Profit attributable to ordinary shareholders of the Company (basic)</b> | <u>7,688</u>  | <u>468</u>  | <u>273,639</u>   | <u>15,423</u>  |
| <b>Number of ordinary shares outstanding (basic)</b>                       | <u>1,413,329</u><br><i>(in US Dollar)</i>                   | <u>1,413,329</u><br><i>(in US Dollar)</i>                   | <u>1,413,329</u><br><i>(in Baht)</i>                   | <u>1,413,329</u><br><i>(in Baht)</i>                   |
| <b>Earnings per share (basic)</b>  | <u>0.0054</u>   | <u>0.0003</u>   | <u>0.1936</u>  | <u>0.0109</u>  |

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

The calculations of diluted earnings (losses) per share for the three-month and six-month periods ended 30 June 2015 were based on the profit (loss) for the periods attributable to ordinary shareholders 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 30 June 2015</i>                               | <b>Consolidated financial statements</b>            |  |
|--|---|--|
|  | <i>(in thousand US Dollar/<br/>thousand shares)</i> | <i>(in thousand Baht/<br/>thousand shares)</i> |
| <b>Profit attributable to ordinary shareholders of the Company (basic)</b> | <u>15,575</u>                                       | <u>508,400</u>                                 |
| <b>Number of ordinary shares outstanding (basic)</b>                       | 1,413,329   | 1,413,329                                      |
| <b>Effect from employee share option plan</b>                              | 34  | 34   |
| <b>Weighted average number of ordinary shares outstanding (diluted)</b>    | <u>1,413,363</u><br><i>(in US Dollar)</i>           | <u>1,413,363</u><br><i>(in Baht)</i>           |
| <b>Earnings per share (diluted)</b>  | <u>0.0110</u>                                       | <u>0.3597</u>                                  |

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

**Consolidated financial statements**

*Six-month period ended 30 June 2015*

|  | <i>(in thousand US Dollar/<br/>thousand shares)</i> | <i>(in thousand Baht/<br/>thousand shares)</i> |
|--|---|--|
| <b>Loss attributable to ordinary shareholders of the Company (basic)</b> | <b>(220)</b>  | <b>(7,250)</b>                                 |
| Number of ordinary shares outstanding (basic)                            | 1,413,329   | 1,413,329                                      |
| Effect from employee share option plan                                   | 53  | 53   |
| <b>Weighted average number of ordinary shares outstanding (diluted)</b>  | <b>1,413,382</b>                                    | <b>1,413,382</b>                               |
|  | <i>(in US Dollar)</i>                               | <i>(in Baht)</i>                               |
| <b>Losses per share (diluted)</b>  | <b>(0.0002)</b>                                     | <b>(0.0051)</b>                                |

**Separate financial statements**

*Three-month period ended 30 June 2015*

|  | <i>(in thousand US Dollar/<br/>thousand shares)</i> | <i>(in thousand Baht/<br/>thousand shares)</i> |
|--|---|--|
| <b>Loss attributable to ordinary shareholders of the Company (basic)</b> | <b>(8,548)</b>                                      | <b>(278,917)</b>                               |
| Number of ordinary shares outstanding (basic)                            | 1,413,329   | 1,413,329                                      |
| Effect from employee share option plan                                   | 34  | 34   |
| <b>Weighted average number of ordinary shares outstanding (diluted)</b>  | <b>1,413,363</b>                                    | <b>1,413,363</b>                               |
|  | <i>(in US Dollar)</i>                               | <i>(in Baht)</i>                               |
| <b>Losses per share (diluted)</b>  | <b>(0.0060)</b>                                     | <b>(0.1973)</b>                                |

**Separate financial statements**

*Six-month period ended 30 June 2015*

|  | <i>(in thousand US Dollar/<br/>thousand shares)</i> | <i>(in thousand Baht/<br/>thousand shares)</i> |
|--|---|--|
| <b>Profit attributable to ordinary shareholders of the Company (basic)</b> | <b>468</b>  | <b>15,423</b>                                  |
| Number of ordinary shares outstanding (basic)                              | 1,413,329   | 1,413,329                                      |
| Effect from employee share option plan                                     | 53  | 53   |
| <b>Weighted average number of ordinary shares outstanding (diluted)</b>    | <b>1,413,382</b>                                    | <b>1,413,382</b>                               |
|  | <i>(in US Dollar)</i>                               | <i>(in Baht)</i>                               |
| <b>Earnings per share (diluted)</b>  | <b>0.0003</b>                                       | <b>0.0109</b>                                  |

There was no potential dilution in earnings per share from the employee share option plan for the three-month and six-month periods ended 30 June 2016, because the average share prices during those periods were lower than the respective exercise prices.

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

**13 Dividends**

At the annual general meeting of the shareholders of the Company held on 29 April 2015, the shareholders approved the appropriation of dividends of US Dollar 0.0040 per share or equivalent to Baht 0.1279 per share, amounting to US Dollar 5.7 million or equivalent to Baht 180.8 million. The dividend was paid to the Company's shareholders on 20 May 2015

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> |                                |                    |            |
|---|--|--------------------------------|--------------------|------------|
|   | 30 June 2016                             |                                | 31 December 2015   |            |
|   | Carrying<br>amount                       | Fair value                     | Carrying<br>amount | Fair value |
|   |  | <i>(in thousand US Dollar)</i> |                    |            |
| <b>Financial liabilities not<br/>measured at fair value</b> |  |                                |                    |            |
| Long-term loans from<br>financial institutions              | (98,875)                                 | (96,527)                       | (104,375)          | (101,575)  |

|   | <b>Consolidated financial statements</b> |                           |                    |             |
|---|--|---------------------------|--------------------|-------------|
|   | 30 June 2016                             |                           | 31 December 2015   |             |
|   | Carrying<br>amount                       | Fair value                | Carrying<br>amount | Fair value  |
|   |  | <i>(in thousand Baht)</i> |                    |             |
| <b>Financial liabilities not<br/>measured at fair value</b> |  |                           |                    |             |
| Long-term loans from<br>financial institutions              | (3,478,442)                              | (3,395,839)               | (3,766,748)        | (3,665,700) |

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

**15 Guarantees**

As at 30 June 2016 and 31 December 2015, the Group and the Company had outstanding guarantees as follows:

|  | <b>Consolidated financial statements</b> |                 |                 |                  |                 |                 |
|--|--|-----------------|-----------------|------------------|-----------------|-----------------|
|  | 30 June 2016                             |                 |                 | 31 December 2015 |                 |                 |
|  | thousand<br>Baht                         | thousand<br>USD | thousand<br>QAR | thousand<br>Baht | thousand<br>USD | thousand<br>QAR |
| Letters of guarantee issued by financial institutions in the normal course of business | 15,600                                   | 14,360          | -               | 15,600           | 27,927          | -               |
| Guarantee for short-term borrowing of subsidiaries to financial institutions           | -  | -               | -               | -                | -               | 13,100          |
| Guarantee for long-term loans of subsidiaries to financial institutions                | -  | 98,875          | -               | -                | 104,375         | -               |

|  | <b>Separate financial statements</b> |                 |                  |                 |
|--|--------------------------------------|-----------------|------------------|-----------------|
|  | 30 June 2016                         |                 | 31 December 2015 |                 |
|  | thousand<br>Baht                     | thousand<br>USD | thousand<br>Baht | thousand<br>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                  | -                                    | 98,875          | -                | 104,375         |

**16 Commitments with non-related parties**

*(a) Capital commitments*

|                                | <b>Consolidated financial statements</b> |                     |                           |                     |
|--------------------------------|--|---------------------|---------------------------|---------------------|
|                                | 30 June<br>2016                          | 31 December<br>2015 | 30 June<br>2016           | 31 December<br>2015 |
|                                | <i>(in thousand US Dollar)</i>           |                     | <i>(in thousand Baht)</i> |                     |
| Purchasing of diving equipment | 2,118                                    | 2,042               | 74,512                    | 73,693              |
| Purchasing of tender rigs      | 254,000                                  | 254,000             | 8,935,771                 | 9,166,504           |
| Purchasing of DSV              | 117,600                                  | 117,600             | 4,137,192                 | 4,244,019           |
| <b>Total</b>                   | <b>373,718</b>                           | <b>373,642</b>      | <b>13,147,475</b>         | <b>13,484,216</b>   |

**Mermaid Maritime Public Company Limited and its Subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

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

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

|   | <b>Consolidated financial statements</b> |               |                           |                |
|---|--|---------------|---------------------------|----------------|
|   | 30 June                                  | 31 December   | 30 June                   | 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   | 3,227                                    | 8,679         | 113,527                   | 313,213        |
| After one year but within five years  | 1,593                                    | 1,610         | 56,042                    | 58,103         |
| After five years  | 1,296                                    | 1,480         | 45,594                    | 53,411         |
| <b>Total</b>  | <b>6,116</b>                             | <b>11,769</b> | <b>215,163</b>            | <b>424,727</b> |

(c) *Other commitments*

As at 30 June 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 The compensation of accumulated loss**

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 (Baht 141.7 million) and share premium of US Dollar 79.0 million (Baht 1,286.9 million).

**18 Events after the reporting period**

At the Extraordinary General Meeting of Seascope Surveys (Thailand) Ltd., a subsidiary, held on 27 July 2016, the shareholders unanimously approved to liquidate effective on 27 July 2016.

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**19 Thai Financial Reporting Standards (TFRS) not yet adopted**

The following announcement has been issued but is not yet effective and has not been applied in preparing these interim financial statements. This new announcement may be relevant to the Group's operations, which become effective for annual financial periods beginning on or after 1 January 2017, and is set out below. The Group does not plan to adopt this announcement early.

| <b>FAP Announcement</b> | <b>Topic</b>  |
|-------------------------|---|
| No. 5/2559              | Accounting Guidance for derecognition of financial assets and financial liabilities |

The Group has made a preliminary assessment of the potential initial impact on the consolidated and separate financial statements of this new announcement and expects that there will be no material impact on the financial statements in the period of initial application.