

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

Interim financial statements
for the three-month and six-month periods ended
30 June 2018
and
Independent Auditor's report on review of
interim financial information



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Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of Mermaid Maritime Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Mermaid Maritime Public Company Limited and its subsidiaries, and of Mermaid Maritime Public Company Limited, respectively, as at 30 June 2018; the consolidated and separate statements of comprehensive income for the three-month and six-month periods ended 30 June 2018; the consolidated and separate statements of changes in equity and cash flows for the six-month period ended 30 June 2018; 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".

(Banthit Tangpakorn)
Certified Public Accountant
Registration No. 8509

KPMG Phoomchai Audit Ltd.
Bangkok
14 August 2018

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of financial position

Consolidated financial statements					
Assets	<i>Note</i>	30 June	31 December	30 June	31 December
		2018	2017	2018	2017
		(Unaudited)		(Unaudited)	
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Current assets					
Cash and cash equivalents		41,273	68,692	1,368,910	2,244,916
Current investments	4	17,329	-	574,754	-
Trade accounts receivable	3, 5	43,161	62,147	1,431,530	2,031,020
Other accounts receivable	3	12,987	9,037	430,743	295,337
Supplies and spare parts		1,465	1,928	48,590	63,009
Total current assets		116,215	141,804	3,854,527	4,634,282
Non-current assets					
Restricted deposit at financial institutions		15,094	12,802	500,626	418,381
Investment in associates	6	115,060	88,927	3,816,218	2,906,214
Investment in joint venture	6	2,080	2,047	68,988	66,898
Investment properties		501	541	16,617	17,680
Property, plant and equipment	8	177,479	182,872	5,886,481	5,976,422
Goodwill		2,066	2,066	68,523	67,519
Intangible assets		161	122	5,340	3,987
Advance payment for investment	6	-	17,275	-	564,563
Deferred tax assets		2,470	2,470	81,923	80,722
Other non-current assets		237	202	7,861	6,602
Total non-current assets		315,148	309,324	10,452,577	10,108,988
Total assets		431,363	451,128	14,307,104	14,743,270

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

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

		Consolidated financial statements			
		30 June	31 December	30 June	31 December
Liabilities and equity	<i>Note</i>	2018	2017	2018	2017
		(Unaudited)	(Unaudited)		
		<i>(in thousand US Dollar)</i>	<i>(in thousand Baht)</i>		
<i>Current liabilities</i>					
Trade accounts payable		6,528	4,792	216,515	156,607
Other accounts payable	3	20,156	22,079	668,518	721,561
Current portion of long-term borrowings	9	11,890	11,890	394,358	388,576
Current portion of finance lease liabilities		47	47	1,559	1,536
Current income tax payable		296	75	9,817	2,451
Total current liabilities		38,917	38,883	1,290,767	1,270,731
<i>Non-current liabilities</i>					
Long-term borrowings	9	61,780	67,725	2,049,070	2,213,314
Finance lease liabilities		92	92	3,051	3,007
Provisions for employee benefits		2,268	2,244	75,223	73,336
Total non-current liabilities		64,140	70,061	2,127,344	2,289,657
Total liabilities		103,057	108,944	3,418,111	3,560,388

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

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

Consolidated financial statements					
Liabilities and equity	<i>Note</i>	30 June	31 December	30 June	31 December
		2018	2017	2018	2017
		(Unaudited)		(Unaudited)	
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Equity					
Share capital					
Authorized share capital		-	-	1,416,701	1,416,701
Issued and paid share capital		47,322	47,322	1,413,329	1,413,329
Share premium on ordinary shares		343,536	343,536	12,271,678	12,271,678
Deficit		(59,957)	(46,052)	(3,820,319)	(3,378,846)
Other components of equity		(2,197)	(2,199)	1,041,841	895,048
Equity attributable to owners of the parent		328,704	342,607	10,906,529	11,201,209
Non-controlling interests		(398)	(423)	(17,536)	(18,327)
Total equity		328,306	342,184	10,888,993	11,182,882
Total liabilities and equity		431,363	451,128	14,307,104	14,743,270

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
		2018	2017	2018	2017
		(Unaudited)		(Unaudited)	
		(in thousand US Dollar)		(in thousand Baht)	
Current assets					
Cash and cash equivalents		2,692	25,370	89,286	829,114
Other accounts receivable	3	139,269	140,714	4,619,164	4,598,660
Short-term loans to related parties	3	16,813	62	557,640	2,026
Total current assets		158,774	166,146	5,266,090	5,429,800
Non-current assets					
Restricted deposit at financial institutions		4,375	4,375	145,107	142,979
Investment in associate	6	21,857	-	724,935	-
Investment in joint venture	6	213	213	7,065	6,961
Investments in subsidiaries	7	156,959	156,959	5,205,891	5,129,561
Investment properties		1,774	1,914	58,839	62,551
Long-term loan to related party	3	54,692	55,506	1,813,981	1,813,986
Property, plant and equipment	8	179	204	5,937	6,667
Intangible assets		30	42	995	1,373
Advance payment for investment	6	-	17,275	-	564,563
Deferred tax assets		17	17	564	556
Other non-current assets		35	48	1,161	1,569
Total non-current assets		240,131	236,553	7,964,475	7,730,766
Total assets		398,905	402,699	13,230,565	13,160,566

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

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

	Note	Separate financial statements			
		30 June 2018 (Unaudited) <i>(in thousand US Dollar)</i>	31 December 2017	30 June 2018 (Unaudited) <i>(in thousand Baht)</i>	31 December 2017
Liabilities and equity					
Current liabilities					
Other accounts payable	3	627	586	20,796	19,152
Total current liabilities		627	586	20,796	19,152
Non-current liabilities					
Provisions for employee benefits		96	87	3,184	2,843
Total non-current liabilities		96	87	3,184	2,843
Total liabilities		723	673	23,980	21,995
Equity					
Share capital					
Authorized share capital		-	-	1,416,701	1,416,701
Issued and paid share capital		47,322	47,322	1,413,329	1,413,329
Share premium on ordinary shares		343,536	343,536	12,271,678	12,271,678
Differences arising from common control transactions		(7,406)	(7,406)	(239,757)	(239,757)
Retained earnings (Deficit)					
Unappropriated (Deficit)		14,702	18,546	(974,630)	(849,219)
Other components of equity		28	28	735,965	542,540
Total equity		398,182	402,026	13,206,585	13,138,571
Total liabilities and equity		398,905	402,699	13,230,565	13,160,566

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

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

Consolidated financial statements					
		Three-month period ended		Three-month period ended	
		30 June		30 June	
	<i>Note</i>	2018	2017	2018	2017
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Revenue					
Revenue from rendering of services	3	21,529	44,456	687,132	1,524,899
Interest income		145	168	4,628	5,763
Net gain on foreign exchange		-	194	-	6,654
Other income	3	84	52	2,681	1,783
Total revenue		21,758	44,870	694,441	1,539,099
Expenses					
Costs of rendering of services		24,681	35,337	787,734	1,212,105
Administrative expenses	3	6,253	6,261	199,574	214,760
Net loss on foreign exchange		403	-	12,862	-
Finance costs		1,010	896	32,236	30,734
Total expenses		32,347	42,494	1,032,406	1,457,599
Share of profit of associates and joint venture		3,013	1,181	96,165	40,510
Profit (loss) before income tax expense		(7,576)	3,557	(241,800)	122,010
Tax expense (income)		120	(60)	3,830	(2,058)
Profit (loss) for the period		(7,696)	3,617	(245,630)	124,068
Other comprehensive income (expense)					
<i>Items that will be reclassified subsequently to profit or loss</i>					
Exchange differences on translating financial statements		2	-	64	-
Translation adjustments		-	-	640,674	(159,976)
Other comprehensive income (expense) for the period, net of tax		2	-	640,738	(159,976)
Total comprehensive income (expense) for the period		(7,694)	3,617	395,108	(35,908)

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

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

Consolidated financial statements					
		Three-month period ended 30 June		Three-month period ended 30 June	
<i>Note</i>		2018	2017	2018	2017
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Profit (loss) attributable to:					
	Owners of parent	(7,703)	3,618	(245,853)	124,102
	Non-controlling interests	7	(1)	223	(34)
	Profit (loss) for the period	<u><u>(7,696)</u></u>	<u><u>3,617</u></u>	<u><u>(245,630)</u></u>	<u><u>124,068</u></u>
Total comprehensive income (expense) attributable to:					
	Owners of parent	(7,701)	3,618	394,885	(35,874)
	Non-controlling interests	7	(1)	223	(34)
	Total comprehensive income (expense) for the period	<u><u>(7,694)</u></u>	<u><u>3,617</u></u>	<u><u>395,108</u></u>	<u><u>(35,908)</u></u>
Basic earnings (losses) per share		<i>(in US Dollar)</i>		<i>(in Baht)</i>	
	Basic earnings (losses) per share	<u><u>(0.0055)</u></u>	<u><u>0.0026</u></u>	<u><u>(0.1740)</u></u>	<u><u>0.0878</u></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)

Consolidated financial statements					
		Six-month period ended		Six-month period ended	
		30 June		30 June	
<i>Note</i>		2018	2017	2018	2017
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Revenue					
	Revenue from rendering of services	39,521	80,995	1,254,619	2,807,970
	Interest income	284	320	9,012	11,100
	Net gain on foreign exchange	200	603	6,157	21,016
	Other income	2,216	1,407	69,922	49,364
	Total revenue	42,221	83,325	1,339,710	2,889,450
Expenses					
	Costs of rendering of services	47,018	67,490	1,492,268	2,341,161
	Administrative expenses	11,225	12,073	356,392	418,849
	Finance costs	1,929	1,768	61,222	61,354
	Total expenses	60,172	81,331	1,909,882	2,821,364
	Share of profit of associates and joint venture	4,309	2,367	137,042	82,157
	Profit (loss) before income tax expense	(13,642)	4,361	(433,130)	150,243
	Tax expense (income)	238	(1)	7,552	14
	Profit (loss) for the period	(13,880)	4,362	(440,682)	150,229
Other comprehensive income (expense)					
<i>Items that will be reclassified subsequently to profit or loss</i>					
	Exchange differences on translating financial statements	2	(144)	64	(5,057)
	Translation adjustments	-	-	146,729	(627,357)
	Other comprehensive income (expense) for the period, net of tax	2	(144)	146,793	(632,414)
	Total comprehensive income (expense) for the period	(13,878)	4,218	(293,889)	(482,185)

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

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

Consolidated financial statements					
		Six-month period ended		Six-month period ended	
		30 June		30 June	
<i>Note</i>	2018	2017	2018	2017	
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>		
Profit (loss) attributable to:					
Owners of parent	(13,905)	4,353	(441,473)	149,912	
Non-controlling interests	25	9	791	317	
Profit (loss) for the period	<u>(13,880)</u>	<u>4,362</u>	<u>(440,682)</u>	<u>150,229</u>	
Total comprehensive income (expense) attributable to:					
Owners of parent	(13,903)	4,209	(294,680)	(482,502)	
Non-controlling interests	25	9	791	317	
Total comprehensive income (expense) for the period	<u>(13,878)</u>	<u>4,218</u>	<u>(293,889)</u>	<u>(482,185)</u>	
Basic earnings (losses) per share					
	<i>(in US Dollar)</i>		<i>(in Baht)</i>		
Basic earnings (losses) per share	<i>11</i> <u>(0.0098)</u>	<u>0.0031</u>	<u>(0.3124)</u>	<u>0.1061</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)

	<i>Note</i>	Separate financial statements			
		Three-month period ended		Three-month period ended	
		30 June		30 June	
		2018	2017	2018	2017
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Revenue					
Management fee income	3	90	-	2,872	-
Interest income	3	279	295	8,905	10,119
Net gain on foreign exchange		-	2,232	-	76,561
Other income	3	91	1,086	2,904	37,251
Total revenue		460	3,613	14,681	123,931
Expenses					
Administrative expenses	3	1,126	967	35,938	33,170
Net loss on foreign exchange		10,430	-	332,890	-
Total expenses		11,556	967	368,828	33,170
Profit (loss) before income tax expense		(11,096)	2,646	(354,147)	90,761
Tax expense		-	-	-	-
Profit (loss) for the period		(11,096)	2,646	(354,147)	90,761
Other comprehensive income (expense)					
<i>Items that will be reclassified subsequently to profit or loss</i>					
Translation adjustments		-	-	778,244	(184,917)
Other comprehensive income (expense) for the period, net of tax		-	-	778,244	(184,917)
Total comprehensive income (expense) for the period		(11,096)	2,646	424,097	(94,156)
Basic earnings (losses) per share		<i>(in US Dollar)</i>		<i>(in Baht)</i>	
Basic earnings (losses) per share	11	(0.0079)	0.0019	(0.2506)	0.0642

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>	Separate financial statements			
		Six-month period ended		Six-month period ended	
		30 June		30 June	
		2018	2017	2018	2017
		<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Revenue					
Management fee income	3	180	-	5,711	-
Interest income	3	597	593	18,935	20,583
Net gain on foreign exchange		-	8,481	-	295,995
Other income	3	187	1,170	5,932	40,201
Total revenue		964	10,244	30,578	356,779
Expenses					
Administrative expenses	3	2,297	1,630	72,873	56,451
Net loss on foreign exchange		2,511	-	83,116	-
Total expenses		4,808	1,630	155,989	56,451
Profit (loss) before income tax expense		(3,844)	8,614	(125,411)	300,328
Tax expense		-	-	-	-
Profit (loss) for the period		(3,844)	8,614	(125,411)	300,328
Other comprehensive income (expense)					
<i>Items that will be reclassified subsequently to profit or loss</i>					
Translation adjustments		-	-	193,425	(722,843)
Other comprehensive income (expense) for the period, net of tax		-	-	193,425	(722,843)
Total comprehensive income (expense) for the period		(3,844)	8,614	68,014	(422,515)
		<i>(in US Dollar)</i>		<i>(in Baht)</i>	
Basic earnings (losses) per share					
Basic earnings (losses) per share	11	(0.0027)	0.0061	(0.0887)	0.2125

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/(Deficit)		Other components of equity					Equity attributable to owners of parent	Non-controlling interests	Total equity				
	Issued and paid share capital	Share premium on ordinary shares	Legal reserve	Deficit	Translation of financial statements	Share-based payment	Changes in ownership interests				Total other components of equity			
	<i>Note</i>													
<i>(in thousand US Dollar)</i>														
Six-month period ended 30 June 2018														
Balance at 1 January 2018														
		47,322	343,536	-	(46,052)	1,193	28	(3,420)	(2,199)	342,607	(423)	342,184		
Comprehensive income (expense)														
for the period														
		-	-	-	(13,905)	-	-	-	-	(13,905)	25	(13,880)		
		-	-	-	-	2	-	-	2	2	-	2		
Total comprehensive income (expense)														
for the period														
		-	-	-	(13,905)	2	-	-	2	(13,903)	25	(13,878)		
Balance at 30 June 2018														
		47,322	343,536	-	(59,957)	1,195	28	(3,420)	(2,197)	328,704	(398)	328,306		

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

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

	Consolidated financial statements										
	Retained earnings/(Deficit)					Other components of equity					Total equity
	Issued and paid share capital	Share premium on ordinary shares	Legal reserve	Deficit	Translation of financial statements	Share-based payment	Changes in ownership interests	Total other components of equity	Equity attributable to owners of parent	Non-controlling interests	
Note											
Six-month period ended 30 June 2017											
Balance at 1 January 2017	1,413,329	12,271,678	-	(3,529,009)	2,092,137	874	(111,483)	1,981,528	12,137,526	(17,901)	12,119,625
Transactions with owners, recorded directly in equity											
<i>Distributions to owners of the parent</i>											
Liquidation of a subsidiary	7	-	-	9,680	-	-	(9,680)	(9,680)	-	-	-
<i>Total distributions to owners of the parent</i>				9,680			(9,680)	(9,680)			
Total transactions with owners, recorded directly in equity				9,680			(9,680)	(9,680)			
Comprehensive income (expense) for the period											
Profit	-	-	-	149,912	-	-	-	-	149,912	317	150,229
Exchange differences on translating financial statements	-	-	-	-	(5,057)	-	-	(5,057)	(5,057)	-	(5,057)
Translation adjustments	-	-	-	-	(627,357)	-	-	(627,357)	(627,357)	-	(627,357)
Total comprehensive income (expense) for the period				149,912	(632,414)	-	-	(632,414)	(482,502)	317	(482,185)
Balance at 30 June 2017	1,413,329	12,271,678	-	(3,369,417)	1,459,723	874	(121,163)	1,339,434	11,655,024	(17,584)	11,637,440

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/(Deficit)				Other components of equity						
	Issued and paid share capital	Share premium on ordinary shares	Legal reserve	Deficit	Translation of financial statements	Share-based payment	Changes in ownership interests	Total other components of equity	Equity attributable to owners of parent	Non-controlling interests	Total equity
<i>Note</i>											
Six-month period ended 30 June 2018											
Balance at 1 January 2018	1,413,329	12,271,678	-	(3,378,846)	1,015,337	874	(121,163)	895,048	11,201,209	(18,327)	11,182,882
Comprehensive income (expense) for the period	-	-	-	(441,473)	-	-	-	-	(441,473)	791	(440,682)
Profit or loss	-	-	-	(441,473)	-	-	-	-	-	-	-
Exchange differences on translating financial statements	-	-	-	-	64	-	-	64	64	-	64
Translation adjustments	-	-	-	-	146,729	-	-	146,729	146,729	-	146,729
Total comprehensive income (expense) for the period	-	-	-	(441,473)	146,793	-	-	146,793	(294,680)	791	(293,889)
Balance at 30 June 2018	1,413,329	12,271,678	-	(3,820,319)	1,162,130	874	(121,163)	1,041,841	10,906,529	(17,536)	10,888,993

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 share capital	Share premium on ordinary shares	Differences arising from common control transactions	Retained earnings		Other components of equity	
				Legal reserve	Unappropriated		
Six-month period ended 30 June 2017							
Balance at 1 January 2017	47,322	343,536	(7,406)	-	3,277	28	386,757
Comprehensive income for the period	-	-	-	-	8,614	-	8,614
Profit	-	-	-	-	8,614	-	8,614
Total comprehensive income for the period	47,322	343,536	(7,406)	-	11,891	28	395,371
Balance at 30 June 2017							

(in thousand US Dollar)

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 share capital	Share premium on ordinary shares	Differences arising from common control transactions	Retained earnings		Other components of equity	
				Legal reserve	Unappropriated		
<i>(in thousand US Dollar)</i>							
Six-month period ended 30 June 2018							
Balance at 1 January 2018	47,322	343,536	(7,406)	-	18,546	28	402,026
Comprehensive expense for the period	-	-	-	-	(3,844)	-	(3,844)
Loss	-	-	-	-	(3,844)	-	(3,844)
Total comprehensive expense for the period	-	-	-	-	(3,844)	-	(3,844)
Balance at 30 June 2018	47,322	343,536	(7,406)	-	14,702	28	398,182

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				Other components of equity			Total equity	
	Retained earnings/(Deficit)		Differences arising from common control transactions	Share premium on ordinary shares	Translation of financial statements		Share-based payment of equity		
	Legal reserve	Deficit			financial statements	components of equity			
Six-month period ended 30 June 2017									
Balance at 1 January 2017	1,413,329	12,271,678	(239,757)	-	(1,370,244)	1,781,895	874	1,782,769	13,857,775
Comprehensive income (expense) for the period									
Profit	-	-	-	-	300,328	-	-	-	300,328
Translation adjustments	-	-	-	-	-	(722,843)	-	(722,843)	(722,843)
Total comprehensive income (expense) for the period	-	-	-	-	300,328	(722,843)	-	(722,843)	(422,515)
Balance at 30 June 2017	1,413,329	12,271,678	(239,757)	-	(1,069,916)	1,059,052	874	1,059,926	13,435,260

(in thousand Baht)

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			
	Issued and paid share capital	Share premium on ordinary shares	Differences arising from common control transactions	Translation of financial statements	Share-based payment	components of equity	
Six-month period ended 30 June 2018							
Balance at 1 January 2018	1,413,329	12,271,678	(239,757)	(849,219)	541,666	874	13,138,571
Comprehensive income (expense) for the period	-	-	-	(125,411)	-	-	(125,411)
Loss	-	-	-	-	193,425	-	193,425
Translation adjustments	-	-	-	-	193,425	-	193,425
Total comprehensive income (expense) for the period	-	-	-	(125,411)	193,425	-	68,014
Balance at 30 June 2018	1,413,329	12,271,678	(239,757)	(974,630)	735,091	874	13,206,585

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Consolidated financial statements			
	Six-month period ended		Six-month period ended	
	30 June		30 June	
	2018	2017	2018	2017
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<i>Cash flows from operating activities</i>				
Profit (loss) for the period	(13,880)	4,362	(440,682)	150,229
<i>Adjustments to reconcile profit (loss) to cash receipts (payments)</i>				
Tax expense (income)	238	(1)	7,552	14
Finance costs	1,929	1,768	61,222	61,354
Depreciation	8,730	10,015	277,054	347,794
Amortisation	52	1,087	1,650	37,728
Reversal of impairment losses on assets	(1,800)	-	(56,774)	-
Unrealised loss (gain) on exchange	546	(562)	17,387	(19,632)
Gain from revaluation of trading securities	(29)	-	(926)	-
Share of profit of associates and joint venture, net of tax	(4,309)	(2,367)	(137,042)	(82,157)
Bad and doubtful debts expenses	20	-	631	-
Losses on supplies and spare parts devaluation	277	-	8,841	-
Gains on disposals and write-offs of property, plant and equipment and intangible assets	(241)	(6)	(7,597)	(211)
Interest income	(284)	(320)	(9,012)	(11,100)
Gain from liquidation of a subsidiary	-	(145)	-	(5,092)
Provision for employee benefits	168	376	5,355	13,041
Reversal of provision for non-refundable withholding tax	-	(1,020)	-	(35,920)
Loss from write-off non-refundable withholding tax	500	1,080	15,865	37,507
	<u>(8,083)</u>	<u>14,267</u>	<u>(256,476)</u>	<u>493,555</u>
<i>Changes in operating assets and liabilities</i>				
Restricted deposit at financial institutions	(2,291)	(290)	(75,986)	(9,855)
Trade accounts receivable	18,952	(3,565)	628,585	(121,144)
Other accounts receivable	(3,787)	6,684	(125,604)	227,132
Supplies and spare parts	186	(363)	6,169	(12,335)
Other non-current assets	(35)	42	(1,161)	1,427
Trade accounts payable	1,751	(513)	58,076	(17,432)
Other accounts payable	(2,345)	(8,972)	(77,777)	(304,881)
Exchange rate losses from translating financial statements	2	1	64	35
Translation adjustments	-	-	18,045	(121,202)
Net cash generated from operating activities	<u>4,350</u>	<u>7,291</u>	<u>173,935</u>	<u>135,300</u>
Employee benefit paid	(144)	(415)	(4,596)	(14,431)
Taxes paid	(136)	(952)	(4,323)	(33,219)
Net cash from operating activities	<u>4,070</u>	<u>5,924</u>	<u>165,016</u>	<u>87,650</u>

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

Mermaid Maritime Public Company Limited and its Subsidiaries

Statement of cash flows (Unaudited)

	Consolidated financial statements			
	Six-month period ended		Six-month period ended	
	30 June		30 June	
	2018	2017	2018	2017
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
<i>Cash flows from investing activities</i>				
Increase in current investments	(17,300)	-	(573,792)	-
Proceeds from short-term deposit at financial institutions	-	5,000	-	169,907
Acquisition of investment in associate	(4,582)	-	(151,972)	-
Proceeds from sale of property, plant and equipment	4,044	38	134,128	1,291
Acquisition of property, plant and equipment and intangible assets	(5,478)	(1,112)	(181,690)	(37,788)
Interest received	236	343	7,827	11,656
Net cash from (used in) investing activities	(23,080)	4,269	(765,499)	145,066
<i>Cash flows from financing activities</i>				
Repayment of borrowings	(6,000)	(4,000)	(199,003)	(135,926)
Payment by a lessee for reduction of the outstanding liability relating to a finance lease	-	(13)	-	(442)
Finance costs paid	(1,883)	(1,720)	(59,765)	(59,692)
Net cash used in financing activities	(7,883)	(5,733)	(258,768)	(196,060)
Net increase (decrease) in cash and cash equivalents, before effect of exchange rates	(26,893)	4,460	(859,251)	36,656
Effect of exchange rates changes on cash and cash equivalents	(526)	516	(16,755)	18,118
Net increase (decrease) in cash and cash equivalents	(27,419)	4,976	(876,006)	54,774
Cash and cash equivalents at beginning of period	68,692	61,817	2,244,916	2,214,946
Cash and cash equivalents at ending of period	41,273	66,793	1,368,910	2,269,720
<i>Non-cash transactions</i>				
Receivables for sales of property, plant and equipment	24	2	796	68
Payables for purchase of property, plant and equipment and intangible assets	838	331	27,794	11,248
Finance lease agreements for purchases of equipment	-	22	-	748
Transfer of advance payment for investment to investment in associates	17,275	-	572,963	-

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

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

	Separate financial statements				
	Note	Six-month period ended 30 June		Six-month period ended 30 June	
		2018	2017	2018	2017
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>		
<i>Cash flows from operating activities</i>					
Profit (loss) for the period		(3,844)	8,614	(125,411)	300,328
<i>Adjustments to reconcile profit (loss) to cash receipts (payments)</i>					
Depreciation		177	166	5,617	5,762
Amortization		12	15	380	521
Unrealised loss (gain) on exchange		2,517	(8,555)	83,308	(298,565)
Reversal of bad and doubtful debts expenses		-	(938)	-	(32,124)
Provision for employee benefits		9	7	286	242
Interest income		(597)	(593)	(18,935)	(20,583)
		<u>(1,726)</u>	<u>(1,284)</u>	<u>(54,755)</u>	<u>(44,419)</u>
<i>Changes in operating assets and liabilities</i>					
Receivables from related parties		432	626	14,328	21,272
Other accounts receivable		(183)	(43)	(6,070)	(1,462)
Other non-current assets		13	-	431	-
Other accounts payable		44	(290)	1,459	(9,855)
Translation adjustments		-	-	9,798	(37,821)
Net cash used in operating activities		<u>(1,420)</u>	<u>(991)</u>	<u>(34,809)</u>	<u>(72,285)</u>
Taxes paid		(33)	(27)	(1,047)	(941)
Net cash used in operating activities		<u>(1,453)</u>	<u>(1,018)</u>	<u>(35,856)</u>	<u>(73,226)</u>
<i>Cash flows from investing activities</i>					
Acquisition of investment in associate		(4,582)	-	(151,972)	-
Proceeds from short-term deposit at financial institutions		-	5,000	-	169,907
Increased in short-term loans to related party		(21,334)	-	(707,589)	-
Proceeds from repayment of short-term loans to related party		4,583	-	152,005	-
Acquisition of property, plant and equipment		(12)	(20)	(398)	(680)
Interest received		128	247	4,245	8,393
Net cash from (used in) investing activities		<u>(21,217)</u>	<u>5,227</u>	<u>(703,709)</u>	<u>177,620</u>
Net increase (decrease) in cash and cash equivalents, before effect of exchange rates		(22,670)	4,209	(739,565)	104,394
Effects of exchange rate changes on cash and cash equivalents		(8)	26	(263)	909
Net increase (decrease) in cash and cash equivalents		<u>(22,678)</u>	<u>4,235</u>	<u>(739,828)</u>	<u>105,303</u>
Cash and cash equivalents at beginning of period		25,370	20,877	829,114	748,039
Cash and cash equivalents at ending of period		<u>2,692</u>	<u>25,112</u>	<u>89,286</u>	<u>853,342</u>
<i>Non-cash transactions</i>					
Debt forgiveness to subsidiaries	3	-	3,658	-	124,304
Transfer of advance payment for investment to investment in associate		17,275	-	572,963	-

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 2018 (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 2018 (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 14 August 2018.

1 General information

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

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

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

Details of the Company’s subsidiaries, associates, and joint venture as at 30 June 2018 and 31 December 2017 were as follows:

Name of the entities	Nature of business	Country of incorporation	Direct/Indirect holding (%)	
			30 June 2018	31 December 2017
<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 Pte. Ltd., which has one subsidiary as follows:	Subsea Service Provider, hydrographic survey and positioning to the Offshore Oil and Gas industry	Singapore	100.0	100.0
PT Seascope Surveys Indonesia ⁽¹⁾	”	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 Subsea Services (Malaysia) Sdn. Bhd. ⁽²⁾	”	Malaysia	45.0	-
Mermaid Drilling Ltd., which has four subsidiaries as follows:	Production and exploration drilling services	Thailand	95.0	95.0
MTR - 1 Ltd.	Drilling services	Thailand	95.0	95.00
MTR - 2 Ltd.	”	Thailand	95.0	95.00
Mermaid Drilling (Malaysia) Sdn. Bhd.	”	Malaysia	95.0	95.00
MTR - 1 (Singapore) Pte. Ltd.	”	Singapore	95.0	95.00

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 2018 (Unaudited)

Name of the entities	Nature of business	Country of incorporation	Direct/Indirect holding (%)	
			30 June 2018	31 December 2017
Mermaid Drilling (Singapore) Pte. Ltd. ⁽³⁾	Production and exploration drilling services	Singapore	-	-
MTR - 3 (Singapore) Pte. Ltd. ⁽⁴⁾	”	Singapore	-	-
MTR - 4 (Singapore) Pte. Ltd. ⁽⁴⁾	”	Singapore	-	-
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
Mermaid Subsea Services Saudi Arabia Co., Ltd. (formerly Subtech Saudi Arabia Limited)	”	Saudi Arabia	95.0	95.0
Mermaid Subsea Services LLC ⁽²⁾	”	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>Associates</i>				
PTGC Co., Ltd.	Real estate	Cambodia	49.00	-
<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

- (1) Group interest is 95% after taking account of nominee holdings.
(2) Group interest is 100% after taking account of nominee holdings.
(3) Mermaid Drilling (Singapore) Pte. Ltd. was deregistered on 5 April 2018.
(4) MTR - 3 (Singapore) Pte. Ltd. and MTR - 4 (Singapore) Pte. Ltd. were deregistered on 5 February 2018.

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 2018 (Unaudited)

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 2017) Interim Financial Reporting; guidelines promulgated by the Federation of Accounting Professions (FAP); and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2017. 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 2017.

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 2017 except that the Group has adopted all the revised TFRS that are effective for annual periods beginning on or after 1 January 2018. The adoption of these 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 revised TFRS, The FAP has issued TFRS 15 Revenue from Contracts with Customers which is effective for annual periods beginning on or after 1 January 2019. The Group has not early adopted this standard in preparing these interim financial statements.

TFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognised. Revenue should be recognised when or as an entity transfers control over goods or services to a customer, measured at the amount to which the entity expects to be entitled. It replaces existing revenue recognition standards as follows:

- TAS 11 (revised 2017) Construction Contracts,
- TAS 18 (revised 2017) Revenue,
- TSIC 31 (revised 2017) Revenue-Barter Transactions Involving Advertising Services,
- TFRIC 13 (revised 2017) Customer Loyalty Programmes,
- TFRIC 15 (revised 2017) Agreements for the Construction of Real Estate, and
- TFRIC 18 (revised 2017) Transfers of Assets from Customers.

Management is presently considering the potential impact of adopting and initially applying TFRS 15 on the consolidated and separate financial statements.

(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.

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 2018 (Unaudited)

(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 2017.

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 chief financial officer.

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 these valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which the valuations should be classified.

Significant valuation issues are reported to the Group Audit Committee.

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

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

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 12 - financial instruments.

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 2018 (Unaudited)

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/ 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

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

Transactions	Pricing policies
Rendering of services	Prices normally charged to a third party
Management fee	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
Administrative expenses	Actual cost plus margin
Management benefit expenses	Amount approved by the directors and/or the Shareholders

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

<i>Three-month period ended 30 June</i>	Consolidated financial statements			
	2018 <i>(in thousand US Dollar)</i>	2017	2018 <i>(in thousand Baht)</i>	2017
Parent				
Rental income	14	13	447	446
Administrative expenses	34	12	1,085	412
Joint venture				
Rendering of services	12,879	16,942	411,054	581,133
Key management personnel				
Key management personnel compensation				
Short-term employee benefits	316	259	10,086	8,884
Post-employment benefits	-	-	18	17
Total key management personnel compensation	316	259	10,104	8,901

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 2018 (Unaudited)

<i>Six-month period ended 30 June</i>	Consolidated financial statements			
	2018 <i>(in thousand US Dollar)</i>	2017	2018 <i>(in thousand Baht)</i>	2017
Parent				
Rental income	27	26	857	902
Administrative expenses	51	25	1,621	868
Joint venture				
Rendering of services	26,769	33,005	849,160	1,145,187
Key management personnel				
Key management personnel compensation				
Short-term employee benefits	636	489	20,179	16,960
Post-employment benefits	-	-	36	34
Total key management personnel compensation	636	489	20,215	16,994

<i>Three-month period ended 30 June</i>	Separate financial statements			
	2018 <i>(in thousand US Dollar)</i>	2017	2018 <i>(in thousand Baht)</i>	2017
Parent				
Rental income	14	13	447	446
Administrative expenses	34	12	1,085	412
Subsidiaries				
Management fee income	90	-	2,872	-
Interest income	267	198	8,522	6,792
Rental income	59	56	1,883	1,921
Other income	19	18	606	617
Administrative expenses	3	1	96	34
Key management personnel				
Key management personnel compensation				
Short-term employee benefits	316	198	10,086	6,792
Post-employment benefits	-	-	18	17
Total key management personnel compensation	316	198	10,104	6,809

<i>Six-month period ended 30 June</i>	Separate financial statements			
	2018 <i>(in thousand US Dollar)</i>	2017	2018 <i>(in thousand Baht)</i>	2017
Parent				
Rental income	27	26	857	902
Administrative expenses	51	25	1,621	868
Subsidiaries				
Management fee income	180	-	5,711	-
Interest income	482	391	15,303	13,569
Rental income	119	110	3,775	3,817
Other income	38	35	1,205	1,214
Administrative expenses	4	64	128	2,246
Key management personnel				
Key management personnel compensation				
Short-term employee benefits	636	364	20,179	12,621
Post-employment benefits	-	-	36	34
Total key management personnel compensation	636	364	20,215	12,655

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 2018 (Unaudited)

Balances as at 30 June 2018 and 31 December 2017 with related parties were as follows:

	Consolidated financial statements			
	30	31	30	31
	June 2018 <i>(in thousand US Dollar)</i>	December 2017 <i>(in thousand US Dollar)</i>	June 2018 <i>(in thousand Baht)</i>	December 2017 <i>(in thousand Baht)</i>
Trade accounts receivable from related parties				
Joint venture	25,233	45,119	836,908	1,474,530
Total	25,233	45,119	836,908	1,474,530
Other accounts receivable from related parties				
Parent	4	5	133	163
Total	4	5	133	163
Other accounts payable to related parties				
Parent	9	6	299	196
Total	9	6	299	196
Separate financial statements				
	30	31	30	31
	June 2018 <i>(in thousand US Dollar)</i>	December 2017 <i>(in thousand US Dollar)</i>	June 2018 <i>(in thousand Baht)</i>	December 2017 <i>(in thousand Baht)</i>
Other accounts receivable from related parties				
Parent	4	5	133	163
Subsidiaries	59,289	59,731	1,966,450	1,952,063
Subsidiaries - transferred investments in associates under common control	81,021	82,227	2,687,240	2,687,252
	140,314	141,963	4,653,823	4,639,478
Less allowance for doubtful account	(1,359)	(1,359)	(45,074)	(44,413)
Net	138,955	140,604	4,608,749	4,595,065
(Reversal of) bad and doubtful debts expense for the:				
- Three-month period ended 30 June	-	(1,000)	-	(34,301)
- Six-month period ended 30 June	-	(938)	-	(32,124)

Other accounts receivable from transferred investment in associates under common control

On 26 September 2014, the Company agreed to transfer the investment in associates, Asia offshore Drilling Group, to a subsidiary, Mermaid International Ventures "MIV" at cost of US Dollar 97.6 million for consideration received of Baht 2,899.0 million or equivalent to US Dollar 90.2 million. As at 30 June 2018, the Company had outstanding amount due from MIV amounting to US Dollar 81.0 million or equivalent to Baht 2,687.2 million (2017: US Dollar 82.2 million or equivalent to Baht 2,687.3 million) as other accounts receivable from related parties in the separated financial statement.

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Debt forgiveness to subsidiaries

During the six-month period ended 30 June 2017, the Company forgave receivables due from direct subsidiaries MTR-3 (Singapore) Pte. Ltd. ("M3S") and MTR-4 (Singapore) Pte. Ltd. ("M4S") of US Dollar 1.8 million and US Dollar 1.8 million, respectively. A parent company's forgiveness of debt due from a subsidiary is considered a capital contribution by the parent company. As a result, the Company accounted for the losses on debt forgiveness as capital contributions to M3S and M4S by increasing the total cost of investments in subsidiaries by US Dollar 3.7 million and reclassifying the corresponding allowance for doubtful debts of US Dollar 3.7 million to be allowance for impairment in investments in subsidiaries.

	Separate financial statements			
	30 June 2018 <i>(in thousand US Dollar)</i>	31 December 2017	30 June 2018 <i>(in thousand Baht)</i>	31 December 2017
<i>Short-term loans to related parties</i>				
Subsidiaries	16,813	62	557,640	2,026
Total	16,813	62	557,640	2,026

Movements during the six-month periods ended 30 June 2018 and 2017 of short-term loans to related parties, excluding interest receivables from related parties, were as follows:

	Separate financial statements			
	2018 <i>(in thousand US Dollar)</i>	2017	2018 <i>(in thousand Baht)</i>	2017
<i>Subsidiaries</i>				
At 1 January	62	50,627	2,026	1,814,001
Increase	21,334	-	707,589	-
Decrease	(4,583)	-	(152,005)	-
Unrealised gains on exchange	-	2,755	-	96,152
Translation adjustments	-	-	30	(96,158)
At 30 June	16,813	53,382	557,640	1,813,995

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

	Separate financial statements			
	30 June 2018 <i>(in thousand US Dollar)</i>	31 December 2017	30 June 2018 <i>(in thousand Baht)</i>	31 December 2017
<i>Long-term loans to related party</i>				
Subsidiaries	54,692	55,506	1,813,981	1,813,986
Total	54,692	55,506	1,813,981	1,813,986

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Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2018 (Unaudited)

Movements during the six-month periods ended 30 June 2018 and 2017 of long-term loans to related parties were as follows:

	Separate financial statements			
	2018 <i>(in thousand US Dollar)</i>	2017	2018 <i>(in thousand Baht)</i>	2017
<i>Subsidiaries</i>				
At 1 January	55,506	-	1,813,986	-
Unrealised losses on exchange	(814)	-	(26,947)	-
Translation adjustments	-	-	26,942	-
At 30 June	54,692	-	1,813,981	-

During the year ended 31 December 2017, the Company entered into amendment to the secured loan agreement between the Company and a subsidiary. As described in amendment, the loans will be repaid in full on 31 December 2020 or such longer period as agreed by the Company. Accordingly, the Company classified short-term loans to related party of US Dollar 55.5 million to long-term loans to related party. All long-term loans to related party are unsecured.

	Separate financial statements			
	30 June 2018 <i>(in thousand US Dollar)</i>	31 December 2017	30 June 2018 <i>(in thousand Baht)</i>	31 December 2017
<i>Other accounts payable to related parties</i>				
Parent	9	6	299	196
Subsidiaries	4	1	133	33
Total	13	7	432	229

4 Current investments

	Consolidated financial statements			
	30 June 2018 <i>(in thousand US Dollar)</i>	31 December 2017	30 June 2018 <i>(in thousand Baht)</i>	31 December 2017
<i>Current investments</i>				
Equity securities held for trading	6,029	-	199,965	-
Other debt securities held to maturity	11,300	-	374,789	-
Total	17,329	-	574,754	-

Movements during the six-month periods ended 30 June of marketable equity and debt securities were as follows:

	Consolidated financial statements			
	2018 <i>(in thousand US Dollar)</i>	2017	2018 <i>(in thousand Baht)</i>	2017
Trading securities				
At 1 January	-	-	-	-
Purchases during the period	6,000	-	199,003	-
Valuation adjustment	29	-	926	-
Translation adjustments	-	-	36	-
At 30 June	6,029	-	199,965	-

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	Consolidated financial statements			
	2018 <i>(in thousand US Dollar)</i>	2017	2018 <i>(in thousand Baht)</i>	2017
Other debt securities held to maturity				
At 1 January	-	-	-	-
Purchases during the period	11,300	-	374,789	-
At 30 June	11,300	-	374,789	-

5 Trade accounts receivable

	<i>Note</i>	Consolidated financial statements			
		30 June 2018 <i>(in thousand US Dollar)</i>	31 December 2017	30 June 2018 <i>(in thousand Baht)</i>	31 December 2017
Joint venture	3	25,233	45,119	836,908	1,474,530
Other parties		13,544	13,683	449,217	447,173
Retention receivables		2,696	1,592	89,419	52,028
Accrued income		2,273	2,338	75,389	76,407
Total		43,746	62,732	1,450,933	2,050,138
<i>Less allowance for doubtful accounts</i>		<i>(585)</i>	<i>(585)</i>	<i>(19,403)</i>	<i>(19,118)</i>
Net		43,161	62,147	1,431,530	2,031,020
Bad and doubtful debts expense for the:					
three-month period ended 30 June		-	-	-	-
six-month period ended 30 June		20	-	631	-

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements			
	30 June 2018 <i>(in thousand US Dollar)</i>	31 December 2017	30 June 2018 <i>(in thousand Baht)</i>	31 December 2017
Within credit terms	21,279	20,632	705,765	674,272
Overdue:				
Less than 3 months	8,234	23,238	273,099	759,439
3-6 months	6,388	14,768	211,872	482,632
6-12 months	3,833	889	127,130	29,053
Over 12 months	1,316	1,613	43,648	52,714
	41,050	61,140	1,361,514	1,998,110
<i>Less allowance for doubtful accounts</i>	<i>(585)</i>	<i>(585)</i>	<i>(19,403)</i>	<i>(19,118)</i>
Net	40,465	60,555	1,342,111	1,978,992
Retention receivables	2,696	1,592	89,419	52,028
Total	43,161	62,147	1,431,530	2,031,020

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

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Increase in a direct associate

During the year ended 31 December 2017, the Company had entered into a share sale and purchase agreement (“SPA”) with a third party for the purchase of 49% of the total issued shares of PTGC Co., Ltd. (“PTGC”), a real estate company incorporated in Cambodia.

During the six-month period ended 30 June 2018, the SPA was amended and the total purchase price per the SPA was revised from US Dollar 19.7 million to US Dollar 21.9 million.

On 30 June 2018, all conditions in the SPA were met, and PTGC became an associate of the Company.

Indirect associates

The ultimate parent company and its subsidiaries (outside Thoresen Thai Agencies Public Company Limited and its subsidiaries (“TTA Group”)) of the Group’s associates has began Chapter 11 restructuring proceedings in the US, and has entered into a debt restructuring agreement with the majority of its secured bank lenders. As part of the debt restructuring agreement, the Group’s associates have been granted temporary waiver and forbearance from any defaults which have arisen under its bank credit facilities. The maturity of the secured credit facility was extended to July 2023 and the debt amortisation payments have been delayed until March 2020. All debts of the Group’s associates are secured by the operating assets of the Group’s associates, and are guaranteed by the ultimate parent company (outside TTA Group) of the Group’s associates.

Transaction Support Agreement (“TSA”)

On 4 April 2018, Mermaid International Ventures (“MIV”), an indirect subsidiary of the Company, has entered into the TSA with the ultimate parent company (outside Thoresen Thai Agencies Public Company Limited and its subsidiaries (“TTA Group”)) of the Group’s associates. MIV has agreed to the terms of put and call options in respect of MIV’s shares in the Group’s associates in accordance with the terms set out in the TSA, which can summarized as follows:

- (a) MIV will be granted a put option in respect of its shares in Group’s associates, exercisable between 1 October 2019 and 30 September 2020. The valuation for MIV’s shares in Group’s associates shall be based on independent rig brokers and financial expert assessment but subject to a ceiling of USD 125 million.
- (b) The ultimate parent company (outside Thoresen Thai Agencies Public Company Limited and its subsidiaries (“TTA Group”)) of the Group’s associates will be granted a call option in respect of MIV’s shares in Group’s associates, exercisable from 1 October 2020 to 31 March 2021. The valuation for MIV’s shares in Group’s associates shall be based on independent rig brokers and financial expert assessment but subject to a floor price of USD 75 million.

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Investments in associates and joint venture as at 30 June 2018 and 31 December 2017, and dividend income from those investments for the six-month periods ended 30 June 2018 and 2017 were as follows:

	Consolidated financial statements											
	Type of business	Country of incorporation		Ownership interest		Paid-up capital		Cost		Equity		Dividend income for the six-month periods ended
		30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	
Direct associate												
PTGC Co., Ltd.	Real estate	Cambodia	49.00	-	USD 19 million	-	21,857	-	21,857	21,857	-	-
							<u>21,857</u>		<u>21,857</u>			
Indirect associates												
Asia Offshore Drilling Limited ^(A)	Drilling services	Bermuda	33.76	33.76	USD 60 million	USD 60 million	97,582	97,582	93,203	88,927	-	-
							<u>97,582</u>	<u>97,582</u>	<u>93,203</u>	<u>88,927</u>		
Joint venture												
Zamil Mermaid Offshore Services Co. (LLC)	Inspection, installation, repair and maintenance services for Offshore Oil and Gas industry	Saudi Arabia	40.00	40.00	SAR 2 million	SAR 2 million	213	213	2,080	2,047	-	-
							<u>213</u>	<u>213</u>	<u>2,080</u>	<u>2,047</u>		
Total							<u>119,652</u>	<u>97,795</u>	<u>117,140</u>	<u>90,974</u>		

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Consolidated financial statements											
Type of business	Country of incorporation	Ownership interest (%)		Paid-up capital		Cost		Equity		Dividend income for the six-month periods ended	
		30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	30 June 2017
<i>(in thousand Baht)</i>											
Direct associate											
PTGC Co., Ltd.	Cambodia	49.00	-	USD 19 million	-	724,935	-	724,935	-	-	-
						724,935		724,935			
Indirect associates											
Asia Offshore											
Drilling Limited ^(A)	Bermuda	33.76	33.76	USD 60 million	USD 60 million	3,236,522	3,189,068	3,091,283	2,906,214	-	-
						3,236,522	3,189,068	3,091,283	2,906,214		
Joint venture											
Zamil Mermaid											
Offshore Services Co. (LLC)	Saudi Arabia	40.00	40.00	SAR 2 million	SAR 2 million	7,065	6,961	68,988	66,898	-	-
						7,065	6,961	68,988	66,898		
Total						3,968,522	3,196,029	3,885,206	2,973,112		

^(A) Asia Offshore Drilling Limited comprises three subsidiaries, which are Asia Offshore Rig 1 Limited, Asia Offshore Rig 2 Limited, and Asia Offshore Rig 3 Limited.

None of the Group's associates and joint ventures are publicly listed and consequently do not have published price quotations.

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Investments in associate and joint venture as at 30 June 2018 and 31 December 2017, and dividend income from those investments for the six-month periods ended 30 June 2018 and 2017 were as follows:

	Type of business	Country of incorporation	Ownership interest		Paid-up capital	Separate financial statements		Dividend income for the six-month periods ended
			30 June 2018	31 December 2017		30 June 2018	31 December 2017	
Associate								
PTGC Co., Ltd.	Real estate	Cambodia	49.00	-	USD 19 million	21,857	-	-
						<u>21,857</u>	<u>-</u>	<u>-</u>
Joint venture								
Zamil Mermaid Offshore Services Co. (LLC)	Inspection, installation, repair and maintenance services for Offshore Oil and Gas industry	Saudi Arabia	40.00	40.00	SAR 2 million	213	213	-
						<u>213</u>	<u>213</u>	<u>-</u>
Total						<u>22,070</u>	<u>213</u>	<u>-</u>

Mermaid Maritime Public Company Limited and its Subsidiaries
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	Type of business	Country of incorporation	Ownership interest		Paid-up capital	Separate financial statements			Dividend income for the six-month periods ended
			30 June 2018	31 December 2017		Cost		30 June 2018	
			(%)	(%)		30 June 2018	31 December 2017	30 June 2018	
Associate									
PTGC Co., Ltd.	Real estate	Cambodia	49.00	-	USD 19 million	-	724,935	-	-
							724,935		
Joint venture									
Zamil Mermaid Offshore Services Co. (LLC)	Inspection, installation, repair and maintenance services for Offshore Oil and Gas industry	Saudi Arabia	40.00	40.00	SAR 2 million	SAR 2 million	7,065	6,961	-
							7,065	6,961	-
Total							732,000	6,961	-

None of the Company's associate and joint venture are publicly listed and consequently do not have published price quotations.

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7 Investments in subsidiaries

<i>Six-month period ended 30 June</i>	Separate financial statements			
	2018 <i>(in thousand US Dollar)</i>	2017 <i>(in thousand US Dollar)</i>	2018 <i>(in thousand Baht)</i>	2017 <i>(in thousand Baht)</i>
At 1 January	156,959	192,319	5,129,561	6,890,924
Increase	-	3,658	-	124,304
Reclassified from allowance for doubtful debt	-	(3,658)	-	(124,304)
Translation adjustments	-	-	76,330	(355,655)
At 30 June	156,959	192,319	5,205,891	6,535,269

On 5 April 2018, Mermaid Drilling (Singapore) Pte. Ltd. (“MDS”), a direct subsidiary of the Company, was deregistered. As at 31 December 2017, the Company recognized gain on derecognition of assets and liabilities of MDS of US Dollar 0.6 million in other income, and return to shareholder from the liquidation of MDS of US Dollar 36.0 million which offset to other accounts payable.

On 5 February 2018, MTR - 3 (Singapore) Pte. Ltd. (“M3S”) and MTR - 4 (Singapore) Pte. Ltd. (“M4S”), direct subsidiaries of the Company, were deregistered.

On 21 February 2017, Seascope Surveys (Thailand) Ltd. (“SST”), an indirect subsidiary of the Company, was liquidated. As a result, US Dollar 0.1 million representing gain in derecognition of assets and liabilities of SST was recognised in other income. Items in other comprehensive income that are not reclassified to profit or loss of US Dollar 0.3 million were recognised directly in equity.

Except for the debt forgiveness as mentioned in Note 3, during the six-month period ended 30 June 2017 there were no acquisitions of investments in subsidiaries.

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Investments in subsidiaries as at 30 June 2018 and 31 December 2017, and dividend income from those investments for the six-month periods ended 30 June 2018 and 2017 were as follows:

Name of subsidiary	Paid - up capital		Cost		Impairment		At cost – net		Dividend income for the six-month periods ended	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	30 June 2017
Direct subsidiaries										
Mermaid Subsea Services (Thailand) Ltd.	THB 2,130 million	THB 2,130 million	153,485	153,485	-	-	153,485	153,485	-	-
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.	-	-	-	-	-	-	-	-	-	-
MTR - 3 (Singapore) Pte. Ltd.	-	-	-	-	-	-	-	-	-	-
MTR - 4 (Singapore) Pte. Ltd.	-	-	-	-	-	-	-	-	-	-
Mermaid Maritime Mauritius Ltd.	USD 1	USD 1	-	-	-	-	-	-	-	-
Total			167,559	167,559	(10,600)	(10,600)	156,959	156,959	-	-

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Name of subsidiary	Paid - up capital		Cost		Impairment		At cost - net		Dividend income for the six-month periods ended	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	30 June 2017
Indirect subsidiaries										
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 Subsea Services (Malaysia) Sdn. Bhd.	MYR 350 thousand	-	90	-	-	-	90	-	-	-
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	-	-
Mermaid International Ventures	USD 100	USD 100	-	-	-	-	-	-	-	-
Mermaid Subsea Services (International) Ltd.	USD 1	USD 1	7,586	7,586	-	-	7,586	7,586	-	-
Mermaid Subsea Services Saudi Arabia Co., Ltd. (formerly Subtech Saudi Arabia Ltd.)	SAR 500 thousand	SAR 500 thousand	386	386	-	-	386	386	-	-
Mermaid Subsea Services LLC	QAR 200 thousand	QAR 200 thousand	55	55	-	-	55	55	-	-
Total			57,778	57,688	(42,787)	(42,787)	14,991	14,901	-	-

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Name of subsidiary	Paid - up capital		Cost		Impairment		At cost - net		Dividend income for the six-month periods ended	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	30 June 2017
Direct subsidiaries										
Mermaid Subsea Services (Thailand) Ltd.	THB 2,130 million	THB 2,130 million	5,090,668	5,016,028	-	-	5,090,668	5,016,028	-	-
Mermaid Drilling Ltd.	THB 410 million	THB 410 million	466,795	459,951	(351,572)	(346,418)	115,223	113,533	-	-
Mermaid Drilling (Singapore) Pte. Ltd.	-	-	-	-	-	-	-	-	-	-
MTR - 3 (Singapore) Pte. Ltd.	-	-	-	-	-	-	-	-	-	-
MTR - 4 (Singapore) Pte. Ltd.	-	-	-	-	-	-	-	-	-	-
Mermaid Maritime Mauritius Ltd.	USD 1	USD 1	-	-	-	-	-	-	-	-
Total			<u>5,557,463</u>	<u>5,475,979</u>	<u>(351,572)</u>	<u>(346,418)</u>	<u>5,205,891</u>	<u>5,129,561</u>	<u>-</u>	<u>-</u>

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Name of subsidiary	Paid - up capital		Cost		Impairment		At cost -- net		Dividend income for the six-month periods ended	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	31 December 2017	30 June 2018	30 June 2017
Indirect subsidiaries										
Seascope Surveys Pte. Ltd.	SGD 100	SGD 100	473,230	466,291	(340,395)	(335,404)	132,835	130,887	-	-
PT Seascope Surveys Indonesia	IDR 7,328 million	IDR 7,328 million	6,633	6,536	-	-	6,633	6,536	-	-
Mermaid Subsea Services (Malaysia) Sdn. Bhd.	MYR 350 thousand	-	2,985	-	-	-	2,985	-	-	-
Mermaid Offshore Services Pte. Ltd.	USD 20,400 thousand	USD 20,400 thousand	676,611	666,690	(676,611)	(666,690)	-	-	-	-
MTR - 1 Ltd.	THB 240 million	THB 240 million	207,461	204,419	(207,461)	(204,419)	-	-	-	-
MTR - 2 Ltd.	THB 350 million	THB 350 million	276,415	272,363	(189,219)	(186,445)	87,196	85,918	-	-
Mermaid Drilling (Malaysia) Sdn. Bhd.	MYR 500 thousand	MYR 500 thousand	5,439	5,360	(5,439)	(5,360)	-	-	-	-
MTR - 1 (Singapore) Pte. Ltd.	USD 40 thousand	USD 40 thousand	1,327	1,307	-	-	1,327	1,307	-	-
Mermaid International Ventures	USD 100	USD 100	3	3	-	-	3	3	-	-
Mermaid Subsea Services (International) Ltd.	USD 1	USD 1	251,606	247,917	-	-	251,606	247,917	-	-
Mermaid Subsea Services Saudi Arabia Co., Ltd. (formerly Subtech Saudi Arabia Ltd.)	SAR 500 thousand	SAR 500 thousand	12,803	12,615	-	-	12,803	12,615	-	-
Mermaid Subsea Services LLC	QAR 200 thousand	QAR 200 thousand	1,824	1,797	-	-	1,824	1,797	-	-
Total			1,916,337	1,885,298	(1,419,125)	(1,398,318)	497,212	486,980	-	-

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

8.1) Acquisitions and disposals of property, plant and equipment during the six-month period ended 30 June 2018 were as follows:

	Consolidated financial statements		Separate financial statements	
	(in thousand US Dollar)	(in thousand Baht)	(in thousand US Dollar)	(in thousand Baht)
<i>Net book value</i>				
At 1 January 2018	182,872	5,976,422	204	6,667
Additions	5,319	176,416	12	398
Disposals	(3,821)	(126,732)	-	-
Depreciation	(8,691)	(275,816)	(37)	(1,173)
Reversal of impairment loss	1,800	56,774	-	-
Translation adjustments	-	79,417	-	45
At 30 June 2018	177,479	5,886,481	179	5,937

8.2) As at 30 June 2018, the Group's property, plant and equipment with a net book value of US Dollar 125.9 million (31 December 2017: US Dollar 126.8 million) were registered to secure short-term and long-term borrowings.

9 Long-term borrowings

	Consolidated financial statements			
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	(in thousand US Dollar)		(in thousand Baht)	
Current portion	11,890	11,890	394,358	388,576
Long-term portion	61,780	67,725	2,049,070	2,213,314
Total	73,670	79,615	2,443,428	2,601,890

Movements during the six-month periods ended 30 June 2018 and 2017 were as follows:

	Consolidated financial statements			
	2018	2017	2018	2017
	(in thousand US Dollar)		(in thousand Baht)	
At 1 January	79,615	89,505	2,601,890	3,207,027
Repayments	(6,000)	(4,000)	(199,003)	(135,926)
Amortisation to profit and loss (front end fee)	55	55	1,745	1,909
Translation adjustments	-	-	38,796	(165,561)
At 30 June	73,670	85,560	2,443,428	2,907,449

Long-term borrowings 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 74.0 million as at 30 June 2018 (31 December 2017: US Dollar 80.0 million) with repayment terms within 8 to 10 years. These borrowings bear interest at the rate of USD-LIBOR plus a certain margin, are secured by mortgages of support vessels as mentioned in Note 8 and are guaranteed by the Company.

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According to a condition of the borrowing agreements for all asset acquisitions, the Company and its 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 borrowing agreements.

10 Segment information

The Group has three reportable segments, as described below, which are the Group's strategic divisions. The strategic divisions offer different services and are managed separately because they require different marketing strategies. For each of the strategic divisions, the chief operating decision maker (CODM) reviews internal management reports on at least a quarterly basis. The following summary describes the operations in each of the Group's reportable segments.

Business segments

The Group comprises the following main business segments:

Segment 1	Subsea group
Segment 2	Drilling group
Segment 3	Holding

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Revenue and results, based on business segments, in the consolidated financial statements for the three-month and six-month periods ended 30 June 2018 and 2017 were as follows:

	Consolidated financial statements				
	For the three-month period ended 30 June 2018				
Subsea group	Drilling group	Holding	Total	Group	
<i>(in thousand US Dollar)</i>					
Revenue from rendering of services	21,532	-	21,532	(3)	21,529
Operating loss	(3,811)	(212)	(5,497)	(59)	(9,579)
Share of profit of associates and joint venture	24	-	2,989	-	3,013
Finance costs	(1,067)	-	(1,067)	57	(1,010)
Tax expense	(118)	(2)	(120)	-	(120)
Loss for the period	(4,972)	(214)	(2,508)	(2)	(7,696)

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	Consolidated financial statements					
	For the three-month period ended 30 June 2017					
	Subsea group	Drilling group	Holding (in thousand US Dollar)	Total	Elimination	Group
Revenue from rendering of services	44,456	-	-	44,456	-	44,456
Operating profit (loss)	3,248	(176)	1,200	4,272	(1,000)	3,272
Share of profit of associates and joint venture	16	-	1,165	1,181	-	1,181
Finance costs	(896)	-	-	(896)	-	(896)
Tax income	60	-	-	60	-	60
Profit (loss) for the period	2,428	(176)	2,365	4,617	(1,000)	3,617

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	Consolidated financial statements					
	For the three-month period ended 30 June 2018					
	Subsea group	Drilling group	Holding <i>(in thousand Baht)</i>	Total	Elimination	Group
Revenue from rendering of services	687,228	-	-	687,228	(96)	687,132
Operating loss	(121,634)	(6,766)	(175,446)	(303,846)	(1,883)	(305,729)
Share of profit of associates and joint venture	766	-	95,399	96,165	-	96,165
Finance costs	(34,055)	-	-	(34,055)	1,819	(32,236)
Tax expense	(3,766)	(64)	-	(3,830)	-	(3,830)
Loss for the period	(158,689)	(6,830)	(80,047)	(245,566)	(64)	(245,630)

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	Consolidated financial statements					
	For the three-month period ended 30 June 2017					
	Subsea group	Drilling group	Holding <i>(in thousand Baht)</i>	Total	Elimination	Group
Revenue from rendering of services	1,524,899	-	-	1,524,899	-	1,524,899
Operating profit (loss)	111,411	(6,037)	41,161	146,535	(34,301)	112,234
Share of profit of associates and joint venture	549	-	39,961	40,510	-	40,510
Finance costs	(30,734)	-	-	(30,734)	-	(30,734)
Tax income	2,058	-	-	2,058	-	2,058
Profit (loss) for the period	83,284	(6,037)	81,122	158,369	(34,301)	124,068

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	Consolidated financial statements					
	For the six-month period ended 30 June 2018					
	Subsea group	Drilling group	Holding <i>(in thousand US Dollar)</i>	Total	Elimination	Group
Revenue from rendering of services	39,524	-	-	39,524	(3)	39,521
Operating profit (loss)	(14,496)	1,406	(2,872)	(15,962)	(60)	(16,022)
Share of profit of associates and joint venture	33	-	4,276	4,309	-	4,309
Finance costs	(1,987)	-	-	(1,987)	58	(1,929)
Tax expense	(236)	(2)	-	(238)	-	(238)
Profit (loss) for the period	(16,686)	1,404	1,404	(13,878)	(2)	(13,880)
Segment assets as at 30 June 2018	312,218	4,712	420,872	737,802	(306,439)	431,363
Segment liabilities as at 30 June 2018	230,209	1,651	13,196	245,056	(141,999)	103,057

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	Consolidated financial statements For the six-month period ended 30 June 2017					
	Subsea group	Drilling group	Holding <i>(in thousand US Dollar)</i>	Total	Elimination	Group
Revenue from rendering of services	80,995	-	-	80,995	-	80,995
Operating profit (loss)	1,530	(333)	3,503	4,700	(938)	3,762
Share of profit of associates and joint venture	42	-	2,325	2,367	-	2,367
Finance costs	(1,768)	-	-	(1,768)	-	(1,768)
Tax income	1	-	-	1	-	1
Profit (loss) for the period	(195)	(333)	5,828	5,300	(938)	4,362
Segment assets as at 31 December 2017	319,824	3,223	419,181	742,228	(291,100)	451,128
Segment liabilities as at 31 December 2017	221,956	1,569	13,333	236,858	(127,914)	108,944

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	Consolidated financial statements					
	For the six-month period ended 30 June 2018					
	Subsea group	Drilling group	Holding <i>(in thousand Baht)</i>	Total	Elimination	Group
Revenue from rendering of services	1,254,715	-	-	1,254,715	(96)	1,254,619
Operating profit (loss)	(458,651)	44,267	(92,651)	(507,035)	(1,915)	(508,950)
Share of profit of associates and joint venture	1,050	-	135,992	137,042	-	137,042
Finance costs	(63,073)	-	-	(63,073)	1,851	(61,222)
Tax expense	(7,488)	(64)	-	(7,552)	-	(7,552)
Profit (loss) for the period	(528,162)	44,203	43,341	(440,618)	(64)	(440,682)
Segment assets as at 30 June 2018	10,355,398	156,284	13,959,146	24,470,828	(10,163,724)	14,307,104
Segment liabilities as at 30 June 2018	7,635,387	54,759	437,674	8,127,820	(4,709,709)	3,418,111

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	Consolidated financial statements For the six-month period ended 30 June 2017					
	Subsea group	Drilling group	Holding <i>(in thousand Baht)</i>	Total	Elimination	Group
Revenue from rendering of services	2,807,970	-	-	2,807,970	-	2,807,970
Operating profit (loss)	51,083	(11,550)	122,031	161,564	(32,124)	129,440
Share of profit of associates and joint venture	1,462	-	80,695	82,157	-	82,157
Finance costs	(61,354)	-	-	(61,354)	-	(61,354)
Tax expense	(14)	-	-	(14)	-	(14)
Profit (loss) for the period	(8,823)	(11,550)	202,726	182,353	(32,124)	150,229
Segment assets as at 31 December 2017	10,452,137	105,331	13,699,212	24,256,680	(9,513,410)	14,743,270
Segment liabilities as at 31 December 2017	7,253,723	51,276	435,734	7,740,733	(4,180,345)	3,560,388

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11 Earnings 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 2018 and 2017 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>	Consolidated financial statements			
	2018 <i>(in thousand US Dollar/ thousand shares)</i>	2017 <i>(in thousand US Dollar/ thousand shares)</i>	2018 <i>(in thousand Baht/ thousand shares)</i>	2017 <i>(in thousand Baht/ thousand shares)</i>
Profit (loss) attributable to ordinary shareholders of the Company (basic)	<u>(7,703)</u>	<u>3,618</u>	<u>(245,853)</u>	<u>124,102</u>
Number of ordinary shares outstanding (basic)	<u>1,413,329</u> <i>(in US Dollar)</i>	<u>1,413,329</u> <i>(in US Dollar)</i>	<u>1,413,329</u> <i>(in Baht)</i>	<u>1,413,329</u> <i>(in Baht)</i>
Earnings (losses) per share (basic)	<u>(0.0055)</u>	<u>0.0026</u>	<u>(0.1740)</u>	<u>0.0878</u>
<i>Six-month period ended 30 June</i>	Consolidated financial statements			
	2018 <i>(in thousand US Dollar/ thousand shares)</i>	2017 <i>(in thousand US Dollar/ thousand shares)</i>	2018 <i>(in thousand Baht/ thousand shares)</i>	2017 <i>(in thousand Baht/ thousand shares)</i>
Profit (loss) attributable to ordinary shareholders of the Company (basic)	<u>(13,905)</u>	<u>4,353</u>	<u>(441,473)</u>	<u>149,912</u>
Number of ordinary shares outstanding (basic)	<u>1,413,329</u> <i>(in US Dollar)</i>	<u>1,413,329</u> <i>(in US Dollar)</i>	<u>1,413,329</u> <i>(in Baht)</i>	<u>1,413,329</u> <i>(in Baht)</i>
Earnings (losses) per share (basic)	<u>(0.0098)</u>	<u>0.0031</u>	<u>(0.3124)</u>	<u>0.1061</u>
<i>Three-month period ended 30 June</i>	Separate financial statements			
	2018 <i>(in thousand US Dollar/ thousand shares)</i>	2017 <i>(in thousand US Dollar/ thousand shares)</i>	2018 <i>(in thousand Baht/ thousand shares)</i>	2017 <i>(in thousand Baht/ thousand shares)</i>
Profit (loss) attributable to ordinary shareholders of the Company (basic)	<u>(11,096)</u>	<u>2,646</u>	<u>(354,147)</u>	<u>90,761</u>
Number of ordinary shares outstanding (basic)	<u>1,413,329</u> <i>(in US Dollar)</i>	<u>1,413,329</u> <i>(in US Dollar)</i>	<u>1,413,329</u> <i>(in Baht)</i>	<u>1,413,329</u> <i>(in Baht)</i>
Earnings (losses) per share (basic)	<u>(0.0079)</u>	<u>0.0019</u>	<u>(0.2506)</u>	<u>0.0642</u>

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<i>Six-month period ended 30 June</i>	Separate financial statements			
	2018 <i>(in thousand US Dollar/ thousand shares)</i>	2017 <i>(in thousand US Dollar/ thousand shares)</i>	2018 <i>(in thousand Baht/ thousand shares)</i>	2017 <i>(in thousand Baht/ thousand shares)</i>
Profit (loss) attributable to ordinary shareholders of the Company (basic)	<u>(3,844)</u>	<u>8,614</u>	<u>(125,411)</u>	<u>300,328</u>
Number of ordinary shares outstanding (basic)	<u>1,413,329</u> <i>(in US Dollar)</i>	<u>1,413,329</u> <i>(in US Dollar)</i>	<u>1,413,329</u> <i>(in Baht)</i>	<u>1,413,329</u> <i>(in Baht)</i>
Earnings (losses) per share (basic)	<u>(0.0027)</u>	<u>0.0061</u>	<u>(0.0887)</u>	<u>0.2125</u>

12 Financial instruments

Carrying amounts and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy for financial instruments measured at fair value. 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.

	Carrying amount	Consolidated financial statements			
		Fair value			Total
		Level 1 <i>(in thousand US Dollar)</i>	Level 2	Level 3	
30 June 2018					
<i>Financial assets measured at fair value</i>					
Equity securities held for trading	6,029	-	6,029	-	6,029
<i>Financial assets and financial liabilities not measured at fair value</i>					
Other debt securities held to maturity	11,300	-	11,024	-	11,024
Long-term borrowings	73,670	-	-	68,935	68,935
		Consolidated financial statements			
	Carrying amount	Fair value			Total
		Level 1 <i>(in thousand US Dollar)</i>	Level 2	Level 3	
31 December 2017					
<i>Financial liabilities not measured at fair value</i>					
Long-term borrowings	79,615	-	-	73,256	73,256

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	Carrying amount	Consolidated financial statements			
		Fair value			Total
		Level 1	Level 2	Level 3	
<i>(in thousand Baht)</i>					
30 June 2018					
<i>Financial assets measured at fair value</i>					
Equity securities held for trading	199,965	-	199,965	-	199,965
<i>Financial assets and financial liabilities not measured at fair value</i>					
Other debt securities held to maturity	374,789	-	365,635	-	365,635
Long-term borrowings	2,443,428	-	-	2,286,381	2,286,381

	Carrying amount	Consolidated financial statements			
		Fair value			Total
		Level 1	Level 2	Level 3	
<i>(in thousand US Dollar)</i>					
31 December 2017					
<i>Financial liabilities not measured at fair value</i>					
Long-term borrowings	2,601,890	-	-	2,394,072	2,394,072

Measurement of fair value

The Company determines Level 2 fair values for equity securities and other debt securities using a current value of the investment, which is in the Company's portfolio report from asset management companies.

For the purpose of fair value disclosure, the fair values of loans from financial institutions are estimated at the present value of future cash flows, discounted based on the terms and maturity of each loan and using market interest rates for a similar loans at the measurement date.

The fair value measurement for loans from financial institutions has been categorised as a level 3 fair value based on the inputs to the valuation technique used.

Significant unobservable inputs used in measuring the fair values of loans from financial institutions represented future three-month LIBOR rates.

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13 Guarantees

As at 30 June 2018 and 31 December 2017, the Group and the Company had outstanding guarantees as follows:

	Consolidated financial statements							
	30 June 2018				31 December 2017			
	thousand Baht	thousand USD	thousand SAR	thousand QAR	thousand Baht	thousand USD	thousand SAR	thousand QAR
Letters of guarantee issued by financial institutions in the normal course of business	15,600	13,501	4,350	46	19,990	13,576	-	46
Guarantee for long-term borrowings of subsidiary to financial institution	-	74,000	-	-	-	80,000	-	-

	Separate financial statements			
	30 June 2018		31 December 2017	
	thousand Baht	thousand USD	thousand Baht	thousand USD
Letters of guarantee issued by financial institutions in the normal course of business	400	8,750	400	8,750
Guarantee for long-term borrowings of subsidiary to financial institution	-	74,000	-	80,000

14 Commitments with non-related parties

(a) Capital commitments

	Consolidated financial statements			
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Purchasing of diving equipment	-	72	-	2,353
Purchasing of investment	-	2,389	-	78,075
Total	-	2,461	-	80,428

	Separate financial statements			
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	<i>(in thousand US Dollar)</i>		<i>(in thousand Baht)</i>	
Purchasing of investment	-	2,389	-	78,075
Total	-	2,389	-	78,075

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

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

	Consolidated financial statements			
	30 June 2018 <i>(in thousand US Dollar)</i>	31 December 2017	30 June 2018 <i>(in thousand Baht)</i>	31 December 2017
<i>Future minimum lease payments under non-cancellable operating leases</i>				
Within one year	5,226	5,169	173,332	168,928
After one year but within five years	3,467	5,833	114,991	190,628
After five years	558	741	18,507	24,217
Total	9,251	11,743	306,830	383,773

As at 30 June 2018, the Company had various lease agreements for its vessel and office expiring in various periods up to 2024.