



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

Financial Statements and Dividend Announcement for the Period Ended 31 March 2018

PART I – INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2, & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

1(a) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial three-month period ended 31 March.

	Consolidated financial statements		
	Three-month period ended		Change %
	2018	2017	
	31 March		
	<i>(in thousand US Dollar)</i>		
Revenues			
Revenues from services	17,992	36,539	-50.8%
Interest income	139	152	-8.6%
Net gain on foreign exchange	603	409	47.4%
Other income	2,143	1,355	-58.2%
Total revenues	20,877	38,455	-45.7%
Expenses			
Costs of services	22,337	32,153	-30.5%
Administrative expenses	4,983	5,812	-14.3%
Finance costs	919	872	5.4%
Total expenses	28,239	38,837	-27.3%
Share of profit of associates and joint venture	1,296	1,186	9.3%
Profit (loss) before income tax expense	(6,066)	804	-854.5%
Tax expense	118	59	100.0%
Profit (loss) for the period	(6,184)	745	-930.1%
Other comprehensive income (expense):			
<i>Items that will be reclassified subsequently to profit or loss</i>			
Exchange differences on translating financial statements	-	(144)	100%
Other comprehensive expense for the period, net of tax	-	(144)	100%
Total comprehensive income (expense) for the period	(6,184)	601	-1128.9%
Profit (loss) attributable to:			
Owners of parent	(6,202)	735	-943.8%
Non-controlling interests	18	10	80.0%
Profit (loss) for the period	(6,184)	745	-930.1%
Total comprehensive income (expense) attributable to:			
Owners of parent	(6,202)	591	-1149.4%
Non-controlling interests	18	10	80.0%
Total comprehensive income (expense) for the period	(6,184)	601	-1128.9%
Earnings per share	<i>(in US Dollar)</i>		
Basic earnings (losses) per share	(0.0044)	0.0005	-980.0%
Notes to the income statements			
Depreciation and amortization	4,231	5,786	
Interest on borrowing	919	872	
Reversal of impairment losses on assets	1,800	-	



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

1 (b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial three-month period ended 31 March.

Assets	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	31 March 2018	31 December 2017	31 March 2018	31 December 2017
	<i>(in thousand US Dollar)</i>		<i>(in thousand US Dollar)</i>	
<i>Current assets</i>				
Cash and cash equivalents	73,017	68,692	20,216	25,370
Trade accounts receivable	36,638	62,147	-	-
Other accounts receivable	13,298	9,037	146,082	140,714
Supplies and spare parts	1,980	1,928	-	-
Short-term loans to related parties	-	-	699	62
Non-current assets held for sale	3,800	-	-	-
Total current assets	128,733	141,804	166,997	166,146
<i>Non-current assets</i>				
Restricted deposit at financial institutions	13,802	12,802	4,375	4,375
Investments in associates	90,214	88,927	-	-
Investments in joint venture	2,056	2,047	213	213
Investments in subsidiaries	-	-	156,959	156,959
Investment properties	521	541	1,844	1,914
Long-term loan to related party	-	-	58,082	55,506
Property, plant and equipment	179,763	182,872	187	204
Goodwill	2,066	2,066	-	-
Intangible assets	87	122	36	42
Advance payment for investment	21,108	17,275	21,108	17,275
Deferred tax assets	2,470	2,470	17	17
Other non-current assets	248	202	55	48
Total non-current assets	312,335	309,324	242,876	236,553
Total assets	441,068	451,128	409,873	402,699



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	31 March 2018 <i>(in thousand US Dollar)</i>	31 December 2017 <i>(in thousand US Dollar)</i>	31 March 2018 <i>(in thousand US Dollar)</i>	31 December 2017 <i>(in thousand US Dollar)</i>
Liabilities and equity				
<i>Current liabilities</i>				
Trade accounts payable	6,530	4,792	-	-
Other accounts payable	19,314	22,079	503	586
Current portion of long-term borrowings	11,890	11,890	-	-
Current portion of finance lease liabilities	47	47	-	-
Current income tax payable	179	75	-	-
Total current liabilities	37,960	38,883	503	586
<i>Non-current liabilities</i>				
Long-term borrowings	64,753	67,725	-	-
Finance lease liabilities	92	92	-	-
Provisions for employee benefits	2,263	2,244	92	87
Total non-current liabilities	67,108	70,061	92	87
Total liabilities	105,068	108,944	595	673
<i>Equity</i>				
Share capital				
Authorized share capital	-	-	-	-
Issued and paid share capital	47,322	47,322	47,322	47,322
Share premium on ordinary shares	343,536	343,536	343,536	343,536
Differences arising from common control transactions	-	-	(7,406)	(7,406)
Retained earnings (Deficit)				
Unappropriated (Deficit)	(52,254)	(46,052)	25,798	18,546
Other components of equity	(2,199)	(2,199)	28	28
Equity attributable to owners of the parent	336,405	342,607	409,278	402,026
Non-controlling interests	(405)	(423)	-	-
Total equity	336,000	342,184	409,278	402,026
Total liabilities and equity	441,068	451,128	409,873	402,699



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

1 (b)(ii) In relation to the aggregate amount of group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year: -

- (a) the amount repayable in one year or less, or on demand;**
- (b) the amount repayable after one year;**
- (c) whether the amounts are secured or unsecured; and**
- (d) details of any collateral.**

	As at 31 March 2018		
	Secured	Unsecured	Total
	USD'000	USD'000	USD'000
Amount repayable in one year or less, or on demand (*)	11,937	-	11,937
Amount repayable after one year	64,845	-	64,845

	As at 31 December 2017		
	Secured	Unsecured	Total
	USD'000	USD'000	USD'000
Amount repayable in one year or less, or on demand (*)	11,937	-	11,937
Amount repayable after one year	67,817	-	67,817

(*) Including short-term borrowings from financial institutions, current portions of long-term borrowings from financial institutions and finance leases, if any.

As at 31 March 2018, the Group's property, plant and equipment with a net book value of US Dollar 124.5 million (*31 December 2017: US Dollar 126.8 million*) were registered to secure short-term and long-term facilities with financial institutions.

As at 31 March 2018, US Dollar 7.8 million (*31 December 2017: US Dollar 7.8 million*) restricted deposit at a financial institution was pledged against long-term loans with a local financial institution. The restricted deposit must be maintained at a minimum amount of the next two principal and interest payment after the two-year grace period expired in September 2013.

As at 31 March 2018, US Dollar 4.4 million (*31 December 2017: US Dollar 4.4 million*) restricted deposit at a financial institution was deposited by the Company to secure the certain performance guarantee of a subsidiary.

As at 31 March 2018, US Dollar 1.7 million (*31 December 2017: US Dollar 0.6 million*) restricted deposit at a financial institution was deposited by subsidiaries to secure the performance guarantee from the financial institution.



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

1 (c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Consolidated financial statements	
	Three-month period ended	
	31 March	
	2018	2017
	<i>(in thousand US Dollar)</i>	
<i>Cash flows from operating activities</i>		
Profit (loss) for the period	(6,184)	745
<i>Adjustments to reconcile profit to cash receipts (payments)</i>		
Tax expense	118	59
Finance costs	919	872
Depreciation	4,204	5,243
Amortisation	27	543
Reversal of impairment losses on assets	(1,800)	-
Unrealised loss (gain) on exchange	103	(436)
Share of profit of associates and joint venture, net of tax	(1,296)	(1,186)
Bad and doubtful debts expenses	20	-
Gains on disposals of property, plant and equipment	(252)	(6)
Interest income	(139)	(152)
Gains from liquidation of a subsidiary	-	(145)
Provision for employee benefits	19	177
Reversal of provision for non-refundable withholding tax	-	(1,146)
Loss from write-off non-refundable withholding tax	249	568
	<u>(4,012)</u>	<u>5,136</u>
<i>Changes in operating assets and liabilities</i>		
Restricted deposit at financial institutions	(1,000)	(1,689)
Trade accounts receivable	25,510	8,653
Other accounts receivable	(4,235)	5,780
Supplies and spare parts	(52)	(345)
Other non-current assets	(46)	35
Trade accounts payable	1,727	(641)
Other accounts payable	(2,706)	(7,401)
Exchange rate losses from translating financial statements	-	1
	<u>15,186</u>	<u>9,529</u>
Net cash generated from operating	15,186	9,529
Employee benefit paid	(46)	(240)
Taxes paid	-	(693)
	<u>-</u>	<u>(693)</u>
Net cash from operating activities	<u>15,140</u>	<u>8,596</u>



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

Consolidated financial statements

Three-month period ended

31 March

2018 2017

(in thousand US Dollar)

Cash flows from investing activities

Increase in advance payment for investment	(3,833)	-
Proceeds from sale of property, plant and equipment and intangible assets	244	36
Acquisition of property, plant and equipment and intangible assets	(3,390)	(645)
Interest received	140	234
Net cash used in investing activities	(6,839)	(375)

Cash flows from financing activities

Repayment of borrowings	(3,000)	(2,000)
Payment by a lessee for reduction of the outstanding liability relating to a finance lease	-	(7)
Finance costs paid	(889)	(853)
Net cash used in financing activities	(3,889)	(2,860)

Net increase in cash and cash equivalents, before effect of exchange rates	4,412	5,361
Effect of exchange rates changes on cash and cash equivalents	(87)	514
Net increase in cash and cash equivalents	4,325	5,875
Cash and cash equivalents at beginning of period	68,692	61,817
Cash and cash equivalents at ending of period	73,017	67,692

Non-cash transactions

Receivables for sales of property, plant and equipment and intangible assets	24	2
Payables for purchase of property, plant and equipment and intangible assets	593	48
Finance lease agreements for purchases of equipment	139	26
Transfer of property, plant and equipment to non-current assets classified as held for sale	3,800	-



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

1 (d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

Consolidated financial statements											
Other components of equity											
		Retained earnings/(Deficit)					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	other components of equity	attributable to owners of parent	Non- controlling interests	Total equity	
<i>(in thousand US Dollar)</i>											
Three-month period ended 31 March 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											
Profits or loss	-	-	-	(6,202)	-	-	-	-	(6,202)	18	(6,184)
Total comprehensive income (expense) for the period	-	-	-	(6,202)	-	-	-	-	(6,202)	18	(6,184)
Balance at 31 March 2018	47,322	343,536	-	(52,254)	1,193	28	(3,420)	(2,199)	336,405	(405)	336,000



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

	Consolidated financial statements										
	Issued and paid share capital	Share premium on ordinary shares	Retained earnings/(Deficit)		Other components of equity			Total other components of equity	Equity attributable to owners of parent	Non- controlling interests	Total equity
			Legal reserve	Deficit	Translation of financial statements	Share-based payment	Changes in ownership interests				
<i>(in thousand US Dollar)</i>											
Three-month period ended 31 March 2017											
Balance at 1 January 2017	47,322	343,536	-	(50,400)	1,337	28	(3,166)	(1,801)	338,657	(410)	338,247
Transactions with owners, recorded directly in equity											
Distributions to owners of the parent											
Liquidation of a subsidiary	-	-	-	254	-	-	(254)	(254)	-	-	-
Total distributions to owners of the parent	-	-	-	254	-	-	(254)	(254)	-	-	-
Total transactions with owners, recorded directly in equity	-	-	-	254	-	-	(254)	(254)	-	-	-
Comprehensive income (expense) for the period											
Profits or loss	-	-	-	735	-	-	-	-	735	10	745
Exchange differences on translating financial statements	-	-	-	-	(144)	-	-	(144)	(144)	-	(144)
Total comprehensive income (expense) for the period	-	-	-	735	(144)	-	-	(144)	591	10	601
Balance at 31 March 2017	47,322	343,536	-	(49,411)	1,193	28	(3,420)	(2,199)	339,248	(400)	338,848



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

Separate financial statements

	Issued and paid share capital	Share premium on ordinary shares	Differences arising from common control transactions	Retained earnings		Other components of equity	Total equity
				Legal reserve	Unappropriated	Share-based payment	
<i>(in thousand US Dollar)</i>							
Three-month period ended 31 March 2018							
Balance at 1 January 2018	47,322	343,536	(7,406)	-	18,546	28	402,026
Comprehensive income for the period							
Profit or loss	-	-	-	-	7,252	-	7,252
Total comprehensive income for the period	-	-	-	-	7,252	-	7,252
Balance at 31 March 2018	47,322	343,536	(7,406)	-	25,798	28	409,278



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

Separate financial statements

	Issued and paid share capital	Share premium on ordinary shares	Differences arising from common control transactions	Retained earnings		Other components of equity	Total equity
				Legal reserve	Unappropriated	Share-based payment	
<i>(in thousand US Dollar)</i>							
Three-month period ended 31 March 2017							
Balance at 1 January 2017	47,322	343,536	(7,406)	-	3,277	28	386,757
Comprehensive income for the period							
Profit or loss	-	-	-	-	5,968	-	5,968
Total comprehensive income for the period	-	-	-	-	5,968	-	5,968
Balance at 31 March 2017	47,322	343,536	(7,406)	-	9,245	28	392,725



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

1 (d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There is no change in the Company's share capital during the current and corresponding period.

1 (d)(iii) To show the total number of issued shares excluding treasury shares as at the end of current financial period and as at the end of immediately preceding year.

As at 31 March 2018 and 31 December 2017, the issued and paid-up ordinary shares of the Company were 1,413,329,000 shares with a par value of Baht 1 per share, respectively.

As at 31 March 2018 and 31 December 2017, there were no outstanding treasury shares.

1 (d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable, since the Company has not transacted treasury shares during the period that ended on 31 March 2018.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have been prepared in accordance with the Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" and reviewed by the Company's auditor, KPMG Phoomchai Audit Limited.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

The Independent Auditor's Report on Review of Interim Financial Information is on pages 1 of the interim consolidated and the Company financial statements for the three-month period ended on 31 March 2018, which are reported together with this announcement and available on the SGX's website and the Company's website.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The same accounting policies and methods of computation as in the Group's most recently audited annual Thai GAAP financial statements have been applied.



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

5. If there are any changes in the accounting policies and methods of computation, including any required by and accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The new and revised TFRS did not have any impact on the accounting policies, financial position or performance of the Group.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends: -

- (a) Based on the weighted average number of ordinary shares on issue; and
- (b) On a fully diluted basis (detailing any adjustments made to the earnings).

Basic earnings (losses) per share

The calculations of basic earnings (losses) per share for the three-month periods ended 31 March 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 31 March</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>(6,202)</u>	<u>735</u>	<u>(195,620)</u>	<u>25,810</u>
Number of ordinary shares outstanding (basic)	<u>1,413,329</u>	<u>1,413,329</u>	<u>1,413,329</u>	<u>1,413,329</u>
	<i>(in US Dollar)</i>		<i>(in Baht)</i>	
Earnings (losses) per share (basic)	<u>(0.0044)</u>	<u>0.0005</u>	<u>(0.1384)</u>	<u>0.0183</u>
	Separate financial statements			
<i>Three-month period ended 31 March</i>	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>7,252</u>	<u>5,968</u>	<u>228,736</u>	<u>209,567</u>
Number of ordinary shares outstanding (basic)	<u>1,413,329</u>	<u>1,413,329</u>	<u>1,413,329</u>	<u>1,413,329</u>
	<i>(in US Dollar)</i>		<i>(in Baht)</i>	
Earnings (losses) per share (basic)	<u>0.0051</u>	<u>0.0042</u>	<u>0.1618</u>	<u>0.1483</u>



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the: -

- (a) current financial period reported on; and
- (b) immediately preceding financial year.

	Consolidated		Company	
	31-Mar-18 USD	31-Dec-17 USD	31-Mar-18 USD	31-Dec-17 USD
Net asset value per ordinary share based on the total number of issued shares excluding treasury shares as at end of the respective year	0.24	0.24	0.29	0.28

Remark: Net asset value = Total equity attributable to owners of the Company

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following: -

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Business Segment Analysis

Subsea Group reported service income for the three months period ended 31 March 2018 of US Dollar 18.0 million, a decrease of US Dollar 18.5 million or approximately 50.8% compared to US Dollar 36.5 million from the corresponding period. This was primarily due to a lower of other non-vessel projects and vessel off-hired for dry docking.

Subsea Group generated gross loss for the three months period ended 31 March 2018 of US Dollar 4.4 million, a decrease of US Dollar 8.9 million compared to gross profit of US Dollar 4.5 million from the corresponding period. This was primarily due to a dry docking for our two performing vessels throughout the period and a lower of utilization for other performing vessels.

Subsea Group reported loss before finance costs and income tax expense for the three months period ended 31 March 2018 of US Dollar 10.7 million, an increase of US Dollar 9.0 million compared to loss of US Dollar 1.7 million from the corresponding period, as result of a lower of other non-vessel projects and vessel off-hired for dry docking.

Drilling Group reported nil service income for the three months period ended 31 March 2018 as same as the corresponding period.

Drilling group reported nil gross profits for the three months period ended 31 March 2018, a decrease of US Dollar 0.2 million compared to gross loss of US Dollar 0.2 million from the corresponding period due to management's decision to sell the rigs.



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

Drilling Group reported profit before finance costs and income tax expense for the three months period ended 31 March 2018 of US Dollar 1.6 million compared to loss of US Dollar 0.2 million from the corresponding period due to the reversal of impairment losses on assets of US Dollar 1.8 million.

Consolidated Income Statements

The Group recorded service income for the three months period ended 31 March 2018 of US Dollar 18.0 million, a decrease in service income by US Dollar 18.5 million or approximately 50.8% from US Dollar 36.5 million for the corresponding period.

The Group reported a gross loss for the three months period ended 31 March 2018 of US Dollar 4.3 million, a decrease of US Dollar 0.1 million compared to a gross profit of US Dollar 4.4 million for the corresponding period.

The Group recorded other income for the three months period ended 31 March 2018 of US Dollar 2.1 million, an increase of US Dollar 0.7 million from other income of US Dollar 1.4 million for the corresponding period which was primarily due to the reversal of impairment losses on assets.

The Group recorded administrative expenses of US Dollar 5.0 million, a decrease in administrative expenses of US Dollar 0.8 million or approximately 13.8% from US Dollar 5.8 million for the corresponding period. This was primarily due to cost saving and rightsizing exercise.

Share of Investments in Associate and jointly-controlled entity

The share of profits from AOD* investment for the three months period ended 31 March 2018 was US Dollar 1.3 million, an increase of US Dollar 0.1 million compared to the share profits of US Dollar 1.2 million in corresponding period.

**AOD means Asia Offshore Drilling and its subsidiaries.*

Profit (loss) for the period

As a result, the Group reported loss for the three months period ended 31 March 2018 of US Dollar 6.2 million, a decrease of US Dollar 6.9 million from net profits of US Dollar 0.7 million as reported in the last three months period ended 31 March 2017.

Consolidated Balance Sheets

Current assets as at 31 March 2018 were US Dollar 128.7 million, a decrease of US Dollar 13.1 million or 9.2% compared to US Dollar 141.8 million from 31 December 2017. The decreased was primarily due to a decrease in trade accounts receivable of US Dollar 25.5 million in line with decrease in revenue from services and the settlement of outstanding receivables which was offset against an increase in cash and cash equivalent and other accounts receivable of US Dollar 4.3 million and US Dollar 4.2 million, respectively. In addition, some certain rigs have been classified as non-current assets held for sale of US Dollar 3.8 million.



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

Non-current assets as at 31 March 2018 were US Dollar 312.3 million, an increase of US Dollar 3.0 million or 1.0% compared to US Dollar 309.3 million as at 31 December 2017. The increase was primarily due to increase in advance payment for investment US Dollar 3.8 million and increase in investment in associates of US Dollar 1.3 million from share profits for the period and increase in restricted deposit at financial institution of US Dollar 1.0 million for issuance of bank guarantees which was offset against the reclassification some certain rigs from property, plant and equipment to non-current assets held for sale of US Dollar 3.8 million.

Current liabilities as at 31 March 2018 were US Dollar 38.0 million, a decrease of US Dollar 0.9 million or 2.3% compared to US Dollar 38.9 million as at 31 December 2017. The decrease was mainly due to decrease in other accounts payable US Dollar 2.8 million which was offset against increase in trade accounts payable US Dollar 1.7 million.

Non-current liabilities as at 31 March 2018 were US Dollar 67.1 million, a decrease of US Dollar 3.0 million or 4.3% compared to US Dollar 70.1 million as at 31 December 2017. The decrease was mainly due to a loan repayment of US Dollar 3.0 million during the period for long-term borrowings from financial institutions.

Equity as at 31 March 2018 was US Dollar 336.0 million, a decrease of US Dollar 6.2 million or 1.8% compared to US Dollar 342.2 million as at 31 December 2017. This was mainly due to net loss for the period in amount of US Dollar 6.2 million.

Working Capital

The Company's working capital as at 31 March 2018 was US Dollar 90.7 million, a decrease of US Dollar 12.2 million or 11.9% compared to US Dollar 102.9 million as at 31 December 2017.

Consolidated Cash Flow Statements

The Company had net cash from operating activities for the three month period ended 31 March 2018 of US Dollar 15.1 million which mainly arose from collection of trade accounts receivable.

The Company had net cash used in investing activities of US Dollar 6.8 million which primarily due to acquisition of property, plant and equipment and intangible assets of US Dollar 3.4 million and increase in advance payment for investment of US Dollar 3.8 million.

The Company had net cash used in financing activities of US Dollar 3.9 million, primarily due to loan repayment to financial institutions.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

Looking further into 2018 the outlook for the offshore industry is dramatically improved. Oil prices are recovering, the industry has significantly restructured, and the “obsession” with shale growth is finally diminishing. At long last an offshore upcycle is poised to begin.

The recovery has unfolded in a predictable manner: North America, for instance, rebounded first and the strongest, the international markets are starting to re-awaken, and now the last frontier – offshore – is showing signs of life again.

All of the offshore companies are reporting an increase in inquiries and tendering. With the recent move in Brent to above \$70/bbl and another landmark OPEC agreement to limit production through 2018, the drive is returning to offshore operators which have been dormant for several years.

We continue to have a conservative view on the offshore markets but see that the rig supply/demand dynamics are better than they appear, especially for floaters and harsh-environment capable assets.

From a geographic perspective, in West Africa, several large projects in Angola and Nigeria are poised for the go-ahead, and in Mexico the deepwater auctions have been successful. Mozambique and Guyana will also experience modest improvement.

One of the major issues with offshore deepwater projects has always been too many players with competing agendas. The industry needed to move to a more collaborative model which we continue to see unfolding. This is one of collaboration, one of common purpose, and one driven not by pure necessity but rather by innovation and vision. The industry, through alliances, mergers and JV's has created a new, bold way of conducting business. This is a huge transition from the old commercial model of discrete services to a new commercial model based on collaboration and integration.

From topsides to subsurface, from drilling to production, and from concept to decommissioning this collaborative ideal is permeating the offshore landscape. This is leading to improved project economics for both operators and service and supply companies.

We stand now at the beginning of what we believe will be a long, sustained offshore upcycle. The offshore markets did not die. They innovated and changed. And now a leaner and more sustainable business model abounds, one that is built not only for the current upcycle, but also for subsequent periods of volatility.



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

We can safely say that the offshore markets are through the bottoming process and an upturn is beginning to unfold. While the upturn may be methodical and somewhat slow in the beginning, better days lie ahead.

Cash preservation remains a top priority for the Group. In the first quarter of 2018, the Group continued to execute its cost savings program to counter the impact of the market challenging whilst aiming to maintain safety, quality and efficiency.

The Group's balance sheet remains in a strong position with net positive cash balance and strong cash flow from operation which is expected to financially help the Group during the market challenging period. We also well positioned to capitalize on opportunistic expansion if and when potential distressed assets become available for sale.

In our drilling business joint venture under Asia Offshore Drilling Limited ("AOD"), the Group's three high specification jack-up drilling rigs have performed strongly with near-full utilization during the first quarter of 2018. The Group holds a 33.76 percent equity stake in AOD through its wholly subsidiary Mermaid International Venture ("MIV") with the remaining held by Seadrill Limited ("Seadrill") and all three AOD jack-up rigs remain contracted in the Middle East to perform drilling services until 2019.

The AOD subsidiaries are borrowers under a USD 360 million senior secured credit facility ("AOD Credit Facility"), approximately USD 210 million of which is outstanding to date. Pursuant to the terms of a Transaction Support Agreement ("TSA"), AOD and its subsidiaries have agreed to become a party to the Seadrill restructuring package and, as a result of this joinder, have, among other things, reached agreement with the bank lenders to: (a) extend the maturities of the AOD Credit Facility by approximately five years (on average); (b) eliminate amortization obligations until 31 December 2019; (c) provide a three and a half year covenant holiday; and (d) include more flexible financial covenants, including deferring financial covenant testing until 2021 with the exception of the minimum liquidity covenant, which will apply from completion of the restructuring onwards.

In addition, MIV and Seadrill have also agreed the terms of put and call options in respect of MIV's shares in AOD in accordance with the terms set out in the TSA, which can be summarized as follows:

- (a) MIV will be granted a put option in respect of its shares in AOD, exercisable between 1 October 2019 and 30 September 2020. The valuation for MIV's shares in AOD shall be based on independent rig brokers and financial expert assessment but subject to a ceiling of USD 125 million.
- (b) Seadrill will be granted a call option in respect of MIV's shares in AOD, exercisable from 1 October 2020 to 31 March 2021. The valuation for MIV's shares in AOD shall be based on independent rig brokers and financial expert assessment but subject to a floor price of USD 75 million.



MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)
(Company Registration No. 0107550000017)

These periods will be postponed if the emergence of the Seadrill group from Chapter 11 is delayed. The Company shall make a subsequent announcement via SGXNet in the event that the put option is exercised by MIV or call option is exercised by Seadrill.

11. If a decision regarding dividend has been made:-

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

Nil

(b) (i) Amount per share.....cents

Nil

(b) (ii) Previous corresponding period.....cents

No dividend has been declared during the corresponding period.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Nil

(d) The date the dividend is payable.

Not applicable

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable

12. If no dividend has been declared (recommended), a statement to that effect.

Not applicable

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

There is no mandate from shareholders for IPTs. Nevertheless, the details of the aggregate value of interested person transactions of the Company for the year that ended on 31 March 2018 is as follows:



MERMAID MARITIME PUBLIC COMPANY LIMITED
 (Registered in the Kingdom of Thailand)
 (Company Registration No. 0107550000017)

Mermaid Maritime Public Company Limited Reviewed results for the period that ended on 31 March 2018		
Interested persons transactions for the period that ended on 31 March 2018		
Name of interested persons	Aggregate value of all interested persons transactions during the year that ended on 31 March 2018 under review (excluding transactions less than US Dollar 100,000* and transactions conducted under Shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested persons transactions conducted under Shareholders' mandate pursuant to Rule 920 (excluding transactions less than US Dollar 100,000*)
	USD'000	USD'000
Service income	-	-
Cost of services	-	-

14. A reconciliation of difference between TFRS to IFRS.

There is no significant difference between TFRS and IFRS.

15. Negative confirmation pursuant to Rule 705(5). (Not required for announcement on full year results)

To the best knowledge of the Board of Directors, nothing has come to the attention of the Board of Directors of the Company that may render the unaudited financial results for the First quarter that ended on 31 March 2018 of the Group and the Company to be false or misleading.

16. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720 (1)

The Company has received undertakings from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720 (1) of the Listing Manual of the SGX-ST

BY ORDER OF THE BOARD

Mr. Prasert Bunsumpun	Mr. Chalermchai Mahagitsiri
Chairman of the Board	Chief Executive Officer