


**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 2022***
**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.

	<b>Consolidated financial statements</b>		
	Three-month period ended 31 March		Change %
	2022	2021	
	<i>(in thousand US Dollar)</i>		
<b>Revenues</b>			
Revenues from rendering of services	40,409	18,699	116.1%
Interest income	4	16	-75.0%
Other income	241	830	-71.0%
<b>Total revenues</b>	<b>40,654</b>	<b>19,545</b>	<b>108.0%</b>
<b>Expenses</b>			
Costs of rendering of services	45,246	19,388	133.4%
Administrative expenses	3,913	3,324	17.7%
Net loss on foreign exchange	147	20	635.0%
Finance costs	453	437	3.7%
<b>Total expenses</b>	<b>49,759</b>	<b>23,169</b>	<b>114.8%</b>
Share of profit (loss) of joint venture and associate accounted for using equity method, net of tax	1,103	(182)	-706.0%
<b>Loss before income tax expense</b>	<b>(8,002)</b>	<b>(3,806)</b>	<b>110.3%</b>
Tax expense	-	277	-100.0%
<b>Loss for the period</b>	<b>(8,002)</b>	<b>(4,083)</b>	<b>96.0%</b>
<b>Other comprehensive expense:</b>			
<b>Total comprehensive expense for the period</b>	<b>(8,002)</b>	<b>(4,083)</b>	<b>n/a</b>
<b>Profit (loss) attributable to:</b>			
Owners of parent	(7,892)	(4,129)	91.1%
Non-controlling interests	(110)	46	-341.3%
<b>Loss for the period</b>	<b>(8,002)</b>	<b>(4,083)</b>	<b>96.0%</b>
<b>Total comprehensive income (expense) attributable to:</b>			
Owners of parent	(7,892)	(4,129)	91.1%
Non-controlling interests	(110)	46	-341.3%
<b>Total comprehensive expense for the period</b>	<b>(8,002)</b>	<b>(4,083)</b>	<b>96.0%</b>
	<i>(in US Dollar)</i>		
Basic/diluted losses per share	(0.0056)	(0.0029)	91.1%
<b>Notes to the income statements</b>			
Depreciation and amortization	3,368	3,762	
(Reversal of) impairment losses determine in accordance with TFRS9	(33)	153	
Gain from revaluation of trading securities	-	(101)	
Gain on disposal of investment in joint venture	(31)	-	
Gain on disposal of property, plant and equipment and intangible assets	(80)	(612)	


**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 year**

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	31 March 2022 (Unaudited)	31 December 2021	31 March 2022 (Unaudited)	31 December 2021
<b>Assets</b>	<i>(in thousand US Dollar)</i>		<i>(in thousand US Dollar)</i>	
<i>Current assets</i>				
Cash and cash equivalents	9,880	7,983	664	5,319
Current investments	-	2,874	-	-
Trade and other accounts receivable	76,200	75,698	1,772	6,560
Short-term loan to related party	-	-	705	-
Supplies and spare parts	1,119	346	-	-
<b>Total current assets</b>	<b>87,199</b>	<b>86,901</b>	<b>3,141</b>	<b>11,879</b>
<i>Non-current assets</i>				
Restricted deposit at financial institution	8,066	8,187	-	-
Investments in associates	22,385	22,397	22,507	22,507
Investments in joint venture	5,651	4,521	213	213
Investments in subsidiaries	-	-	55,370	55,370
Other non-current receivable to related party	-	-	24,496	15,204
Long-term loan to related party	-	1,082	31,834	32,796
Investment properties	438	449	1,455	1,495
Property, plant and equipment	135,970	132,757	88	90
Right-of-use assets	362	203	361	202
Goodwill	-	-	-	-
Intangible assets	-	2,000	-	-
Deferred tax assets	57	57	57	57
Other non-current assets	84	78	49	48
<b>Total non-current assets</b>	<b>173,013</b>	<b>171,731</b>	<b>136,430</b>	<b>127,982</b>
<b>Total assets</b>	<b>260,212</b>	<b>258,632</b>	<b>139,571</b>	<b>139,861</b>


**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 2022 (Unaudited)	31 December 2021	31 March 2022 (Unaudited)	31 December 2021
	<i>(in thousand US Dollar)</i>		<i>(in thousand US Dollar)</i>	
<b>Liabilities and equity</b>				
<b><i>Current liabilities</i></b>				
Trade and other accounts payable	56,448	42,763	745	714
Current portion of long-term borrowing				
from parent company	3,000	3,000	3,000	3,000
Current portion of long-term borrowings				
from financial institution	14,209	14,209	-	-
Current portion of lease liabilities	145	123	145	122
Current income tax payable	48	862	-	-
<b>Total current liabilities</b>	<b>73,850</b>	<b>60,957</b>	<b>3,890</b>	<b>3,836</b>
<b><i>Non-current liabilities</i></b>				
Long-term borrowing from parent company	2,000	2,000	2,000	2,000
Long-term borrowings from financial institution	28,933	32,485	-	-
Lease liabilities	218	78	218	78
Provisions for employee benefits	2,538	2,437	329	317
<b>Total non-current liabilities</b>	<b>33,689</b>	<b>37,000</b>	<b>2,547</b>	<b>2,395</b>
<b>Total liabilities</b>	<b>107,539</b>	<b>97,957</b>	<b>6,437</b>	<b>6,231</b>
<b><i>Equity</i></b>				
Share capital				
Authorized share capital	-	-	-	-
Issued and paid-up share capital	47,322	47,322	47,322	47,322
Share premium on ordinary shares	343,536	343,536	343,536	343,536
Deficit	(234,397)	(226,505)	(257,752)	(257,256)
Other components of equity	(3,392)	(3,392)	28	28
<b>Equity attributable to owners of the parent</b>	<b>153,069</b>	<b>160,961</b>	<b>133,134</b>	<b>133,630</b>
Non-controlling interests	(396)	(286)	-	-
<b>Total equity</b>	<b>152,673</b>	<b>160,675</b>	<b>133,134</b>	<b>133,630</b>
<b>Total liabilities and equity</b>	<b>260,212</b>	<b>258,632</b>	<b>139,571</b>	<b>139,861</b>

**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.**

	<b>As at 31 March 2022</b>		
	<b>Secured</b>	<b>Unsecured</b>	<b>Total</b>
	<b>USD'000</b>	<b>USD'000</b>	<b>USD'000</b>
Amount repayable in one year or less, or on demand (*)	14,209	3,145	<b>17,354</b>
Amount repayable after one year	28,933	2,218	<b>31,151</b>

	<b>As at 31 December 2021</b>		
	<b>Secured</b>	<b>Unsecured</b>	<b>Total</b>
	<b>USD'000</b>	<b>USD'000</b>	<b>USD'000</b>
Amount repayable in one year or less, or on demand (*)	14,209	3,123	<b>17,332</b>
Amount repayable after one year	32,485	2,078	<b>34,563</b>

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

As at 31 March 2022, the Group's property, plant and equipment with a net book value of US Dollar 100.7 million (*31 December 2021: US Dollar 102.7 million*) were registered to secure long-term facilities with financial institutions.

As at 31 March 2022, US Dollar 8.0 million (*31 December 2021: US Dollar 8.0 million*) of 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.

As at 31 March 2022, US Dollar 0.1 million (*31 December 2021: US Dollar 0.2 million*) of 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.**

	<b>Consolidated financial statements</b>	
	Three-month period ended	
	31 March	
	2022	2021
	<i>(in thousand US Dollar)</i>	
<i>Cash flows from operating activities</i>		
Loss for the period	(8,002)	(4,083)
<i>Adjustments to reconcile profit (loss) to cash receipts (payments)</i>		
Tax expense	-	277
Finance costs	453	437
Depreciation	3,368	3,752
Amortisation	-	10
Unrealised loss (gain) on exchange	144	(2,231)
Gain from revaluation of trading securities	-	(101)
Gain from sale of trading securities	(4)	-
Share of (profit) loss of associate and joint ventures	(1,103)	182
(Reversal of) impairment loss determine in accordance with TFRS9	(33)	153
Gain on disposal of investment in joint venture	(31)	-
Gains on disposals of property, plant and equipment and intangible assets	(80)	(612)
Interest income	(4)	(16)
Provision for employee benefits	166	120
Loss from write-off non-refundable withholding tax	137	29
	(4,989)	(2,083)
<i>Changes in operating assets and liabilities</i>		
Restricted deposit at financial institution	121	193
Trade and other accounts receivable	(401)	9,680
Supplies and spare parts	(773)	(124)
Other non-current assets	(6)	-
Trade and other accounts payable	14,163	(649)
Exchange rate losses from translating financial statements	-	-
Net cash generated from operating activities	8,115	7,017
Provision for employee benefit paid	(65)	-
Taxes paid	(1,150)	(332)
<b>Net cash from operating activities</b>	<b>6,900</b>	<b>6,685</b>





**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									
	Issued and paid share capital	Share premium on ordinary shares	Retained earnings/ (Deficit)	Translation of financial statements	Share-based payment	Changes in ownership interests	Other components of equity			Total equity
Total other components of equity							Equity attributable to owners of parent	Non-controlling interests		
<i>(in thousand US Dollar)</i>										
<b>Three-month period ended 31 March 2021</b>										
Balance at 1 January 2021	47,322	343,536	(211,082)	1,196	28	(3,420)	(2,196)	177,580	(277)	177,303
<b>Comprehensive expense for the period</b>										
Loss	-	-	(4,129)	-	-	-	-	(4,129)	46	(4,083)
<b>Total comprehensive expense for the period</b>	<b>-</b>	<b>-</b>	<b>(4,129)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(4,129)</b>	<b>46</b>	<b>(4,083)</b>
<b>Balance at 31 March 2021</b>	<b>47,322</b>	<b>343,536</b>	<b>(215,211)</b>	<b>1,196</b>	<b>28</b>	<b>(3,420)</b>	<b>(2,196)</b>	<b>173,451</b>	<b>(231)</b>	<b>173,220</b>
<b>Three-month period ended 31 March 2022</b>										
Balance at 1 January 2022	47,322	343,536	(226,505)	-	28	(3,420)	(3,392)	160,961	(286)	160,675
<b>Comprehensive expense for the period</b>										
Loss	-	-	(7,892)	-	-	-	-	(7,892)	(110)	(8,002)
<b>Total comprehensive expense for the period</b>	<b>-</b>	<b>-</b>	<b>(7,892)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(7,892)</b>	<b>(110)</b>	<b>(8,002)</b>
<b>Balance at 31 March 2022</b>	<b>47,322</b>	<b>343,536</b>	<b>(234,397)</b>	<b>-</b>	<b>28</b>	<b>(3,420)</b>	<b>(3,392)</b>	<b>153,069</b>	<b>(396)</b>	<b>152,673</b>



**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	Retained earnings/ (Deficit)	Other components of equity Share-based payment	Total equity
<i>(in thousand US Dollar)</i>					
<b>Three-month period ended 31 March 2021</b>					
<b>Balance at 1 January 2021</b>	47,322	343,536	(229,315)	28	161,571
<b>Comprehensive expense for the period</b>					
Loss	-	-	(3,032)	-	(3,032)
<b>Total comprehensive expense for the period</b>	-	-	(3,032)	-	(3,032)
<b>Balance at 31 March 2021</b>	<u>47,322</u>	<u>343,536</u>	<u>(232,347)</u>	<u>28</u>	<u>158,539</u>
<b>Three-month period ended 31 March 2022</b>					
<b>Balance at 1 January 2022</b>	47,322	343,536	(257,256)	28	133,630
<b>Comprehensive expense for the period</b>					
Loss	-	-	(496)	-	(496)
<b>Total comprehensive expense for the period</b>	-	-	(496)	-	(496)
<b>Balance at 31 March 2022</b>	<u>47,322</u>	<u>343,536</u>	<u>(257,752)</u>	<u>28</u>	<u>133,134</u>





## **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, subdivision, consolidation, 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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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 2022 and 31 December 2021, 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.

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

Not applicable.

**1 (d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

Not applicable.

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

The figures have been reviewed in accordance with the Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" by the auditor of the Company, 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 31 March 2022, which are reported together with this announcement and available on the SGX's website and the Company's website.



**MERMAID MARITIME PUBLIC COMPANY LIMITED**

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

**3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:**

(a) Updates on the efforts taken to resolve each outstanding audit issue.

(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

This is not required for any audit issue that is a material uncertainty relating to going concern.

Not applicable.

**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 accounting policies, methods of computation and the key sources of estimation uncertainty were the same as those that described in the annual financial statements for the year ended 31 December 2021.

**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.**

No, there are no any changes in the accounting policies and methods of computation for the three-month period ended 31 March 2022.

**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 losses per share/Fully diluted basis***

The calculations of basic losses per share for the three-month period ended 31 March 2022 and 2021 were based on the loss for the periods attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the periods as follows:

<b><i>Three-month period ended 31 March</i></b>	<b>Consolidated financial statements</b>			
	<b>2022</b>	<b>2021</b>	<b>2022</b>	<b>2021</b>
	<i>(in thousand US Dollar/ thousand shares)</i>		<i>(in thousand Baht/ thousand shares)</i>	
<b>Loss attributable to ordinary shareholders of the Company (basic)</b>	<b><u>(7,892)</u></b>	<b><u>(4,129)</u></b>	<b><u>(260,583)</u></b>	<b><u>(124,931)</u></b>
<b>Number of ordinary shares outstanding (basic)</b>	<b><u>1,413,329</u></b>	<b><u>1,413,329</u></b>	<b><u>1,413,329</u></b>	<b><u>1,413,329</u></b>
	<i>(in US Dollar)</i>		<i>(in Baht)</i>	
<b>Losses per share (basic)</b>	<b><u>(0.0056)</u></b>	<b><u>(0.0029)</u></b>	<b><u>(0.1846)</u></b>	<b><u>(0.0884)</u></b>



**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-22 USD	31-Dec-21 USD	31-Mar-22 USD	31-Dec-21 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				
- Ordinary share (Basic)	0.11	0.11	0.09	0.09

*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.**

**Consolidated Income Statements**

Subsea group reported service income for the three-month period ended 31 March 2022 of US Dollar 40.4 million, an increase of US Dollar 21.7 million or 116.1% compared to US Dollar 18.7 million of the corresponding period. The increase was primarily from decommissioning service and cable lay projects.

Subsea group generated gross loss of US Dollar 4.8 million for the three-month period ended 31 March 2022, an increase of US Dollar 4.1 million compared to US Dollar 0.7 million of the corresponding period. This was primarily due to higher cost in cable lay projects and lower utilization of two owned vessels which were under maintenance.

As a result, subsea group reported operating loss of US Dollar 8.2 million for the three-month period ended 31 March 2022, a decrease of US Dollar 8.3 million compared to operating profit of US Dollar 0.1 million of the corresponding period.

The Group reported service income of US Dollar 40.4 million for the three-month period ended 31 March 2022, an increase in service income by US Dollar 21.7 million or approximately by 116.1% compared to US Dollar 18.7 million of the corresponding period.

The Group reported gross loss of US Dollar 4.8 million for the three-month period ended 31 March 2022, an increase of US Dollar 4.1 million compared to US Dollar 0.7 million of the corresponding period.

The Group reported administrative expenses of US Dollar 3.9 million for the three-month period ended 31 March 2022, an increase of US Dollar 0.6 million or approximately by 17.7% compared to US Dollar 3.3 million of the corresponding period. This was primarily due to employee benefit expense.



## **MERMAID MARITIME PUBLIC COMPANY LIMITED**

(Registered in the Kingdom of Thailand)

(Company Registration No. 010755000017)

The share of profit of associates and joint ventures for the three-month period ended 31 March 2022 was US Dollar 1.1 million, a change of US Dollar 1.3 million compared to share of loss US Dollar 0.2 million of the corresponding period. This was primarily due to share of profit from Millennium 3 Ship Management and Operations DMCCO (“M3JV”).

As a result, the Group reported net loss of US Dollar 8.0 million in for the three-month period ended 31 March 2022, an increase of US Dollar 3.9 million from net loss of US Dollar 4.1 million of the corresponding period.

### **Consolidated Balance Sheets**

Current assets as at 31 March 2022 were US Dollar 87.2 million, an increase of US Dollar 0.3 million or approximately 0.3% compared to US Dollar 86.9 million as at 31 December 2021. The increase was primarily due to an increase in cash and cash equivalents of US Dollar 1.9 million offset against a decrease in current investments of US Dollar 2.9 million. Additionally, trade and other accounts receivable and supplies and spare parts increased of US Dollar 0.5 million and US Dollar 0.8 million, respectively.

Non-current assets as at 31 March 2022 were US Dollar 173.0 million, an increase of US Dollar 1.3 million or approximately 0.7% compared to US Dollar 171.7 million as at 31 December 2021. The increase was mainly due to an increase in property, plant and equipment of US Dollar 3.2 million and investment in joint ventures of US Dollar 1.1 million. However, long term loan to related party decreased of US Dollar 1.1 million and intangible assets decreased of US Dollar 2.0 million.

Current liabilities as at 31 March 2022 were US Dollar 73.9 million, an increase of US Dollar 13.0 million or approximately 21.3% compared to US Dollar 60.9 million as at 31 December 2021. The increase was primarily due to an increase in trade and other accounts payable of US Dollar 13.7 million offset against a decrease in current income tax payable of US Dollar 0.8 million.

Non-current liabilities as at 31 March 2022 were US Dollar 33.7 million, a decrease of US Dollar 3.3 million or approximately 9.0% compared to US Dollar 37.0 million as at 31 December 2021. The decrease was primarily due to a repayment of long-term borrowings from financial institution.

Equity as at 31 March 2022 was US Dollar 152.7 million, a decrease of US Dollar 8.0 million or approximately 5.0% compared to US Dollar 160.7 million from 31 December 2021. This was mainly due to reported net loss for the period.

### **Working Capital**

The Company’s working capital as at 31 March 2022 was US Dollar 13.3 million, a decrease of US Dollar 12.6 million or approximately 48.6% compared to US Dollar 25.9 million as at 31 December 2021.



## **MERMAID MARITIME PUBLIC COMPANY LIMITED**

(Registered in the Kingdom of Thailand)

(Company Registration No. 0107550000017)

### **Consolidated Cash Flow Statements**

The Group had net cash from operating activities for the three-month period ended 31 March 2022 of US Dollar 6.9 million which was mainly from an increase in trade and other accounts payable offset against net loss for the period.

The Group had net cash used in investing activities for the three-month period ended 31 March 2022 of US Dollar 0.9 million. This was primarily due to an acquisition of property, plant and equipment of US Dollar 7.0 million which was offset against cash received from sale of property, plant and equipment and intangible assets of US Dollar 2.1 million, cash received from sale of current investment of US Dollar 2.9 million and cash received from long-term loan to related party of US Dollar 1.1 million.

The Group had net cash used in financing activities for the three-month period ended 31 March 2022 of US Dollar 4.0 million. This was primarily due to a repayment to financial institutions and finance cost paid of US Dollar 3.6 million and US Dollar 0.4 million, respectively.

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

Not applicable

### **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.**

#### **COVID-19 pandemic:**

Globally, COVID-19 risks remain based on renewed outbreaks caused by mutated variants. While it appears that the most recent waves have peaked, there is a noted uptick in some countries which remains a concern. As of now, more than 60% of the world population has received at least one dose of a COVID-19 vaccine. Vaccinations are expected to allow for a managed situation rather than a crisis, thus allowing for a more normalized business environment.

There is no doubt that global energy demand and supply pattern has been greatly disrupted by the COVID-19 pandemic. Global growth is expected to moderate from the 5.9% in 2021 to 4.4% in 2022 largely reflecting forecast markdowns in the world's two largest economies (USA & China). The oil and gas industry has rebounded strongly throughout 2021, with oil prices reaching their highest levels in six years. EIA expect the Brent price will average USD 108/b in the second quarter of 2022 and USD 102/b in the second half of 2022. This healthy price level will have a very positive impact on Subsea Business. While the industry's recovery is better than expected, uncertainty remains over market dynamics in 2023.

However, several OPEC+ members have insufficient cash to maintain oilfields during the pandemic as their economies crashed, and now cannot increase output until costly and time-consuming work is completed.



## **MERMAID MARITIME PUBLIC COMPANY LIMITED**

(Registered in the Kingdom of Thailand)

(Company Registration No. 010755000017)

### **Geopolitical Instability – Ukraine Invasion:**

#### **a- Global Impact:**

The impact of Russia’s invasion of Ukraine has rattled global markets. There will be lasting implications for commodities, energy policy and the energy transition. The International Energy Agency (“IEA”) forecasts global oil demand to be nearly 100m barrels per day (“bpd”) in 2022, lower than previously forecast because of the shock to global growth caused by the war in Ukraine. Russia produces about 10m bpd and exports about half of that plus about 3m bpd of oil products. It is unclear, however, how much of that supply might now be at stake. At least 1.5m bpd of oil and 1m bpd of oil products are likely to be lost from Russia, from April 2022 until at least the end of the year, as buyers either reject supplies voluntarily or do so to avoid breaching sanctions and thus the “Race to Replace” is being carefully navigated by those reliant on Russian oil and gas and equally by those positioning to replace it in the market. Anathema to this is Russia’s aggressive counter measures and which toolbox includes gas cuts *vis a vis* Poland and Bulgaria with more to potentially follow, aggressive discounting deals with India among others and obfuscation of export volume reporting via offshore blending of oil to hide its origin. There is no doubt that Russian oil is flowing, away from all the news headlines, adding further uncertainty in how the situation plays out in global markets. In reality, no one country can plug the hole that Russia would leave in the market in the event of a global ban and it is far from clear how this would be effectively enforced. Saudi Arabia, with 2m bpd spare, and the UAE with 1.1m bpd are the only two leading oil producers with immediate spare capacity to offset a Russian shortfall with the minor potential of sanctions affected Iran and Venezuela, US Shale and various other smaller producers such as Nigeria, Canada and Argentina being able to provide some relief, but not immediately. Only Iran with 100m barrels in floating storage could be accessed quickly, however, as has been seen with the release from the USA strategic fund it has limited and short-term pricing impact.

#### **b- Corporate impact:**

International Oil Companies (“IOC”) exposure to Russia is concentrated in the hands of a few: BP and Total Energies have by far the largest positions of the majors IOC. Wintershall DEA is proportionately the most exposed through its two large upstream JVs with Gazprom and the current crisis could influence the timing of its IPO. Stricter rules around access to the international financial system will hurt IOCs’ ability to receive dividends and other payments. Targeted sanctions against their Russian partners present a much more profound challenge.

#### **c- Operational Impact:**

Currently, Mermaid does not have – or intend to have - any operations requiring passage or deployment to or from the near affected area and is receiving constant updates of insurance and other related advisories in this regard.

Elevated inflation is expected to persist for longer than envisioned by WEO, with ongoing supply chain disruptions and high energy prices continuing in 2022. Assuming inflation expectations stay well anchored, inflation should gradually decrease as supply/demand imbalances wane in 2022 and monetary policy in major economies responds. The question remains as to the tolerance levels of major Central Banks (Fed, ECB, BOJ, BOE) to accept an uptick of inflationary pressure. We will monitor inflationary pressures closely to position ourselves in the best possible way to counter concerns about rising inflation.



## MERMAID MARITIME PUBLIC COMPANY LIMITED

(Registered in the Kingdom of Thailand)

(Company Registration No. 0107550000017)

Against this backdrop Mermaid maintains a cautionary perspective on the oil and gas outlook over the next 12 months, Mermaid believes that it remains one of those well-placed companies due to its strategic industry positioning, reputation, track record, and fiscal discipline. We intend to strive forward to maintain our competitive position. Looking ahead, the Group remains focused on building capacity in the Engineering and Cable divisions with the intended goal of being able to seamlessly move into the renewables space when the opportunity presents.

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

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

No dividend has been declared during the period.

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

No dividend has been declared during the period.

#### ***(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).***

No dividend has been declared during the period.

#### ***(d) The date the dividend is payable.***

No dividend has been declared during the period.

***(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.***

No dividend has been declared during the period.

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

No dividend has been declared or recommended by the board of directors (“Directors”) of the Company in respect of 1Q2022 due to the net losses of the Group.

### **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.



**MERMAID MARITIME PUBLIC COMPANY LIMITED**

(Registered in the Kingdom of Thailand)  
(Company Registration No. 010755000017)

The aggregate value of interested person transactions of the Group entered into during the three-month period ended 31 March 2022 are as below:

Name of interested person	Nature of relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Mr. Chalermchai Mahagitsiri  Thoresen Thai Agencies Public Company Limited ("TTA")	Mr. Chalermchai is a director and a major shareholder of Mermaid Ventures Co., Ltd ("MMV") and Mermaid International Ventures ("MIV") by holding indirectly via the Company and TTA.  Mr. Chalermchai is a director and a major shareholder of V Ventures Technologies Co., Ltd. ("VVT") and Thor Friendship Shipping Pte. Ltd. ("TFS") by holding indirectly via TTA.  TTA holds 58.22% the total share capital of the Company.	MMV, a subsidiary of the Company, sold total 10,000 ordinary shares and all the associated claim rights and obligations of loan debt with KK Venture Company Limited of Baht 37.2 million or equivalent to US Dollar 1.1 million to VVT, a subsidiary of TTA.  MIV, a subsidiary of the Company, sold current investment and intangible assets of US Dollar 4.93 million to TFS, a subsidiary of TTA.	-

**14. 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 2022 of the Group and the Company to be false or misleading in any material respect.

**15. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1)**

The Company has received undertakings from all its directors and executive officers in the format as set out in Appendix 7H under Rule 720(1) of the Listing Manual of the SGX-ST

**16. A reconciliation of a difference between TFRS to IFRS.**

There is no significant difference between TFRS and IFRS.





**MERMAID MARITIME PUBLIC COMPANY LIMITED**

(Registered in the Kingdom of Thailand)

(Company Registration No. 0107550000017)

**BY ORDER OF THE BOARD**

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