



**SEATRIUM LIMITED**  
Registration Number: 196300098Z

**CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS ENDED 30 JUNE  
2024 & RELATED ANNOUNCEMENT**

**TABLE OF CONTENTS**

<b>A.</b>	<b>Condensed interim consolidated income statement</b>	<b>1</b>
<b>B.</b>	<b>Condensed interim consolidated statement of comprehensive income</b>	<b>2</b>
<b>C.</b>	<b>Condensed interim balance sheets</b>	<b>3</b>
<b>D.</b>	<b>Condensed interim statements of changes in equity</b>	<b>4</b>
<b>E.</b>	<b>Condensed interim consolidated statement of cash flows</b>	<b>6</b>
<b>F.</b>	<b>Notes to the condensed interim financial statements</b>	<b>7</b>
<b>G.</b>	<b>Other information required by Listing Rule Appendix 7.2</b>	<b>25</b>



SEATRIUM LIMITED  
Registration Number: 196300098Z

**UNAUDITED RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2024**

**A. CONDENSED INTERIM CONSOLIDATED INCOME STATEMENT**

	Note	Group		+ / (-) %
		1H 2024 \$'000	1H 2023 \$'000	
<b>Revenue</b>	3	<b>4,014,744</b>	<b>2,885,511</b>	<b>39.1</b>
Cost of sales	4	(3,867,402)	(3,035,896)	27.4
<b>Gross profit/(loss)</b>		<b>147,342</b>	<b>(150,385)</b>	<b>n.m.</b>
Other operating income, net	5	136,972	131,651	4.0
General and administrative expenses	6	(170,023)	(153,876)	10.5
<b>Operating profit/(loss)</b>		<b>114,291</b>	<b>(172,610)</b>	<b>n.m.</b>
Finance income	7	76,102	92,072	(17.3)
Finance costs	7	(132,524)	(158,730)	(16.5)
Non-operating items	8	307	-	n.m.
Share of results of associates and joint ventures, net of tax		14,713	(1,269)	n.m.
<b>Profit/(loss) before tax</b>		<b>72,889</b>	<b>(240,537)</b>	<b>n.m.</b>
Tax expense	10	(38,152)	(26,322)	44.9
<b>Profit/(loss) for the period</b>		<b>34,737</b>	<b>(266,859)</b>	<b>n.m.</b>
<b>Profit/(loss) attributable to:</b>				
Owners of the Company		<b>35,972</b>	<b>(264,374)</b>	<b>n.m.</b>
Non-controlling interests		(1,235)	(2,485)	(50.3)
<b>Profit/(loss) for the period</b>		<b>34,737</b>	<b>(266,859)</b>	<b>n.m.</b>
<b>Earnings per ordinary share (cents)</b>	12			
Basic		1.05	(9.40)*	n.m.
Diluted		1.05	(9.40)*	n.m.

n.m.: not meaningful

\* With the completion of the share consolidation of every twenty (20) existing shares into one (1) consolidated share on 9 May 2024, prior year comparatives for earnings per share were restated per SFRS(I) 1-33 through retrospective application of the consolidation factor of 20 to the weighted average number of shares.

**B. CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Group		
	1H 2024	1H 2023	+ / (-)
	\$'000	\$'000	%
<b>Profit/(loss) for the period</b>	<b>34,737</b>	<b>(266,859)</b>	<b>n.m.</b>
<b>Other comprehensive income</b>			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Foreign currency translation differences for foreign operations	(10,878)	(7,515)	44.8
Net change in fair value of cash flow hedges	(66,848)	(14,899)	n.m.
Net change in fair value of cash flow hedges transferred to profit or loss	5,733	8,178	(29.9)
	<u>(71,993)</u>	<u>(14,236)</u>	n.m.
<i>Items that may not be reclassified subsequently to profit or loss:</i>			
Net change in fair value of equity investments at fair value through other comprehensive income (FVOCI)	2,265	(335)	n.m.
Other comprehensive income for the period, net of tax	<u>(69,728)</u>	<u>(14,571)</u>	n.m.
<b>Total comprehensive income for the period</b>	<b><u>(34,991)</u></b>	<b><u>(281,430)</u></b>	<b>(87.6)</b>
<b>Total comprehensive income attributable to:</b>			
Owners of the Company	(31,483)	(279,300)	(88.7)
Non-controlling interests	<u>(3,508)</u>	<u>(2,130)</u>	64.7
<b>Total comprehensive income for the period</b>	<b><u>(34,991)</u></b>	<b><u>(281,430)</u></b>	<b>(87.6)</b>

## C. CONDENSED INTERIM BALANCE SHEETS

	Note	Group		Company	
		As at 30-Jun-2024 \$'000	As at 31-Dec-2023 \$'000	As at 30-Jun-2024 \$'000	As at 31-Dec-2023 \$'000
<b>Non-current assets</b>					
Property, plant and equipment	13	4,001,562	4,081,038	442	604
Right-of-use assets	13	583,858	628,669	-	266
Investment properties		-	-	1,819	2,473
Investments in subsidiaries	14	-	-	8,338,428	8,227,199
Interests in associates and joint ventures		191,841	180,267	-	-
Other financial assets		100,025	114,605	-	-
Trade and other receivables		394,795	467,049	600,013	1,970,000
Intangible assets		4,161,482	4,215,383	133	133
Deferred tax assets		209,973	220,052	22,459	26,349
		<u>9,643,536</u>	<u>9,907,063</u>	<u>8,963,294</u>	<u>10,227,024</u>
<b>Current assets</b>					
Inventories		217,966	192,116	-	-
Trade and other receivables		2,356,173	1,159,213	1,595,321	261,454
Contract costs		57,931	20,043	-	-
Contract assets		4,150,365	2,619,080	-	-
Tax recoverable		7,761	5,057	-	-
Assets held for sale		-	2,950	-	-
Other financial assets		27,894	51,279	-	-
Cash and cash equivalents		1,637,779	2,270,240	34,654	57,618
		<u>8,455,869</u>	<u>6,319,978</u>	<u>1,629,975</u>	<u>319,072</u>
<b>Total assets</b>		<u>18,099,405</u>	<u>16,227,041</u>	<u>10,593,269</u>	<u>10,546,096</u>
<b>Current liabilities</b>					
Trade and other payables		4,725,728	4,136,950	96,955	63,643
Contract liabilities		1,374,503	433,757	-	-
Provisions		831,077	858,954	174,981	159,124
Other financial liabilities		32,228	16,159	-	-
Current tax payable		57,369	31,109	15,234	11,366
Interest-bearing borrowings	16	690,716	743,381	-	-
Lease liabilities		45,636	45,037	-	-
		<u>7,757,257</u>	<u>6,265,347</u>	<u>287,170</u>	<u>234,133</u>
<b>Net current assets</b>		<u>698,612</u>	<u>54,631</u>	<u>1,342,805</u>	<u>84,939</u>
<b>Non-current liabilities</b>					
Deferred tax liabilities		86,765	98,399	-	-
Provisions		631,837	683,769	39,999	79,169
Other financial liabilities		4,615	73	-	-
Interest-bearing borrowings	16	2,752,905	2,273,791	-	-
Lease liabilities		459,609	488,723	-	-
Other long-term payables		31,303	1,377	-	-
		<u>3,967,034</u>	<u>3,546,132</u>	<u>39,999</u>	<u>79,169</u>
<b>Total liabilities</b>		<u>11,724,291</u>	<u>9,811,479</u>	<u>327,169</u>	<u>313,302</u>
<b>Net assets</b>		<u>6,375,114</u>	<u>6,415,562</u>	<u>10,266,100</u>	<u>10,232,794</u>
<b>Equity attributable to owners of the Company</b>					
Share capital	17	8,753,920	8,753,920	8,753,920	8,753,920
Other reserves		(131,825)	(58,913)	(31,097)	(25,640)
Revenue reserve		(2,264,409)	(2,300,381)	1,543,277	1,504,514
		<u>6,357,686</u>	<u>6,394,626</u>	<u>10,266,100</u>	<u>10,232,794</u>
Non-controlling interests		17,428	20,936	-	-
<b>Total equity</b>		<u>6,375,114</u>	<u>6,415,562</u>	<u>10,266,100</u>	<u>10,232,794</u>

## D. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

### i. Statements of Changes in Equity of the Group

	Attributable to owners of the Company										
	Share capital \$'000	Reserve for own shares \$'000	Capital reserves \$'000	Currency translation reserve \$'000	Share-based payments reserve \$'000	Hedging reserve \$'000	Fair value reserve \$'000	Revenue reserve \$'000	Total \$'000	Non-controlling interests \$'000	Total equity \$'000
<b>1H 2024</b>											
At 1 January 2024	8,753,920	(2,693)	(2,041)	(37,217)	(25,995)	11,279	(2,246)	(2,300,381)	6,394,626	20,936	6,415,562
<b>Total comprehensive income</b>											
Profit/(loss) for the period	-	-	-	-	-	-	-	35,972	35,972	(1,235)	34,737
<b>Other comprehensive income</b>											
Foreign currency translation differences for foreign operations	-	-	-	(8,605)	-	-	-	-	(8,605)	(2,273)	(10,878)
Net change in fair value of cash flow hedges	-	-	-	-	-	(66,848)	2,265	-	(64,583)	-	(64,583)
Net change in fair value of cash flow hedges transferred to profit or loss	-	-	-	-	-	5,733	-	-	5,733	-	5,733
Total other comprehensive income	-	-	-	(8,605)	-	(61,115)	2,265	-	(67,455)	(2,273)	(69,728)
<b>Total comprehensive income</b>	-	-	-	(8,605)	-	(61,115)	2,265	35,972	(31,483)	(3,508)	(34,991)
<b>Transactions with owners of the Company, recognised directly in equity</b>											
Purchase of treasury shares	-	(7,662)	-	-	-	-	-	-	(7,662)	-	(7,662)
Issue of treasury shares	-	274	-	-	-	-	-	-	274	-	274
Share-based payments	-	-	-	-	1,931	-	-	-	1,931	-	1,931
Total transactions with owners	-	(7,388)	-	-	1,931	-	-	-	(5,457)	-	(5,457)
At 30 June 2024	8,753,920	(10,081)	(2,041)	(45,822)	(24,064)	(49,836)	19	(2,264,409)	6,357,686	17,428	6,375,114
<b>1H 2023</b>											
At 1 January 2023	4,074,215	(1)	(1,683)	(23,517)	(25,995)	29,524	-	(283,188)	3,769,355	19,036	3,788,391
<b>Total comprehensive income</b>											
Loss for the period	-	-	-	-	-	-	-	(264,374)	(264,374)	(2,485)	(266,859)
<b>Other comprehensive income</b>											
Foreign currency translation differences for foreign operations	-	-	-	(7,530)	-	-	-	-	(7,530)	15	(7,515)
Net change in fair value of cash flow hedges	-	-	-	-	-	(15,239)	(335)	-	(15,574)	340	(15,234)
Net change in fair value of cash flow hedges transferred to profit or loss	-	-	-	-	-	8,178	-	-	8,178	-	8,178
Total other comprehensive income	-	-	-	(7,530)	-	(7,061)	(335)	-	(14,926)	355	(14,571)
<b>Total comprehensive income</b>	-	-	-	(7,530)	-	(7,061)	(335)	(264,374)	(279,300)	(2,130)	(281,430)
<b>Transactions with owners of the Company, recognised directly in equity</b>											
Purchase of treasury shares	-	(149)	-	-	-	-	-	-	(149)	-	(149)
Issue of treasury shares	-	137	-	-	-	-	-	-	137	-	137
New shares issuance from acquisition of subsidiaries	4,679,705	-	-	-	-	-	-	-	4,679,705	14,999	4,694,704
Total transactions with owners	4,679,705	(12)	-	-	-	-	-	-	4,679,693	14,999	4,694,692
At 30 June 2023	8,753,920	(13)	(1,683)	(31,047)	(25,995)	22,463	(335)	(547,562)	8,169,748	31,905	8,201,653

**D. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (Cont'd)**

**ii. Statements of Changes in Equity of the Company**

	Share capital \$'000	Reserve for own shares \$'000	Capital reserves \$'000	Share-based payments reserve \$'000	Revenue reserve \$'000	Total equity \$'000
<b>1H 2024</b>						
<b>At 1 January 2024</b>	8,753,920	(2,693)	960	(23,907)	1,504,514	10,232,794
<b>Total comprehensive income</b>						
Profit for the period	-	-	-	-	38,763	38,763
<b>Other comprehensive income</b>						
Total other comprehensive income	-	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	-	-	38,763	38,763
<b>Transactions with owners of the Company, recognised directly in equity</b>						
Purchase of treasury shares	-	(7,662)	-	-	-	(7,662)
Issue of treasury shares	-	274	-	-	-	274
Share-based payments	-	-	-	1,931	-	1,931
<b>Total transactions with owners</b>	-	(7,388)	-	1,931	-	(5,457)
<b>At 30 June 2024</b>	<b>8,753,920</b>	<b>(10,081)</b>	<b>960</b>	<b>(21,976)</b>	<b>1,543,277</b>	<b>10,266,100</b>
<b>1H 2023</b>						
<b>At 1 January 2023</b>	4,074,215	(1)	960	(23,907)	1,484,498	5,535,765
<b>Total comprehensive income</b>						
Profit for the period	-	-	-	-	64,751	64,751
<b>Other comprehensive income</b>						
Total other comprehensive income	-	-	-	-	-	-
<b>Total comprehensive income</b>	-	-	-	-	64,751	64,751
<b>Transactions with owners of the Company, recognised directly in equity</b>						
Purchase of treasury shares	-	(149)	-	-	-	(149)
Issue of treasury shares	-	137	-	-	-	137
New shares issuance from acquisition of subsidiaries	4,679,705	-	-	-	-	4,679,705
<b>Total transactions with owners</b>	<b>4,679,705</b>	<b>(12)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,679,693</b>
<b>At 30 June 2023</b>	<b>8,753,920</b>	<b>(13)</b>	<b>960</b>	<b>(23,907)</b>	<b>1,549,249</b>	<b>10,280,209</b>

## E. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	Group	
	1H 2024 \$'000	1H 2023 \$'000
<b>Cash flows from operating activities:</b>		
Profit/(loss) for the period	34,737	(266,859)
Adjustments for:		
Finance income	(76,102)	(92,072)
Finance costs	132,524	158,730
Depreciation of property, plant and equipment, and right-of-use assets	139,362	140,901
Amortisation of intangible assets	54,667	59,114
Share of results of associates and joint ventures, net of tax	(14,713)	1,269
Gain on disposal of property, plant and equipment, net	(34,774)	(3,200)
Gain on termination of lease liabilities	(1,747)	-
Gain on disposal of asset held for sale	(307)	-
Changes in fair value of financial instruments	(10,545)	32,791
Share-based payment expenses	1,931	-
Provision for onerous contracts, net	69,935	-
Write-back of provision for restoration costs, net	-	(2,033)
Property, plant and equipment written off	154	-
Write-down of inventories, net	2,225	8,254
Impairment losses on trade receivables and contract assets, net	13,149	(985)
Tax expense	38,152	26,322
Operating profit before working capital changes	348,648	62,232
Changes in working capital:		
Inventories	(28,075)	(135,738)
Contract costs	(37,888)	13,225
Contract assets	(1,530,435)	(42,226)
Contract liabilities	940,746	(125,067)
Trade and other receivables	(1,094,625)	(332,252)
Trade and other payables	610,651	491,879
Provisions	(163,987)	(17,339)
Cash used in operations	(954,965)	(85,286)
Interest income received	36,428	105,720
Interest paid	(98,262)	(131,677)
Tax paid	(17,710)	(21,950)
Net cash used in operating activities	(1,034,509)	(133,193)
<b>Cash flows from investing activities:</b>		
Purchase of property, plant and equipment	(67,947)	(50,203)
Proceeds from sale of property, plant and equipment	59,604	3,988
Proceeds from disposal of asset held for sale	3,188	-
Purchase of intangible assets	(505)	(91)
Acquisition of subsidiaries, net of cash acquired	(359)	750,043
Dividend received	23,497	388
Proceeds from capital reduction of associate	1,902	-
Distribution from other investments	647	5,424
Purchase of other investments	(105)	(20)
Net cash generated from investing activities	19,922	709,529
<b>Cash flows from financing activities:</b>		
Proceeds from borrowings	1,538,003	273,503
Repayment of borrowings	(1,130,952)	(581,875)
Purchase of treasury shares	(7,662)	(149)
Payment of lease liabilities	(23,137)	(26,997)
Net cash generated from/(used in) financing activities	376,252	(335,518)
Net (decrease)/increase in cash and cash equivalents	(638,335)	240,818
<b>Cash and cash equivalents at beginning of the period</b>	2,270,240	2,090,843
Effect of exchange rate changes on balances held in foreign currencies	5,874	(1,254)
<b>Cash and cash equivalents at end of the period</b>	<b>1,637,779</b>	<b>2,330,407</b>

## **F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**

### **1. Domicile and activities**

Seatrium Limited is a company incorporated in the Republic of Singapore and has its registered office at 80 Tuas South Boulevard, Singapore 637051, and whose shares are publicly traded on the Mainboard of the Singapore Exchange. These condensed interim financial statements as at and for the period ended 30 June 2024 comprise the Company and its subsidiaries (together referred to as the “Group”) and the Group’s interests in associates and joint ventures.

The principal activities of the Company are the provision of management services and investment holding. The principal activities of the Group are the provision of innovative engineering solutions to the global offshore, marine and energy industries.

### **2. Basis of preparation**

#### **2.1. Going concern basis of accounting**

The condensed interim financial statements have been prepared on a going concern basis, which assumes that the Group will be able to meet its debt obligations as and when they fall due within the next twelve months.

During the current period, the Group registered negative operating cash flows of \$1,034,509,000 for the six months ended 30 June 2024 (1H 2023: \$133,193,000). Despite this, the Group recorded net current assets of \$698,612,000 as at 30 June 2024 (31 December 2023: \$54,631,000).

The Group had secured \$0.6 billion of refinancing and new committed loans, which aids the increment in net current asset position as at 30 June 2024. With more than \$2.5 billion of cash and undrawn credit facilities available, the Group has adequate liquidity to settle current borrowings as they fall due.

The Group is therefore confident that the continuing use of the going concern assumption in the preparation of the financial statements is appropriate.

#### **2.2. Statement of compliance**

The condensed interim financial statements are prepared in accordance with Singapore Financial Reporting Standards (International) (SFRS(I)s) and IFRS Accounting Standards as issued by the International Accounting Standards Board. SFRS(I)s are issued by the Accounting Standards Council, which comprise standards and interpretations that are equivalent to IFRSs issued by the International Accounting Standards Board. All references to SFRS(I)s and IFRSs are referred to as SFRS(I)s in these condensed interim financial statements unless otherwise specified.

The condensed interim financial statements for the six months ended 30 June 2024 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting*. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2023.

Except as disclosed in Note 2.3. below, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current period as the most recent audited financial statements for the year ended, and as at, 31 December 2023.

The condensed interim financial statements are presented in Singapore dollars which is the Company’s functional currency. All financial information presented in Singapore dollars has been rounded to the nearest thousand (\$’000), unless otherwise stated.



## **F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)**

### **2.3. New and amended standards**

The Group has applied the following SFRS(I)s, amendments to and interpretations of SFRS(I) for the first time for the annual period beginning on 1 January 2024:

- Amendments to SFRS(I) 16: *Lease Liability in a Sale and Leaseback*
- Amendments to SFRS(I) 1-7 and SFRS(I) 7: *Supplier Finance Arrangement*

The adoption of the above standards does not have any significant impact on the financial statements.

### **2.4. Use of estimates and judgements**

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

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 described in the last annual financial statements as at and for the year ended 31 December 2023.

## **3. Segment and revenue information**

The Group has two reportable segments. They are: (i) rigs & floaters, repairs & upgrades, offshore platforms and specialised shipbuilding; and (ii) ship chartering. The business units are managed separately because of their different business activities. The results of all projects related to shipbuilding and repairs are reviewed as a whole and form the basis for resource allocation decisions of the shipyard activities.

Inter-segment sales and transfers are carried out on an arm's length basis. Segment assets consist primarily of property, plant and equipment, intangible assets, current assets and exclude inter-segment balances. Segment liabilities comprise mainly operating liabilities and exclude inter-segment balances. Performance is measured based on segment profit before tax, as included in the internal management reports that are reviewed by the Chief Operating Decision Maker, which is defined to be the Group's CEO. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

Other operations include bulk trading in marine engineering related products, provision of harbour tug services to port users, collection and treatment of used copper slag, and the processing and distribution of copper slag for blast cleaning purposes.

The Group operates in 20 (31 December 2023: 20) countries with its principal operation in the Republic of Singapore. In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers. Segment assets are based on the geographical location of the assets.

## F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)

### 3.1. Operating segments

#### (i) Business segments:

	Rigs & floaters, Repairs & upgrades, Offshore platforms, and specialised shipbuilding \$'000	Ship chartering \$'000	Others \$'000	Elimination \$'000	Total \$'000
<b>1H 2024</b>					
<b>Revenue</b>					
Sales to external parties	3,999,473	14,680	591	-	4,014,744
Inter-segment sales	-	-	730	(730)	-
<b>Total</b>	<b>3,999,473</b>	<b>14,680</b>	<b>1,321</b>	<b>(730)</b>	<b>4,014,744</b>
<b>Results</b>					
Segment results	97,412	(4,048)	20,927	-	114,291
Finance income	105,494	32	94,669	(124,093)	76,102
Finance costs	(144,176)	(1,255)	(111,186)	124,093	(132,524)
Non-operating items	307	-	-	-	307
Share of results of associates and joint ventures, net of tax	268	-	14,445	-	14,713
Profit/(loss) before tax	59,305	(5,271)	18,855	-	72,889
Tax expense	(33,015)	(2,322)	(2,815)	-	(38,152)
<b>Profit/(loss) for the period</b>	<b>26,290</b>	<b>(7,593)</b>	<b>16,040</b>	<b>-</b>	<b>34,737</b>
<b>Capital expenditure</b>	<b>65,792</b>	<b>2,921</b>	<b>-</b>	<b>-</b>	<b>68,713</b>
<b>Significant non-cash items</b>					
Depreciation and amortisation	184,352	8,268	1,409	-	194,029
Changes in fair value of financial instruments	(2,046)	-	(8,499)	-	(10,545)
Provision for onerous contract, net	69,935	-	-	-	69,935
Property, plant and equipment written off	154	-	-	-	154
Write-down of inventories	2,222	-	3	-	2,225
Impairment losses on trade receivables and contract assets, net	12,278	-	871	-	13,149
<b>As at 30-Jun-2024</b>					
<b>Assets</b>					
Segment assets	18,558,501	258,401	4,821,462	(5,948,534)	17,689,830
Interests in associates and joint ventures	9,692	-	182,149	-	191,841
Deferred tax assets	207,676	2,297	-	-	209,973
Tax recoverable	7,761	-	-	-	7,761
<b>Total assets</b>	<b>18,783,630</b>	<b>260,698</b>	<b>5,003,611</b>	<b>(5,948,534)</b>	<b>18,099,405</b>
<b>Liabilities</b>					
Segment liabilities	12,799,539	105,760	4,623,392	(5,948,534)	11,580,157
Deferred tax liabilities	85,491	-	1,274	-	86,765
Current tax payable	50,482	3,509	3,378	-	57,369
<b>Total liabilities</b>	<b>12,935,512</b>	<b>109,269</b>	<b>4,628,044</b>	<b>(5,948,534)</b>	<b>11,724,291</b>

**F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)**

**3.1. Operating segments (Cont'd)**

**(i) Business segments:**

<b>1H 2023</b>	<b>Rigs &amp; floaters, Repairs &amp; upgrades, Offshore platforms, and Specialised shipbuilding</b>	<b>Ship chartering</b>	<b>Others</b>	<b>Elimination</b>	<b>Total</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Revenue</b>					
Sales to external parties	2,862,692	21,599	1,220	-	2,885,511
Inter-segment sales	-	-	33,229	(33,229)	-
<b>Total</b>	<b>2,862,692</b>	<b>21,599</b>	<b>34,449</b>	<b>(33,229)</b>	<b>2,885,511</b>
<b>Results</b>					
Segment results	(174,214)	2,756	(1,152)	-	(172,610)
Finance income	78,183	19	86,494	(72,624)	92,072
Finance costs	(173,027)	(565)	(57,762)	72,624	(158,730)
Share of results of associates and joint ventures, net of tax	1,071	-	(2,340)	-	(1,269)
(Loss)/profit before tax	(267,987)	2,210	25,240	-	(240,537)
Tax expense	(25,063)	(562)	(697)	-	(26,322)
<b>(Loss)/profit for the period</b>	<b>(293,050)</b>	<b>1,648</b>	<b>24,543</b>	<b>-</b>	<b>(266,859)</b>
<b>Capital expenditure</b>	<b>47,105</b>	<b>2,102</b>	<b>692</b>	<b>-</b>	<b>49,899</b>
<b>Significant non-cash items</b>					
Depreciation and amortisation	193,460	5,461	1,094	-	200,015
Changes in fair value of financial instruments	320	-	32,471	-	32,791
Write-back of restoration costs, net	(2,033)	-	-	-	(2,033)
Write-down of inventories, net	8,254	-	-	-	8,254
Write-back of impairment losses on trade receivables and contract assets, net	(985)	-	-	-	(985)
<b>As at 31-Dec-2023</b>					
<b>Assets</b>					
Segment assets	16,833,036	267,159	3,334,457	(4,612,987)	15,821,665
Interests in associates and joint ventures	11,546	-	168,721	-	180,267
Deferred tax assets	214,999	3,399	1,654	-	220,052
Tax recoverable	5,057	-	-	-	5,057
<b>Total assets</b>	<b>17,064,638</b>	<b>270,558</b>	<b>3,504,832</b>	<b>(4,612,987)</b>	<b>16,227,041</b>
<b>Liabilities</b>					
Segment liabilities	10,546,673	98,149	3,650,136	(4,612,987)	9,681,971
Deferred tax liabilities	96,979	-	1,420	-	98,399
Current tax payable	24,496	2,494	4,119	-	31,109
<b>Total liabilities</b>	<b>10,668,148</b>	<b>100,643</b>	<b>3,655,675</b>	<b>(4,612,987)</b>	<b>9,811,479</b>

**F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)**

**3.1. Operating segments (Cont'd)**

**(ii) Geographical segments:**

	Revenue from external customers	Capital expenditure	Non-current assets <sup>(1)</sup>	Total assets
	1H 2024 \$'000	1H 2024 \$'000	As at 30-Jun-2024 \$'000	As at 30-Jun-2024 \$'000
Singapore	247,849	48,321	7,471,362	14,845,707
Rest of Asia, Australia & India	319,627	2,517	297,690	595,509
Rest of Middle East & Africa	46,175	4	11,662	51,221
United Kingdom	84,739	9	3,824	11,866
Norway	34,679	77	102,725	116,932
The Netherlands	183,299	2,921	73,722	150,521
Rest of Europe	240,726	165	250	3,644
Brazil	2,291,471	14,217	1,326,012	2,172,651
U.S.A.	562,692	482	46,068	151,018
Other countries	3,487	-	179	336
<b>Total</b>	<b>4,014,744</b>	<b>68,713</b>	<b>9,333,494</b>	<b>18,099,405</b>
	1H 2023 \$'000	1H 2023 \$'000	As at 31-Dec-2023 \$'000	As at 31-Dec-2023 \$'000
Singapore	183,469	40,675	7,630,919	13,194,765
Rest of Asia, Australia & India	220,629	4,714	334,414	573,048
Rest of Middle East & Africa	57,592	4	11,683	49,513
United Kingdom	93,293	56	3,805	11,940
Norway	75,311	20	96,802	109,636
The Netherlands	29,024	-	78,049	144,149
Rest of Europe	309,520	-	116	2,980
Brazil	1,558,641	3,829	1,366,654	2,006,607
U.S.A.	350,582	601	49,908	134,131
Other countries	7,450	-	26	272
<b>Total</b>	<b>2,885,511</b>	<b>49,899</b>	<b>9,572,376</b>	<b>16,227,041</b>

<sup>(1)</sup> Non-current assets presented consist of property, plant and equipment, right-of-use assets, investments in associates and joint ventures, trade and other receivables and intangible assets.

**F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)**

**3.2. Disaggregation of revenue**

	<b>Rigs &amp; floaters, Repairs &amp; upgrades, Offshore platforms and Specialised shipbuilding \$'000</b>	<b>Ship chartering \$'000</b>	<b>Others \$'000</b>	<b>Elimination \$'000</b>	<b>Total \$'000</b>
<b>1H 2024</b>					
<b>Revenue</b>					
Sales to external parties	3,999,473	14,680	591	-	4,014,744
Inter-segment sales	-	-	730	(730)	-
<b>Total</b>	<b>3,999,473</b>	<b>14,680</b>	<b>1,321</b>	<b>(730)</b>	<b>4,014,744</b>
<b>Major product and service lines</b>					
Ship and rig building or conversion	2,800,067	-	-	-	2,800,067
Repair, maintenance and related services	517,127	-	-	-	517,127
Offshore platforms	616,259	-	-	-	616,259
Specialised shipbuilding	18,976	-	-	-	18,976
Charter hire	-	14,680	-	-	14,680
Sale of goods	-	-	591	-	591
Others	47,044	-	-	-	47,044
<b>Total</b>	<b>3,999,473</b>	<b>14,680</b>	<b>591</b>	<b>-</b>	<b>4,014,744</b>
<b>Timing of revenue recognition</b>					
Control transferred over time	3,972,556	14,680	-	-	3,987,236
Control transferred at a point in time	26,917	-	591	-	27,508
<b>Total</b>	<b>3,999,473</b>	<b>14,680</b>	<b>591</b>	<b>-</b>	<b>4,014,744</b>
<b>1H 2023</b>					
<b>Revenue</b>					
Sales to external parties	2,862,692	21,599	1,220	-	2,885,511
Inter-segment sales	-	-	33,229	(33,229)	-
<b>Total</b>	<b>2,862,692</b>	<b>21,599</b>	<b>34,449</b>	<b>(33,229)</b>	<b>2,885,511</b>
<b>Major product and service lines</b>					
Ship and rig building or conversion	2,032,150	-	-	-	2,032,150
Repair, maintenance and related services	503,525	-	-	-	503,525
Offshore platforms	245,426	-	-	-	245,426
Specialised shipbuilding	29,814	-	-	-	29,814
Charter hire	-	21,599	-	-	21,599
Sale of goods	-	-	1,220	-	1,220
Others	51,777	-	-	-	51,777
<b>Total</b>	<b>2,862,692</b>	<b>21,599</b>	<b>1,220</b>	<b>-</b>	<b>2,885,511</b>
<b>Timing of revenue recognition</b>					
Control transferred over time	2,827,895	21,599	-	-	2,849,494
Control transferred at a point in time	34,797	-	1,220	-	36,017
<b>Total</b>	<b>2,862,692</b>	<b>21,599</b>	<b>1,220</b>	<b>-</b>	<b>2,885,511</b>

**F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)**

**4. Cost of sales**

	<b>Group</b>	
	<b>1H 2024</b>	<b>1H 2023</b>
	<b>\$'000</b>	<b>\$'000</b>
Cost of sales	(3,867,402)	(3,035,896)
<i>Included in cost of sales:</i>		
Depreciation and amortisation	(181,393)	(188,826)
Write-down of inventories, net	(2,225)	(8,254)
Property, plant and equipment written off	(73)	-

**5. Other operating income, net**

	<b>Note</b>	<b>Group</b>	
		<b>1H 2024</b>	<b>1H 2023</b>
		<b>\$'000</b>	<b>\$'000</b>
Other operating income		137,481	164,497
Other operating expenses		(509)	(32,846)
		<b>136,972</b>	<b>131,651</b>
<i>Included in other operating income, net:</i>			
Changes in fair value of financial instruments	(i)	10,545	(32,791)
Foreign exchange gain, net	(ii)	2,451	51,284
Gain on disposal of property, plant and equipment, net	(iii)	34,774	3,200
Write-back of provision for restoration costs, net	(iv)	-	2,033
Rental income	(v)	17,966	13,332
Grant income	(vi)	1,128	1,561
Other income	(vii)	70,617	93,087
Other expenses		(509)	(55)
		<b>136,972</b>	<b>131,651</b>

- (i) Changes in fair value of financial instruments were due to mark-to-market adjustments of foreign currency forward contracts used for managing the Group's foreign currency exposures.
- (ii) Foreign exchange gain in 1H 2024 and 1H 2023 was mainly due to the revaluation of assets and liabilities denominated in United States dollar to Singapore dollar.
- (iii) The gain on disposal of property, plant and equipment in 1H 2024 was mainly from sale of non-core assets.
- (iv) The net write back of provision for restoration costs for 1H 2023 was mainly for Tanjong Kling Yard provision made in FY 2022.
- (v) Higher rental income in 1H 2024 compared to the corresponding period last year was mainly due to acquisition of Seatrium O&M in February last year.
- (vi) Lower grant income in 1H 2024 was mainly due to lower government grants.
- (vii) Lower other income in 1H 2024 was mainly due to lower claims for legal cost incurred.

**F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)**

**6. General and administrative expenses**

	Group	
	1H 2024 \$'000	1H 2023 \$'000
General and administrative expenses	(170,023)	(153,876)
<i>Included in general and administrative expenses:</i>		
Depreciation and amortisation	(12,636)	(11,189)
Impairment losses on trade receivables and contract assets, net	(13,149)	985
Property, plant and equipment written off	(81)	-

**7. Finance income and finance costs**

	Note	Group	
		1H 2024 \$'000	1H 2023 \$'000
Finance income	(i)	76,102	92,072
Finance costs	(ii)	(132,524)	(158,730)
		<u>(56,422)</u>	<u>(66,658)</u>
<i>Included in finance income/(costs):</i>			
Interest income		55,584	92,072
Dividend income		20,518	-
Interest paid and payable to bank and others		(95,703)	(130,900)
Amortisation of capitalised transaction costs		(10,569)	(7,404)
Unwind of discount on restoration costs		(11,149)	(7,836)
Interest expense on lease liabilities		(15,103)	(12,590)
		<u>(56,422)</u>	<u>(66,658)</u>

- (i) Lower finance income in 1H 2024 was mainly due to lower interest income from customers on deferred payment arrangement.
- (ii) Lower finance costs in 1H 2024 was mainly due to lower interest expense from borrowings.

**8. Non-operating items**

	Note	Group	
		1H 2024 \$'000	1H 2023 \$'000
Gain on disposal of asset held for sale	(i)	307	-

- (i) The gain arose from the sale of marine vessel to a buyer.

**9. Seasonality of operations**

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

## F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)

### 10. Tax expense

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated income statement are:

	Group	
	1H 2024 \$'000	1H 2023 \$'000
<b>Current tax (expense)/credit</b>		
Current year	(43,142)	(40,017)
Over provided in prior years	2,065	2,710
<b>Deferred tax credit/(expense)</b>		
Movements in temporary differences	3,242	10,966
(Under)/over provided in prior years	(317)	19
<b>Tax expense</b>	<b>(38,152)</b>	<b>(26,322)</b>

During 1H 2024, the Group recognised deferred tax credit of \$2,925,000 (1H 2023: \$10,985,000) relating to unutilised tax losses, investment allowances and deductible temporary differences. The deferred tax credit are recognised only to the extent that it is probable that the related tax benefit will be realised.

### 11. Dividend

There is no dividend recommended for the period ended 30 June 2024 (1H 2023: nil).

### 12. Earnings per ordinary share

	Group	
	1H 2024	1H 2023*
(i) Based on the weighted average number of shares (cents)	1.05	(9.40)
- Weighted average number of shares ('000)	3,410,854	2,811,296
(ii) On a fully diluted basis (cents)	1.05	(9.40)
- Adjusted weighted average number of shares ('000)	3,410,854	2,811,296

\* With the completion of the share consolidation of every twenty (20) existing shares into one (1) consolidated share on 9 May 2024, prior year comparatives for earnings per share were restated per SFRS(I) 1-33 through retrospective application of the consolidation factor of 20 to the weighted average number of shares.

### 13. Property, Plant and Equipment ("PPE"), Right-of-use assets ("ROU") and leases

During the six months ended 30 June 2024, additions to PPE amounted to \$68,050,000, of which \$103,000 was due to acquisition of Keppel Digi Pte Ltd described in Note 20(i) (1H 2023: \$1,274,108,000, of which \$1,161,678,000 was due to acquisition of Seatrium O&M described in Note 20 (ii)).

The Group leases many assets including land and buildings and tugboats. During the six months ended 30 June 2024, the Group recognised ROU assets amounting to \$2,791,000 (1H 2023: \$701,059,000, of which \$697,212,000 was due to acquisition of Seatrium O&M described in Note 20(ii)).

As at 30 June 2024, the Group considered the events in the period and no impairment is required based on the Group's assessment of market conditions.



**F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)**

**14. Investments in subsidiaries**

***Impairment assessment of the Company's investment in subsidiaries***

As at 30 June 2024, the Group considered the events in the period and no impairment is required based on the Group's assessment of market conditions.

**15. Net asset value**

	Group		Company	
	30-Jun-2024	31-Dec-2023*	30-Jun-2024	31-Dec-2023*
Net asset value per ordinary share based on issued share capital at the end of the financial period/year (cents)	186.65	187.48	301.39	300.01

\* Prior year comparatives for ordinary shares were restated per SFRS(I) 1-33 through retrospective application of the consolidation factor of 20 to the number of shares.

**16. Group's borrowings and debt securities**

	As at 30-Jun-2024	As at 31-Dec-2023
	\$'000	\$'000
<b>Interest-bearing borrowings:</b>		
(i) <b><u>Amount repayable in one year or less, or on demand</u></b>		
Unsecured	683,466	736,187
Secured	7,250	7,194
	690,716	743,381
(ii) <b><u>Amount repayable after one year</u></b>		
Unsecured	2,695,977	2,213,708
Secured	56,928	60,083
	2,752,905	2,273,791

## F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)

### 17. Share capital

Following the shareholders' approval at the Annual General Meeting held on 26 April 2024, the Company's share consolidation of every twenty (20) existing shares into one (1) consolidated share became effective on 9 May 2024.

#### (i) Issued and Paid Up Capital

As at 30 June 2024, the Company's issued and paid up capital, excluding treasury shares, comprises 3,406,285,583 (31 December 2023: 3,410,853,783\*) ordinary shares.

#### (ii) Treasury Shares

	Number of shares	
	2024	2023*
At 1 January	1,005,131	311
Treasury shares purchased	4,702,000	60,000
Treasury shares issued pursuant to RSP	(133,800)	(55,180)
At 30 June	<u>5,573,331</u>	<u>5,131</u>

During 1H 2024, the Company acquired 4,702,000 (1H 2023: 60,000) ordinary shares in the Company by way of on-market purchases. There were 133,800 (1H 2023: 55,180) treasury shares issued pursuant to the Company's Restricted Share Plan ("RSP") in 1H 2024.

As at 30 June 2024, 5,573,331 (30 June 2023: 5,131) treasury shares were held that may be issued upon the vesting of performance shares and restricted shares under the Company's Performance Share Plan ("PSP") and RSP respectively.

#### (iii) Performance Shares

During 1H 2024, there were 6,310,000 (1H 2023: nil) performance shares awarded under the PSP.

The total number of performance shares in awards granted conditionally and representing 100% of targets to be achieved, but not released as at 30 June 2024 was 6,310,000 (30 June 2023: nil). Based on the multiplying factor, the actual release of the awards could range from zero to a maximum of 9,465,000 (30 June 2023: nil) performance shares.

#### (iv) Restricted Shares

During 1H 2024, there were 19,089,000 (1H 2023: nil) restricted shares awarded under the RSP.

The total number of restricted shares outstanding, including awards achieved but not released, as at 30 June 2024 was 19,089,000 (30 June 2023: nil). Based on the multiplying factor, the actual release of the conditional awards could range from zero to a maximum of 24,815,700 (30 June 2023: nil) restricted shares.

\* Prior year comparatives for ordinary shares were restated per SFRS(I) 1-33 through retrospective application of the consolidation factor of 20 to the number of shares.

## F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)

### 18. Related parties

#### 18a. Related party transactions

The Group had the following outstanding balances and significant transactions with related parties during the period:

	Outstanding balances		Significant transactions	
	30-Jun-2024	31-Dec-2023	30-Jun-2024	30-Jun-2023
	\$'000	\$'000	\$'000	\$'000
<b>Related corporations</b>				
Sales	474	426	1,637	3,923
Purchases	(1,335)	(144)	(5,926)	(24,077)
Rental income	-	-	-	451
Finance income	-	-	-	4,583
Finance costs	-	-	-	(4,740)
Others	-	-	4	357
<b>Associates and joint ventures</b>				
Sales	-	-	866	-
Purchases	(11,539)	(641)	(18,400)	(10,001)
Rental income	-	-	125	83
Finance income	426	29	834	192
Others	(20)	(4,417)	39	54

#### 18b. Compensation of key management personnel

##### Changes to Key Management Personnel

As at 30 June 2024, the Group considers the directors of the Company (including the Chief Executive Officer), the Chief Financial Officer, the Chief Operating Officer, the Chief Risk Officer, the Executive Vice President, Seatrium Energy, Floating Solutions and the Executive Vice President, Seatrium Energy, Fixed Solutions of the Company to be key management personnel in accordance with SFRS(I) 1-24 *Related Party Disclosures*.

As at 31 December 2023, the Group considers the directors of the Company (including the Chief Executive Officer), the Acting Group Finance Director, the Chief Operating Officer, the Chief Risk Officer, the Executive Vice President, Seatrium Energy, Floating Solutions and the Executive Vice President, Seatrium Energy, Fixed Solutions of the Company to be key management personnel in accordance with SFRS(I) 1-24 *Related Party Disclosures*.

There were no changes to the compensation scheme in 1H 2024.

## **F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)**

### **19. Fair value measurements**

The Group classifies financial assets and liabilities measured at fair value using a fair value hierarchy that prioritises the inputs used to measure fair value. The three levels of the fair value input hierarchy are as follows:

- Level 1 – Fair values are measured based on quoted prices (unadjusted) from active markets for identical financial instruments.
- Level 2 – Fair values are measured using inputs, other than those used for Level 1, that are observable for the financial instruments either directly (prices) or indirectly (derived from prices).
- Level 3 – Fair values are measured using inputs which are not based on observable market data (unobservable input).

#### **Securities**

The fair value of financial assets at fair value through profit or loss, and fair value through other comprehensive income, are based on quoted market prices (bid price) in an active market at the balance sheet date without any deduction for transaction costs. If the market for a quoted financial asset is not active, and for unquoted financial assets, the Group establishes fair value by using other valuation techniques.

#### **Derivatives**

The fair value of forward exchange contracts is accounted for based on the difference between the contractual price and the current market price.

The fair value of interest rate swaps is the indicative amount that the Group is expected to receive or pay to terminate the swap with the swap counterparties at the balance sheet date.

#### **Non-derivative non-current financial assets and liabilities**

Fair values determined for non-derivative non-current financial assets and liabilities are calculated based on discounted expected future principal and interest cash flows at the market rate of interest at the reporting date. This includes determination for fair value disclosure purpose as well.

#### **Other financial assets and liabilities**

The carrying amounts of financial assets and liabilities with a maturity of less than one year (including trade and other receivables, cash and cash equivalents, and trade and other payables) are assumed to approximate their fair values because of the short period to maturity. All other financial assets and liabilities are discounted to determine their fair values.

For financial instruments that are not actively traded in the market, the fair value is determined by independent third party or using valuation techniques where applicable. The Group may use a variety of methods and make assumptions that are based on existing market conditions at each balance sheet date. Quoted market prices or dealer quotes for similar instruments are used to estimate the fair value for medium term notes for disclosure purpose. Other techniques, such as estimated discounted cash flows, are used to determine the fair value for the remaining financial instruments. Where discounted cash flow techniques are used, the management will estimate the future cash flows and use relevant market rate as the discount rate at the balance sheet date.

**F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)**

**19. Fair value measurements (Cont'd)**

***Financial assets and liabilities carried at fair value***

	Fair value measurement using:			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
<b>Group</b>				
<b>At 30 June 2024</b>				
Financial assets at fair value through other comprehensive income	3,489	-	26,048	29,537
Financial assets at fair value through profit or loss	-	17,967	55,350	73,317
Derivative financial assets	-	25,065	-	25,065
Derivative financial liabilities	-	(36,843)	-	(36,843)
<b>Total</b>	<b>3,489</b>	<b>6,189</b>	<b>81,398</b>	<b>91,076</b>
<b>At 31 December 2023</b>				
Financial assets at fair value through other comprehensive income	3,020	-	25,332	28,352
Financial assets at fair value through profit or loss	-	17,690	55,350	73,040
Derivative financial assets	-	64,492	-	64,492
Derivative financial liabilities	-	(16,232)	-	(16,232)
<b>Total</b>	<b>3,020</b>	<b>65,950</b>	<b>80,682</b>	<b>149,652</b>

At 30 June 2024 and 31 December 2023, there were no transfers between the different levels of the fair value hierarchy.

***Assets and liabilities not carried at fair value but for which fair values are disclosed\****

	Fair value measurement using:			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
<b>Group</b>				
<b>At 30 June 2024</b>				
Interest-bearing borrowings	-	(2,729,564)	-	(2,729,564)
<b>At 31 December 2023</b>				
Interest-bearing borrowings	-	(2,245,369)	-	(2,245,369)

\* Excludes financial assets and liabilities whose carrying amounts measured on the amortised cost basis that approximate their fair values due to their short-term nature, frequent repricing, and/or where the effect of discounting is immaterial.

**F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)**

**19. Fair value measurements (Cont'd)**

The fair values of financial assets and liabilities, together with the carrying amounts shown in the balance sheets are as follows:

<b>Group</b>	<b>Financial assets at amortised cost \$'000</b>	<b>Other financial liabilities \$'000</b>	<b>Total carrying amount \$'000</b>	<b>Fair value \$'000</b>
<b>At 30 June 2024</b>				
Cash and cash equivalents	1,637,779	-	1,637,779	1,637,779
Trade and other receivables*	2,500,339	-	2,500,339	2,478,432
	<u>4,138,118</u>	<u>-</u>	<u>4,138,118</u>	<u>4,116,211</u>
Trade and other payables**	-	4,693,273	4,693,273	4,693,273
Interest-bearing borrowings				
- Short-term borrowings	-	690,716	690,716	688,761
- Long-term borrowings	-	2,752,905	2,752,905	2,729,564
	<u>-</u>	<u>8,136,894</u>	<u>8,136,894</u>	<u>8,111,598</u>
<b>At 31 December 2023</b>				
Cash and cash equivalents	2,270,240	-	2,270,240	2,270,240
Trade and other receivables*	1,401,056	-	1,401,056	1,401,056
	<u>3,671,296</u>	<u>-</u>	<u>3,671,296</u>	<u>3,671,296</u>
Trade and other payables**	-	4,107,935	4,107,935	4,107,935
Interest-bearing borrowings				
- Short-term borrowings	-	743,381	743,381	743,118
- Long-term borrowings	-	2,273,791	2,273,791	2,245,369
	<u>-</u>	<u>7,125,107</u>	<u>7,125,107</u>	<u>7,096,422</u>
<b>Company</b>				
<b>At 30 June 2024</b>				
Cash and cash equivalents	34,654	-	34,654	34,654
Trade and other receivables*	2,186,515	-	2,186,515	2,186,515
	<u>2,221,169</u>	<u>-</u>	<u>2,221,169</u>	<u>2,221,169</u>
Trade and other payables**	-	96,923	96,923	96,923
<b>At 31 December 2023</b>				
Cash and cash equivalents	57,618	-	57,618	57,618
Trade and other receivables*	2,224,286	-	2,224,286	2,224,286
	<u>2,281,904</u>	<u>-</u>	<u>2,281,904</u>	<u>2,281,904</u>
Trade and other payables**	-	63,611	63,611	63,611

\* Excludes Goods and Services Tax and grant receivables.

\*\* Excludes deposits received, advance payment from customers, Goods and Services Tax, deferred grant income and long-term employee benefits.

**F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)**

**20. Acquisition of Subsidiaries**

**(i) Acquisition of a subsidiary**

During the period, the Group had acquired 100% interests in Keppel Digi Pte Ltd.

Details of the consideration transferred, the fair values of the assets acquired and liabilities assumed, and the effects on cash flows of the Group, at the acquisition date, are as follows:

	<b>1H 2024 \$'000</b>
<b>Effect on cash flows of the Group</b>	
Cash paid	(400)
Cash and cash equivalents in subsidiary acquired	41
Cash inflow on acquisition	<u>(359)</u>
<b>Identifiable assets acquired and liabilities assumed<sup>1</sup></b>	
Property, plant and equipment	103
Trade and other receivables	42
Contract assets	850
Cash and cash equivalents	41
<b>Total assets</b>	<u>1,036</u>
Trade and other payables	897
<b>Total liabilities</b>	<u>897</u>
<b>Total identifiable net assets</b>	139
Add: Goodwill acquired	261
Consideration transferred for the businesses	<u>400</u>

<sup>1</sup> The above fair values of identifiable assets acquired and liabilities assumed have been determined on provisional basis as of 30 June 2024.

**F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)**

**20. Acquisition of Subsidiaries (Cont'd)**

**(ii) Acquisition of Seatrium O&M**

On 28 February 2023, the Group acquired 100% of the shares and voting interests in Seatrium O&M from Keppel Corporation Limited ("KCL").

As consideration for its acquisition of Seatrium O&M, the Group issued new shares to KCL and its shareholders representing 54% of the shares in the Group.

For the ten months ended 31 December 2023, Seatrium O&M contributed revenue of \$3,880,629,000 and loss of \$980,373,000 to the Group's results. If the acquisition had occurred on 1 January 2023, management estimates that the consolidated revenue and loss for twelve months ended 31 December 2023 would have been \$7,921,954,000 and \$2,308,743,000 respectively.

Details of the consideration transferred, the fair values of the assets acquired and liabilities (including contingent liabilities) assumed, the non-controlling interests recognised and the effects on cash flows of the Group, at the acquisition date, are as follows:

	<b>Note</b>	<b>1H/FY 2023 \$'000</b>
<b>Purchase consideration</b>		
Equity instruments issued (36,848,072,918 ordinary shares)	a	4,679,705
Consideration transferred for the businesses		<u>4,679,705</u>
<b>Effect on cash flows of the Group</b>		
Cash paid		-
Cash and cash equivalents in subsidiaries acquired		742,854
Cash inflow on acquisition		<u>742,854</u>
<b>Identifiable assets acquired and liabilities assumed<sup>1</sup></b>		
Property, plant and equipment		1,161,678
Right-of-use assets		697,212
Intangible assets		452,241
Interests in associates and joint ventures		204,142
Other financial assets		126,589
Trade and other receivables <sup>2</sup>		445,395
Deferred tax assets		67,920
Inventories		262,410
Contract assets		2,066,958
Tax recoverable		1,571
Assets held for sale		20,043
Cash and cash equivalents		742,854
<b>Total assets</b>		<u>6,249,013</u>
Trade and other payables		2,252,885
Contract liabilities		703,671
Provisions		1,033,998
Other financial liabilities		745
Current tax payable		7,229
Interest-bearing borrowings		938,399
Lease liabilities		291,266
Deferred tax liabilities		143,001
<b>Total liabilities</b>		<u>5,371,194</u>
<b>Total identifiable net assets</b>		877,819
Less: Non-controlling interests		(14,295)
Add: Goodwill acquired		3,816,181
Consideration transferred for the businesses		<u>4,679,705</u>

<sup>1</sup> The above fair values of identifiable assets acquired and liabilities assumed have been determined on provisional basis as of 31 December 2023.

<sup>2</sup> Trade and other receivables comprise gross contractual amounts due of \$528,470,000, of which \$83,075,000 was expected to be uncollectible at date of acquisition.



**F. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (Cont'd)**

**20. Acquisition of Subsidiaries (Cont'd)**

**(ii) Acquisition of Seatrium O&M (Cont'd)**

**(a) Equity instruments issued**

An equity value exchange ratio as advised by external joint financial advisors to parties of the transaction was applied in determining the number of new ordinary shares issued as share capital for the purchase consideration. For this purpose, fair value of \$0.127 per ordinary share premised on listed share price of the Company at 27 February 2023.

**(b) Acquisition-related costs**

The Group incurred acquisition-related costs amounting to \$33 million, of which \$17 million was recognised in FY 2023 and \$16 million in prior years. These costs have been included in general and administrative expenses.

**(c) Goodwill**

The goodwill is attributable mainly to the synergies expected to be achieved from integrating Seatrium O&M into the Group's existing businesses, arising from greater economies of scale, combined technical and engineering ability, as well as leverage on in-house design and R&D know-how to expand the Group's suite of technological capabilities. Together with the assembled workforce of Seatrium O&M acquired, the Group expects to reap future economic benefits as the Group positions itself to pursue expanded opportunities for growth in the areas of renewables, new energy and cleaner O&M solutions. Collectively, these are future economic benefits the Group expects to reap from capitalising the goodwill on acquisition on balance sheet but within current accounting standards, none of these can be individually recognised and measured.

The goodwill is not deductible for tax purposes.

**(d) Contingent liabilities**

With reference to status and circumstances surrounding the outstanding litigation claims and contingencies (the "cases") that prevailed on acquisition date, the fair value of the contingent liabilities assumed from acquisition of Seatrium O&M has been assessed to be not material. Depending on how the outstanding cases evolve or settle in future periods, there could be significant financial effects in profit or loss in future periods.

## **G. OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2**

### **1. Audit**

The condensed interim financial statements, comprising the condensed interim balance sheets of Seatrium Limited (“the Company”) and its Subsidiaries (“the Group”) as at 30 June 2024, the condensed interim consolidated income statement, condensed interim consolidated statement of comprehensive income, condensed interim statements of changes in equity and condensed interim consolidated statement of cash flows for the six-month period then ended and certain explanatory notes, as set out on pages 1 to 24 of this announcement, has not been audited or reviewed. However, our auditors have performed certain procedures under the requirements of Singapore Standard on Related Services (SSRS) 4400 (Revised) – *Agreed-upon Procedures Engagements*. These procedures do not constitute either an audit, assurance or a review made in accordance with Singapore Standards on Auditing, Singapore Standards on Assurance Engagements) or Singapore Standards on Review Engagements.

### **2. Auditors’ report**

Not applicable.

### **3. Review of performance of the Group**

#### **3a. Condensed interim consolidated income statement**

##### **(i) Revenue**

Revenue for 1H 2024 increased mainly due to strong execution and achievement of production milestones for projects, and higher repairs & upgrades activities.

##### **(ii) Gross profit/loss**

Gross profit for 1H 2024, compared with gross loss for 1H 2023 was mainly due to higher contribution from higher revenue recognition. In 1H 2023, the gross loss was attributed to high costs for certain projects and merger related costs amounting to \$231 million.

##### **(iii) Profit/loss attributable to Owners of the Company (“Net profit/loss”)**

Net profit for 1H 2024, compared with net loss for 1H 2023 was mainly due to higher contribution from higher revenue recognition, lower net finance cost, share of profit from associates, offset by higher tax expense.

#### **3b. Condensed interim consolidated statement of comprehensive income**

The movement in foreign currency translation differences for foreign operations arose primarily from the consolidation of entities whose functional currencies are United States dollars.

Net change in fair value of cash flow hedges were due to the mark-to-market adjustments of foreign currency forward contracts and interest rate swaps.

Net change in fair value of cash flow hedges transferred to profit or loss relates to reclassification to profit or loss upon realisation of cash flow hedges.

**G. OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2 (Cont'd)**

**3c. Condensed interim balance sheets**

**(i) Group**

**Non-current assets**

'Other financial assets' decreased mainly due to fair value adjustments on foreign currency forward contracts.

'Trade and other receivables' decreased mainly due to payment received from customers on deferred delivery payment terms.

**Current assets**

'Inventories' increased mainly due to higher demand for projects.

'Trade and other receivables' increased mainly due to billings to customers.

'Contract costs' increased mainly due to costs incurred for projects.

'Contract assets' increased mainly due to revenue recognised during the period and timing of billings to customers.

'Tax recoverable' increased mainly due to payment made during the period.

'Assets held for sale' decreased upon completion of sale of marine vessel to a buyer.

'Other financial assets' decreased mainly due to fair value adjustments on foreign currency forward contracts.

'Cash and cash equivalents' decreased mainly due to working capital for ongoing projects.

**Current liabilities**

'Trade and other payables' increased mainly due to higher accrued operating expenses.

'Contract liabilities' increased mainly due to advances from customers.

'Other financial liabilities' increased mainly due to fair value adjustments on foreign currency forward contracts.

'Current tax payable' increased mainly due to provision made during the period.

**Non-current liabilities**

'Deferred tax liabilities' decreased mainly due to the movements in temporary differences.

'Other financial liabilities' increased mainly due to fair value adjustments on foreign currency forward contracts.

'Interest-bearing borrowings' increased mainly due to refinancing of current borrowings with longer term arrangements.

'Other long-term payables' increased mainly due to advance received from customer for anticipated tax refunds.

**Total Equity**

'Other reserves' deficit increased mainly due to purchase of treasury shares, fair value adjustments on foreign currency forward contracts and higher foreign currency translation loss for foreign operations.

**G. OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2 (Cont'd)**

**3. Review of performance of the Group (Cont'd)**

**3c. Condensed interim balance sheets (Cont'd)**

**(ii) Company**

**Non-current assets**

'Property, plant and equipment' and 'Right-of-use assets' decreased mainly due to depreciation charge for the period.

'Investment properties' decreased mainly due to depreciation charge for the period.

'Trade and other receivables' decreased mainly due to reclassification of long-term loan to a subsidiary to short term loan.

'Deferred tax assets' decreased mainly due to the movements in temporary differences.

**Current assets**

'Trade and other receivables' increased mainly due to reclassification of long-term loan to a subsidiary to short term loan.

'Cash and cash equivalents' decreased mainly due to payment made to a subsidiary.

**Current liabilities**

'Trade and other payables' increased mainly due to higher payables due to subsidiaries.

'Provisions' increased mainly due to reclassification of provision for restoration costs from non-current liabilities.

'Current tax payable' increased mainly due to provision made during the period.

**Non-current liabilities**

'Provisions' decreased mainly due to reclassification of provision for restoration costs to current liabilities.

**Total Equity**

'Other reserves' deficit increased mainly due to purchase of treasury shares.

## G. OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2 (Cont'd)

### 3. Review of performance of the Group (Cont'd)

#### 3d. Condensed interim consolidated statement of cash flows

##### (i) Cash and cash equivalents

Cash and cash equivalents in the consolidated statement of cash flows comprise the following balance sheet amounts:

	30-Jun-2024 \$'000	30-Jun-2023 \$'000
Fixed deposits	901,378	1,071,217
Cash and bank balances	736,401	1,259,190
Cash and cash equivalents	1,637,779	2,330,407

Cash flows generated from operating activities before changes in working capital were \$349 million in 1H 2024. Net cash used in operating activities for 1H 2024 at \$1.0 billion was mainly due to working capital for existing projects.

Net cash generated from investing activities for 1H 2024 was \$20 million, mainly due to proceeds from sale of non-core assets and dividend received, offset by purchase of property, plants and equipment.

Net cash generated from financing activities for 1H 2024 was \$376 million. It relates mainly to net proceeds from borrowings.

#### 4. Variance from prospect statement

None.

#### 5. Prospects

Although macroeconomic and geopolitical uncertainties persist, the outlook for the offshore & marine industry remains positive, supported by broad-based demand across both the oil & gas and renewables sectors.

Seatrium is committed to sustaining its improved financial performance for the full year of 2024. The Group's overall performance for the year will depend on the completion of its legacy projects, the safe, timely, and on budget execution of its order book, and the implementation of identified cost saving initiatives to achieve a leaner cost structure. Building on the progress it has made, the Group will continue to stay focused on driving operational excellence and sustaining a strong balance sheet.

*This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, exchange rate movement, cost of capital and capital availability, competition from other companies and venues for the sale and distribution of goods and services, shifts in customer demands, customers and partners, changes in operating expenses, including employee wages, benefits and training, governmental and public policy changes. You are cautioned not to place undue reliance on these forward-looking statements, which are based on current view of management on future events.*

## G. OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2 (Cont'd)

### 6. Interested person transactions

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 of the SGX-ST Listing Manual (excluding transactions less than \$100,000)	
		1H 2024 \$'000	1H 2023 \$'000	1H 2024 \$'000	1H 2023 \$'000
<b>Transaction for the Sales of Assets</b> Pavilion Energy Pte. Ltd.	Associate of Temasek Holdings (Private) Limited, the largest shareholder of the Company.	-	200	-	-
<b>Transaction for the Sales of Goods and Services</b> Pavilion Energy Singapore Pte. Ltd.	Associate of Temasek Holdings (Private) Limited, the largest shareholder of the Company.	-	-	-	301
ST Engineering Marine Ltd.	Associate of Temasek Holdings (Private) Limited, the largest shareholder of the Company.	-	-	-	1,500
<b>Transaction for the Purchase of Goods and Services</b> Certis CISCO Protection Services Pte. Ltd.	Associate of Temasek Holdings (Private) Limited, the largest shareholder of the Company.	-	-	104	-
NCS Pte. Ltd.	Associate of Temasek Holdings (Private) Limited, the largest shareholder of the Company.	-	-	109	-
Pavilion Energy Singapore Pte. Ltd.	Associate of Temasek Holdings (Private) Limited, the largest shareholder of the Company.	-	-	-	2,046
ST Engineering Unmanned & Integrated Systems Pte. Ltd.	Associate of Temasek Holdings (Private) Limited, the largest shareholder of the Company.	-	-	-	110
Surbana Jurong Infrastructure Pte. Ltd.	Associate of Temasek Holdings (Private) Limited, the largest shareholder of the Company.	-	-	225	-
Sygnia Consulting Ltd.	Associate of Temasek Holdings (Private) Limited, the largest shareholder of the Company.	-	-	-	231
Sygnia Pte. Ltd.	Associate of Temasek Holdings (Private) Limited, the largest shareholder of the Company.	-	-	328	-
<b>Total Interested Person Transactions</b>		<b>-</b>	<b>200</b>	<b>766</b>	<b>4,188</b>

### 7. 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 confirms that it has procured undertakings from all its directors and executive officers in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

### 8. Confirmation pursuant to the Rule 705(5) of the Listing Manual

The Board of Directors hereby confirms that, to the best of its knowledge, nothing has come to its attention which may render the six months ended 30 June 2024 unaudited financial statements to be false or misleading in any material aspect.

**BY ORDER OF THE BOARD**

**LOOI LEE HWA**  
**COMPANY SECRETARY**

**31 July 2024**