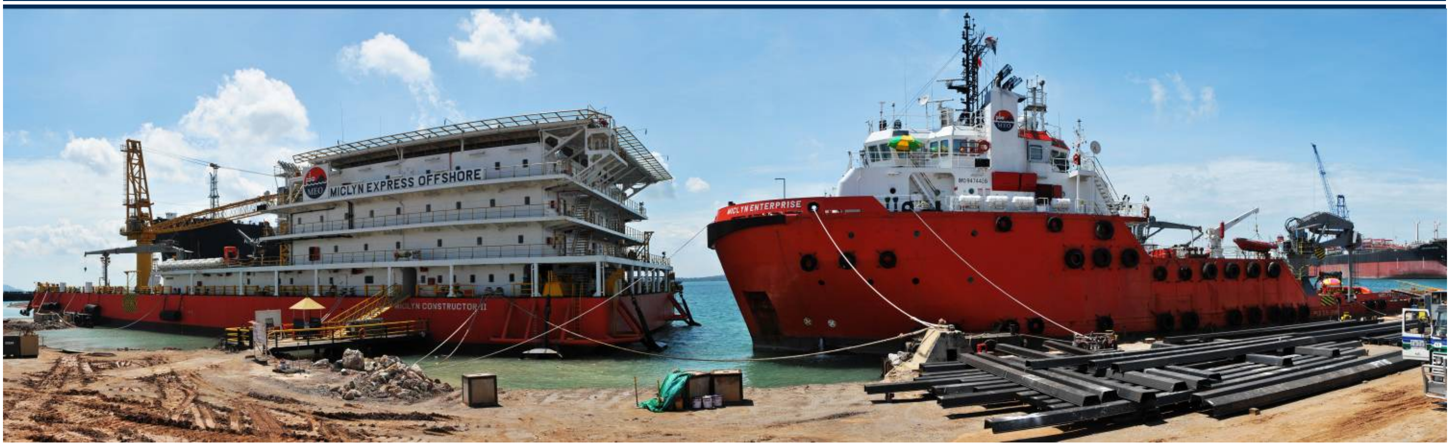
MICLYN EXPRESS OFFSHORE LIMITED

RESULTS FOR THE HALF YEAR ENDED 31 DECEMBER 2010



MICLYN EXPRESS OFFSHORE CONTINUES TO DELIVER STRONG EARNINGS GROWTH IN 1H FY11

The Directors and Management of Miclyn Express Offshore Limited (“MEO” or “the Company”) (ASX:MIO) are pleased to announce strong earnings growth in its first half of financial year 2011 (“1HFY11”). Revenues and NPAT increased by 32% and 132% on the first half of financial year 2010 (“1HFY10”) respectively.

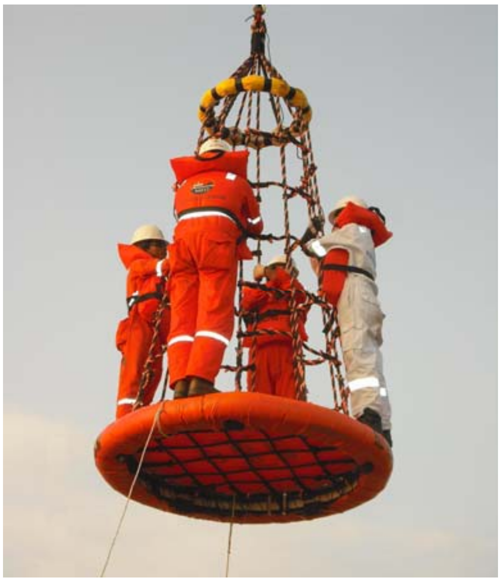
The Company has however fallen 7% short of NPAT for the statutory prospectus forecast (“forecast”) in calendar year 2010 (“CY10”). This shortfall is primarily due to no revenue contribution from Miclyn Constructor II (now sold); the delayed realisation of anticipated Australian growth (albeit Australian revenues have grown strongly in the last quarter of CY10, with an excellent pipeline of work into the second half of the financial year); and slower than anticipated recovery of the tug and barge segment (which substantially improved in the last quarter of CY10).

Financial Highlights

Financials	1HFY11 (US$m)	1HFY10 (US$m)	Variance	CY10 (US$m)
Revenue	72.5	54.8	↑ 32%	134.1
EBITDA	37.4	27.5	↑ 36%	69.1
EBIT	29.1	20.9	↑ 40%	54.0
NPAT	26.3	11.3	↑ 132%	42.6

MEO Chairman Neil Hamilton had the following to say in relation to the results:

"The business is seeing an excellent pipeline of opportunities across all of its operating geographies and has sufficient cash and funding to deliver strong growth in FY11 and beyond. Having navigated their way through a period of exceptional change, the Company were ahead on some targets and slightly behind on others. As with all businesses, the mix doesn't always totally follow the forecast, but on balance we are happy with how the Company is tracking and believe MEO can continue to deliver strong growth through the execution of its expansion strategy."



MEO Chief Executive Officer Diederik de Boer said:

"We have had another strong six months operationally. Thailand and the Middle East continue to deliver strong results and our Australian business is growing rapidly. Market conditions across all our key operating geographies continue to be strong and tender activity is picking up. We have had a number of new contract wins in Australia that position us well in the region for the coming six to twelve months. Our key customers continue to view us as a provider of choice due to our operational excellence and world class safety statistics".

Factors contributing to 1H FY11 earnings growth versus 1H FY10 include:

- Full six months contribution of 8 new vessels added in 1H FY10
- Fleet has upsized from 104 vessels to 113 vessels since 31 December 2009, with new additions to the fleet driving margin and utilisation improvement
- Six months of revenue attributable to the 50% acquisition of Samson Maritime
- Increased overall fleet utilisation from 69% in 1H FY10 to 78% in 1H FY11
- The sale of Miclyn Constructor II for a disposal gain of US$3.3 million
- Increased activity in the Australian market
- Pick up in utilisation in the Tug and Barge fleet, particularly in Q2 FY11
- Lower financing cost as a result of significant deleveraging at IPO

Operational Highlights

Vessel Operations

Offshore Service Vessels ("OSVs")

MEO's OSV fleet had a strong first half in FY11 achieving an overall utilisation of 90%. Revenues were up 20% on 1H FY10, with a gross margin of 67%. This performance is underpinned by full year revenue contribution of three new vessels added in 1H FY10, along with the introduction of the Miclyn Constructor I in March 2010. MEO rebalanced its OSV portfolio during the period with the sale of Miclyn Constructor II. It subsequently purchased the MEOTHAI1, a 5500bhp AHTS, in February 2011 against a five year contract. MEO continues to expand its OSV fleet with the Magellan I scheduled to join in March 2011 against long term contract. Its sister vessel, Magellan II, will also join the fleet at the back end of 2HFY11 followed by two AHTS's, Sovereign I and II, scheduled for delivery during FY12. MEO will also consider leveraging its operational excellence in the OSV segment by purchasing additional vessels off the market against long term contracts with key customers, as was the case with MEOTHAI1.

Crew/Utility Vessels

MEO's crew/utility vessel fleet continued to deliver a stable, highly visible revenue stream in 1H FY11 and achieved solid utilisation at 89%, despite some reduced utililisation with older vessels (subsequently disposed) operating on spot. Revenues were up 24% on 1H FY10, with a gross margin of 54%. Fleet renewal activity continues with seven newbuilds commissioned and scheduled for delivery between February and July 2011. MEO will continue to dispose some of the more mature vessels in the fleet as opportunities arise. This renewal process will drive up utilisation and earnings across the fleet.

Tugs and Barges

Tug and Barge fleet performance is showing signs of substantial improvement. Utilisation reached 60% in the last quarter of our prospectus forecast period, after the segment experienced challenging market conditions in the preceding 9 months. MEO is seeing good demand for this fleet, particularly in Australia and the Middle East. Significant contract wins such as the Cape Lambert and Barrow Island port development projects in Australia will utilise a spread of Tugs and Barges for the next 6-12 months which will assist in continued earnings appreciation in the segment. Market conditions in South East Asia and India remain challenging for Tugs and smaller barges.

Coastal Survey Vessels

Coastal Survey Vessels are a relatively small portion of the overall MEO fleet, but it is performing largely in line with expectations. There is a continued pipeline of opportunities particularly in near shore civil construction projects. MEO expects stronger performance from this segment over the next twelve months.

Shipyard Operations

The Batam shipyard is largely an internal strategic asset, the capacity of which is mostly used for internal new building and fleet maintenance requirements. There is, however, a modest revenue stream from third party clients for conversions and ship repair that covers most of the fixed costs incurred on this facility. The fixed costs are modest as a result of the strategic cost flexibility achieved by carrying out projects with a large sub-contract content. At the same time it gives MEO significant competitive advantages in cost and work scheduling. MEO's shipyard has also developed a capability to customise vessels to meet Australian requirements in order to take advantage of opportunities in this growing market.

The shipyard continues to execute the Company's newbuild program, with the Miclyn Constructor II delivered in December 2010, and the Magellan I, an Anchor Handling Tug, scheduled for delivery in March 2011. Magellan II is to follow at the back end of 2HFY11, with Sovereign I and II on track for delivery in FY12.

Health, Quality, Safety and Environment ("HSQE")

The Company had another good half in terms of HQSE performance with zero Lost Time Injuries ("LTIs"). As at 31 December 2010, it has been 3.1 years or 18 million man hours since MEO's last LTI which is a world class statistic. MEO's clients recognise this performance and increasingly make MEO the service provider of choice for their specialised support vessel needs.

Outlook

Chief Executive Officer Diederik de Boer remains optimistic on the outlook for MEO:

"MEO continues to see an excellent pipeline of opportunities into the second half of FY11 and beyond. We expect to deliver continued strong growth in earnings in the second half of FY11. This will be achieved through improvements to utilisation, as well as additions to the crew/utility vessel and OSV fleets. Market conditions continue to improve and we are well positioned to participate in the growth in our industry".

Contact

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APPENDIX 4D

This Half Year Report is provided to the Australian Securities Exchange (ASX) under ASA Listing Rule 4.2A.3

Results for Announcement to the Market

Current Reporting Period : Half year ended 31 December 2010
Previous Reporting Period : Half year ended 31 December 2009

Earnings	% Change	Amount US$'000
Revenue from ordinary activities	+32.2%	72,459
Profit from ordinary activities after tax attributable to members	+131.6%	26,286
Net profit for the period attributable to members	+131.6%	26,286

Information regarding the increase in revenue and profit for the year is set out in the covering announcement accompanying this Report.

Dividends	Amount per share (US$)
Interim dividend for 2011	3.5 cents

Dividends are unfranked
The record date for entitlement to the interim dividend is 21 March 2011
The payment date for the final dividend is 1 April 2011

Dividend Reinvestment Plan

The Directors have temporarily suspended the dividend reinvestment plan ('DRP').

Net Tangible Asset Backing	31 December 2010 US$	30 June 2010 US$
Net tangible asset backing per share	0.79	0.69

Details of Entities Where Control Has Been Gained or Lost During the Period

The Company has not gained or lost control of any entities during the period up to the release of this preliminary report.

Associates and Joint Ventures

Details of Associates and Joint Ventures are set out in Note 7 of the Notes to the Condensed Consolidated Financial Statements.

Accounting Standards

International Financial Reporting Standards were used in compiling this report.

Status of Audit

This Half Year Report is based on accounts that have been reviewed and are not subject to audit dispute or qualification.

DIRECTORS' REPORT

The Directors' of Miclyn Express Offshore Limited (the "Company") submit herewith the half year Directors' Report for the half year ended 31 December 2010. The Directors' Report is as follows: -

DIRECTORS

The following people have been Directors of the Company during or since the end of the half year are:

- Neil Hamilton – Chairrman, Non-Executive Director
- Diederik de Boer – Chief Executive Officer, Executive Director
- Philip Aiken – Non-Executive Director
- William 'Bill' Boking FAICD – Non-Executive Director
- Ajaib Hari Dass – Non-Executive Director
- Nick Peterson – Non-Executive Director
- George Venardos – Non-Executive Director

The board is unchanged since listing.

REVIEW OF OPERATIONS

A review of, and information about the operations of the consolidated entity for the half year ended 31 December 2010 are set out in the Results Announcement released to the Australian Securities Exchange on 22 February 2011.

Signed in accordance with a resolution of the Directors.

Neil Hamilton
Chairman
18 February 2011

INDEPENDENT AUDITORS' REVIEW REPORT

TO THE MEMBERS OF MICLYN EXPRESS OFFSHORE LIMITED

Introduction

We have reviewed the accompanying half-year condensed consolidated financial statements of Miclyn Express Offshore Limited and its subsidiaries (the "Group"), which comprise the condensed consolidated statement of financial position of the Group as at 31 December 2010, the condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in equity, and condensed consolidated statement of cash flows of the Group for the half-year ended 31 December 2010 and selected explanatory notes, as set out on pages 3 to 18.

Management is responsible for the preparation and presentation of these half-year condensed consolidated financial statements in accordance with International Accounting Standard 34, *Interim Financial Reporting* ("IAS 34"). Our responsibility is to express a conclusion on these consolidated interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of half-year financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying half-year condensed consolidated financial statements are not prepared, in all material respects, in accordance with IAS 34.

Public Accountants and
Certified Public Accountants
Singapore

18 February 2011

Condensed consolidated statement of comprehensive income for the half-year ended 31 December 2010

	Notes	Half-year ended 31 December 2010 US$'000	Half-year ended 31 December 2009 US$'000
Revenue		72,459	54,829
Cost of sales		(38,873)	(29,165)
Gross profit		33,586	25,664
Other gains and losses		5,663	3,064
Administration expenses		(9,846)	(7,791)
Finance costs		(2,495)	(7,628)
Other expenses		(210)	(57)
Profit before tax	4	26,698	13,252
Income tax expense		(422)	(1,585)
NET PROFIT FOR THE HALF-YEAR		26,276	11,667
Other comprehensive income			
Exchange differences arising on translation of foreign operations		4,332	826
Net fair value gains on cash flow hedges		-	447
Other comprehensive income for the half-year, net of tax		4,332	1,273
TOTAL COMPREHENSIVE INCOME FOR THE HALF-YEAR		30,608	12,940
Net profit attributable to:			
Owners of the Company		26,286	11,350
Non-controlling interests		(10)	317
		26,276	11,667
Total comprehensive income attributable to:			
Owners of the Company		30,618	12,654
Non-controlling interests		(10)	286
		30,608	12,940
Earnings per share			
Basic (USD cents per share)	5	9.7	4.2
Diluted (USD cents per share)	5	9.6	4.2

Condensed consolidated statement of financial position

	Notes	31 December 2010 US$'000	30 June 2010 US$'000
Assets			
Current assets			
Cash and cash equivalents		25,606	14,811
Trade and other receivables	8	71,296	36,798
Inventories		5,171	4,628
		102,073	56,237
Assets classified as held for sale		-	410
Total current assets		102,073	56,647
Non-current assets			
Property, plant and equipment		297,534	302,549
Deferred tax assets		542	269
Intangible assets	9	51,582	48,634
Total non-current assets		349,658	351,452
Total assets		451,731	408,099
Liabilities			
Current liabilities			
Trade payables and other payables		27,637	21,699
Borrowings	10	19,943	9,136
Current tax liabilities		5,644	5,597
Provisions		573	568
Deferred consideration	11	5,638	5,097
Total current liabilities		59,435	42,097
Non-current liabilities			
Borrowings	10	123,211	127,122
Deferred tax liabilities		55	77
Provisions		1,710	2,001
Total non-current liabilities		124,976	129,200
Net assets		267,320	236,802
Equity			
Capital and reserves			
Share capital		171,119	170,799
Reserves		(41,884)	(46,106)
Retained earnings		137,668	111,382
Equity attributable to owners of the Company		266,903	236,075
Non-controlling interests		417	727
Total equity		267,320	236,802

Condensed consolidated statement of changes in equity for the half-year ended 31 December 2010

	Note	*Share Capital US$'000	Other equity reserves US$'000	Hedging reserve US$'000	Translation reserve US$'000	Share option reserve US$'000	Retained earnings US$'000	Attributable to owners of the Company US$'000	Non-controlling interests US$'000	Total US$'000
Balance at 1 July 2009		2,098	(49,147)	1,896	(922)	-	89,129	43,054	4,529	47,583
Profit for the half-year		-	-	-	-	-	11,350	11,350	317	11,667
Exchange differences arising on translating of foreign operations		-	-	-	857	-	-	857	(31)	826
Net fair value gains on cash flow hedges		-	-	447	-	-	-	447	-	447
Additional capital contribution		-	17,584	-	-	-	-	17,584	-	17,584
Acquisition of additional interest in a subsidiary		-	(2,800)	-	-	-	-	(2,800)	(4,117)	(6,917)
Balance at 31 December 2009		2,098	(34,363)	2,343	(65)	-	100,479	70,492	698	71,190
Balance at 1 July 2010		170,799	(45,034)	-	(1,172)	100	111,382	236,075	727	236,802
Profit for the half-year		-	-	-	-	-	26,286	26,286	(10)	26,276
Acquisition of additional interest in a subsidiary	6	-	(110)	-	-	-	-	(110)	(300)	(410)
Exchange differences arising on translating of foreign operations		-	24	-	4,308	-	-	4,332	-	4,332
Change in estimate for IPO and its related expenses		320	-	-	-	-	-	320	-	320
Balance at 31 December 2010		171,119	(45,120)	-	3,136	100	137,668	266,903	417	267,320

* Included in share capital as at 31 December 2010 is share premium amounting to US$144,332,000 (31 December 2009: Nil).

Condensed consolidated statement of cash flows for the half-year ended 31 December 2010

	Notes	Half-year ended 31 December 2010	Half-year ended 31 December 2009
		US$'000	US$'000
Cash flows from operating activities			
Profit for the half-year		26,276	11,667
Income tax expense recognised in profit		422	1,585
Amortisation of provisions		(286)	(422)
Amortisation of intangible assets		166	-
Amortisation of drydocking expenditure		760	823
Depreciation of property, plant and equipment		7,284	5,818
Amortisation of debt upfront fee		-	519
Property, plant and equipment written off		103	57
Gain on disposal of property, plant and equipment		(4,456)	(2,511)
Loss on disposal of property, plant and equipment		107	-
Interest expense		2,495	4,675
Interest income		(44)	(27)
Hedge ineffectiveness on interest rate swap hedges		-	2,614
Unrealised currency translation gains		(1,488)	(339)
Fair value gains on interest rate swaps		-	(180)
		31,339	24,279
Movements in working capital			
(Increase)/Decrease in trade and other receivables	(a)	(6,424)	1,418
(Increase)/Decrease in inventories		(543)	369
Increase/(Decrease) in trade and other payables		6,834	(7,357)
Cash generated from operations		31,206	18,709
Income tax paid		(651)	(613)
Interest paid		(2,495)	(7,289)
Net cash generated from operating activities		28,060	10,807
Cash flows from investing activities			
Interest received		44	27
Proceeds from disposal of property, plant and equipment	(a)	4,318	5,730
Payments for property, plant and equipment		(27,319)	(16,659)
Payments for intangible assets		(324)	-
Net cash generated (used in) investing activities		(23,281)	(10,902)

Condensed consolidated statement of cash flows for the half year ended 31 December 2010 (continued)

	Notes	Half-year ended 31 December 2010	Half-year ended 31 December 2009
		US$'000	US$'000
Cash flows from financing activities			
Additional capital contribution		-	17,584
Proceeds of borrowings		8,547	5,388
Repayment of borrowings		(2,590)	(12,831)
Payments for additional interest in a subsidiary	6	(410)	(6,917)
Repayments of obligations under finance leases		-	(3)
Net cash generated from financing activities		5,547	3,221
Net increase in cash and cash equivalents		10,326	3,126
Cash and cash equivalents at the beginning of the half-year		14,811	23,178
Effects of exchange rate changes on the balance of cash held in foreign currencies		469	97
Cash and cash equivalents at the end of the half-year		25,606	26,401

(a) Proceeds from disposal of property, plant and equipment which are outstanding as at 31 December 2010, amounting to US$28,072,000, have been excluded from the condensed consolidated statement of cash flows (Note 8).

Notes to the Condensed Consolidated Financial Statements

1. Significant accounting policies

Statement of compliance

The half-year financial report is a general purpose financial report prepared in accordance with the International Accounting Standard ("IAS") IAS 34 *Interim Financial Reporting*. The half-year report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent annual financial report.

Adoption of new and revised Accounting Standards

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the Company's 2010 annual financial report for the financial year ended 30 June 2010.

The new or revised Financial Reporting Standards ("FRS") and Interpretations of Financial Reporting Standards ("INT FRS"), which became mandatory as of 1 July 2010, are not expected to result in substantial changes to the Group's accounting policies.

The accounting policies have been applied consistently throughout the Group for the purposes of preparation of these half-year condensed consolidated financial statements.

Basis of preparation

The condensed consolidated financial statements have been prepared on the basis of historical cost, except for the revaluation of certain non-current assets and financial instruments. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in United States dollars, rounded to the nearest thousand, unless otherwise noted.

2. Corporate reorganization and comparable financial information

During the financial year ended 30 June 2010 the Company effected a combination by acquiring MEO Finance Company Limited ("MEO Finance"), the legal parent entity of MEO Finance Group, becoming the Australian Securities Exchange ("ASX") listed legal parent entity of Miclyn Express Offshore Group (comprise of Miclyn Offshore Pte Ltd Group and Miclyn Express Offshore Pte Ltd Group). The combination was effected by issuing shares in the Company under the IPO contemporaneously with the Company's acquisition of MEO Finance.

In substance, the transaction was an administrative restructuring of MEO Finance Group to facilitate the Group's listing on the ASX, the sale of existing shareholders' interests, and the raising of additional capital to pay down debt and to acquire a new investment in a jointly controlled subsidiary. As such, in accordance with the principles of IFRS 3 (2008) – Business Combinations, the transaction is recorded as though the existing MEO Finance Group acquired the Company.

The major implications of the accounting for the IPO transaction are that condensed consolidated financial statements are prepared in the name of the Company, however comparatives relating to periods prior to listing, which is on 26 March 2010, are provided as though the transaction represents a continuation of the financial statements of MEO Finance Group and accordingly:

2. Corporate reorganization and comparable financial information (continued)

1. the assets and liabilities are recognised and measured in these consolidated financial statements at the carrying amounts of the existing MEO Finance Group, rather than at fair value at the date of acquisition by the Company;

2. the retained earnings and other equity balances recognised in these consolidated financial statements are the existing retained earnings and other equity balances of MEO Finance Group;

3. the amount recognised as issued equity instruments in these consolidated financial statements is determined by adding the additional equity retained by the Group, following the sale of securities on ASX, to the issued equity recorded in the MEO Finance Group financial statements immediately before the acquisition; and

4. comparative information presented in the 30 June 2010 financial statements and carried forward for the purpose of these consolidated financial statements is that of MEO Finance Group.

3. Segmental information

The Group's reportable segments under IFRS 8 are offshore support vessels, crew / utility vessels, tugs, barges, coastal survey vessels and shipyard services as further described below:

(i) <u>Segment revenue and results</u>

The following is an analysis of the Group's revenue and results by reportable segment:

		Segment Revenue		Segment profit/(loss)	
		Half-year ended 31 December 2010	Half-year ended 31 December 2009	Half-year ended 31 December 2010	Half-year ended 31 December 2009
		US$'000	US$'000	US$'000	US$'000
Offshore support vessels		31,286	26,166	18,028	15,803
Crew / utility vessels		26,001	21,031	10,914	7,955
Tugs		5,814	1,934	1,235	(1,306)
Barges		4,703	4,703	2,772	3,246
Coastal survey vessels		2,702	*-	822	*-
		70,506	53,834	33,771	25,698
Shipyard		23,807	3,900		
Eliminations		(21,854)	(2,905)		
		1,953	995	(185)	(34)
Total		72,459	54,829	33,586	25,664
Other gains and losses	4(b)			5,663	3,064
Central administration costs and directors' salaries				(9,846)	(7,791)
Finance costs				(2,495)	(7,628)
Other expenses				(210)	(57)
Profit before tax				26,698	13,252
Income tax expense				(422)	(1,585)
Consolidated profit for the half-year				26,276	11,667

3. Segmental information (continued)

* Revenue and profit generated from coastal survey vessels relate to operations from Samson Maritime Holdings Pty Ltd, a joint venture acquired on 26 April 2010.

Revenue and results reported above represents revenue generated from external customers.

(ii) Segment assets and liabilities

	31 December 2010	30 June 2010
Segment assets	US$'000	US$'000
Offshore support vessels	167,672	187,872
Crew / utility vessels	181,768	136,366
Tugs	19,008	17,197
Barges	28,871	27,859
Coastal survey vessels	7,129	6,524
Shipyard	8,675	8,189
Total segment assets	413,123	384,007
Unallocated	38,608	24,092
Consolidated assets	451,731	408,099
Segment liabilities		
Offshore support vessels	4,776	8,186
Crew / utility vessels	33,879	18,506
Tugs	3,487	4,583
Barges	709	737
Coastal survey vessels	1,786	1,605
Shipyard	7,894	6,252
Total segment liabilities	52,531	39,869
Unallocated	131,880	131,428
Consolidated liabilities	184,411	171,297

For the purposes of monitoring segment performance and allocating resources between segments:

- all assets are allocated to reportable segments other than “cash and cash equivalents”, “other receivables and prepayments”, “intangible assets” and “deferred tax assets” and certain “property, plant and equipment” used for administrative purposes. Goodwill has been allocated to reportable segments. Assets used jointly by reportable segments are allocated on the basis of the revenues earned by individual reportable segments; and

- all liabilities are allocated to reportable segments other than “borrowings (excluding the term debt facilities held by a certain joint venture of the Group and revolving facility drawn by a subsidiary of the Group)”, “other financial liabilities”, “current and deferred taxation”. Liabilities for which reportable segments are jointly liable are allocated in proportion to the cost of sales incurred.

3. Segmental information (continued)

(iii) Other segment information

	Depreciation and amortisation		Additions to non-current assets	
	Half-year ended 31 December 2010	Half-year ended 31 December 2009	31 December 2010	30 June 2010
	US$'000	US$'000	US$'000	US$'000
Offshore support vessels	2,963	2,244	14,497	23,593
Crew / utility vessels	3,001	2,692	11,379	6,428
Tugs	465	347	74	1,755
Barges	748	741	76	277
Coastal survey vessels	135	-	52	62
Shipyard	457	388	1,086	377
Unallocated	441	229	155	596
	8,210	6,641	27,319	33,088

(iv) Geographical information

The Group's vessels carried out work in 9 principal geographical areas – Thailand, United Arab Emirates ("UAE"), Australia, Malaysia, Indonesia, Norway, Vietnam, India and Papua New Guinea. The Group's revenue from external customers and information about its segment assets (non-current assets including only property, plant and equipment) by geographical location are detailed below:

	Revenue from external customers		Non-current assets	
	Half-year ended 31 December 2010	Half-year ended 31 December 2009	31 December 2010	30 June 2010
	US$'000	US$'000	US$'000	US$'000
Thailand	19,506	18,101	89,861	70,058
UAE	18,364	13,306	65,455	58,761
Australia	12,356	1,615	29,595	12,923
Malaysia	6,468	2,041	39,606	24,582
Indonesia	7,460	3,937	29,942	40,219
Norway	1,767	1,897	*-	5,390
Vietnam	974	1,700	1,344	4,936
India	15	2,749	*-	16,091
Papua New Guinea	-	3,498	-	*-
Other **	5,549	5,985	41,731	69,589
	72,459	54,829	297,534	302,549

* The revenues were derived from non-current assets that were serving several geographical segments. The relevant vessels values were reflected under the major segment that they serve during the relevant periods.

** Included in other non-current assets are vessels under construction of US$32,825,000 (30 June 2010: US$40,498,000)

3. Segmental information (continued)

(v) Information about major customers

Included in the half-year revenue arising from charter revenue of US$68,658,000 (2009: US$52,441,000) are revenues of approximately US$14,496,000 (2009: US$12,049,000) which arose from crew / utility and offshore support vessels to the Group's largest customer in Thailand.

4. Profit before tax

	Half-year ended 31 December 2010 US$'000	Half-year ended 31 December 2009 US$'000
Profit before tax for the half-year includes:		
a) Revenue from operations		
Charter revenue	68,658	52,441
Mobilisation/demobilisation income	354	517
Ship management income	1,507	823
Ship repair income	1,940	1,048
	72,459	54,829
b) Other gains and losses		
Gain on disposal of property, plant and equipment	4,456	2,511
Amortisation of provisions *	286	422
Interest income	44	27
Sundry income	720	124
Net foreign exchange gains/(losses)	157	(20)
	5,663	3,064
c) Depreciation and amortisation		
Depreciation of property, plant and equipment	7,284	5,818
Amortisation of drydocking expenditure	760	823
	8,044	6,641
Amortisation of intangible assets	166	-
	8,210	6,641

* Provisions represent the fair value of existing fixed rate contracts with customers at date of acquisition of subsidiaries. Amortisation is provided based on the remaining contract lease period of the off market contracts, ranging from 5 to 9.5 years.

5. Earnings per share

Basic and diluted earnings per share

The earnings and weighted average number of ordinary shares used in the calculation of basic earnings per share are as follows:

	Half-year ended 31 December 2010	Half-year ended 31 December 2009
	US$'000	US$'000
Profit for the half-year attributable to owners of the Company	26,286	11,350
Weighted average number of ordinary shares used in calculation of basic earnings per share ('000)	271,700	* 271,700
Weighted average of shares to be issued arising from acquisition of interest in a joint venture ('000)	**2,919	-
Weighted average number of ordinary shares used in calculation of diluted earnings per share ('000)	***274,619	271,700
Basic earnings per share (USD cents per share)	9.7	4.2
Diluted earnings per share (USD cents per share)	9.6	4.2

* For the purpose of calculating basic EPS for the comparative period, the weighted average number of ordinary shares was based on the number of shares deemed to be the additional equity, following the sale of securities on ASX, recorded in the issued equity of the MEO Finance Group immediately before the acquisition of MEO Finance Group.

** This relates to the 31 December 2010 weighted average number of shares to be issued for the acquisition of interest in a joint venture, Samson Maritime Holdings Pty Ltd ("Samson Maritime") (Note 11).

*** For the purpose of calculating diluted earnings per share, the weighted average number of ordinary shares outstanding is adjusted for the effects of all dilutive potential ordinary shares, which is due to shares to be issued for deferred consideration. The employee share options are anti-dilutive and, accordingly, no adjustment is made for them.

6. Subsidiaries

Newly incorporated entity

Name of subsidiary and country of incorporation and operation	Principal activities	Effective equity interest held	
		31 December 2010	30 June 2010
		%	%
Constructor II (L) Bhd Malaysia	Owner and charterer of vessels and barges	100.0	-

6. Subsidiaries (continued)

Entity with additional equity interest acquired by the Group during the period

Name of subsidiary and country of incorporation and operation	Principal activities	Effective equity interest held	
		31 December 2010 %	30 June 2010 %
Stardazz Pte Ltd * Singapore	Owner and charterer of vessels and barges	100.0	65.0

On 19 August 2010, the Group acquired additional 35% of the issued share capital of Stardazz Pte Ltd ("Stardazz") for a purchase consideration of US$410,000 based on the fair value of the net assets acquired of US$300,000. In accordance with the requirement of IAS 27, Consolidation and Separate Financial Statements, the difference of US$110,000 between the purchase consideration and the carrying amount of non-controlling interests of US$300,000 has been taken into the other equity reserve in the half-year ended 31 December 2010.

7. Joint ventures

Name of joint ventures and country of incorporation and operation	Principal activities	Effective equity Interest held	
		31 December 2010 %	30 June 2010 %
Uniwise Holdings Limited Thailand	Investment holding	37.5	37.5
Uniwise Offshore Limited Thailand	Offshore support vessel business	50.0	50.0
Alliance Offshore Service Limited Hong Kong	Ship owner and charterer	50.0	50.0
Alliance Offshore Services Pte Ltd Singapore	Owner and charterer of vessels and barges	50.0	50.0
Samson Maritime Holdings Pty Ltd Australia (Note 11)	Investment holding	50.0	50.0

8. Trade and other receivables

	31 December 2010	30 June 2010
	US$'000	US$'000
Trade receivables, net	31,147	29,669
Deposits	1,311	2,117
Prepayments	1,266	1,916
Insurance claims	1,198	372
Other receivables (note (a))	36,374	2,724
	71,296	36,798

(a) During the half-year ended 31 December 2010, the Group disposed of vessels for purchase consideration of US$32,390,000, out of which US$28,072,000 is outstanding as at 31 December 2010.

9. Intangible assets

	31 December 2010	30 June 2010
	US$'000	US$'000
Composition:		
Goodwill (note (a))	50,528	47,738
Licences	1,054	896
	51,582	48,634

(a) Goodwill

	31 December 2010	30 June 2010
	US$'000	US$'000
Cost and carrying amount:		
Balance at beginning of financial year	47,738	32,836
Arising from acquisition of interest in joint venture	-	16,378
Effect of foreign currency exchange differences	2,790	(1,476)
Balance at end of the financial year	50,528	47,738

10. Borrowings

	31 December 2010	30 June 2010
	US$'000	US$'000
Secured - at amortised cost		
Current		
Bank loans	19,855	9,131
Finance lease liabilities	88	5
	19,943	9,136
Non Current		
Bank loans	123,211	127,119
Finance lease liabilities	-	3
	123,211	127,122
	143,154	136,258

10. Borrowings (continued)

Terms of outstanding loans were as follows:

	Consolidated			
	Interest rate	Year of Maturity	31 December 2010	30 June 2010
			US$'000	US$'000
Secured bank loans				
- USD syndicated revolving credit facility	LIBOR + 2.75%	2015	3,200	-
- USD syndicated term credit facility	LIBOR + 2.75%	2015	120,000	120,000
- USD bank loans	LIBOR + 1%-2%	2013 - 2016	13,771	10,497
- AUD bank loans	BBSY + 3.80%	2015	6,095	5,753
			143,066	136,250

11. Deferred consideration

	31 December 2010	30 June 2010
	US$'000	US$'000
Cost and carrying amount:		
Balance at beginning of financial year	5,097	-
Arising from acquisition of interest in joint venture	-	5,097
Effect of foreign currency exchange differences	541	-
Balance at end of the financial year	5,638	5,097

On 24 February 2010, the Group entered into a Share Subscription and Sale Agreement with the existing shareholders of Samson Maritime Holdings Pty Ltd ("Samson Maritime"), incorporated in Australia, a joint-venture company, to acquire a 50% joint venture interest in Samson Maritime. The total purchase consideration of US$21,165,000 comprised cash consideration of US$16,068,000 paid upon completion of the acquisition; and a deferred issue of shares of the Company at IPO price (A$1.90), amounting to US$5,638,000 (30 June 2010: US$5,097,000) representing 2,919,000 shares of the Company, to occur on 24 February 2011.

12. Commitments

The Group had the following outstanding commitments:

	31 December 2010	30 June 2010
	US$'000	US$'000
Capital commitments contracted but not provided for in respect of:		
Expenditure for licences fee, contracted for	-	331
Expenditure for vessels, contracted for	10,895	29,607

13. Comparative information

Certain of the comparative figures have been reclassified to conform with the presentation of half-year financial report.

As a result, certain line items have been amended on the face of the condensed consolidated statement of cash flows and condensed consolidated statement of comprehensive income to the financial statements as follows:

	As previously reported	Adjustments	As restated
	US$'000	US$'000	US$'000
Statement of cash flows			
Amortisation of drydocking expenditure	-	823	823
Depreciation of property, plant and equipment	6,641	(823)	5,818
Interest expense	7,289	(2,614)	4,675
Hedge ineffectiveness on interest rate swap hedges	-	2,614	2,614
Unrealised currency translation gains	-	(339)	(339)
Effects of exchange rate changes on the balance of cash held in foreign currencies	(242)	339	97
Investing activities			
- Payments for additional interest in a subsidiary	(6,917)	6,917	-
Financing activities			
- Payments for additional interest in a subsidiary	-	(6,917)	(6,917)
Statement of comprehensive income			
Other gains and losses	3,085	(21)	3,064
Administration expenses	(7,397)	(394)	(7,791)
Finance costs	(7,629)	(1)	(7,628)
Other expenses	(471)	414	(57)