

**YINSON PRODUCTION OFFSHORE PTE LTD
AND ITS SUBSIDIARIES**

(Incorporated in Singapore. Registration Number: 201429097M)

**UNAUDITED INTERIM CONDENSED
CONSOLIDATED FINANCIAL STATEMENTS**

For the six months period ended 31 July 2024

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UNAUDITED QUARTER CONDENSED CONSOLIDATED INCOME STATEMENT

For the three months period ended 31 July 2024

	Note	Individual Period 2 nd Quarter	
		31 July 2024 USD million	31 July 2023 USD million
Revenue		442	674
Cost of sales		(261)	(490)
Gross profit		181	184
Other items of income			
Interest income		4	2
Other income		1	1
Other items of expenses			
Administrative expenses		(25)	(11)
Finance costs		(86)	(34)
Share of profit of joint ventures		2	1
Share of loss of associates		([^])	-
Profit before tax		77	143
Income tax expense	7	(19)	(37)
Profit for the period		58	106
Attributable to:			
Owner of the Company		45	98
Non-controlling interests		13	8
		58	106
		Cents	Cents
Earnings per share attributable to ordinary equity shareholder of the Company:			
Basic	8	4.44	8.88
Diluted	8	4.44	8.88

[^] Below USD 1 million.

The unaudited quarter condensed consolidated income statement should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

**UNAUDITED QUARTER CONDENSED CONSOLIDATED STATEMENT OF
 COMPREHENSIVE INCOME**
For the three months period ended 31 July 2024

	Individual Period 2 nd Quarter	
	31 July 2024	31 July 2023
	USD million	USD million
Profit for the period	58	106
Other comprehensive (loss) / income:		
Items that will be reclassified subsequently to profit or loss:		
- Cash flows hedge reserve	(21)	34
- Reclassification of changes in fair value of cash flow hedges ⁽ⁱ⁾	(30)	(11)
Other comprehensive (loss) / income for the period	(51)	23
Total comprehensive income for the period	7	129
Attributable to:		
Owner of the Company	4	116
Non-controlling interests	3	13
	7	129

(i) Included in reclassification of change in fair value of cash flow hedges is a gain of USD 22 million from the termination of interest rate swap during the current quarter ended 31 July 2024.

The unaudited quarter condensed consolidated statement of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

UNAUDITED INTERIM CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months period ended 31 July 2024

	Note	Cumulative Period	
		31 July 2024 USD million	31 July 2023 USD million
Revenue	6.1	900	1,349
Cost of sales		(547)	(1,023)
Gross profit		353	326
Other items of income			
Interest income		6	4
Other income		1	3
Other items of expenses			
Administrative expenses		(35)	(19)
Finance costs	6.2	(153)	(67)
Share of profit of joint ventures	6.3	4	1
Share of loss of associates	6.3	([^])	-
Profit before tax		176	248
Income tax expense	7	(35)	(57)
Profit for the period	6.4	141	191
Attributable to:			
Owner of the Company		118	185
Non-controlling interests		23	6
		141	191
		Cents	Cents
Earnings per share attributable to ordinary equity shareholders of the Company:			
Basic	8	11.64	16.76
Diluted	8	11.64	16.76

[^] Below USD 1 million.

The unaudited interim condensed consolidated income statement should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the six months period ended 31 July 2024

	Cumulative Period	
	31 July 2024	31 July 2023
	USD million	USD million
Profit for the period	141	191
Other comprehensive (loss)/income:		
Items that will be reclassified subsequently to profit or loss:		
- Cash flows hedge reserve	20	35
- Reclassification of changes in fair value of cash flow hedges ⁽ⁱ⁾	(41)	(17)
Other comprehensive (loss) / income for the period	(21)	18
Total comprehensive income for the period	120	209
Attributable to:		
Owner of the Company	103	199
Non-controlling interests	17	10
	120	209

(i) Included in reclassification of change in fair value of cash flow hedges is a gain of USD 22 million from the termination of interest rate swap during the current quarter ended 31 July 2024.

The unaudited interim condensed consolidated statement of comprehensive income should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 July 2024

	Note	AS AT 31 July 2024 Unaudited USD million	AS AT 31 January 2024 Audited USD million
Assets			
Non-current assets			
Property, plant and equipment		678	692
Intangible assets		37	43
Investment in joint ventures		77	78
Investment in associates		4	4
Other receivables		14	17
Other assets		3	4
Finance lease receivables		1,767	1,785
Deferred tax assets		3	4
Derivatives		49	73
Contract assets	6.5	2,465	1,965
		5,097	4,665
Current assets			
Inventories		17	16
Other assets		62	49
Contract assets	6.5	118	72
Tax recoverable		4	3
Derivatives		7	8
Finance lease receivables		36	34
Trade and other receivables		161	156
Cash and bank balances		764	576
		1,169	914
TOTAL ASSETS		6,266	5,579
Equity and liabilities			
Equity			
Share capital		1,014	1,014
Reserves		35	45
Retained earnings		602	544
Equity attributable to owner of the Company		1,651	1,603
Non-controlling interests		214	158
Total equity		1,865	1,761

The condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 July 2024

		AS AT 31 July 2024	AS AT 31 January 2024
	Note	Unaudited USD million	Audited USD million
Non-current liabilities			
Loans and borrowings	6.5, 11	3,532	2,701
Lease liabilities		8	12
Contract liabilities		50	52
Other payables		-	97
Derivatives		2	6
Deferred tax liabilities		117	124
		3,709	2,992
Current liabilities			
Loans and borrowings	6.5, 11	158	185
Lease liabilities		6	5
Contract liabilities		10	11
Trade and other payables		489	588
Put option liability		-	5
Tax payables		29	32
		692	826
Total liabilities		4,401	3,818
TOTAL EQUITY AND LIABILITIES		6,266	5,579

The condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months period ended 31 July 2024

	← Attributable to owner of the Company →						Total	Non-controlling interests	Total equity
	Share capital	Foreign currency translation reserve	Cash flow hedge reserve	Put option reserve	Capital reserve	Retained earnings			
	USD million	USD million	USD million	USD million	USD million	USD million			
At 1 February 2024	1,014	4	54	(5)	(8)	544	1,603	158	1,761
Profit for the financial period	-	-	-	-	-	118	118	23	141
Other comprehensive loss	-	-	(15)	-	-	-	(15)	(6)	(21)
Total comprehensive income	-	-	(15)	-	-	118	103	17	120
Transactions with owners									
Cash dividends to owner of the Company	-	-	-	-	-	(60)	(60)	-	(60)
Transaction with non-controlling interests	-	-	-	-	-	(^)	(^)	48	48
Cash dividends to a non-controlling interests	-	-	-	5	-	-	5	(9)	(4)
Total transactions with owners	-	-	-	5	-	(60)	(55)	39	(16)
At 31 July 2024	1,014	4	39	-	(8)	602	1,651	214	1,865
At 1 February 2023	1,104	4	65	(15)	(8)	301	1,451	129	1,580
Profit for the financial period	-	-	-	-	-	185	185	6	191
Other comprehensive income	-	-	14	-	-	-	14	4	18
Total comprehensive income	-	-	14	-	-	185	199	10	209
Transactions with owners									
Cash dividends to owner of the Company	-	-	-	-	-	(16)	(16)	-	(16)
Cash dividends to a non-controlling interests	-	-	-	6	-	-	6	(6)	-
Total transactions with owners	-	-	-	6	-	(16)	(10)	(6)	(16)
At 31 July 2023	1,104	4	79	(9)	(8)	470	1,640	133	1,773

^ Below USD 1 million.

The unaudited interim condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months period ended 31 July 2024

	Cumulative Period	
	31 July 2024	31 July 2023
	USD million	USD million
OPERATING ACTIVITIES		
Profit before tax	176	248
Adjustments for:		
Amortisation of intangible assets	6	4
Depreciation of property, plant and equipment	25	24
Unrealised foreign exchange	1	3
Finance costs	153	67
Finance lease income	(118)	(78)
Interest income	(6)	(4)
Share of profit of joint ventures	(4)	(1)
Share of loss of associates	^	-
Operating cash flows before working capital changes	233	263
Changes in working capital:		
Inventories	(1)	1
Receivables	(7)	68
Other assets	(12)	116
Payables	(148)	223
Contract assets	(546)	(674)
Contract liabilities	(3)	(215)
Cash flows used in operations	(484)	(218)
Finance lease payments received	138	70
Interest received	6	4
Finance cost paid	(2)	(1)
Taxes paid	(45)	(29)
Net cash flows used in operating activities	(387)	(174)
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(11)	(3)
Purchase of other intangible assets	-	(1)
Dividends received from joint ventures	5	8
Repayment of advance from immediate holding company	-	7
Repayment of advance from related companies	-	18
Net cash flows (used in)/generated from investing activities	(6)	29

UNAUDITED INTERIM CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the six months period ended 31 July 2024

	Cumulative Period	
	31 July 2024 USD million	31 July 2023 USD million
FINANCING ACTIVITIES		
Dividends paid to immediate holding company	(60)	(16)
Dividends paid to non-controlling interests	(9)	(6)
Advances from immediate holding company	27	-
Advances from related companies	-	14
Repayment of advances to immediate holding company	(27)	-
Finance costs paid ⁽ⁱ⁾	(108)	(46)
Drawdown of term loans, net of transaction costs	481	200
Proceeds from issue of bonds, net of transaction costs	1,496	-
Repayment of term loans	(1,216)	(52)
Repayment of lease liabilities	(3)	(3)
Net cash flows generated from financing activities	581	91
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	188	(54)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	554	255
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	742	201
Cash and bank balances	764	221
Less: Fixed deposits with maturity over 3 months	(22)	(20)
Cash and cash equivalents	742	201

[^] Below USD 1 million.

(i) Included in the Group's finance cost paid is finance cost relating to interest rate swaps of USD 41 million (31 July 2023: USD 17 million) received in the current financial year.

(ii) Included in cash and bank balances are bank balances and deposits with licensed banks of the Group amounting to USD 329 million (31 July 2023: USD 162 million) that were restricted based on the respective requirements of the lenders. These restricted amounts can only be used for purposes specified in the respective loan agreements, such as:

- Debt Service Reserve Accounts, where specified minimum amounts are required to be maintained to service loans;
- Operation and maintenance restricted accounts, where the amounts only be utilised for expenses related to the charter and operation and maintenance contracts relating to the specified Floating Production, Storage and Offloading ("FPSO"); and
- FPSO restricted accounts, where the amounts can only be utilised for construction of an FPSO.

The unaudited interim condensed consolidated statement of cash flows should be read in conjunction with the accompanying explanatory notes attached to these interim financial statements.

NOTES TO THE UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months period ended 31 July 2024

1 BASIS OF PREPARATION

These unaudited interim condensed consolidated financial statements (Condensed Report) of Yinson Production Offshore Pte Ltd (the “Company”) and its subsidiaries (the “Group”) for the financial period ended 31 July 2024 have been prepared in accordance with *SFRS(I) 1-34: Interim Financial Reporting* and *IAS 34: Interim Financial Reporting* issued by the Singapore Financial Reporting Standards (International) (“SFRS(I)s”) and International Financial Reporting Standards (“IFRSs”) respectively. All references to SFRS(I)s and IFRSs are referred to collectively as SFRS(I)s in these financial statements, unless specified otherwise.

This Condensed Report should be read in conjunction with the audited financial statements for the financial year ended 31 January 2024. The significant accounting policies and methods adopted for the Condensed Report are consistent with those adopted for the audited financial statements for the financial year ended 31 January 2024 except for the adoption of Amendments to Standards and Issue Committee (IC) Interpretations effective as of 1 February 2024.

- Amendments to SFRS(I) 16 ‘Lease Liability in a Sale and Leaseback’
- Amendments to SFRS(I) 1-1 ‘Presentation of Financial Statements’
- Amendments to SFRS(I) 1-7 ‘Statement of Cash Flows’ and ‘Supplier Finance Arrangements’

The adoption of the above amendments to published standards did not have any material impact to the Group.

Material impacts of the initial application of a standard, an interpretation or an amendment, which will be applied retrospectively, are discussed below:

SFRS(I) 8 Operating Segments

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group’s other components. An operating segment’s operating results are reviewed regularly by the Group’s advisory board, to make decisions about resources to be allocated to the segment and to assess its performance, and for which discrete financial information is available.

SFRS(I) 1-33 Earnings per Share

The Group presents basic earnings per share data for its ordinary shares (“EPS”). Basic EPS is calculated by dividing the net profit or loss attributable to ordinary equity shareholders of the Company for the financial period by the weighted average number of ordinary shares ordinary shares in issue or issuable during the period, if any, excluding ordinary shares purchased by the Company and held as treasury shares.

Diluted EPS is calculated by dividing the net profit or loss attributable to ordinary equity shareholders of the Company for the financial period by the weighted average number of ordinary shares as adjusted for the basic earnings per share and includes all potential dilutive shares granted by the reporting date as if the shares had been exercised on the first day of the financial year or the date of the grant, if later.

The initial adoption of these SFRS(I)s had no impact on the interim financial information, other than additional disclosures in Note 6 for segment information and Note 8 for earnings per share.

NOTES TO THE UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months period ended 31 July 2024

1 BASIS OF PREPARATION (CONT.)

SFRS(I)s and Amendments to SFRS(I)s issued but not yet effective

At the date of authorisation of the Condensed Report, the following Standards were issued but not yet effective and have not been adopted by the Group:

Effective for financial periods beginning on or after 1 February 2025

- Amendments to SFRS(I) 1-21 'Lack of Exchangeability'

Effective for financial periods beginning on or after 1 February 2026

- Amendments to SFRS(I) 9 and SFRS(I) 7 'Amendments to the Classification and Measurement of Financial Instruments'

Effective for financial periods beginning on or after 1 February 2027

- SFRS(I) 18 'Presentation and Disclosure in Financial Statements'
- SFRS(I) 19 'Subsidiaries without Public Accountability: Disclosures'

Amendments to SFRS(I) 1-12 – 'International Tax Reform- Pillar Two Model Rules'

The Group has applied the temporary exception issued by Accounting Standards Committee under Accounting and Corporate Regulatory Authority ("ACRA") and International Accounting Standards Board ("IASB") in May 2023 from the accounting requirements for deferred taxes in SFRS(I) 1-12 Income Taxes' which is applicable and adopted by the Group for the financial year beginning on 1 February 2023. Accordingly, the Group neither recognises nor discloses information about deferred tax assets and liabilities related to Pillar Two income taxes.

As the Group may be impacted by Base Erosion and Profit Shifting (BEPS) rules, it continues to assess their potential financial impact. It should be noted that the impact can only be finally determined when legislation is enacted in the relevant jurisdictions. Once the final legislation is enacted in all jurisdictions in which the Group operates and a full assessment of the impact is completed, the Group will be able to conclude on the implications of BEPS rules.

2 SEASONAL OR CYCLICAL FACTORS

The Group's operations were generally not affected by any material seasonal or cyclical factors.

3 UNUSUAL ITEMS DUE TO THEIR NATURE, SIZE OR INCIDENCE

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period ended 31 July 2024.

NOTES TO THE UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months period ended 31 July 2024

4 CHANGES IN ACCOUNTING ESTIMATE

There were no material changes in accounting estimates during the financial period under review that would have a material effect that would substantially affect the results of the Group.

5 CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the financial period ended 31 July 2024, except for:

Conversion of quasi-equity loans into shares of a subsidiary

On 5 February 2024, Yinson Boronia Consortium Pte. Ltd. (“YBC”), an indirect subsidiary of the Company, increased its share capital via conversion of two quasi-equity loans totaling USD 204 million, from both Yinson Acacia Ltd (“YAL”), an indirect wholly owned subsidiary of the Company, and Japan Offshore Facility Investment 1 Pte. Ltd. (“JOFI”), based on the current price per share of USD 1.00. The loans were converted into ordinary shares of YBC by the YAL and JOFI on a proportionate basis and did not impact the current shareholding.

At conversion date, the Group’s carrying amounts of the loans prior to conversion were USD 148 million and USD 41 million, respectively.

As a result, the increase in the non-controlling interests recorded in Statement of Changes in Equity arising from the above-mentioned conversion of loans from JOFI amounted to USD 47 million.

Partial disposal of subsidiary

On 18 June 2024, YAL disposed of 955,831 ordinary shares in YBC, representing 0.24% equity interest of the share capital of YBC, to JOFI, for a total consideration of USD 1 million. The consideration was offset against a deposit received in prior year of USD 5 million. As a result, YAL’s equity interest in YBC decreased from 75% to 74.76%. The carrying amount of the non-controlling interest disposed was USD 1.3 million, resulting in a decrease in equity attributable to the owners of the Company of USD 0.3 million.

6 SEGMENT INFORMATION

For management purposes, the Group is organised based on their products and services and has the following reportable operating segments:

- (i) Engineering, Procurement, Construction, Installation and Commissioning (“EPCIC”) – This segment comprises of constructions of FPSO vessels.
- (ii) FPSO Operations – This segment comprises of leasing of vessels and vessels related services.
- (iii) Others – This segment comprises of investment holding, management services and treasury services.

NOTES TO THE UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months period ended 31 July 2024

6 SEGMENT INFORMATION (CONT.)

Transactions between segments are carried out on mutually agreed basis. The effects such inter-segment transactions are eliminated on consolidation.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which, in certain aspects as explained in the table below, is measured differently from operating profit or loss in the condensed consolidated financial statements. The Group financing (include finance costs) and income taxes are managed on a group basis and are not allocated to operating segments.

For the six months period ended 31 July 2024				<i>Amounts in USD millions</i>
	EPCIC	FPSO Operations	Others	Total
Revenue				
Gross Revenue	616	283	57	956
Elimination	-	(^)	(56)	(56)
	616	283	1	900
Segment results	159	179	(19)	319
Interest income				6
Finance costs				(153)
Share of profit of joint ventures				4
Share of loss of associates				(^)
Income tax expense				(35)
Profit for the period				141

For the six months period ended 31 July 2023				<i>Amounts in USD millions</i>
	EPCIC	FPSO Operations	Others	Total
Revenue				
Gross Revenue	1,131	218	44	1,393
Elimination	-	(^)	(44)	(44)
	1,131	218	^	1,349
Segment results	185	131	(6)	310
Interest income				4
Finance costs				(67)
Share of profit of joint ventures				1
Income tax expense				(57)
Profit for the period				191

^ Below USD 1 million.

NOTES TO THE UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months period ended 31 July 2024

6 SEGMENT INFORMATION (CONT.)

6.1 REVENUE AND SEGMENT RESULTS

Management Commentaries

EPCIC

Revenue for the financial period under review decreased to USD 616 million, as compared to USD 1,131 million in the corresponding financial period ended 31 July 2023. The decline in revenue was primarily due to lower contribution from EPCIC activities (based on progress of construction) as FPSO Maria Quitéria and FPSO Atlanta are expected to be completed by the end of the current financial year, the absence of the one-off effect of the exercise of the call option for the acquisition of AFPS B.V. completed on 31 July 2023, and the completion of FPSO Anna Nery on 7 May 2023. The actual progress of our projects under construction is in line with the Group's expectations.

The decrease in segment results to USD 159 million, as compared to USD 185 million in the corresponding financial period ended 31 July 2023 reflected the same drivers as the decline in revenue for the financial period under review.

FPSO Operations

Revenue for the financial period under review increased to USD 283 million, as compared to USD 218 million in the corresponding financial period ended 31 July 2023. The increase in revenue was mainly attributed to the contribution from FPSO Anna's operations since first oil was achieved on 7 May 2023.

The increase in segment results to USD 179 million, as compared to USD 131 million in the corresponding financial period ended 31 July 2023 reflects the same drivers as the increase in revenue for the financial period under review.

Other Operations

The segment has incurred a loss of USD 19 million for the financial period under review as compared to a loss of USD 6 million in the corresponding financial period ended 31 July 2023. The higher loss in the current financial period was mainly due to higher operational overheads.

6.2 FINANCE COSTS

Management Commentaries

Finance costs for the financial period under review increased to USD 153 million, as compared to USD 67 million in the corresponding financial period ended 31 July 2023. The increase in finance costs arose from higher drawdowns of the Group's financing facilities and issuance of secured bonds to support our project execution requirements.

6.3 SHARE OF RESULTS OF JOINT VENTURES AND ASSOCIATES

Management Commentaries

Joint ventures and associates have collectively contributed share of profit of USD 4 million for the financial period under review. In the corresponding period ended 31 July 2023, contribution was USD 1 million. The improvement in the share of results was mainly contributed by the extension of charter contracts for FPSO Lam Son and FSO Bien Dong 01 which took place in Q2 FY2024.

NOTES TO THE UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months period ended 31 July 2024

6 SEGMENT INFORMATION (CONT.)

6.4 CONSOLIDATED PROFIT AFTER TAX

Management Commentaries

Consolidated profit after tax for the financial period under review decreased to USD 141 million, as compared to USD 191 million in the corresponding financial period ended 31 July 2023. The decrease was mainly attributable to lower contribution from the EPCIC business activities (based on progress of construction) and increase in finance costs arising from the issuance of bonds and higher drawdowns of the Group's financing facilities to support project execution, partially offset by higher contribution from FPSO Anna Nery's operations since first oil was achieved on 7 May 2023.

6.5 CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Management Commentaries

For the six months ended 31 July 2024, the Group's non-current and current contract assets increased to USD 2,583 million, as compared to USD 2,037 million for the last audited financial year ended 31 January 2024. This is primarily arising from progress of construction for FPSO Atlanta, FPSO Maria Quitéria and FPSO Agogo, during the period under review.

Total loans and borrowings increased to USD 3,690 million, as compared to USD 2,886 million for the last audited financial year ended 31 January 2024. This is mainly due to the drawdown of term loans and the issuance of secured bonds amounting to USD 518 million and USD 1,535 million respectively to fund project execution requirement. The increase was partially offset with the repayment of certain loans of the Group. This strategic management of debt reflects our commitment to maintaining a robust financial structure.

The Group's net current assets have increased to USD 477 million, as compared to USD 88 million for the last audited financial year ended 31 January 2024, and the Group expects that it has sufficient liquidity to meet its liabilities in the foreseeable future. The Group's current ratio had improved as compared to previous financial year is mainly attributable to the increase in cash and bank balances from the issuance of loans and bonds.

Net debt to equity ratio (calculated as "Total Loans and Borrowings" less "Cash and Bank Balances" divided by "Total Equity") increased to 1.57 times in the current financial period under review as compared to 1.31 times in the last audited financial year ended 31 January 2024. This was primarily the result of the Group's higher leverage on additional loans and borrowings drawn down and issuance of bonds to fund project execution needs, which was moderated by the Group's enhanced total equity position of USD 1,865 million as at 31 July 2024.

NOTES TO THE UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months period ended 31 July 2024

7 INCOME TAX EXPENSE

The income tax expense consists of:

	Individual Period 2 nd Quarter		Cumulative Period	
	31 July 2024	31 July 2023	31 July 2024	31 July 2023
	USD million	USD million	USD million	USD million
Current income tax	13	16	39	30
Deferred income tax	6	21	(4)	27
Total income tax expense	19	37	35	57

Management Commentaries

The effective tax rate for the current quarter ended 31 July 2024 is higher than the statutory tax rate of Singapore mainly due to certain expenses having no tax impact under the relevant local tax jurisdiction.

8 EARNINGS PER SHARE

The following reflect the profit and share data used in the computation of basic and diluted earnings per share:

	Individual Period 2 nd Quarter		Cumulative Period	
	31 July 2024	31 July 2023	31 July 2024	31 July 2023
Net profit attributable to ordinary equity shareholders of the Company (USD million)	45	98	118	185
Weighted average number of ordinary shares in issue ('000)	1,013,564	1,103,564	1,013,564	1,103,564
Basic earnings per share (cents)	4.44	8.88	11.64	16.76
Diluted earnings per share (cents)	4.44	8.88	11.64	16.76

The weighted average number of shares take into account the weighted average effect of changes in ordinary shares transactions during the year.

As the Group has no potentially dilutive shares, the diluted EPS is the same as the basic EPS for the financial period ended 31 July 2024 and 31 July 2023.

9 ACQUISITION AND DISPOSALS OF PROPERTY, PLANT AND EQUIPMENT

Management Commentaries

The acquisition of property, plant and equipment for the current financial period was USD 11 million (31 July 2023: USD 3 million). There was no material disposal for the current financial period.

10 FAIR VALUE HIERARCHY

The Group uses the following hierarchy for determining the fair value of the financial instruments carried at fair value:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

As at reporting date, the carrying amounts of interest rate swaps was measured by using Level 2 method in the hierarchy in determining their fair value.

NOTES TO THE UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months period ended 31 July 2024

11 LOANS AND BORROWINGS

The following tables provide the details of loans and borrowings as at 31 July 2024 and 31 January 2024 :

	As at 31 July 2024		
	Short term USD million	Long term USD million	Total borrowings USD million
Secured			
Term Loans	129	2,053	2,182
Bonds	29	1,479	1,508
Total loans and borrowings	158	3,532	3,690

	As at 31 January 2024		
	Short term USD million	Long term USD million	Total borrowings USD million
Secured			
Term Loans	185	2,586	2,771
Unsecured			
Term Loans	-	115	115
Total loans and borrowings	185	2,701	2,886

All loans and bonds are denominated in US dollars.

Management Commentaries

The increase in the Group's loans and borrowings was primarily due to new drawdown of USD 292 million in relation to the project financing for FPSO Agogo, the issuance of USD 500 million five-year senior secured bonds by Yinson Production Financial Services Pte. Ltd. and the issuance of USD 1,035 million 18-year senior secured bonds by Yinson Boronia Production B.V. to re-finance the existing project financing loan.

Certain subsidiaries of the Group have entered into USD interest rate swap contracts with banks amounting to USD 1,189 million to mitigate the exposure to the risk of changes in market interest rates arising from the floating rate bank loans of those subsidiaries that are based on USD Secured Overnight Financing Rate ("SOFR").

The interest rate swaps have been designated as cash flows hedge which were measured at fair value and the changes in fair value were taken to the cash flows hedge reserve. For the financial period as at 31 July 2024, the net fair value movement on interest rate swap derivatives measured at fair value through the reserve was USD 21 million.

NOTES TO THE UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months period ended 31 July 2024

12 DIVIDEND PAID

Interim dividends declared and paid in respect of financial year	Group and Company	
	USD cents per share	USD million
Ended 31 January 2024		
Declared and paid on 10 July 2023	0.45	5
Declared and paid on 18 July 2023	0.18	2
Declared and paid on 21 July 2023	0.80	9
Total interim dividends		16
Ended 31 January 2025		
Declared and paid on 12 March 2024	2.96	30
Declared and paid on 26 June 2024	2.96	30
Total interim dividends		60

13 CAPITAL COMMITMENTS

As at 31 July 2024, there were no capital commitments.

14 CONTINGENT LIABILITY AND CONTINGENT ASSET

As at 31 July 2024, there were no contingent liabilities and contingent assets.

15 MATERIAL EVENTS AFTER THE REPORTING DATE

There were no material events up to the date that the Condensed Report was authorised for issue by the Board of Directors.

NOTES TO THE UNAUDITED INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the six months period ended 31 July 2024

16 RELATED PARTY DISCLOSURES

Significant related party transactions are as follows:

	Individual Period 2 nd Quarter		Cumulative Period	
	31 July 2024	31 July 2023	31 July 2024	31 July 2023
	USD million	USD million	USD million	USD million
Ultimate holding company:				
- management fee charges	(1)	-	(2)	-
Immediate holding company:				
- dividend paid to	(30)	(16)	(60)	(16)
- repayment of advance from/(to)	-	7	(27)	7
- advance received	-	-	27	-
Related companies:				
- advance (paid)/received	-	(20)	-	14
- advance interest charged	-	(9)	-	(9)
- repayment of advance from	-	18	-	18
Joint Ventures:				
- dividend income received from	5	4	5	8

The Directors are of the opinion that all the transactions above have been entered into in the normal course of business and have been established on terms and conditions that have been mutually agreed.

17 AUDITOR'S REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The Auditors' Report on the financial statements for the financial year ended 31 January 2024 was not qualified.

18 AUTHORISED FOR ISSUE

The Condensed Report was authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 30 September 2024.