

CORPORATE RESPONSIBILITY

The Group firmly believes that responsible corporate practices are essential to the sustainability and long-term growth of its business. We remain committed to undertaking exemplary corporate conduct in the creation of sustainable value for all our stakeholders. Our Framework for Sustainability, covering the dimensions of the Workplace, Environment, Community and Marketplace, is subsumed in our corporate culture, as an integral part of our organizational strategy. Priorities in our corporate responsibility ("CR") initiatives are guided by exigencies that are bound by the sustainability framework and available resources.

In 2012, our CR efforts were primarily directed towards Health, Safety, Security & Environmental ("HSSE") initiatives and practices given the high-risk and hazardous work environment in which we operate. We have strengthened the competencies and expertise of our workforce to deliver our CR commitment to our stakeholders. Being the segment leader in the offshore support vessel business and a respected brand name in our regional market, we have the added responsibility of ensuring we maintain stringent compliance with international HSSE standards. During the year, we have completed a series of Safety Hazard Campaigns, Smoke Hazard Campaigns and Fire and Safety Campaigns onboard our vessels and ashore at our office premises. These HSSE campaigns will not only help strengthen the Perdana Petroleum brand but also Malaysia's international standing in the oil & gas industry and they will remain priority areas for us as we move forward to greater heights.

Apart from our HSSE activities, the Group has also undertaken social responsibility initiatives for the community. Towards this end, the Group participated in the career fair of Karnival Amal Hari Penyayang 2012 in Alor Setar, Kedah Darul Aman in July 2012. The participants were secondary school students who were briefed on career opportunities in the oil & gas marine services.

As part of our contribution to a sustainable business environment, Perdana Petroleum is also a very active participant in the Malaysian Oil & Gas Services Council ("MOGSC"), the largest grouping of services companies in the oil & gas industry in the country. It is a well-recognised and effective grouping which involves participation of stakeholders such as Malaysia Petroleum Resources Corporation ("MPRC"), Malaysia External Trade Development Corporation ("MATRADE"), PETRONAS and other domestic and international agencies at various levels to spur the development of technology transfer, value creation and commercial growth for the overall oil & gas services industry. Above all else, MOGSC provides us the platform for input and feedback to ensure the sustainability of our business with regards to policies and directions to be taken by industry's regulators.