

**GLOBAL CARRIERS BHD**  
**Condensed Consolidated Statements Of Financial Position**

	Unaudited as at 31 March 2013 RM	Audited as at 31 December 2012 RM
<b>ASSETS</b>		
<b>Non Current Assets</b>		
Property, Plant & Equipment	180,392,798	181,024,799
Investment Property	55,000,000	55,000,000
Other Investment	-	-
	235,392,798	236,024,799
<b>Current Assets</b>		
Inventories	929,091	929,090
Trade Receivables	213,245	295,226
Other Receivables	896,741	1,761,908
Tax recoverable	42,116	42,116
Fixed Deposits	2,005,454	2,003,525
Cash and Bank Balances	7,480,564	9,987,165
	11,567,211	15,019,030
<b>TOTAL ASSETS</b>	<b>246,960,009</b>	<b>251,043,829</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share Capital	83,723,505	83,723,505
Redeemable Cumulative Convertible Secured Loan Stock (RCCSLs)	241,412	241,412
	83,964,917	83,964,917
Share Premium	5,379,421	5,379,421
Accumulated Losses	(98,919,058)	(94,961,711)
	(9,574,720)	(5,617,373)
Non-controlling Interest	31,840,426	32,081,027
<b>Total Equity</b>	<b>22,265,706</b>	<b>26,463,654</b>
<b>Non-current liabilities</b>		
Redeemable Cumulative Convertible Secured Loan Stock (RCCSLs)	5,340,460	-
Redeemable Unsecured Loan Stock (RULS)	17,504,155	21,267,357
Borrowings	65,998,391	68,817,416
Deferred tax liability	4,288,867	4,288,867
	93,131,873	94,373,640
<b>Current Liabilities</b>		
Trade Payables	11,257,415	10,722,541
Other payables & accruals	30,434,029	28,082,554
Redeemable Cumulative Convertible Secured Loan Stock (RCCSLs)	-	5,340,460
Redeemable Unsecured Loan Stock (RULS)	9,755,784	6,000,000
Borrowings	80,115,202	80,060,980
	131,562,430	130,206,535
<b>Total Liabilities</b>	<b>224,694,303</b>	<b>224,580,175</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>246,960,009</b>	<b>251,043,829</b>
<b>Net assets per share attributable to ordinary equity holders (RM)</b>	<b>(0.06)</b>	<b>(0.03)</b>

This quarterly financial report must be read in conjunction with the 2012 Audited Financial Statements.

**GLOBAL CARRIERS BHD**  
**Condensed Consolidated Statements Of Comprehensive Income**

	<u>Individual Quarter</u>		<u>Cumulative Quarter</u>	
	<u>Current Year</u>	<u>Preceding Year</u>	<u>3-month</u>	<u>Preceding Year</u>
	<u>Quarter Ended</u>	<u>Corresponding</u>	<u>Period up to</u>	<u>Corresponding</u>
	<u>31/03/2013</u>	<u>31/03/2012</u>	<u>31/03/2013</u>	<u>31/03/2012</u>
	<u>RM</u>	<u>RM</u>	<u>RM</u>	<u>RM</u>
Revenue	6,199,749	13,114,554	6,199,749	13,114,554
Operating Expenses	(7,870,171)	(14,835,103)	(7,870,171)	(14,835,103)
Other Income	101,688	732,018	101,688	732,018
Loss from Operations	(1,568,734)	(988,531)	(1,568,734)	(988,531)
Finance Costs	(2,647,301)	(2,929,819)	(2,647,301)	(2,929,819)
Investing Results	9,347	5,696	9,347	5,696
Exceptional item				
Gain on revaluation of investment property	-	-	-	-
Gain on disposal of property, plant & equipment	-	-	-	-
Property, plant & equipment written off	-	-	-	-
Provision for doubtful debt no longer required	8,740	600	8,740	600
Profit/(Loss) before taxation	(4,197,948)	(3,912,054)	(4,197,948)	(3,912,054)
Taxation	-	-	-	-
Profit/(Loss) after taxation for the Quarter / Period	(4,197,948)	(3,912,054)	(4,197,948)	(3,912,054)
Attributable to :				
Equity holders of the Company	(3,957,347)	(4,809,591)	(3,957,347)	(4,809,591)
Non-controlling Interest	(240,601)	897,537	(240,601)	897,537
	(4,197,948)	(3,912,054)	(4,197,948)	(3,912,054)
EPS - Basic (Sen)	(2.36)	(2.87)	(2.36)	(2.87)

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Worksheet for EPS:-

	Qtr		cumulative Period
Number shares	167,447,010		167,447,010
	<u>167,447,010</u>	-	<u>167,447,010</u>
Profit attributable to ordinary shareholders	(3,957,347)		(3,957,347)
Profit attributable to ordinary shareholders	<u>(3,957,347)</u>	-	<u>(3,957,347)</u>
EPS - Basic	(2.36)		(2.36)

**GLOBAL CARRIERS BHD**  
**Condensed Consolidated Statement of Changes in Equity**  
**for the quarter ended 31 March 2013**

	Share Capital RM	RCCSLs Equity Component RM	Share Premium RM	Accumulated Losses RM	Non-controlling Interest RM	Total RM
<b>Preceding Year Corresponding Period up to 31 March 2012</b>						
As at 1 January 2012	83,723,505	241,412	5,379,421	(43,853,400)	31,801,833	77,292,771
Cumulative (Loss)/Profit for the Period	-	-	-	(4,809,591)	897,537	(3,912,054)
As at 31 March 2012	<u>83,723,505</u>	<u>241,412</u>	<u>5,379,421</u>	<u>(48,662,991)</u>	<u>32,699,370</u>	<u>73,380,717</u>
<b>Cumulative 3-month Period up to 31 March 2013</b>						
As at 1 January 2013	83,723,505	241,412	5,379,421	(94,961,711)	32,081,027	26,463,654
Cumulative (Loss)/Profit for the Period	-	-	-	(3,957,347)	(240,601)	(4,197,948)
As at 31 March 2013	<u>83,723,505</u>	<u>241,412</u>	<u>5,379,421</u>	<u>(98,919,058)</u>	<u>31,840,426</u>	<u>22,265,706</u>

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**GLOBAL CARRIERS BHD**  
**Condensed Consolidated Statements of Cash Flow**

	<b>Cumulative 3-month Period up to 31-Mar-13 RM</b>	<b>Cumulative 3-month Period up to 31-Mar-12 RM</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit/(Loss) before tax	(4,197,948)	(3,912,054)
Adjustment for non-cash flow items:-		
Depreciation	2,724,688	3,654,379
Property, plant & equipment written off	-	2,697
Interest income	(9,347)	(5,696)
Interest expense	2,647,301	2,929,819
Provision for doubtful debt no longer required	(8,740)	(600)
Operating profit/(loss) before changes in working capital	<u>1,155,954</u>	<u>2,668,545</u>
Changes in working capital		
Inventories	-	-
Receivables	955,888	1,721,402
Payables	1,875,066	6,671,897
Cash generated from operations	<u>3,986,908</u>	<u>11,061,844</u>
Tax paid	-	-
Net cash flows from operating activities	<u>3,986,908</u>	<u>11,061,844</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(2,092,687)	(827,581)
Interest received	9,347	5,696
Sale proceed from disposals of property, plant & equipment	-	-
	<u>(2,083,340)</u>	<u>(821,885)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Interest paid	(1,636,026)	(2,929,819)
Repayment of RCCSLs	-	-
Repayment of term loan	(2,819,014)	(4,750,689)
RULS Redemption	(7,418)	-
	<u>(4,462,458)</u>	<u>(7,680,508)</u>
<b>CASH AND CASH EQUIVALENTS</b>		
Net changes in cash & cash equivalents	(2,558,890)	2,559,451
Cash & cash equivalents at beginning of the period	<u>(2,689,061)</u>	<u>(6,848,917)</u>
Cash & cash equivalent at end of the period	<u>(5,247,951)</u>	<u>(4,289,466)</u>
<b>CASH AND CASH EQUIVALENTS COMPRISE:-</b>		
Cash and bank balances	7,480,564	8,084,215
Fixed deposits with licence banks	2,005,454	2,226,135
Bank overdraft	(14,733,969)	(14,599,816)
	<u>(5,247,951)</u>	<u>(4,289,466)</u>

This quarterly financial report must be read in conjunction with the 2012 Audited Financial Statements.

**GLOBAL CARRIERS BHD**  
**FINANCIAL REPORTING STATEMENT FOR**  
**THE FIRST QUARTER ENDED 31 MARCH 2013**

**NOTES TO THE FINANCIAL STATEMENTS**

**(A) Notes Required Under FRS 134**

**(a) Basis of Preparation**

The same policies and methods are practised by Global Carriers Bhd (“GCB” or the “Company”) in this interim Financial Statement as compared with the annual Financial Statement for the year ended 31 December 2012.

This interim financial report has been prepared in accordance with FRS134 Interim Financial Reporting and Chapter 9 part K of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa”). This interim financial report must be read in conjunction with the annual audited accounts for the financial year ended 31 December 2012.

**Going Concern**

Pursuant to paragraph 8.04(2) of the listing requirement (“LR”) of Bursa in relation to Practice Note 17 (“PN17”), the Company is classified as PN17 Company. The PN17 criteria was triggered as a consequence of the Company’s latest unaudited quarterly announcement for the full financial year ended 31 December 2012 that was announced on 28 February 2013 wherein the shareholders’ equity on consolidated basis is below 25% or less of the issued paid up capital and such shareholders’ equity is less than RM40million. The Company and its subsidiaries have also defaulted in payment pursuant to Practice Note 1 (“PN1”) and were unable to provide a solvency declaration to Bursa.

The auditor have expressed a disclaimer opinion on the Company’s audited accounts for the financial year ended 31 December 2012.

Since the first announcement on 1 March 2013, the Company is in the midst of formulating a Regularisation Plan to address its PN17 status.

The appropriateness of preparing the Financial Statements of the Company on going concern basis is dependent upon the timely and successful formulation, approval and implementation of the Regularisation Plan, the continuing support from its lenders, achieving sustainable and viable operations and generating adequate cash flows for its operating activities.

Should the going concern basis of preparing the Financial Statements be no longer appropriate, adjustment would have to be made to reduce the value of all assets to their estimated realisable values, and to provide further estimated liabilities that may arise, and to reclassify property, plant and equipment and

other non-current assets and non-current liabilities as current assets and current liabilities respectively.

The Financial Statements of the Company do not include any adjustments and classifications relating to the recorded assets and liabilities that may be necessary if the Company are unable to continue as going concern.

(b) **Qualification in Auditor's Report**

The auditor have expressed a disclaimer opinion on the Company's audited accounts for the financial year ended 31 December 2012.

(c) **Seasonality or Cyclicity of Operations**

The business operations of the Group have significantly affected by the present slump in the Global Shipping Industry.

(d) **Unusual Items**

For the current quarter, there are no items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

(e) **Changes in Estimates**

There are no changes in estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years, which may have a material effect in the current interim period.

(f) **Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities**

There are no issuances, cancellations, repurchases, resale and repayments of debts and equity securities for the quarter under review.

(g) **Dividend Paid**

No dividend has been paid on the ordinary shares during the current quarter under review.

(h) **Segmental Reporting**

Segmental reporting by industries of the Group for the current financial period to-date is set out below:-

	Shipping RM'000	Property Investment RM'000	Shipping Management Services RM'000	Others RM'000	Total RM'000
<b>Turnover</b>	5,809	391	-	-	6,200

<b>Results</b>					
Segment results	(799)	(19)	(667)	(66)	(1,551)
Finance Cost	(1,200)	-	(228)	(1,219)	(2,647)
<b>Profit/(Loss) After Tax</b>	(1,999)	(19)	(895)	(1,285)	(4,198)

<b>Total Assets</b>	187,573	55,262	2,538	4,587	249,960
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(i) **Valuations of Property, Plant & Equipment**

The valuations of the Property, Plant & Equipment have been brought forward, without amendment from previous financial statements.

(j) **Investment Property**

The investment property is valued annually at fair value, comprising market value by an independent, professionally qualified valuer.

(k) **Material Events Subsequent to End of Interim Period**

There are no material events subsequent to the end of the interim period that have not been reflected in the financial statements for the interim period.

(l) **Changes in the Composition of the Group**

During the interim period, there are no changes in the composition of the Group including business combination, acquisition or disposal of subsidiaries and long term investments, restructurings and discontinuing operations.

(m) **Changes in Contingent Liabilities**

There is no change in contingent liability in this quarter under review.

**(B) Notes Required Under the Bursa Malaysia Securities Berhad Listing Requirements  
(Revised Part A of Appendix 9B)**

**1. Review of Performance**

The Group recorded RM6.20 million in revenue for the quarter under review, a decrease of RM6.91million or 52.71% as compared to the preceding year corresponding quarter of RM13.11 million. The revenue decrease due to (2) two vessels were on dry docking in the quarter under review and disposal of a vessel in third quarter 2012.

**2. Material Changes for the Current and Preceding Quarter**

The Group recorded a loss before exceptional item of RM4.20 million for the current quarter on a turnover of RM6.20 million, as compared to a loss before exceptional item of RM6.23 million on a turnover of RM9.83 million in the preceding quarter.

The lower loss was contributed by lower operating expenses during the current quarter under review.

**3. Prospects**

Due to the global economic uncertainties, the spot tanker market is expected to remain low for the remaining financial year.

**4. Provision of Profit Forecast or Profit Guarantee in Public Document**

The Company did not provide a profit forecast or profit guarantee in a public document.

**5. Taxation**

The income of the Group derived from the operations of sea-going Malaysian registered ships is 70% tax-exempt under Section 54A of the Income Tax Act, 1967.

**6. Profit/Loss on Sale of Unquoted Investments and/or Properties**

There is no sale of unquoted investments during the quarter under review.

**7. Purchase/Disposal of Quoted Securities**

There is no purchase/disposal of quoted securities by the Group or any of its subsidiary companies during the quarter under review.

8. **Status of Corporate Proposals**

There are no corporate proposals announced or are being undertaken by the Company or the Group during the quarter under review.

9. **Group Borrowings**

As at 31 March 2013 the outstanding Redeemable Unsecured Loan Stocks ("RULS") amounts to approximately RM27 million. The interest rate is fixed at 5.75% per annum.

The Group's bank overdraft facility of RM15 million is secured by a first charge over the investment property. The bank overdraft is at an effective interest rates of BLR + 1.50% per annum on daily rest.

The Group secured long term loans are approximately RM101 million in total to finance its five (5) double hull vessels. The effective interest rates approximately range from 5.65% - 6.20% per annum.

The Group secured short term loan of RM30 million for working capital purposes. The effective interest rate is range from 3%-7.5% per annum.

10. **Changes in Material Litigation**

There is no new material litigation during this reporting period.

11. **Dividend**

No dividend was declared on the ordinary shares for the quarter under review.

12. **Loss per Ordinary Share**

The loss per ordinary share of the Group as at the end of this period are calculated as follows:-

Profit/ (loss) attributable to ordinary shareholders

- for the period	RM'000	(3,957)
- for the quarter	RM'000	(3,957)

	<b>Current Quarter</b>	<b>Current Period</b>
Ordinary shares beginning of the year	167,447,010	167,447,010

Loss per ordinary share:-

		<b>Current Quarter</b>	<b>Current Period</b>	<b>Audited 31 Dec 2012</b>
- Basic	(sen)	(2.36)	(2.36)	(30.52)

13. **Disclosure of realised and unrealised profit/losses**

<b>Group</b>	<b>31 Mar 2013 RM</b>	<b>31 Dec 2012 RM</b>
Realised	(123,630,191)	(119,672,844)
Unrealised	24,711,133	24,711,133
Total accumulated losses	(98,919,058)	(94,961,711)