



บริษัท อาร์ ซี แอล จำกัด (มหาชน)  
Regional Container Lines Public Company Limited

Press Release for

**Financial Results as at 30 September 2011**

RCL reported third quarter 2011 results, posting a net gain at THB 804 million versus a net gain at THB 356 million in 3Q2010 mainly due to THB 1,259 million gain on sales of RCL Centre in Singapore. The slowdown in US economy and Eurozone sovereign debt crisis, together with the overcapacity pressuring freight rates in the shipping markets, have adversely affected the usual peak season for this quarter where RCL incurred operating loss of THB 483 million in 3Q2011 without considering the gain on sales of fixed assets. Despite this gain, the nine months loss was THB 388 million as compared with THB 178 million in 2010.

Regional Container Lines Group's Shipper Owned Container (SOC) liftings in 3Q11 declined 13% year-on-year at 264,995 TEUs. For Carrier Owned Container (COC), the liftings declined 17% year-on-year at 286,682 TEUs. The total liftings for 3Q11 therefore decreased 15% year-on-year at 551,677 TEUs.

From the decline in liftings, total turnover for the third quarter before exchange difference, gain on sale of assets and investments, and adjustment for unrealized loss on derivatives, decreased by 13% Y-O-Y at THB 3,551 million.

The cost of freight and operation in 3Q11 increased by 5% at THB 3,604 million as compared to the same quarter the year before. The increase was mainly contributed by higher fuel cost, which was significantly higher than a year ago.

In 3Q11 the group disposed RCL Centre in Singapore and some old containers, which resulted in a disposal gain of THB 1,288 million as against a disposal gain of THB 15 million in 3Q10. In addition, the group recorded a gain on exchange of THB 3 million in 2011 versus a gain of THB 82 million last year.

Like all other container carriers in the industry, with the current trend of weak shipping components and stiff competition, RCL is pressured to face the challenge of slowing trade demand, excess vessel capacity, weak freight rates, and high fuel costs without exceptions.

14 November 2011

*Founded in 1979, RCL is a Thai based container shipping line, which was public listed on the Thai Stock Exchange since 1988. Its core business is in the carriage of Shipper owned containers (or SOC) and its own Carrier owned containers (or COC) within a service network that is fully Asia centric. RCL currently owns and operates a fleet of 40 vessels with sizes ranging between 500 TEUs to 2,732 TEUs, with a fleet of 76,935 TEUs to support its own COC carriage as well. It also operates a network of 60 offices made up of both owned and agency offices to support its service structure. RCL is today recognized as amongst the leading SOC and Intra Asia COC operators by both peers and customers alike.*



## QUARTERLY EARNING STATEMENTS IN US\$

	1 <sup>st</sup> Quarter 2010	Half-Year 2010	9 months 2010	Year-end 2010	1 <sup>st</sup> Quarter 2011	Half-Year 2011	9 months 2011
Freight income	111.4	231.2	359.8	480.3	113.5	227.5	343.7
Cost of freight and operations	(112.5)	(227.1)	(336.3)	(446.7)	(124.9)	(243.9)	(363.5)
<b>Gross Profit</b>	<b>(1.1)</b>	<b>4.1</b>	<b>23.5</b>	<b>33.6</b>	<b>(11.4)</b>	<b>(16.4)</b>	<b>(19.8)</b>
<b>Gross Profit Margin</b>	<b>-1.0%</b>	<b>1.8%</b>	<b>6.5%</b>	<b>7.0%</b>	<b>-10.0%</b>	<b>-7.2%</b>	<b>-5.8%</b>
Other income	1.1	2.4	3.6	5.1	1.2	2.6	3.8
Adjustment for unrealised loss on derivatives	0.0	0.0	0.0	0.0	0.0	0.1	0.1
Gain on exchange	0.1	1.0	0.4	0.8	0.0	0.0	1.5
Gain on sale of assets	0.8	1.2	1.7	2.6	0.8	1.7	44.0
Reversal of loss on impairment of buildings	0.0	0.0	0.0	20.6	0.0	0.0	0.0
Total other income	2.0	4.6	5.7	29.1	2.0	4.4	49.4
Admin expenses	(8.4)	(18.9)	(28.5)	(39.7)	(10.2)	(20.5)	(31.2)
Allowance for unrealised loss from changes in the fair value of Derivatives	0.0	0.0	(0.1)	0.0	0.0	0.0	0.0
Loss on exchange	0.0	0.0	0.0	0.0	(0.8)	(0.9)	0.0
Loss on sale of investments	(0.1)	(0.2)	0.0	0.0	0.0	0.0	0.0
Loss on impairment of assets	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Loss on impairment of Vessels							0.0
Loss on disposal of vessels	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total other expenses	(8.5)	(19.1)	(28.6)	(39.7)	(11.0)	(21.4)	(31.2)
Interest expenses	(3.2)	(6.3)	(9.4)	(12.5)	(2.8)	(5.6)	(8.5)
Profit / (loss) before taxation	(10.8)	(16.7)	(8.8)	10.5	(23.2)	(39.0)	(10.1)
Income tax	(0.1)	(0.3)	(0.4)	(0.6)	(0.2)	(0.4)	(0.5)
Profit / (loss) after taxation	(10.9)	(17.0)	(9.2)	9.9	(23.4)	(39.4)	(10.6)
Minority interest	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>Net profit / (loss) attributable to members</b>	<b>(10.9)</b>	<b>(17.0)</b>	<b>(9.2)</b>	<b>9.9</b>	<b>(23.4)</b>	<b>(39.4)</b>	<b>(10.6)</b>

## COMPUTATION OF EBITDA

Profit / (loss) before taxation	(10.8)	(16.7)	(8.8)	10.5	(23.2)	(39.0)	(10.1)
Add: Impairment loss of assets	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Deduct: Impairment gain	0.0	0.0	0.0	(20.6)	0.0	0.0	0.0
Less Adjustment/ Add Allowance for unrealised loss on derivatives	0.0	0.0	0.1	0.0	0.0	(0.1)	(0.1)
Less: Realised loss on derivatives	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Add: Interest	3.2	6.3	9.4	12.5	2.8	5.6	8.5
<b>EBIT</b>	<b>(7.6)</b>	<b>(10.4)</b>	<b>0.7</b>	<b>2.4</b>	<b>(20.4)</b>	<b>(33.5)</b>	<b>(1.7)</b>
Add: Amortisation	0.2	0.5	0.7	0.9	0.3	0.6	1.3
Add: Depreciation	9.6	19.3	29.1	38.7	9.7	19.7	29.8
<b>EBITDA</b>	<b>2.2</b>	<b>9.4</b>	<b>30.5</b>	<b>42.0</b>	<b>(10.4)</b>	<b>(13.2)</b>	<b>29.4</b>



**A. M. T. & Associates**

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11 November 2011

The Board of Directors  
Regional Container Lines Public Company Limited  
30<sup>th</sup> Floor, Panjathani Tower  
127/35 Ratchadapisek Road  
Yannawa District  
Bangkok 10120

Dear Sirs,

**Consolidated financial statements in United States Dollars**

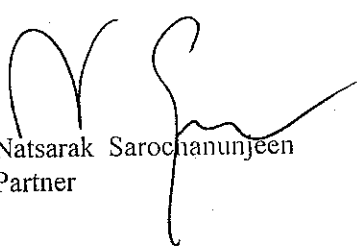
As requested, we have obtained from the management the consolidated statements of financial position as at 30 September 2011 and 31 December 2010, the related consolidated statements of income and retained earnings for the nine - month periods ended 30 September 2011 and 2010 of Regional Container Lines Public Company Limited and its subsidiaries ("the Group") in United States Dollars ("USD") and performed the following procedures as agreed upon:

- (i) We obtained management's basis in determining exchange rates applied in the translation of financial information.
- (ii) We recomputed the translation of financial information into USD.
- (iii) We checked the casting and extension of the translated USD financial information in the statements.

The above procedures do not constitute either an audit or a review in accordance with Thai generally accepted auditing standards and the basis of translation is not necessarily in compliance with Thai generally accepted accounting principles. We therefore cannot give any assurance on the basis of these procedures.

The above procedures were performed solely to assist you in the preparation of the financial information in USD for presentation to your bankers for the purpose of their facilities review, and are not to be referred to for any other purposes or distributed to any other parties without our prior consent.

Yours faithfully,  
A.M.T. & ASSOCIATES

  
Natsarak Sarochanunjeen  
Partner

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
STATEMENTS OF FINANCIAL POSITION

	30 September 2011		31 December 2010	
	Million	Million	Million	Million
	Baht	USD	Baht	USD
<b>ASSETS</b>				
<b>Current assets</b>				
Cash and cash equivalents	5,335.4	171.2	2,290.2	76.0
Trade accounts receivable - unrelated parties, net	2,679.2	86.0	1,381.7	45.8
Trade accounts receivable - related parties	135.6	4.3	143.0	4.7
Material supplies	469.8	15.1	392.1	13.0
Other current assets	343.7	11.0	228.8	7.6
<b>Total current assets</b>	<u>8,963.7</u>	<u>287.6</u>	<u>4,435.8</u>	<u>147.1</u>
<b>Non - current assets</b>				
Property and premises, net	271.9	8.8	3,177.3	100.7
Vessels and equipment, net	17,372.3	537.3	17,701.5	560.4
Intangible assets, net	211.2	6.8	208.0	6.9
Other non - current assets	227.0	6.8	223.8	6.7
<b>Total non - current assets</b>	<u>18,082.4</u>	<u>559.7</u>	<u>21,310.6</u>	<u>674.7</u>
<b>TOTAL ASSETS</b>	<u><u>27,046.1</u></u>	<u><u>847.3</u></u>	<u><u>25,746.4</u></u>	<u><u>821.8</u></u>

*See basis of preparation*

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
STATEMENTS OF FINANCIAL POSITION (CONTINUED)

	30 September 2011		31 December 2010		
	Note	Million	Million	Million	Million
		Baht	USD	Baht	USD
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>					
<b>Current liabilities</b>					
Short - term loan from financial institution		300.0	9.6	-	-
Trade accounts payable - unrelated parties		3,807.6	122.2	2,012.6	66.7
Trade accounts payable - related parties		2.6	0.1	55.7	1.8
Current portion of finance lease creditors		2.7	0.1	8.2	0.3
Current portion of long - term loans		1,126.8	36.1	1,351.4	44.8
Provision for unrealised loss from changes in the fair value of derivatives		6.5	0.2	8.8	0.3
Other current liabilities		303.5	9.7	285.3	9.6
<b>Total current liabilities</b>		<u>5,549.7</u>	<u>178.0</u>	<u>3,722.0</u>	<u>123.5</u>
<b>Non - current liabilities</b>					
Finance lease creditors, net of current portion		0.2	-	0.5	-
Long - term loans, net of current portion		5,899.9	189.2	6,344.3	210.3
Debentures, net		2,492.4	80.0	2,486.9	82.5
Employee benefit obligation	/	25.7	0.9	-	-
Other non - current liabilities		2.6	0.1	2.5	-
<b>Total non - current liabilities</b>		<u>8,420.8</u>	<u>270.2</u>	<u>8,834.2</u>	<u>292.8</u>
<b>Total liabilities</b>		<u>13,970.5</u>	<u>448.2</u>	<u>12,556.2</u>	<u>416.3</u>
<b>Shareholders' equity</b>					
<b>Share capital</b>					
<b>Issued and fully paid</b>					
828,750,000 ordinary shares of Baht 1 each		828.8	25.8	828.8	25.8
Share premium		4,983.0	173.9	4,983.0	173.9
Exchange differences on translating financial statement		(348.7)	(17.2)	(643.4)	(22.0)
<b>Retained earnings</b>					
Appropriated - statutory reserve		66.3	1.9	66.3	1.9
Unappropriated		7,528.1	214.1	7,938.9	225.3
<b>Equity attributable to Company's shareholders</b>		<u>13,057.5</u>	<u>398.5</u>	<u>13,173.6</u>	<u>404.9</u>
Non - controlling interests		18.1	0.6	16.6	0.6
<b>Total shareholders' equity</b>		<u>13,075.6</u>	<u>399.1</u>	<u>13,190.2</u>	<u>405.5</u>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<u>27,046.1</u>	<u>847.3</u>	<u>25,746.4</u>	<u>821.8</u>

*See basis of preparation and note to financial statement*

## REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

## STATEMENTS OF INCOME

FOR THE NINE - MONTH PERIODS ENDED 30 SEPTEMBER 2011 AND 2010

	2011		2010	
	Million	Million	Million	Million
	Baht	USD	Baht	USD
Revenues				
Freight income	10,464.8	343.7	11,588.1	359.8
Other income				
Gain on exchange	0.7	1.6	137.2	0.4
Gain on sales of fixed assets	1,339.4	44.0	55.9	1.7
Adjustment for unrealised loss on derivatives	2.6	0.1	-	-
Others	95.6	3.1	98.0	3.0
Total revenues	<u>11,903.1</u>	<u>392.5</u>	<u>11,879.2</u>	<u>364.9</u>
Expenses				
Cost of freight and operations	10,121.6	332.5	9,894.9	307.2
Depreciation and amortisation	966.8	31.1	967.1	29.8
Administrative expenses	949.7	31.1	895.6	27.8
Other expenses				
Loss on sales of investments	-	-	0.6	-
Adjustment for unrealised loss on derivatives	-	-	1.9	0.1
Total expenses	<u>12,038.1</u>	<u>394.7</u>	<u>11,760.1</u>	<u>364.9</u>
Share of profit (loss) from investments accounted for under equity method - associated companies	<u>20.5</u>	<u>0.7</u>	<u>19.9</u>	<u>0.6</u>
Profit (loss) before finance cost and corporate income tax	(114.5)	(1.5)	139.0	0.6
Finance cost	<u>(259.6)</u>	<u>(8.5)</u>	<u>(304.2)</u>	<u>(9.4)</u>
Profit (loss) before corporate income tax	(374.1)	(10.0)	(165.2)	(8.8)
Corporate income tax	<u>(14.0)</u>	<u>(0.5)</u>	<u>(13.3)</u>	<u>(0.4)</u>
Profit (loss) for the period	<u>(388.1)</u>	<u>(10.5)</u>	<u>(178.5)</u>	<u>(9.2)</u>
Profit (loss) attributable to:				
Equity holders of the parent	(388.5)	(10.5)	(179.0)	(9.2)
Non - controlling interests	0.4	-	0.5	-
	<u>(388.1)</u>	<u>(10.5)</u>	<u>(178.5)</u>	<u>(9.2)</u>

*See basis of preparation*

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES  
 STATEMENTS OF RETAINED EARNINGS  
 FOR THE NINE - MONTH PERIODS ENDED 30 SEPTEMBER 2011 AND 2010

	Note	2011		2010	
		Million Baht	Million USD	Million Baht	Million USD
Retained earnings - unappropriated					
Balance - beginning of period		7,938.9	225.3	7,474.2	215.4
Effect of changes in accounting policy	1	(22.3)	(0.7)	-	-
Balance - beginning of period after adjustment		7,916.6	224.6	7,474.2	215.4
Profit (loss) for the period		(388.5)	(10.5)	(179.0)	(9.2)
Total retained earnings - unappropriated		7,528.1	214.1	7,295.2	206.2
Retained earnings - appropriated					
Statutory reserve		66.3	1.9	66.3	1.9
Total retained earnings - appropriated		66.3	1.9	66.3	1.9
Total retained earnings		7,594.4	216.0	7,361.5	208.1

*See basis of preparation and note to financial statement*



**Basis of preparation****1. Thai Baht figures**

The Thai Baht figures in the statements of financial position as at 30 September 2011 and profit and loss accounts for the nine - month periods ended 30 September 2011 and 2010 were extracted from the reviewed consolidated financial statements. The Thai Baht figures in the statements of financial position as at 31 December 2010 were extracted from the audited consolidated financial statements. The consolidated financial statements included the financial statements of Regional Container Lines Public Company Limited (hereinafter called "the Company") and its subsidiaries in Thailand, Singapore and Hong Kong.

For consolidation purposes, foreign currency financial statements of the subsidiaries were translated into Thai Baht at the closing exchange rates as to assets and liabilities, and at the average rates as to revenues and expenses. The resultant difference has been presented under the caption of "Exchange differences on translating financial statement" in the shareholders' equity.

**2. USD figures**

2.1 The USD figures in the consolidated statements of financial position were determined by translating the Thai Baht consolidated statements of financial position of the Group (except for two subsidiaries in Singapore, of which the functional reporting currency in USD) using the following exchange rates:

- a) For assets and liabilities, we used the following approximate rates:

As of 30 September 2011 : USD 1 = Baht 31.1674

As of 31 December 2010 : USD 1 = Baht 30.1513

- b) The approximate rate as of 1 January 1997 was used for brought - forward balances of share capital, share premium, investments, property, vessels and equipment:

*For the Company and its Thailand subsidiaries*

USD 1 = Baht 25.5850

*For its Singapore subsidiaries with functional currency reporting in Singapore dollar*

USD 1 = SGD 1.4020

*For its Hong Kong subsidiaries*

USD 1 = HKD 7.7296

- c) Approximate rate as at the transaction dates were used for additional share capital, share premium, vessels and equipment, intangible assets and disposals of vessels, equipment and intangible assets.

Any differences have been included in "Exchange differences on translating financial statement".

2.2 The USD figures in the consolidated profit and loss accounts were determined by translating the Thai Baht consolidated profit and loss accounts of the Group (except for the two subsidiaries in Singapore, of which the functional reporting currency in USD) using the average exchange rates, which were as follows:

30 September 2011 : USD 1 = Baht 30.4441

30 September 2010 : USD 1 = Baht 32.2093

NOTE TO FINANCIAL STATEMENT1. Significant accounting policies

The interim financial statements are prepared by using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2010 with the material changes in accounting policies from adoption of revised and newly issued financial reporting standards in the current period as stated as follow:

(a) Employee benefits

Salaries, wages, bonuses, contributions to the social security fund, provident fund and other benefits are recognized as expenses when incurred.

Severance Payment are recognized as expenses along the service period of employees. The Company's post - employment benefits obligation are estimated under the actuarial assumption. Previously, the obligations were recognized as expenses when incurred.

(b) Employee benefit obligation

The Company and its subsidiary recorded post - employment benefit obligation (not separated fund from the Company's assets) as specified in the Thai Law which estimated under the actuarial assumptions by a qualified actuary. However, the actual benefit obligation may be different from the estimate.

The Company and its subsidiary selected to recognized the said employee benefit obligation as of 31 December 2010 amounted Baht 22.25 million (the Company only, Baht 21.22 million) by adjust to the retained earnings as of 1 January 2011 in accordance with the transitional treatment of TAS 19 which had the effects on the financial statements are as follows:

	Million Baht	Million USD
- Statements of financial position as of 30 September 2011		
- Increase in employee benefit obligation	25.74	0.85
- Decrease in retained earnings as of 1 January 2011	22.25	0.74
- Statements of income for the nine - month period ended 30 September 2011		
- Increase in employee benefit expenses resulting to:		
- Increase in administrative expenses	3.49	0.11
- Decrease in net profit	3.49	0.11