



บริษัท อาร์ ซี แอล จำกัด (มหาชน)

Regional Container Lines Public Company Limited

PRESS RELEASE

FINANCIAL RESULTS AS AT 30 JUNE 2011

RCL reported second quarter 2011 results, posting a net loss at THB 478 million versus a net loss at THB 193 million in 2Q2010 due to deterioration of freight rates, higher fuel cost and new capacity outpacing demand growth.

Regional Container Lines Group's Shipper Owned Container (SOC) liftings in 2Q11 increased only 2% year-on-year at 296,651 TEUs. For Carrier Owned Container (COC), the liftings declined 8% year-on-year at 323,611 TEUs. The total liftings for 2Q11 therefore decreased 3% year-on-year at 620,262 TEUs.

From the decline in liftings, total turnover for the second quarter before exchange difference, gain on sale of assets and investments, and adjustment for unrealized loss on derivatives, decreased by 11% at THB 3,497 million.

Similarly, the cost of freight and operation in 2Q11 decreased by 3% at THB 3,599 million as compared to the same quarter the year before. The decrease was contributed by the rising Asian currencies to offset against the escalating cost largely denominated in US currency.

In 2Q11 the group disposed some old containers, which resulted in a disposal gain of THB 29 million as against a disposal gain of THB 14 million in 2Q10. In the same quarter, the group recorded a gain on exchange of THB 13 million in 2011 versus a gain of THB 40 million last year.

As a result of lower revenue and higher cost, the group recorded a net loss attributable to equity holders of THB 478 million for the 2Q11, versus a net loss of THB 193 million for the same quarter of 2010. However, the 2Q11 loss was less than 1Q11 loss of THB 714 million, an improvement of 33% Q-O-Q.

11 August 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 38 vessels with sizes ranging between 500 TEUs to 2,732 TEUs, with a fleet of 80,229 TEUs to support its own COC carriage as well. It also operates a network of 68 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 st Quarter 2010	Half-Year 2010	9 months 2010	Year-end 2010	1 st Quarter 2011	Half-Year 2011
Freight income	111.4	231.2	359.8	480.3	113.5	227.5
Cost of freight and operations	(112.5)	(227.1)	(336.3)	(446.7)	(124.9)	(243.9)
Gross Profit	(1.1)	4.1	23.5	33.6	(11.4)	(16.4)
<i>Gross Profit Margin</i>	<i>-1.0%</i>	<i>1.8%</i>	<i>6.5%</i>	<i>7.0%</i>	<i>-10.0%</i>	<i>-7.2%</i>
Other income	1.1	2.4	3.6	5.1	1.2	2.6
Adjustment for unrealised loss on derivatives	0.0	0.0	0.0	0.0	0.0	0.1
Gain on exchange	0.1	1.0	0.4	0.8	0.0	0.0
Gain on sale of assets	0.8	1.2	1.7	2.6	0.8	1.7
Reversal of loss on impairment of buildings	0.0	0.0	0.0	20.6	0.0	0.0
Total other income	2.0	4.6	5.7	29.1	2.0	4.4
Admin expenses	(8.4)	(18.9)	(28.5)	(39.7)	(10.2)	(20.5)
Allowance for unrealised loss from changes in the fair value of Derivatives	0.0	0.0	(0.1)	0.0	0.0	0.0
Loss on exchange	0.0	0.0	0.0	0.0	(0.8)	(0.9)
Loss on sale of investments	(0.1)	(0.2)	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
Loss on impairment of Vessels						
Loss on disposal of vessels	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)
Interest expenses	(3.2)	(6.3)	(9.4)	(12.5)	(2.8)	(5.6)
Profit / (loss) before taxation	(10.8)	(16.7)	(8.8)	10.5	(23.2)	(39.0)
Income tax	(0.1)	(0.3)	(0.4)	(0.6)	(0.2)	(0.4)
Profit / (loss) after taxation	(10.9)	(17.0)	(9.2)	9.9	(23.4)	(39.4)
Minority interest	0.0	0.0	0.0	0.0	0.0	0.0
Net profit / (loss) attributable to members	(10.9)	(17.0)	(9.2)	9.9	(23.4)	(39.4)

COMPUTATION OF EBITDA

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



A. M. T. & Associates

สำนักงาน เอ. เอ็ม. ที. แอสโซซิเอต

Accounting Management & Tax Services
491/27 Silom Plaza, Silom Road, Bangruak, Bangkok 10500, Thailand.
Tel: +66 (0) 2234-1676, 2234-1678, 2237-2132 • Fax: +66 (0) 2237-2133

11 August 2011

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

Dear Sirs,

Consolidated financial statements in United States Dollars

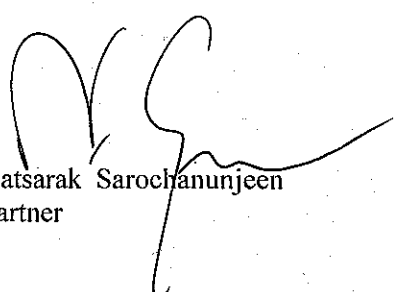
As requested, we have obtained from the management the consolidated statements of financial position as at 30 June 2011 and 31 December 2010, the related consolidated statements of income and retained earnings for the six - month periods ended 30 June 2011 and 2010 of Regional Container Lines Public 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

A.M.T. & ASSOCIATES

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

	30 June 2011		31 December 2010	
	Million	Million	Million	Million
	Baht	USD	Baht	USD
ASSETS				
Current assets				
Cash and cash equivalents	2,073.0	67.4	2,290.2	76.0
Current investment	300.0	9.8	-	-
Trade accounts receivable - unrelated parties, net	1,492.9	48.6	1,381.7	45.8
Trade accounts receivable - related parties	28.5	0.9	143.0	4.7
Material supplies	454.3	14.8	392.1	13.0
Other current assets	384.3	12.5	228.8	7.6
Total current assets	4,733.0	154.0	4,435.8	147.1
Non - current assets				
Property and premises, net	3,324.5	100.4	3,177.3	100.7
Vessels and equipment, net	17,476.2	545.7	17,701.5	560.4
Intangible assets, net	222.8	7.2	208.0	6.9
Other non - current assets	223.9	6.7	223.8	6.7
Total non - current assets	21,247.4	660.0	21,310.6	674.7
TOTAL ASSETS	25,980.4	814.0	25,746.4	821.8

See basis of preparation

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

	30 June 2011		31 December 2010	
	Million	Million	Million	Million
	Baht	USD	Baht	USD
LIABILITIES AND SHAREHOLDERS' EQUITY				
Current liabilities				
Short - term loan from financial institution	300.0	9.8	-	-
Trade accounts payable - unrelated parties	2,700.5	87.8	2,012.6	66.7
Trade accounts payable - related parties	18.6	0.6	55.7	1.8
Current portion of finance lease creditors	4.4	0.1	8.2	0.3
Current portion of long - term loans	1,742.0	56.6	1,351.4	44.8
Provision for unrealised loss from changes in the fair value of derivatives	7.3	0.2	8.8	0.3
Other current liabilities	307.2	10.1	285.3	9.6
Total current liabilities	5,080.0	165.2	3,722.0	123.5
Non - current liabilities				
Finance lease creditors, net of current portion	0.3	-	0.5	-
Long - term loans, net of current portion	6,159.7	200.2	6,344.3	210.3
Debentures, net	2,490.5	81.0	2,486.9	82.5
Employee benefit obligation	24.6	0.8	-	-
Other non - current liabilities	2.6	0.1	2.5	-
Total non - current liabilities	8,677.7	282.1	8,834.2	292.8
Total liabilities	13,757.7	447.3	12,556.2	416.3
Shareholders' equity				
Share capital				
Issued and fully paid				
828,750,000 ordinary shares of Bath 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	(395.0)	(20.6)	(643.4)	(22.0)
Retained earnings				
Appropriated - statutory reserve	66.3	1.9	66.3	1.9
Unappropriated	6,724.1	185.2	7,938.9	225.3
Equity attributable to Company's shareholders	12,207.2	366.2	13,173.6	404.9
Non - controlling interests	15.5	0.5	16.6	0.6
Total shareholders' equity	12,222.7	366.7	13,190.2	405.5
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	25,980.4	814.0	25,746.4	821.8

See basis of preparation and note to financial statement

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF INCOME

FOR THE SIX - MONTH PERIODS ENDED 30 JUNE 2011 AND 2010

	2011		2010	
	Million	Million	Million	Million
	Baht	USD	Baht	USD
Revenues				
Freight income	6,939.7	227.5	7,547.2	231.2
Other income				
Gain on exchange	-	-	54.9	1.0
Gain on sales of fixed assets	51.7	1.7	40.4	1.2
Adjustment provision for unrealised loss on derivatives	1.7	0.1	-	-
Others	69.6	2.3	63.6	1.9
Total revenues	<u>7,062.7</u>	<u>231.6</u>	<u>7,706.1</u>	<u>235.3</u>
Expenses				
Cost of freight and operations	6,821.9	223.6	6,767.6	207.3
Depreciation and amortisation	632.1	20.3	649.0	19.8
Administrative expenses	625.1	20.5	619.3	18.9
Other expenses				
Loss on exchange	2.4	0.9	-	-
Loss on sales of investments	-	-	3.8	0.2
Adjustment provision for unrealised loss on derivatives	-	-	1.3	-
Total expenses	<u>8,081.5</u>	<u>265.3</u>	<u>8,041.0</u>	<u>246.2</u>
Share of profit (loss) from investments accounted for under equity method - associated companies	<u>9.1</u>	<u>0.3</u>	<u>15.0</u>	<u>0.5</u>
Profit (loss) before finance cost and corporate income tax	(1,009.7)	(33.4)	(319.9)	(10.4)
Finance cost	<u>(170.1)</u>	<u>(5.6)</u>	<u>(206.0)</u>	<u>(6.3)</u>
Profit (loss) before corporate income tax	(1,179.8)	(39.0)	(525.9)	(16.7)
Corporate income tax	<u>(12.5)</u>	<u>(0.4)</u>	<u>(8.7)</u>	<u>(0.3)</u>
Profit (loss) for the period	<u>(1,192.3)</u>	<u>(39.4)</u>	<u>(534.6)</u>	<u>(17.0)</u>
Profit (loss) attributable to:				
Equity holders of the parent	(1,192.5)	(39.4)	(534.7)	(17.0)
Non - controlling interests	0.2	-	0.1	-
	<u>(1,192.3)</u>	<u>(39.4)</u>	<u>(534.6)</u>	<u>(17.0)</u>

See basis of preparation

A.M.T. & ASSOCIATES

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF RETAINED EARNINGS

FOR THE SIX - MONTH PERIODS ENDED 30 JUNE 2011 AND 2010

	Note	2011		2010	
		Million	Million	Million	Million
		Baht	USD	Baht	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		(1,192.5)	(39.4)	(534.7)	(17.0)
Total retained earnings - unappropriated		6,724.1	185.2	6,939.5	198.4
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		6,790.4	187.1	7,005.8	200.3

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 June 2011 and profit and loss accounts for the six - month periods ended 30 June 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 June 2011 : USD 1 = Baht 30.7472

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, and disposals of equipment.

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 June 2011 : USD 1 = Baht 30.5084

30 June 2010 : USD 1 = Baht 32.6493