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**RICKMERS MARITIME (the “Trust”) and its subsidiaries (the “Group”)**  
**Unaudited financial statements and distribution announcement**  
For the third quarter ended 30 September 2014

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Rickmers Maritime (the “Trust”) is a business trust constituted by the Trust Deed entered on 30 March 2007 by Rickmers Trust Management Pte. Ltd. as the trustee-manager of Rickmers Maritime.

Rickmers Maritime was listed on the Singapore Exchange Securities Trading Limited (“SGX”) on 4 May 2007.

As at 30 September 2014, the Group owned sixteen containerships, which are mainly chartered out on fixed-rate time charters with an average remaining charter period of 1.8 years.

Abbreviations:

QTR : Quarter  
NM : Not meaningful  
Incr : Increase  
Decr : Decrease

**1.a (i) Consolidated Statement of Comprehensive Income for the 3rd quarter ended 30 September 2014**

|                                                              | Note | 3rd QTR         |          |                 | 9 Months to     |          |                 |
|--------------------------------------------------------------|------|-----------------|----------|-----------------|-----------------|----------|-----------------|
|                                                              |      | 2014            | 2013     | Incr/<br>(Decr) | 30/09/14        | 30/09/13 | Incr/<br>(Decr) |
|                                                              |      | US\$'000        | US\$'000 | %               | US\$'000        | US\$'000 | %               |
| <b>Revenue</b>                                               | (a)  | <b>33,013</b>   | 36,600   | (10)            | <b>98,456</b>   | 107,116  | (8)             |
| Other income                                                 | (b)  | <b>1,612</b>    | 1,594    | 1               | <b>4,849</b>    | 4,793    | 1               |
| Other gains - net                                            | (c)  | <b>1,105</b>    | 7        | 15,686          | <b>12,500</b>   | 111      | 11,161          |
| Depreciation                                                 |      | <b>(9,356)</b>  | (9,302)  | 1               | <b>(27,903)</b> | (28,211) | (1)             |
| Provision for vessel impairment                              |      | <b>(44,446)</b> | -        | NM              | <b>(44,446)</b> | -        | NM              |
| Impairment of goodwill                                       |      | <b>(18,554)</b> | -        | NM              | <b>(18,554)</b> | -        | NM              |
| Amortisation of favourable charter contracts                 |      | -               | (128)    | NM              | <b>(84)</b>     | (384)    | (78)            |
| Vessel operating expenses                                    | (d)  | <b>(9,350)</b>  | (9,009)  | 4               | <b>(28,486)</b> | (27,090) | 5               |
| Trustee-Manager fee                                          |      | <b>(782)</b>    | (797)    | (2)             | <b>(2,320)</b>  | (2,348)  | (1)             |
| Other trust expenses                                         |      | <b>(136)</b>    | (136)    | -               | <b>(475)</b>    | (482)    | (1)             |
| Transaction fees                                             |      | -               | 9        | NM              | <b>(26)</b>     | (148)    | (82)            |
| Finance expenses                                             | (e)  | <b>(6,124)</b>  | (5,752)  | 6               | <b>(20,663)</b> | (21,835) | (5)             |
| <b>(Loss)/profit before income tax</b>                       |      | <b>(53,018)</b> | 13,086   | NM              | <b>(27,152)</b> | 31,522   | NM              |
| Income tax expense                                           |      | -               | -        | -               | -               | -        | -               |
| <b>Net (loss)/profit after tax</b>                           |      | <b>(53,018)</b> | 13,086   | NM              | <b>(27,152)</b> | 31,522   | NM              |
| <b>Other comprehensive income</b>                            |      |                 |          |                 |                 |          |                 |
| Cash flow hedges                                             |      |                 |          |                 |                 |          |                 |
| - Fair value (losses)/gains <sup>^</sup>                     |      | <b>(34)</b>     | (577)    | (94)            | <b>1,491</b>    | (448)    | NM              |
| - Transfer to finance expenses                               |      | <b>2,310</b>    | 2,916    | (21)            | <b>8,089</b>    | 10,079   | (20)            |
| <b>Other comprehensive income for the period, net of tax</b> |      | <b>2,276</b>    | 2,339    | (3)             | <b>9,580</b>    | 9,631    | (1)             |
| <b>Total comprehensive (loss)/income for the period</b>      |      | <b>(50,742)</b> | 15,425   | NM              | <b>(17,572)</b> | 41,153   | NM              |

<sup>^</sup> The fair value (losses)/gains on cash flow hedges is a non-cash item and will be continuously released to profit or loss to offset the interest expense over the period of borrowings.

**Notes:**

(a) Consists of time charter income, net of commissions.

(b) Other income

|                                                          | 3rd QTR      |          |                 | 9 Months to  |          |                 |
|----------------------------------------------------------|--------------|----------|-----------------|--------------|----------|-----------------|
|                                                          | 2014         | 2013     | Incr/<br>(Decr) | 30/09/14     | 30/09/13 | Incr/<br>(Decr) |
|                                                          | US\$'000     | US\$'000 | %               | US\$'000     | US\$'000 | %               |
| - Amortisation of deferred income from charter contracts | <b>1,436</b> | 1,436    | -               | <b>4,308</b> | 4,308    | -               |
| - Interest income from financial institutions            | <b>47</b>    | 21       | 124             | <b>101</b>   | 81       | 25              |
| - Other income                                           | <b>129</b>   | 137      | (6)             | <b>440</b>   | 404      | 9               |
|                                                          | <b>1,612</b> | 1,594    | 1               | <b>4,849</b> | 4,793    | 1               |

(c) *Other gains – net*

| 3rd QTR                                                          |          |                 | 9 Months to   |            |                 |
|------------------------------------------------------------------|----------|-----------------|---------------|------------|-----------------|
| 2014                                                             | 2013     | Incr/<br>(Decr) | 30/09/14      | 30/09/13   | Incr/<br>(Decr) |
| US\$'000                                                         | US\$'000 | %               | US\$'000      | US\$'000   | %               |
| - Gain on settlement of convertible loan                         | -        | -               | 11,361        | -          | NM              |
| - Gain on fair value of derivative component of convertible loan | 2        | NM              | 52            | 119        | (56)            |
| - Exchange loss on cash and cash equivalents                     | -        | NM              | (415)         | -          | NM              |
| - Exchange gain on medium-term notes                             | -        | NM              | 1,507         | -          | NM              |
| - Others                                                         | 5        | (60)            | (5)           | (8)        | (38)            |
| <b>1,105</b>                                                     | <b>7</b> | <b>15,686</b>   | <b>12,500</b> | <b>111</b> | <b>11,161</b>   |

(d) *Consist mainly of vessels' fixed operating expense, lubricant oil expense, vessel management fee, bunker consumption and other vessel-related expenses.*

(e) *Finance expenses*

finance expenses

|                                                                                                           | 3rd QTR  |          |                 | 9 Months to |          |                 |
|-----------------------------------------------------------------------------------------------------------|----------|----------|-----------------|-------------|----------|-----------------|
|                                                                                                           | 2014     | 2013     | Incr/<br>(Decr) | 30/09/14    | 30/09/13 | Incr/<br>(Decr) |
|                                                                                                           | US\$'000 | US\$'000 | %               | US\$'000    | US\$'000 | %               |
| Interest expense on secured bank loans                                                                    | (2,034)  | (2,484)  | (18)            | (6,490)     | (8,331)  | (22)            |
| Fair value losses on effective portion of interest rate swaps transferred from other comprehensive income |          |          |                 |             |          |                 |
| - Interest paid                                                                                           | (2,309)  | (2,979)  | (22)            | (8,088)     | (10,374) | (22)            |
| - Changes in derivative financial liability                                                               | -        | 64       | NM              | -           | 295      | NM              |
| Interest on secured bank loans, net of effect of hedging                                                  | (4,343)  | (5,399)  | (20)            | (14,578)    | (18,410) | (21)            |
| Fair value losses on ineffective portion of interest rate swaps                                           |          |          |                 |             |          |                 |
| - Interest paid                                                                                           | (799)    | (1,559)  | (49)            | (1,127)     | (4,643)  | (76)            |
| - Changes in derivative financial liability                                                               | 792      | 1,535    | (48)            | (754)       | 4,563    | NM              |
|                                                                                                           | (7)      | (24)     | (71)            | (1,881)     | (80)     | 2,251           |
| Interest on convertible loan                                                                              | -        | (329)    | NM              | (566)       | (1,495)  | (62)            |
| Interest on medium-term notes                                                                             | (1,774)  | -        | NM              | (2,708)     | -        | NM              |
| Debt processing fee                                                                                       | -        | -        | -               | (880)       | (1,800)  | (51)            |
| Other fees                                                                                                | -        | -        | -               | (50)        | (50)     | -               |
|                                                                                                           | (6,124)  | (5,752)  | 6               | (20,663)    | (21,835) | (5)             |

**1.a (ii) Consolidated Distribution Statement for the 3rd quarter ended 30 September 2014**

|                                                                                      | Note | 3rd QTR         |          |                 | 9 Months to               |                     |                 |
|--------------------------------------------------------------------------------------|------|-----------------|----------|-----------------|---------------------------|---------------------|-----------------|
|                                                                                      |      | 2014            | 2013     | Incr/<br>(Decr) | 30/09/14                  | 30/09/13            | Incr/<br>(Decr) |
|                                                                                      |      | US\$'000        | US\$'000 | %               | US\$'000                  | US\$'000            | %               |
| <b>(Loss)/profit after tax</b>                                                       |      | <b>(53,018)</b> | 13,086   | NM              | <b>(27,152)</b>           | 31,522              | NM              |
| <u>Add:</u>                                                                          |      |                 |          |                 |                           |                     |                 |
| Non-cash adjustments and others                                                      | (a)  | <b>69,184</b>   | 6,992    | 889             | <b>75,354</b>             | 21,022              | 258             |
| Interest expense - net                                                               |      | <b>6,679</b>    | 6,829    | (2)             | <b>18,451</b>             | 23,305              | (21)            |
| <b>EBITDA</b>                                                                        |      | <b>22,845</b>   | 26,907   | (15)            | <b>66,653</b>             | 75,849              | (12)            |
| Non-recurring expenses                                                               | (b)  | <b>32</b>       | (8)      | NM              | <b>906</b>                | 1,949               | (54)            |
| <b>Adjusted EBITDA</b>                                                               |      | <b>22,877</b>   | 26,899   | (15)            | <b>67,559</b>             | 77,798              | (13)            |
| <u>Add/(less):</u>                                                                   |      |                 |          |                 |                           |                     |                 |
| Movement in working capital                                                          |      | <b>801</b>      | (1,518)  | NM              | <b>1,732</b>              | (1,912)             | NM              |
| Drydock reserve                                                                      | (c)  | <b>(549)</b>    | (979)    | (44)            | <b>(2,300)</b>            | (3,002)             | (23)            |
| <b>Cash flow available for distribution before payment to debt capital providers</b> |      | <b>23,129</b>   | 24,402   | (5)             | <b>66,991</b>             | 72,884              | (8)             |
| <b>Net proceeds from issuance of Common Units</b>                                    |      | -               | (284)    | NM              | -                         | 78,466              | NM              |
| <b>Net proceeds from issuance of medium-term notes</b>                               |      | -               | -        | -               | <b>78,095</b>             | -                   | NM              |
| <b>Less: Payment to debt capital providers</b>                                       |      |                 |          |                 |                           |                     |                 |
| Repayment of secured bank loans                                                      |      | <b>(20,193)</b> | (20,480) | (1)             | <b>(66,156)</b>           | (113,797)           | (42)            |
| Repayment of convertible loan                                                        |      | -               | -        | -               | <b>(39,200)</b>           | -                   | NM              |
| Interest paid – secured bank loans, interest rate swaps and convertible loan         |      | <b>(5,122)</b>  | (7,265)  | (29)            | <b>(16,129)</b>           | (23,921)            | (33)            |
| Debt processing fee paid                                                             |      | -               | -        | -               | <b>(880)</b>              | (1,800)             | (51)            |
| Loan restructuring fee paid                                                          |      | -               | -        | -               | -                         | (893)               | NM              |
| <b>Cash flow available for distribution to Unitholders</b>                           |      | <b>(2,186)</b>  | (3,627)  | (40)            | <b>22,721</b>             | 10,939              | 108             |
| <b>Amount to be distributed to unitholders</b>                                       | (d)  | <b>5,084</b>    | 5,084    | -               | <b>15,252<sup>^</sup></b> | 12,710 <sup>^</sup> | 20              |
| Number of units – '000                                                               |      | <b>847,350</b>  | 847,350  | -               | <b>847,350</b>            | 847,350             | -               |
| <b>Distribution Per Unit - US Cents</b>                                              |      | <b>0.6</b>      | 0.6      | -               | <b>1.8</b>                | 1.5                 | 20              |

**Notes:**

- (a) Non-cash adjustments comprise depreciation expense, impairment of vessel and goodwill, amortisation of charter contracts (net), unrealised loss on interest rate swaps, gain on settlement of convertible loan, gain on fair value of derivative component of convertible loan, amortisation of the convertible loan and medium-term notes using the effective interest rate method as defined in IAS 39, amortisation of debt issuance costs and exchange translation differences.
- (b) Non-recurring expenses consist of debt processing fees, legal and professional fees incurred on the finalisation of the agreements with lending banks to extend the waiver of value-to-loan covenant.
- (c) The reserve represents management's estimate of the amount of cash that needs to be retained progressively for the vessels' future dry-docking costs.
- (d) The amount to be distributed is funded by cash flow available for distribution to unitholders, and partly from cash retained in the prior periods.
- <sup>^</sup> Consists of:
- (i) Distribution of 0.6 US Cents per unit for 847,350,000 units, in 1Q2014, 2Q2014 and 3Q2014. (1Q2013: 0.6 US Cents per unit for 423,675,000 units; 2Q2013 and 3Q2013: 0.6 US Cents per unit for 847,350,000 units).

**1.b (i) Statement of financial position as at 30 September 2014 together with comparative statements as at the end of the immediately preceding year**

|                                           | 30/09/14       |                | 31/12/13  |           |
|-------------------------------------------|----------------|----------------|-----------|-----------|
|                                           | Group          | Trust          | Group     | Trust     |
|                                           | US\$'000       | US\$'000       | US\$'000  | US\$'000  |
| <b>ASSETS</b>                             |                |                |           |           |
| <b>Current assets</b>                     |                |                |           |           |
| Cash and cash equivalents                 | 66,786         | 35,609         | 61,565    | 26,166    |
| Trade and other receivables               | 838            | 88             | 881       | 74        |
| Inventories                               | 2,397          | 149            | 2,229     | 149       |
| Prepayments                               | 515            | 15             | 34        | 14        |
| <b>Total current assets</b>               | <b>70,536</b>  | <b>35,861</b>  | 64,709    | 26,403    |
| <b>Non-current assets</b>                 |                |                |           |           |
| Investments in subsidiaries               | -              | 160            | -         | 160       |
| Loans to subsidiaries                     | -              | 898,441        | -         | 898,441   |
| Vessels                                   | 890,852        | -              | 960,392   | -         |
| Intangible assets                         | 4,943          | -              | 23,581    | -         |
| <b>Total non-current assets</b>           | <b>895,795</b> | <b>898,601</b> | 983,973   | 898,601   |
| <b>Total assets</b>                       | <b>966,331</b> | <b>934,462</b> | 1,048,682 | 925,004   |
| <b>LIABILITIES</b>                        |                |                |           |           |
| <b>Current liabilities</b>                |                |                |           |           |
| Trade and other payables                  | 5,952          | 369,432        | 2,182     | 341,574   |
| Advanced charter hire received            | 3,091          | -              | 3,926     | -         |
| Secured bank loans                        | 47,446         | 24,000         | 48,293    | 24,000    |
| Derivative financial instruments          | 8,027          | -              | 538       | 52        |
| <b>Total current liabilities</b>          | <b>64,516</b>  | <b>393,432</b> | 54,939    | 365,626   |
| <b>Non-current liabilities</b>            |                |                |           |           |
| Deferred income from charter contracts    | 5,678          | -              | 9,985     | -         |
| Secured bank loans                        | 329,191        | 210,063        | 394,297   | 246,145   |
| Medium-term notes                         | 77,198         | 77,198         | -         | -         |
| Convertible loan                          | -              | -              | 50,522    | 50,522    |
| Derivative financial instruments          | -              | -              | 16,366    | -         |
| <b>Total non-current liabilities</b>      | <b>412,067</b> | <b>287,261</b> | 471,170   | 296,667   |
| <b>Total liabilities</b>                  | <b>476,583</b> | <b>680,693</b> | 526,109   | 662,293   |
| <b>NET ASSETS</b>                         | <b>489,748</b> | <b>253,769</b> | 522,573   | 262,711   |
| <b>UNITHOLDERS' FUNDS</b>                 |                |                |           |           |
| Common Units in issue                     | 512,086        | 512,086        | 512,086   | 512,086   |
| Unit issuance costs                       | (12,024)       | (12,024)       | (12,024)  | (12,024)  |
| Hedging reserve                           | (6,754)        | -              | (16,334)  | -         |
| (Accumulated losses)/Distributable income | (3,560)        | (246,293)      | 38,845    | (237,351) |
| <b>Total unitholders' funds</b>           | <b>489,748</b> | <b>253,769</b> | 522,573   | 262,711   |

**1.b (ii) Group's borrowings and debt securities**

**Secured bank loans**

Amount repayable within one year

Amount repayable after one year

| <b>Group</b>    |                 |
|-----------------|-----------------|
| <b>30/09/14</b> | <b>31/12/13</b> |
| <b>US\$'000</b> | <b>US\$'000</b> |
| <b>47,446</b>   | 48,293          |
| <b>329,191</b>  | 394,297         |
| <b>376,637</b>  | 442,590         |

As at 31 December 2013, the face value of the Group's total outstanding secured bank loans was US\$443.8 million. During the first nine months of 2014, a total repayment of US\$66.1 million (2013: US\$113.8 million) was made by the Group. As at 30 September 2014, the face value of the Group's total outstanding secured bank loans was US\$377.7 million.

Face value of secured bank loans  
Unamortised portion of debt issuance costs  
Carrying amount of secured bank loans

| <b>Group</b>    |                 |
|-----------------|-----------------|
| <b>30/09/14</b> | <b>31/12/13</b> |
| <b>US\$'000</b> | <b>US\$'000</b> |
| <b>377,676</b>  | 443,832         |
| <b>(1,039)</b>  | (1,242)         |
| <b>376,637</b>  | 442,590         |

The difference between the face value of secured bank loans and the carrying amount of US\$376.6 million (31 December 2013: US\$442.6 million) is due to the accounting treatment for borrowings, which is initially recognised at fair value (net of transaction costs) and subsequently stated at amortised cost.

The loans bear interest at floating rates and are secured on all existing sixteen containerships and their respective assignment of the charter revenues, insurance, earnings, deposit accounts and pledge of respective owner's/borrower's (the Trust's subsidiaries) shares and requisition compensation.

On 7 July 2014, the Group successfully obtained an extension of the value-to-loan ("VTL") covenant waiver up to 31 December 2015.

### **Convertible loan**

Amount repayable after one year

| <b>Group</b>    |                 |
|-----------------|-----------------|
| <b>30/06/14</b> | <b>31/12/13</b> |
| <b>US\$'000</b> | <b>US\$'000</b> |
| -               | 50,522          |

The convertible loan denominated in US dollar was held by Polaris Shipmanagement Company Limited ("Polaris"). Polaris had the option to convert the loan into Common Units of the Trust on 1 April 2014 or receive repayments from the Trust in ten equal quarterly instalments with the first instalment due and payable on 30 June 2014. On 1 April 2014, Polaris did not exercise the conversion option and the option expired in accordance with the terms and conditions of the Convertible Loan Agreement.

Interest on the convertible loan was charged at a rate of 3-month US\$ LIBOR plus a margin of 1.25% per annum. From 1 April 2014, interest was charged at a rate of 3-month US\$ LIBOR plus a margin of 3.00% per annum, and the margin would increase by 0.25% per quarter until it reaches a maximum rate of 4.50% per annum.

On 30 May 2014, the convertible loan was fully settled at an amount of US\$39.2 million. The difference between the settlement amount and the carrying amount of the convertible loan on the settlement date amounting to US\$11.4 million was recognised as a gain on settlement of convertible loan in the Consolidated Statement of Comprehensive Income.

### **Medium-term notes**

Amount repayable after one year

| <b>Group</b>    |                 |
|-----------------|-----------------|
| <b>30/09/14</b> | <b>31/12/13</b> |
| <b>US\$'000</b> | <b>US\$'000</b> |
| 77,198          | -               |

On 15 May 2014, the Trust successfully issued S\$100 million (US\$80 million) of three-year notes ("Series 1 Notes") under its S\$300 million multicurrency medium-term note programme established on 19 November 2013. The Series 1 Notes bear a fixed interest rate of 8.45% per annum, which is payable semi-annually in arrears. The maturity date of Series 1 Notes is 15 May 2017.

**1.c Consolidated statement of cash flows for the 3rd quarter ended 30 September 2014**

|                                                                            | <b>3rd QTR</b>  |                 | <b>9 Months to</b>       |                 |
|----------------------------------------------------------------------------|-----------------|-----------------|--------------------------|-----------------|
|                                                                            | <b>2014</b>     | <b>2013</b>     | <b>30/09/14</b>          | <b>30/09/13</b> |
|                                                                            | <b>US\$'000</b> | <b>US\$'000</b> | <b>US\$'000</b>          | <b>US\$'000</b> |
| <b>Cash flows from operating activities:</b>                               |                 |                 |                          |                 |
| Cash receipts from customers                                               | <b>32,955</b>   | 36,590          | <b>98,286</b>            | 106,978         |
| Cash paid to suppliers and Trustee-Manager                                 | <b>(10,749)</b> | (10,709)        | <b>(31,215)</b>          | (30,421)        |
| <i>Net cash provided by operating activities</i>                           | <b>22,206</b>   | 25,881          | <b>67,071</b>            | 76,557          |
| <b>Cash flows from investing activities:</b>                               |                 |                 |                          |                 |
| Vessel improvement                                                         | <b>(254)</b>    | (52)            | <b>(896)</b>             | (91)            |
| Dry-docking cost paid                                                      | <b>(228)</b>    | (1,971)         | <b>(1,040)</b>           | (3,703)         |
| Interest received                                                          | <b>20</b>       | 17              | <b>74</b>                | 78              |
| <i>Net cash used in investing activities</i>                               | <b>(462)</b>    | (2,006)         | <b>(1,862)</b>           | (3,716)         |
| <b>Cash flows from financing activities:</b>                               |                 |                 |                          |                 |
| Proceeds from issuance of medium-term notes                                | -               | -               | <b>80,000</b>            | -               |
| Commission paid in relation to the issuance of medium-term notes           | -               | -               | <b>(1,582)</b>           | -               |
| Proceeds from issuance of Common Units                                     | -               | -               | -                        | 80,651          |
| Unit issuance costs paid                                                   | -               | (162)           | -                        | (2,031)         |
| Transaction fees paid                                                      | -               | (122)           | <b>(323)<sup>#</sup></b> | (154)           |
| Repayment of secured bank loans                                            | <b>(20,193)</b> | (20,480)        | <b>(66,156)</b>          | (113,797)       |
| Repayment of convertible loan                                              | -               | -               | <b>(39,200)</b>          | -               |
| Other fees paid                                                            | -               | -               | <b>(51)</b>              | (50)            |
| Interest paid on secured bank loans                                        | <b>(2,014)</b>  | (2,497)         | <b>(6,379)</b>           | (8,228)         |
| Interest paid on interest rate swaps                                       | <b>(3,108)</b>  | (4,538)         | <b>(9,215)</b>           | (15,017)        |
| Interest paid on convertible loan                                          | -               | (228)           | <b>(535)</b>             | (676)           |
| Debt processing fee paid                                                   | -               | -               | <b>(880)</b>             | (1,800)         |
| Loan restructuring fee paid                                                | -               | -               | -                        | (893)           |
| Decrease in restricted cash                                                | -               | -               | -                        | 893             |
| Distribution to unitholders                                                | <b>(5,084)</b>  | (5,084)         | <b>(15,252)</b>          | (10,168)        |
| <i>Net cash used in financing activities</i>                               | <b>(30,399)</b> | (33,111)        | <b>(59,573)</b>          | (71,270)        |
| <b>Net (decrease)/increase in cash and cash equivalents for the period</b> | <b>(8,655)</b>  | (9,236)         | <b>5,636</b>             | 1,571           |
| <b>Cash and cash equivalents at beginning of period</b>                    | <b>75,878</b>   | 67,066          | <b>61,565</b>            | 56,276          |
| Effects of exchange rate changes on cash and cash equivalents              | <b>(437)</b>    | 6               | <b>(415)</b>             | (11)            |
| <b>Cash and cash equivalents at end of period <sup>^</sup></b>             | <b>66,786</b>   | 57,836          | <b>66,786</b>            | 57,836          |

**Footnote:**

<sup>#</sup> Consist of professional fees incurred in relation to the multicurrency medium-term note programme established on 19 November 2013.

<sup>^</sup> Cash and cash equivalents include an amount of US\$25.0 million which can be used by the Group for operational purposes (subject to certain requirements) but the amount is not available for distribution to unitholders nor to service interest payments on the convertible loan or MTN.

**1.d (i) Statement of changes in unitholders' funds for the 3rd quarter ended 30 September 2014**

**Group**

|                                           | Attributable to unitholders of Trust |                           |                    |                         |                |
|-------------------------------------------|--------------------------------------|---------------------------|--------------------|-------------------------|----------------|
|                                           | Common<br>Units in<br>issue          | Unit<br>issuance<br>costs | Hedging<br>reserve | Distributable<br>income | Total          |
|                                           | US\$'000                             | US\$'000                  | US\$'000           | US\$'000                | US\$'000       |
| <b>2014</b>                               |                                      |                           |                    |                         |                |
| Balance at 1 January 2014                 | 512,086                              | (12,024)                  | (16,334)           | 38,845                  | 522,573        |
| Total comprehensive income for the period | -                                    | -                         | 7,304              | 25,865                  | 33,169         |
| Distribution to unitholders               | -                                    | -                         | -                  | (10,168)                | (10,168)       |
| Balance at 30 June 2014                   | 512,086                              | (12,024)                  | (9,030)            | 54,542                  | 545,574        |
| Total comprehensive loss for the period   | -                                    | -                         | 2,276              | (53,018)                | (50,742)       |
| Distribution to unitholders               | -                                    | -                         | -                  | (5,084)                 | (5,084)        |
| <b>Balance at 30 September 2014</b>       | <b>512,086</b>                       | <b>(12,024)</b>           | <b>(6,754)</b>     | <b>(3,560)</b>          | <b>489,748</b> |
| <b>2013</b>                               |                                      |                           |                    |                         |                |
| Balance at 1 January 2013                 | 431,435                              | (10,122)                  | (28,578)           | 30,617                  | 423,352        |
| Common Units issued                       | 80,651                               | -                         | -                  | -                       | 80,651         |
| Unit issuance costs                       | -                                    | (1,903)                   | -                  | -                       | (1,903)        |
| Total comprehensive income for the period | -                                    | -                         | 7,292              | 18,436                  | 25,728         |
| Distribution to unitholders               | -                                    | -                         | -                  | (5,084)                 | (5,084)        |
| Balance at 30 June 2013                   | 512,086                              | (12,025)                  | (21,286)           | 43,969                  | 522,744        |
| Unit issuance costs                       | -                                    | 1                         | -                  | -                       | 1              |
| Total comprehensive income for the period | -                                    | -                         | 2,339              | 13,086                  | 15,425         |
| Distribution to unitholders               | -                                    | -                         | -                  | (5,084)                 | (5,084)        |
| <b>Balance at 30 September 2013</b>       | <b>512,086</b>                       | <b>(12,024)</b>           | <b>(18,947)</b>    | <b>51,971</b>           | <b>533,086</b> |

**1.d (i) Statement of changes in unitholders' funds for the 3rd quarter ended 30 September 2014**

**Trust**

| Trust                                   | Attributable to unitholders of Trust |                           |                    |                       |                |
|-----------------------------------------|--------------------------------------|---------------------------|--------------------|-----------------------|----------------|
|                                         | Common<br>Units in<br>issue          | Unit<br>issuance<br>costs | Hedging<br>reserve | Accumulated<br>losses | Total          |
|                                         | US\$'000                             | US\$'000                  | US\$'000           | US\$'000              | US\$'000       |
| <b>2014</b>                             |                                      |                           |                    |                       |                |
| Balance at 1 January 2014               | 512,086                              | (12,024)                  | -                  | (237,351)             | 262,711        |
| Total comprehensive gain for the period | -                                    | -                         | -                  | 7,838                 | 7,838          |
| Distribution to unitholders             | -                                    | -                         | -                  | (10,168)              | (10,168)       |
| Balance at 30 June 2014                 | 512,086                              | (12,024)                  | -                  | (239,681)             | 260,381        |
|                                         |                                      |                           |                    |                       |                |
| Total comprehensive loss for the period | -                                    | -                         | -                  | (1,528)               | (1,528)        |
| Distribution to unitholders             | -                                    | -                         | -                  | (5,084)               | (5,084)        |
| <b>Balance at 30 September 2014</b>     | <b>512,086</b>                       | <b>(12,024)</b>           | <b>-</b>           | <b>(246,293)</b>      | <b>253,769</b> |
|                                         |                                      |                           |                    |                       |                |
| <b>2013</b>                             |                                      |                           |                    |                       |                |
| Balance at 1 January 2013               | 431,435                              | (10,122)                  | -                  | (215,284)             | 206,029        |
| Common Units issued                     | 80,651                               | -                         | -                  | -                     | 80,651         |
| Unit issuance costs                     | -                                    | (1,903)                   | -                  | -                     | (1,903)        |
| Total comprehensive loss for the period | -                                    | -                         | -                  | (4,171)               | (4,171)        |
| Distribution to unitholders             | -                                    | -                         | -                  | (5,084)               | (5,084)        |
| Balance at 30 June 2013                 | 512,086                              | (12,025)                  | -                  | (224,539)             | 275,522        |
|                                         |                                      |                           |                    |                       |                |
| Unit issuance costs                     | -                                    | 1                         | -                  | -                     | 1              |
| Total comprehensive loss for the period | -                                    | -                         | -                  | (1,224)               | (1,224)        |
| Distribution to unitholders             | -                                    | -                         | -                  | (5,084)               | (5,084)        |
| <b>Balance at 30 September 2013</b>     | <b>512,086</b>                       | <b>(12,024)</b>           | <b>-</b>           | <b>(230,847)</b>      | <b>269,215</b> |

- 1.d (ii) Details of any changes in the company's units arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of units for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of units that may be issued on conversion of all the outstanding convertibles, as well as the number of units held as treasury units, if any, against the total number of issued units excluding treasury units of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

**At the beginning and end of the period**

| 30/09/14    | 30/09/13    |
|-------------|-------------|
| Units       | Units       |
| 847,350,000 | 847,350,000 |

**Footnotes:**

- (a) *As at 30 September 2014, there were no outstanding convertibles (30 September 2013: Maximum of 181,263,067 units can be issued upon the exercise of the conversion option of the convertible loan).*
- (b) *As at 30 September 2014 and 2013, there were no treasury units.*

- 1.d (iii) To show the total number of issued units excluding treasury units as at the end of the current financial period and as at the end of the immediately preceding year.**

Total issued units

| 30/09/14    | 31/12/13    |
|-------------|-------------|
| 847,350,000 | 847,350,000 |

- 1.d (iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury units as at the end of the current financial period reported on.**

Not applicable.

**2 Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice**

The figures have not been audited nor reviewed. However, our auditors have performed certain procedures and enquiries. These procedures are substantially less in scope than an audit or a review in accordance with International Standard on Review Engagements (ISRE) 2410 – Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

**3 Where the figures have been audited, or reviewed, the auditors' report (including any qualifications or emphasis of matter)**

Not applicable.

**4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited financial statements have been applied**

Except as stated in Note 5, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period as those of the audited financial statements for the financial year ended 31 December 2013.

**5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change**

On 1 January 2014, the Group adopted the new and amended International Financial Reporting Standards ("IFRS") that are mandatory for application on that date. The following are the new and amended IFRS that are relevant to the Group.

- (i) Amendments to IAS 32, "Financial instruments: Presentation"
- (ii) Amendments to IAS 36, "Impairment of assets"
- (iii) Amendments to IAS 39, "Financial Instruments: Recognition and measurement"

The adoption of the above IFRS did not result in any substantial change to the Group's accounting policies nor any significant impact on the financial statements.

**6 Earnings per unit ('EPU') for the current financial period and corresponding period of the immediately preceding financial year**

|                                                                                                           | 3rd QTR     |                   | YTD         |                   |
|-----------------------------------------------------------------------------------------------------------|-------------|-------------------|-------------|-------------------|
|                                                                                                           | 2014        | 2013              | 2014        | 2013              |
| Weighted average number of units as at end of period                                                      |             |                   |             |                   |
| -basic                                                                                                    | 847,350,000 | 847,350,000       | 847,350,000 | 665,419,000       |
| -diluted                                                                                                  | 847,350,000 | 1,028,613,067     | 847,350,000 | 846,682,067       |
| (Loss)/earnings per unit for the period based on the weighted average number of units in issue (US Cents) |             |                   |             |                   |
| -basic                                                                                                    | (6.26)      | 1.54              | (3.20)      | 4.74              |
| -diluted                                                                                                  | (6.26)      | 1.30 <sup>^</sup> | (3.20)      | 3.89 <sup>^</sup> |

<sup>^</sup> Based on the assumption that the maximum number of units of 181,263,067 will be issued. The gain on fair value of the derivative component of the convertible loan was deducted and the interest expense on the convertible loan was added back to the EPU computation to arrive at the diluted EPU. The convertible loan was fully repaid on 29 May 2014.

**7 Net asset value (for the issuer and group) per unit based on the total number of issued units excluding treasury units of the issuer at the end of the period and immediately preceding financial year:-**

|                                 | 30/09/14 <sup>(a)</sup> |       | 31/12/13 |       |
|---------------------------------|-------------------------|-------|----------|-------|
|                                 | Group                   | Trust | Group    | Trust |
| Net asset value per unit (US\$) | 0.58                    | 0.30  | 0.62     | 0.31  |

**Footnote:**

- (a) The number of units used in the computation of actual NAV is 847,350,000 units.
- (b) There are no treasury units.

## **8 Review of the Performance of the Group**

The Group achieved a utilisation rate of 99.7% in 3Q14 (3Q13: 99.9%). Group revenue of US\$33.0 million for the third quarter of 2014 ("3Q14") was approximately US\$3.6 million or 10% below revenue of US\$36.6 million reported in the third quarter of 2013 ("3Q13"). The reduction was due mainly to the reduced charter rates on two vessels which had their charters renewed in the first quarter of 2014.

Other income comprising mainly amortisation of deferred income from charter contracts (non-cash in nature) and interest income, increased by 1% as compared to 3Q13, due to higher interest income earned as a result of higher cash balances which was placed as fixed deposits in 3Q14.

Other gains increased by US\$1.1 million in 3Q14 as compared to 3Q13. The increase was attributable to exchange gains on the medium-term notes following the appreciation of US dollars against the Singapore dollar in 3Q14.

A review for vessel and goodwill impairment was undertaken in 3Q14 for the entire fleet and impairment was recognised when the carrying value of vessels or cash-generating units exceed the recoverable amounts. For the period under review, a provision for vessel impairment of US\$44.4 million (3Q13: Nil) was applied to six vessels, and goodwill impairment of US\$18.6 million (3Q13: Nil) was recognised for eight vessel owning subsidiaries.

Vessel operating expenses comprising vessel fixed operating expense, lubricant oil expense, vessel management fee and bunker expense, increased by US\$0.3 million (4%) from US\$9.0 million in 3Q13 to US\$9.3 million in 3Q14. The increase was due to the contractual increase in fixed operating expense and vessel management fees which came into effect from 1 January 2014.

Finance expense increased by 6% from US\$5.8 million in 3Q13 to US\$ 6.1 million in 3Q14. The increase of US\$0.3 million was due mainly to higher interest expense on medium-term notes being offset by interest savings due to reduced outstanding loan balances and full settlement of convertible loan.

Overall, the Group recorded a net loss after tax of US\$53.0 million in 3Q14 compared to a net profit of US\$13.1 million in 3Q13. Excluding the impact of the non-cash impairment loss, profit would have been US\$10.0 million in 3Q14.

## **9 Where a forecast, or a prospect statement, has been previously disclosed to unitholders, any variance between it and the actual results.**

No forecast statement for the financial year 2014 has been disclosed.

**10 Commentary on the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

In 2014, trade growth is expected to reach 6.0%\* before accelerating slightly to 6.8%\* in 2015. Growth in container vessel capacity is expected to increase by 4.8%\* over the year. The trade growth projection is subject to risks from global economic developments.

The charter market for modern container panamax vessels has improved gradually during the reporting period, however, seasonal weakening towards year-end could be expected. A significant number of new ships, mainly very large container ships in excess of 10,000 TEU, are scheduled for delivery in 2015. Despite the high number of ships being scrapped and continued slow-steaming, structural oversupply will remain for some time to come. Nonetheless, the gradual recovery of time charter rates is expected to resume in 2015. A recovery in charter market will eventually affect vessel values positively which had so far remained near historically low levels.

Rickmers Maritime's fleet has, through existing charter agreements, US\$251.6 million of secured revenue between 30 September 2014 and the expiry of the last charter party contract in 2019. The fleet is 100% employed for the remaining part of 2014. With a number of our existing charter agreements expiring during 2015, the uncertainty surrounding the timing of a charter market recovery poses a risk to the earnings and cash flows of the Trust.

The Trust has a VTL covenant waiver until 31 December 2015 which protects the Trust from any adverse fluctuations in vessel values for 2015.

\* Source: Clarkson Research Services, September 2014

## 11 Distribution

### a Current financial period

|                                                                |                                                                                                                                                      |
|----------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------|
| Any distributions recommended for the current financial period | : Yes (recommended)                                                                                                                                  |
| Amount                                                         | : US\$5,084,100                                                                                                                                      |
| Distribution Period                                            | : 1 July 2014 to 30 September 2014                                                                                                                   |
| Distribution Type                                              | : Cash, Tax-exempt Distribution                                                                                                                      |
| Distribution Rate                                              | : 0.60 US Cents per unit                                                                                                                             |
| Par Value of units                                             | : Not applicable                                                                                                                                     |
| Tax Rate                                                       | : Distribution received by either Singapore tax resident Unitholders or non-Singapore tax resident Unitholders are exempt from Singapore income tax. |

The recommended distribution has not been provided for in these financial statements. This distribution will be accounted for in the statement of changes in unitholders' funds in the 4th quarter of 2014.

### b Corresponding period of the immediately preceding financial period

|                                                                            |                                                                                                |
|----------------------------------------------------------------------------|------------------------------------------------------------------------------------------------|
| Any distributions declared for the previous corresponding financial period | : Yes. At 0.60 US cents per unit for distribution period from 1 July 2013 to 30 September 2013 |
|----------------------------------------------------------------------------|------------------------------------------------------------------------------------------------|

### c Date payable

: 12 December 2014

### d Books Closure date

: The Transfer Books and Register of Unitholders of Rickmers Maritime (the "Trust") will be closed from 5.00 pm on 26 November 2014 for the purposes of determining each Unitholder's entitlement to the distribution.

Unitholders whose Securities Accounts with the Central Depository (Pte) Limited ("CDP") are credited with shares at 5.00 pm on 26 November 2014 will be entitled to the Distribution to be paid on 12 December 2014.

## 12 If no distribution has been declared / (recommended), a statement to that effect.

Not applicable

## 13 If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group has not obtained a general mandate from unitholders for IPTs.

- 14 The board of directors of Rickmers Trust Management Pte. Ltd. do hereby confirm that, to the best of their knowledge, nothing has come to their attention which may render the financial results for the quarter ended 30 September 2014 to be false or misleading.**

This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, competition from other companies, changes in operating expenses, trust expenses and governmental and public policy changes and the continued availability of financing in the amounts and the terms necessary to support future business. Investors are cautioned not to place undue reliance on these forward-looking statements, which are based on current view of management on future events.

Any discrepancies in the tables included in this announcement between the listed amounts and total thereof are due to rounding.

BY ORDER OF THE BOARD OF RICKMERS TRUST MANAGEMENT PTE. LTD.  
AS TRUSTEE-MANAGER OF RICKMERS MARITIME

Bertram R. C. Rickmers  
Chairman  
Date: 4 November 2014