



## COURAGE MARINE GROUP LIMITED

(Incorporated in Bermuda on 5 April 2005)

(Company Registration no: 36692)

### Full Year Financial Statement And Dividend Announcement

#### PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.

##### 1(a)(i) Income Statement for the Fourth Quarter and Year Ended 31 December 2011:

	US\$'000		% Change	US\$'000		% Change
	Q4 2011	Q4 2010		FY 2011	FY 2010	
Turnover	5,879	8,917	(34)	21,691	46,521	(53)
Cost of sales	(7,624)	(7,552)	1	(32,593)	(35,192)	(7)
Gross (loss) profit	(1,745)	1,365	NM	(10,902)	11,329	NM
Other income (expense)	33	(57)	NM	517	399	30
Other gains and losses	(3,207)	222	NM	(3,526)	973	NM
Administrative expenses	(1,281)	(1,449)	(12)	(3,466)	(3,487)	(1)
Listing expenses	(173)	-	NM	(2,227)	-	NM
Impairment loss on property, plant and equipment	(9,492)	-	NM	(9,492)	-	NM
Finance cost	(353)	(23)	1,435	(392)	(119)	229
(Loss) profit before income tax	(16,218)	58	NM	(29,488)	9,095	NM
Income tax	(96)	(46)	109	(116)	(71)	63
(Loss) profit for the period	(16,314)	12	NM	(29,604)	9,024	NM
Other comprehensive (expense) income						
(Loss) Gain on revaluation of leasehold land and building	(177)	152	NM	650	152	NM
Total comprehensive (expense) income - attributable to owners of the Company	(16,491)	164	NM	(28,954)	9,176	NM

##### 1(a)(ii) Additional Information

	US\$'000		% Change	US\$'000		% Change
	Q4 2011	Q4 2010		FY 2011	FY 2010	
Profit before tax is arrived after (charging) / crediting:						
Other income (expense) including interest income	33	(57)	NM	517	399	30
Interest on borrowings	(7)	(23)	1,435	(46)	(119)	229
Depreciation and amortisation	(1,166)	(2,130)	(45)	(7,399)	(9,138)	(19)
(Loss) gain on disposal of property, plant and equipment	(3,360)	-	NM	(3,595)	805	NM
Gain (loss) on held-for-trading investment	239	21	1,038	(308)	154	NM
Listing expenses	(173)	-	NM	(2,227)	-	NM
Foreign exchange gain (loss), (net)	7	71	(90)	(11)	65	NM

##### NOTES

NM denotes not meaningful.

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	US\$'000	US\$'000	US\$'000	US\$'000
	31/12/2011	31/12/2010	31/12/2011	31/12/2010
<b>ASSETS</b>				
<b>Current assets</b>				
Bank balances and cash	16,671	29,929	144	350
Trade receivables	67	1,257	-	-
Other receivables and prepayments	1,594	3,382	30	28
Held-for-trading investment	352	742	-	-
Pledged bank deposits	4,267	5,674	-	-
Tax recoverable	58	58	-	-
Certificate of deposit	1,074	-	-	-
	24,083	41,042	174	378
<b>Non-current assets</b>				
Property, plant and equipment	60,692	70,070	-	-
Investment property	2,059	1,671	-	-
Investment in subsidiaries	-	-	16,224	14,217
Amount due from subsidiaries	-	-	56,072	61,492
Long-term receivables	3,767	3,767	-	-
Deposit paid for acquisition of a vessel	5,320	-	-	-
Deposit paid for drydocking of vessels	-	2,000	-	-
Structured deposit	1,000	1,000	-	-
Certificate of deposit	-	1,074	-	-
	72,838	79,582	72,296	75,709
<b>Total assets</b>	96,921	120,624	72,470	76,087
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>				
<b>Current liabilities</b>				
Other payables and accruals	17,889	2,607	525	828
Bank borrowings - due within one year	996	3,600	-	-
	18,885	6,207	525	828
<b>Non-current liability</b>				
Deferred tax liabilities	91	-	-	-
<b>Capital and reserves</b>				
Share capital	19,059	19,059	19,059	19,059
Share premium	28,027	28,027	28,027	28,027
Revaluation reserve	802	152	-	-
Retained profits	30,057	67,179	24,859	28,173
Total	77,945	114,417	71,945	75,259
<b>Total liabilities and equity</b>	96,921	120,624	72,470	76,087
<b>Net current assets / (liabilities)</b>	5,198	34,835	(351)	(450)
<b>Total assets less current liabilities</b>	78,036	114,417	71,945	75,259

1(b)(ii) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year:-

**Amount repayable in one year or less, or on demand**

As at 31/12/2011		As at 31/12/2010	
Secured	Unsecured	Secured	Unsecured
US\$996,000	-	US\$3,600,000	-

**Amount repayable after one year**

As at 31/12/2011		As at 31/12/2010	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

**Details of any collateral**

Secured borrowings are generally secured by:

1. Mortgages over a vessel of the Group with net book values totaling (2011: US\$26,660,000; 2010: US\$10,301,000)
2. Assignment of insurance of vessel
3. Corporate guarantee from Courage Marine Group Limited

**1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	<b>Group</b>	
	US\$'000	
	Q4 2011	Q4 2010
<b>Operating activities</b>		
(Loss) profit for the period before income tax	(16,218)	58
Adjustments for		
Change in fair value of on held-for-trading investment	(239)	(21)
Change in fair value of investment property	132	(82)
Loss on disposal of property, plant and equipment	3,360	-
Impairment loss on property, plant and equipment	9,492	-
Allowance for doubtful receivables	-	133
Interest income	(19)	(32)
Interest expense	353	23
Depreciation	1,166	2,130
Operating cash flows before movements in working capital	(1,973)	2,209
Decrease (Increase) in trade receivables	1,048	(82)
Decrease in other receivable and prepayments	324	2,119
Increase in other payable and accruals	512	723
Cash (used in) generated from operations	(89)	4,969
Income tax paid	(5)	(104)
Interest income received	19	18
Interest expense paid	(353)	(23)
<b>Net cash (used in) generated from operating activities</b>	<b>(428)</b>	<b>4,860</b>
<b>Investing activities</b>		
Purchases of plant and equipment	(10,852)	(4)
Purchase of held-for-trading investment	1	-
Deposit paid for acquisition of a vessel	(5,320)	-
Proceeds of disposal of plant and equipment	13,401	3,750
Proceeds on disposal of assets held for sale	783	-
Additions of pledged bank deposits	-	(674)
Withdrawal of pledged bank deposits	3,440	-
Deposit paid for drydocking of vessels	-	(2,000)
Additions of structured deposit	-	(1,000)
Addition of certificate of deposit	-	(1,060)
<b>Net cash generated from (used in) investing activities</b>	<b>1,453</b>	<b>(988)</b>
<b>Financing activities</b>		
Increase in bank overdraft	996	-
Repayment of borrowings	-	(800)
<b>Net cash generated from (used in) financing activities</b>	<b>996</b>	<b>(800)</b>
<b>Net increase in cash and cash equivalents</b>	<b>2,021</b>	<b>3,072</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>14,650</b>	<b>26,857</b>
<b>Cash and cash equivalents at end of the period</b>	<b>16,671</b>	<b>29,929</b>

	<b>Group</b>	
	US\$'000	
	FY 2011	FY 2010
<b>Operating activities</b>		
(Loss) profit for the year before income tax	(29,488)	9,095
Adjustments for		
Change in fair value of on held-for-trading investment	308	(154)
Change in fair value of investment property	(388)	(82)
Allowance for doubtful receivables	-	133
Interest income	(113)	(87)
Interest expense	392	119
Depreciation	7,399	9,138
Impairment loss on property, plant and equipment	9,492	-
Loss (gain) on disposal of plant and equipment	3,595	(805)
Operating cash flows before movements in working capital	(8,803)	17,357
Decrease in trade receivables	1,190	838
Decrease in other receivable and prepayments	1,788	3,646
(Decrease) in other payable and accruals	(678)	(162)
Cash (used in) generated from operations	(6,503)	21,679
Income tax paid	(25)	(129)
Interest income received	113	73
Interest expense paid	(392)	(119)
<b>Net cash (used in) generated from operating activities</b>	<b>(6,807)</b>	<b>21,504</b>
<b>Investing activities</b>		
Purchases of plant and equipment	(11,802)	(33,962)
Purchase of held-for-trading investments	(701)	(588)
Deposit paid for acquisition of a vessel	(5,320)	-
Proceeds on disposal of plant and equipment	17,304	14,337
Proceeds on disposal of assets held for sale	783	-
Addition of pledged bank deposits	(2,017)	(674)
Withdrawal of pledged bank deposits	3,424	-
Deposit refunded for drydocking of vessels	2,000	-
Acquisition of investment property	-	(1,589)
Additions of structured deposit	-	(1,000)
Addition of certificate of deposit	-	(1,060)
Deposit paid	-	(2,000)
<b>Net cash generated from (used in) investing activities</b>	<b>3,671</b>	<b>(26,536)</b>
<b>Financing activities</b>		
Dividend paid	(7,518)	(4,998)
Pledged deposits	996	-
Repayment of borrowings	(3,600)	(3,200)
<b>Net cash used in financing activities</b>	<b>(10,122)</b>	<b>(8,198)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(13,258)</b>	<b>(13,230)</b>
<b>Cash and cash equivalents at beginning of the period</b>	<b>29,929</b>	<b>43,159</b>
<b>Cash and cash equivalents at end of the period</b>	<b>16,671</b>	<b>29,929</b>

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year

	Share Capital	Share Premium	Property Revaluation Reserve	Retained profits attributable to the shareholders	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>The Group</b>					
<b>Balance at 1 January 2010</b>	19,059	28,027	-	63,153	110,239
Total comprehensive income for the year	-	-	152	9,024	9,176
Final dividend of 2009	-	-	-	(4,998)	(4,998)
<b>Balance at 31 December 2010</b>	19,059	28,027	152	67,179	114,417
Total comprehensive income (expense) for the year	-	-	650	(29,604)	(28,954)
Final dividend of 2010	-	-	-	(7,518)	(7,518)
<b>Balance at 31 December 2011</b>	19,059	28,027	802	30,057	77,945

	Share Capital	Share Premium	Property Revaluation Reserve	Retained profits attributable to the shareholders	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>The Company</b>					
<b>Balance at 1 January 2010</b>	19,059	28,027	-	29,274	76,360
Total comprehensive income for the year	-	-	-	3,897	3,897
Final dividend for 2009	-	-	-	(4,998)	(4,998)
<b>Balance at 31 December 2010</b>	19,059	28,027	-	28,173	75,259
Total comprehensive income for the year	-	-	-	4,204	4,204
Final dividend for 2010	-	-	-	(7,518)	(7,518)
<b>Balance at 31 December 2011</b>	19,059	28,027	-	24,859	71,945

**1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares 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 shares that may be issued on conversion of all the outstanding convertibles 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**

There has been no change in the Company's share capital since the end of the previous period reported on.

The Company does not have any outstanding convertible as at the end of 31 December 2011 and as at 31 December 2010.

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

<b>As at 31/12/2011</b>	<b>As at 31/12/2010</b>
1,058,829,308	1,058,829,308

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

There were no shares being held as treasury shares by the Company.

**2. Whether the figures have been audited, or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)**

The figures have been audited in accordance with International Standards on Auditing. The financial results for the Q4 2011 have not been audited or reviewed.

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

The auditors' report will be made available in the annual report to be furnished to shareholders in connection with the financial statements for the financial year ended 31 December 2011.

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

The Group has adopted the same accounting policies and method of computation in the financial statements for the current period compared with the financial statements for the financial year ended 31 December 2010.

**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**

The application of the new or revised International Financial Reporting Standards in the current year has had no material impact on the Group's financial performance and positions for the current and prior and/or on the disclosures.

**6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends (a) based on the weighted average number of ordinary shares in issue; and (b) on a fully diluted basis (detailing any adjustments made to the earnings)**

	<b>Group</b>			
	Q4 2011	Q4 2010	FY 2011	FY 2010
	US Cents	US Cents	US Cents	US Cents
a Based on the weighted average number of ordinary shares in issue	(1.53)	0.00	(2.80)	0.85
b On a fully diluted basis	(1.53)	0.00	(2.80)	0.85

**NOTES:**

The earnings per ordinary share is calculated by dividing the consolidated profit attributable to the shareholders of the Company by the weighted average number of ordinary shares in issue during the financial period reported on.

The fully diluted earnings per ordinary share is the same as the earnings per ordinary share as there were no options granted or outstanding during the financial period.

**7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-**

(a) current financial period reported on, and

(b) immediately preceding financial year

	<b>Group</b>		<b>Company</b>	
	31/12/2011	31/12/2010	31/12/2011	31/12/2010
	US Cents	US Cents	US Cents	US Cents
Net asset value per ordinary share	7.37	10.81	6.79	7.11



**8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

#### Turnover

##### 4Q2011

The Group turnover decreased by 34% in 4Q11 to approximately US\$ 5.9 million from US\$8.9 million in 4Q10, reflecting the poor market conditions in dry bulk rates, as well as the low fleet utilisation given the lower demand from commodity trading.

##### FY2011

The Group's revenue decreased by approximately 53% from approximately US\$46.5 million in FY10 to approximately US\$21.7 million in FY11 because of decrease in freight rates and utilisation rate of the fleet. The vessel chartering services of the Group heavily rely on spot charter contracts. The decrease in revenue was mainly due to the political instability in the Middle East leading to concerns about global oil supply and substantial increase in bunker price, being one of the major variable costs, which discouraged the Group from taking orders with lower freight rates. The over-supply of vessels within the Asian region led to the decrease in the demand for the Group's chartering services since March. The above led to a decrease in the overall utilisation rate of the Group's vessels. There was also a significant decrease in the Baltic Dry Index from the average of approximately 2,500 points for the year of 2010 to the average of approximately 1,500 points for the year of 2011.

#### Profitability

##### 4Q2011

Despite the decrease in turnover by 34%, the cost of sales increased by 1% to approximately US\$7.6 million from US\$7.5 million in 4Q10 due to the consumption of the fixed cost, including the insurance, crews fee and depreciation. As such, the Group recorded a gross loss of approximately US\$1.7million compared to gross profit of US\$1.4 million in 4Q10.

Other income consists of interest income from bank and certificate of deposit, insurance claims and sundry income. The Group recorded other income of approximately US\$33,000 in 4Q11, while recorded a loss of US\$57,000 in 4Q10.

Other gains and losses consist of change in fair value of investment property, changes in fair value of held-for-trading investments, gains and losses on disposal of fixed assets and exchange gains and losses. The Group recorded losses of approximately US\$3.2 million due to the disposal of an aged vessel, namely MV Zorina in October 2011.

Administrative expenses decreased by 12% to approximately US\$1.3 million in 4Q11 due mainly to the decrease in year-end bonus for staff and executive directors.

The Group recorded listing expenses of approximately US\$0.2 million in 4Q11 and did not record such expenses in 4Q10.

The Group conducted a review of the Group's vessels and determined that a number of those assets were impaired, due to decrease in utilisation rate and corresponding fall in revenue. Accordingly, impairment losses of US\$9.5 million have been recognised in respect of the vessels. The recoverable amount of the vessels has been determined on the basis of their fair value. The Group did not record such losses in 4Q10.

The Group recorded a finance cost of approximately US\$0.4 million in 4Q11 which was due mainly to the upfront fee for obtaining the bank borrowing for the acquisition of the two new vessels. The Group recorded finance cost of approximately US\$23,000 in 4Q10.

The Group's subsidiaries recorded an income tax expense of approximately US\$96,000 in 4Q11 compared to approximately US\$46,000 in 4Q10.

The Group recorded a deficit on revaluation of the property of approximately US\$177,000 in 4Q11, compared to a surplus of approximately US\$152,000 in 4Q10.

Overall, the Group recorded a net loss of approximately US\$16.3 million for 4Q11 due to lower freight rate, low fleet utilisation, impairment loss and disposal of fixed assets.

## FY2011

Despite the decrease in revenue by 53%, the Group's cost of sales decreased by only 7% to approximately US\$32.6 million in FY11 from US\$35.2 million in FY10 due to the consumption of the fixed cost, including insurance, crews fee and depreciation expenses. As such, the Group recorded a gross loss of approximately US\$10.9 million in FY11 compared to gross profit of US\$11.3 million in FY10.

Other income mainly includes rental income, interest income from banks and certificate of deposit, insurance claims and sundry income. The Group recorded other income for US\$0.5 million in FY11, an increase of 30% compared to FY10. This was mainly attributed to an one-off insurance claim received.

Other gains and losses mainly include change in fair value of investment property, changes in fair value of held-for-trading investments, gains or loss in disposal of fixed assets and exchange gain or loss. For the year of 2011, the Group recorded other losses for approximately US\$3.5 million due to the loss on disposal of two vessels, namely MV Heroic and MV Zorina. During the year of 2010, the Group disposed a Capesize vessel, MV Cape Ore, and recorded a gain on disposal.

The administrative expenses mainly comprised salary and bonus, directors' remuneration, office rent, legal and professional fees and travelling. The Group recorded an approximate 1% decrease for the administrative expenses in FY11 compared to FY10.

The Group recorded listing expenses of approximately US\$2.2 million which was attributable to the professional fees and other expenses relating to the Group's Hong Kong listing exercise. The shares of the Company were successfully listed on the Main Board of HKEx on 24 June 2011. The Group did not have such expenses for the year of 2010.

The Group conducted a review of the Group's vessels and determined that a number of those assets were impaired, due to decrease in utilisation rate and corresponding fall in revenue. Accordingly, impairment losses of US\$9.5 million have been recognised in respect of the vessels. The recoverable amount of the vessels has been determined on the basis of their fair value. The Group did not record such losses for the year of 2010.

The Group recorded a finance cost of approximately US\$0.4 million for the year of 2011 compared to US\$0.1 million for the year of 2010. The increase was mainly due to the upfront fee for obtaining the bank borrowings for the acquisitions of the two new vessels.

The Group's subsidiaries recorded an income tax expense of US\$116,000 during the year of 2011, compared to US\$71,000 for the year of 2010.

The Group recorded other comprehensive income of approximately US\$0.7 million for the year of 2011 due to the surplus on revaluation of the Group's leasehold and building. The Group recorded such income of approximately US\$0.2 million for the year of 2010.

The Group recorded an approximately 53% decrease in revenue due to the approximately 50% decrease in Baltic Dry Index which adversely affected our freight rates during the year of 2011. However, the Group's cost of services for the year of 2011 had a relatively less decrease mainly due to certain fixed cost items including crew agency fees, maintenance fees, insurance and depreciation expenses coupled with the increase in per tonne market bunker price, despite the decrease in the Group's vessels' utilisation rate during such period.

In addition, the Group incurred approximately US\$3.5 million losses on disposal of two aged vessels, impairment losses of vessels of approximately US\$9.5 million, and approximately US\$2.2 million listing expenses (which attributable to the professional fees and other expenses relating to the Hong Kong listing exercises), which was non-recurring in nature, during the period. As a result, the Group recorded a net loss of approximately US\$29.6 million for the year of 2011 as compared to the Group's net profit of approximately US\$9 million for the year of 2010.

## Cashflow

There was a net decrease in cash and cash equivalents of approximately US\$13.3 million in FY11 arising from the repayment of the bank borrowings, dividend paid of approximately US\$7.5 million and the deposit and down payment for the two newly acquired vessels during the period. However, the Group remains in a net cash position, with cash and bank balances of approximately US\$16.7 million as at 31 December 2011.

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

Not Applicable

**10. A commentary at the date of the announcement of 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.**

The dry bulk market was unstable in the past few months. The BDI, which has a close correlation to freight rates, dropped sharply below 1,000 in the beginning of 2012.

As the Group took delivery of two new supermax vessels, MV Zorina and MV Heroic on December 2011 and February 2012, and disposed an aged Handysize vessel, MV Raffles, the updated tonnage of the fleet is about 460,000 dwt. With the replacement of the vessels, the Group is well placed to have higher efficiency in the event the dry bulk market recovers in full.

The Group expects the financial performance for 2012 to be adversely affected by the continuing challenging economic conditions and uncertain outlook. However, the Group will maintain its cost-effective structure and focus on keeping its fleet well-deployed and running efficiently.

**11. Dividend****(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on?

Not applicable

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year?

Yes. Refer to item 16.

**(c) Date payable**

Not applicable

**(d) Books closure date**

Not applicable

**12. If no dividend has been declared/recommended, a statement to that effect**

Not applicable

**13. Interested Person Transactions**

Interested Person	Aggregate value of all interested person transactions conducted for FY2011 under the IPT Mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
Ms. Chou (spouse of Mr. Chang Shun-Chi)	Rental expenses for lease of Shanghai office - US\$27,000
Mr. Chang Shun-Chi	Commission on disposal of vessels paid - US\$109,000

The group has not obtained an IPT mandate from shareholders.

**PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT**  
**(This part is not applicable to Q1, Q2, Q3 or Half Year Results)**

**15. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year**

No business segmental information of the Group is presented as the Group's revenues, expenses, assets, liabilities and capital expenditure are primarily attributable to the provision of ship chartering services.

Due to the nature of the provision of ship chartering services, which is carried out internationally, we consider that it is not meaningful to provide the financial information by geographical segment. Accordingly, geographical segment results for the provision of ship chartering services are not presented.

**16. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments**

Not applicable

**17. A breakdown of sales**

	<b>2011</b>	<b>2010</b>
	<b>US\$'000</b>	<b>US\$'000</b>
Turnover for the first half of	10,105	29,130
(Loss) Profit after tax for the first half of	-9,870	8,201
Turnover for the second half of	11,586	17,391
(Loss) Profit after tax for the second half of	-19,734	823

**18. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year**

Total Annual Dividend

	<b>Latest Year</b>	<b>Previous Year</b>
Ordinary	NIL	US\$7.5 million
Preference	-	-
Total:	NIL	US\$7.5 million

**19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13). If there are no such persons, the issuer must make an appropriate negative statement.**

Pursuant to rule 704(13) of the SGX-ST Listing Manual Coverage Marine Group Limited (the "Company") wishes to announce that none of the persons occupying managerial positions in the Company or any of its principal subsidiaries is a director or chief executive officer or substantial shareholder of the Company.

**By Order of the Board**

**WU CHAO HUAN**  
**Managing Director**  
**29 February 2012**



## **Courage Marine Group Limited**

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### **COURAGE MARINE GROUP LIMITED (Incorporated in Bermuda)**

To: All Shareholders

The Board of Directors of Courage Marine Group Limited wishes to make the following announcement:

#### **Financial Result**

The audited financial results of the Group for the full year / fourth quarter ended 31 December 2011 are enclosed.

#### **Confirmation by Directors**

The Board of Directors hereby confirm that, to the best of their knowledge, nothing has come to their attention which may render the audited financial results of the Group for the fourth quarter of 2011 to be false or misleading.

#### **By Order of the Board Courage Marine Group Limited**

Mr. Hsu Chih-Chien  
Chairman and Director

Mr. Wu Chao-Huan  
Managing Director

Dated this the Twenty-ninth day of February 2012.