

Independent Tankers Corporation Limited Q1 2012 Results



May 31, 2012

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Highlights

- Independent Tankers reports reports a net loss of \$2.9 million, equivalent to a loss per share of \$0.04 in Q1-2012, compared to net loss of \$2.3 million and loss per share of \$0.03 in Q4-2011 .
- Time Charter Equivalent earnings (\$ per day per vessel)
 - VLCC Bareboat: 22,100
 - VLCC Spot Vessels: 6,500
- In February 2012, BP Shipping Limited extended the bareboat charter for British Progress until February 2014.

Income Statement

CONDENSED CONSOLIDATED INCOME STATEMENTS <i>(in thousands of \$)</i>	2012 Jan-Mar	2011 Jan-Mar	2011 Jan-Dec
Total operating revenues	18,146	17,219	67,615
Voyage expenses and commissions	8,908	6,072	24,107
Ship operating expenses	1,509	1,519	6,032
Administrative expenses	176	224	852
Depreciation	4,391	4,391	17,562
Total operating expenses	14,984	12,206	48,553
Operating income	3,162	5,013	19,062
Interest income	1	2,088	3,797
Loan interest expense	(5,795)	(6,171)	(24,319)
Capital lease interest expense	-	(1,184)	(2,417)
Gain on termination of funding agreement	-	8,800	8,800
Other financial items	(18)	(117)	(791)
Equity losses from unconsolidated subsidiaries	(210)	(231)	(600)
Foreign currency exchange gain (loss)	1	(23)	(28)
Net (loss) income	(2,859)	8,175	3,504
Basic and diluted (loss) earnings per share (\$)	\$(0.04)	\$0.11	\$0.05
Time charter equivalent (\$ per day per vessel)			
VLCC – bareboat	22,100	22,600	22,800
VLCC – spot market	6,500	15,000	13,900

Balance Sheet

CONDENSED CONSOLIDATED BALANCE SHEETS <i>(in thousands of \$)</i>	Mar. 31 2012	Mar. 31 2011	Dec. 31 2011
ASSETS			
Short term			
Cash and cash equivalents	2,908	1,832	519
Restricted cash	82,429	179,950	99,303
Other current assets	8,321	8,586	9,086
Long term			
Vessels, net	294,101	257,090	298,491
Vessels under capital lease, net	-	54,573	-
Investment in unconsolidated subsidiaries	2,083	2,661	2,292
Total assets	389,842	504,692	409,691
LIABILITIES AND EQUITY			
Short term			
Short term debt and current portion of long term debt	21,037	50,108	19,145
Current portion of obligations under capital lease	-	70,380	-
Other current liabilities	41,260	28,095	48,867
Long term			
Long term debt	257,717	278,754	268,992
Equity	69,828	77,355	72,687
Total liabilities and equity	389,842	504,692	409,691

Cash Cost Breakeven

Present average cash cost breakeven rates for 2012 (\$/day)

VLCC bareboat vessels	21,200
VLCC spot vessels	30,000

Charter overview

WINDSOR

Dates are estimates only

Vessel	Charterer	FIXED PERIOD			MINIMUM RATE PERIOD				MARKET RELATED PERIOD		Chr Purch. Opt
		Start date	End date*)	BB Rate	4 years period		Termination Options	BB Rate **)	6 years period		
British Pioneer	BP	02.12.1999	02.01.2009	\$24 895	02.01.2009	02.01.2013	02.01.2009 and each anniversary thereafter		Trading Spot from Jan. 2011		No
British Progress	BP	19.06.2000	02.02.2010	\$24 895	02.02.2010	02.02.2014	02.02.2010 and each anniversary thereafter		Market rate, but min \$20,000		No
British Purpose	BP	14.08.2000	14.07.2010	\$24 895	14.07.2010	14.07.2014	14.07.2010 and each anniversary thereafter		Market rate, but min \$20,000		No
British Pride	BP	16.11.2000	30.07.2011	\$24 895	30.07.2011	30.07.2015	30.07.2011 and each anniversary thereafter		Market rate, but min \$20,000		No

GOLDEN STATE

Dates are estimates only

Vessel	Charterer	FIXED PERIOD			REMAINING TERMINATION PERIODS						Term. Notice	Final. Notice	Chr. Purch. Opt
		Start date	End date	BB Rate	Option 1***)	Option 2	Option 3	Option 4	End charter	BB Rate 2010/11 to end charter			
Ulriken (ex Antares V.)	Chevron	07.12.1998	07.12.2006	\$27 199	07.12.2008	07.12.2010			07.12.2010	Trading spot from Dec. 2010		No	
Phoenix Voyager	Chevron	15.03.1999	15.03.2007	\$27 199	15.03.2009	15.03.2011	15.03.2013	15.03.2015	15.03.2017	\$28 500	9 months	6 months	No

CALIFORNIA PETROLEUM

Dates are estimates only

Vessel	Charterer	FIXED PERIOD			TERMINATION PERIODS					Term. Notice	Final. Notice	Chr. Purch. Opt		
		Start date	End date	BB Rate	Option 1****)	Termin fee	Option 2****)	End Charter	BB Rate					
Cygnus Voyager	Chevron	31.03.1993	01.04.2003	-	01.04.2009	\$9 970 000		15.04.2015	\$15 000 reducing to \$9 000		12 months	7 months	Yes - \$1	
Altair Voyager	Chevron	31.08.1993	01.04.2004	-	01.04.2010	\$8 940 000		15.04.2015	\$15 000 reducing to \$9 000		12 months	7 months	Yes - \$1	
Sirius Voyager	Chevron	31.10.1994	01.04.2005	-	01.04.2009	\$8 890 000	01.04.2011	\$7 880 000	15.04.2015	\$15 000 reducing to \$9 000		12 months	7 months	Yes - \$1

*) 12 months notice period must be given before the Fixed Periods ends. 12 months notice has been given for British Pioneer and **charter terminated January 10, 2011.**

12 months notice has not been given for British Progress for the 1st, 2nd, 3rd and 4th term. options 02.02.2010, 02.02.2011, 02.02.2012 & 02.02.2013. Vessel fixed at least until February 2, 2014.

12 months notice has not been given for British Purpose for the 1st and 2nd options 14.07.2010 and 14.07.2011. Vessel fixed at least until July 14, 2013.

12 months notice has not been given for British Pride for the first termination option 30.07.2011. Vessel fixed at least until July 30, 2013.

**) Minimum rate of \$20,000 is payable every month, but market adjustment works on a 4 year cumulative average basis, or shorter if BP cancel the charter.

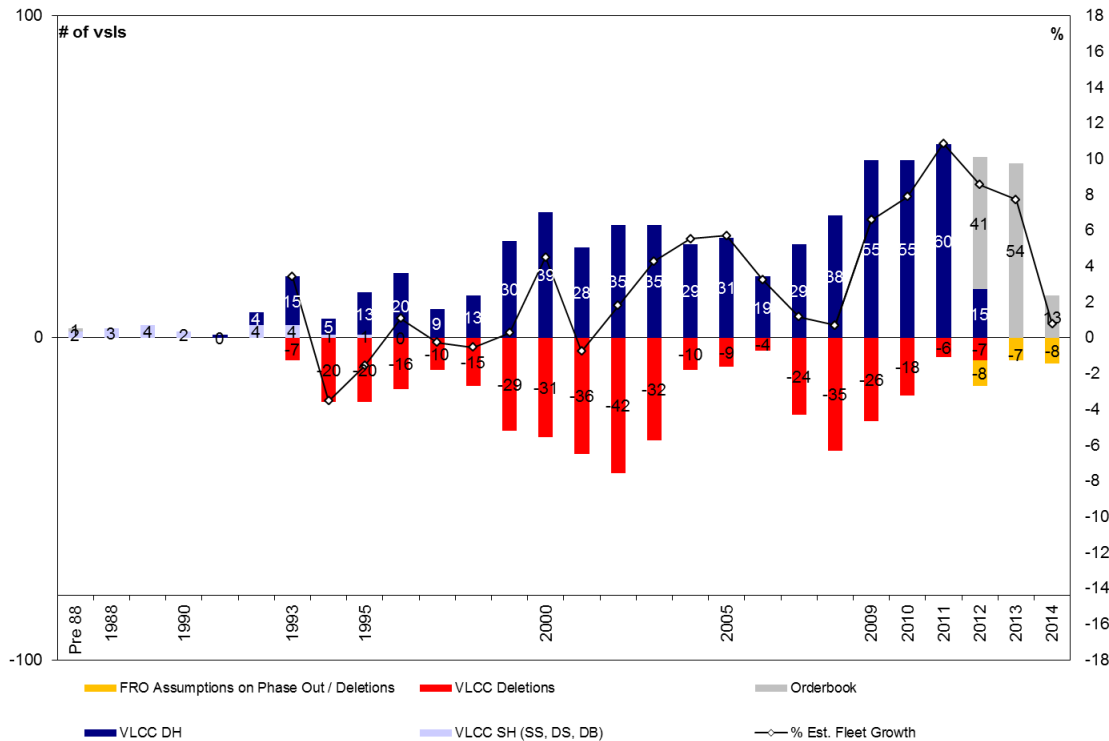
***) 6 months binding-notice must be given before Option 2 /3 dates ends. 6 months binding notice was given for Antares Voyager ->**charter terminated December 7, 2010.** Phoenix Voyager extended at least until March 2013.

****) All the three vessels are now fixed on bareboat charter until April 1, 2015.

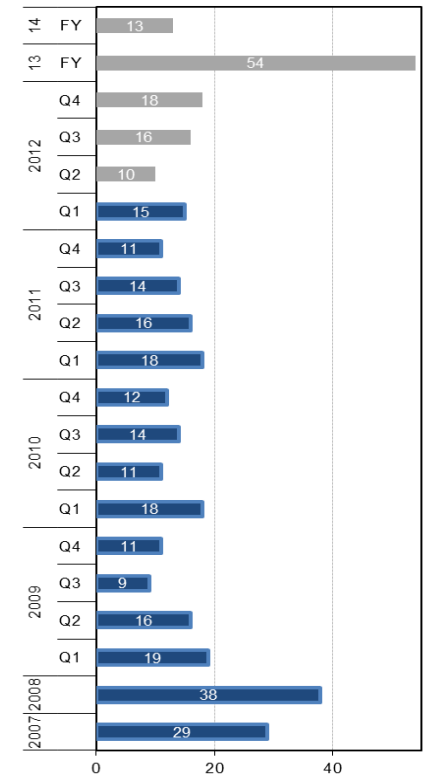
VLCC Fleet

Current Fleet	599	Orderbook	111
DH Fleet	576	Delivered 2012	15
SH (DS, DB, SS) Fleet	23	Estimated deliveries 2012	56

Current Fleet & Orderbook



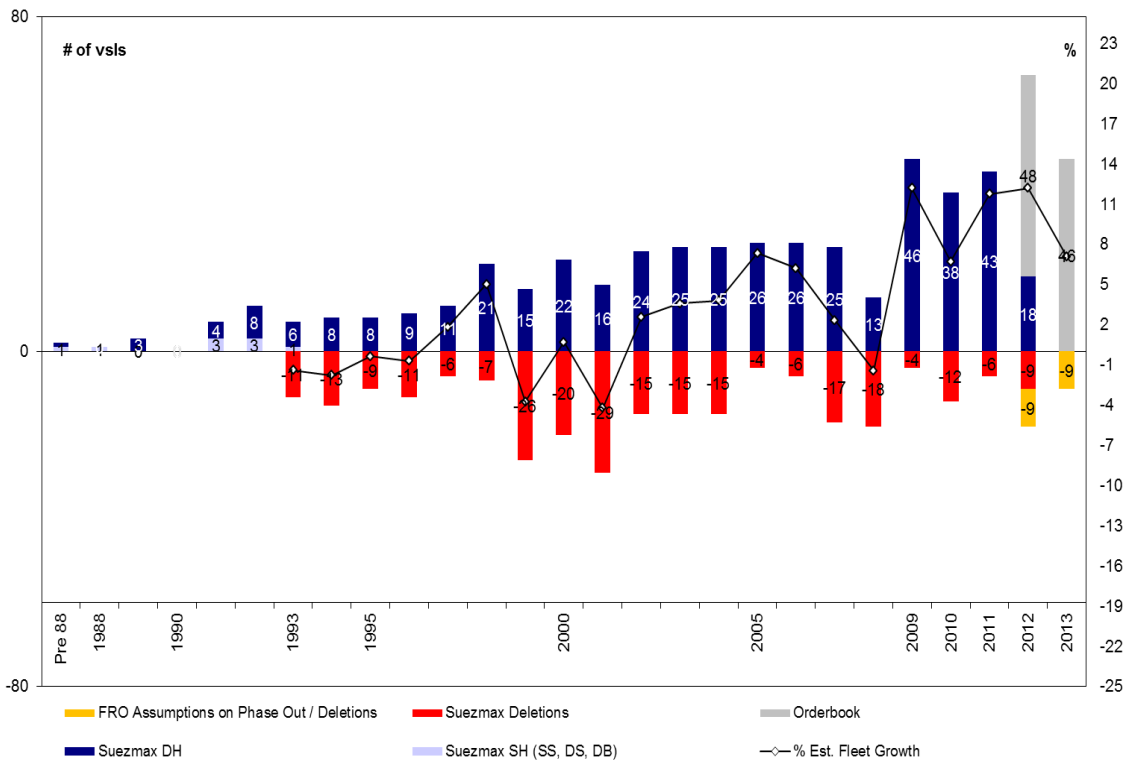
Delivery Schedules



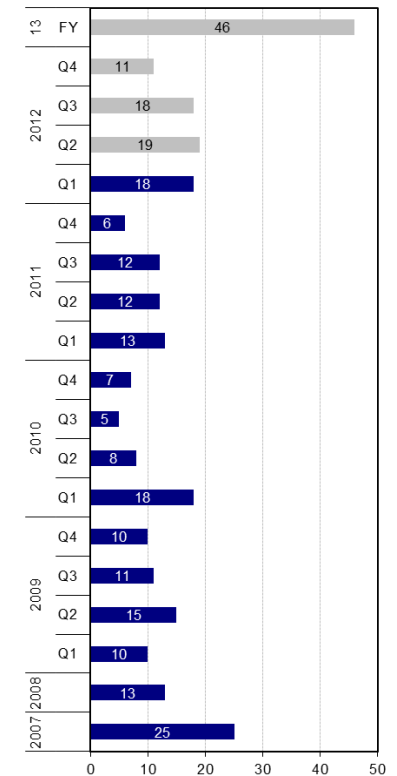
Suezmax Fleet

Current Fleet	451	Orderbook	96
DH Fleet	442	Delivered 2011	43
SH (DS, DB, SS)	9	Estimated deliveries 2012	66

Current Fleet & Orderbook

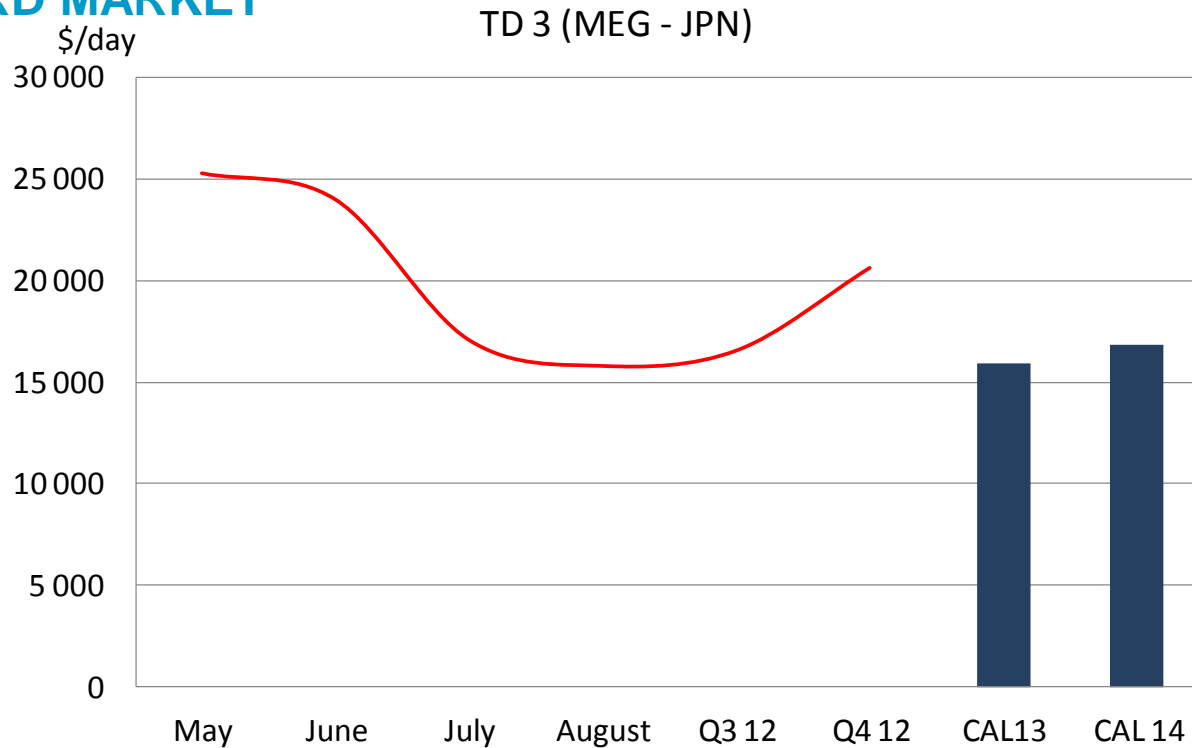


Delivery Schedules



Outlook

FORWARD MARKET



ITCL

- From February 2010, the VLCC British Progress fixed charter rate period ended and the vessel started to trade at a market rate with a minimum bareboat rate of \$20,000 per day. The same was applicable for British Purpose in July 2010 and British Pride in July 2011. Ulriken and Pioneer started to trade in the spot market from December 7, 2010 and January 10, 2011, respectively.

Company Description

- Independent Tankers Corporation Limited (Bermuda) is a holding company that through Independent Tankers Corporation (Cayman Islands) owns three holding companies, each of which owns or leases tanker vessels which have been bareboat chartered to BP Shipping Limited or Chevron Transport Corporation on long term charters.
- The three ship owning structures are all financed through bond issues in the US capital markets.
- Frontline Ltd. also acts as manager for ITC and its subsidiaries.

Golden State Holdings Group

- Owns two separate shipowning companies: Golden State Petro (IOM 1-A) PLC and Golden State Petro (IOM 1-B) PLC. Each company owns a VLCC fixed on an bareboat charter to Chevron Texaco with options to extend the charter for 2 years every second year. The charter for Ulriken (ex Antares Voyager) was terminated Dec. 7, 2010 and is presently trading spot. Phoenix Voyager is fixed until March 2013, The charter can be extended until 2017.
- The Group has as per 31.03.2012 outstanding a term mortgage note of USD 95.8 million, with effective interest rate of 8.04% and maturity in 2019.

California Petroleum Holdings Group

- Owns three separate shipowning companies: CalPetro Tankers (Bahamas I) Ltd, CalPetro Tankers (Bahamas II) Ltd, and CalPetro Tankers (IOM) Ltd. Each company owns a Suezmax vessel. The vessels are fixed on a B/B charter to Chevron Texaco until 2015 and Chevron has purchase options for all vessels in 2015 (\$1 per vsl)
- The Group has as per 31.03.2012 outstanding a term mortgage note for USD 38.1 million, with effective interest rate of 8.52% and maturity in 2015.

Windsor Petroleum Holdings Group

- Four separate companies: Buckingham Shipping Plc, Caernarfon Shipping Plc, Sandringham Shipping Plc, Holyrood Shipping Plc. Each company owns or leases a VLCC. Three vessels are fixed on bareboat charters to BP, two until 2013 and one until 2014, with options for BP to terminate on certain dates. Pioneer was terminated on January 10, 2011 and is presently trading spot.
- The Group has as per 31.03.2012 outstanding term mortgage note of USD 217.5 million with effective interest rate of 7.84% and maturity in 2021.



Fleet

WINDSOR	Company name	Vessel	Type	Dwt	Built
	Buckingham Shipping Plc	Pioneer	VLCC - DH	307 000	1999
	Caernarfon Shipping Plc	British Progress	VLCC - DH	307 000	2000
	Sandringham Shipping Plc	British Purpose	VLCC - DH	307 000	2000
	Holyrood Shipping Plc	British Pride	VLCC - DH	307 000	2000

GOLDEN STATE	Company name	Vessel	Type	Dwt	Built
	Golden State Petro (IOM 1-A) Plc	Ulriken (ex Antares Voyager)	VLCC - DH	309 996	1998
	Golden State Petro (IOM 1-B) Plc	Phoenix Voyager	VLCC - DH	308 500	1999

CALIFORNIA	Company name	Vessel	Type	Dwt	Built
	Calpetro Tankers (Bahamas I) Ltd	Cygnus Voyager	Suezmax - DH	156 836	1993
	Calpetro Tankers (Bahamas II) Ltd	Altair Voyager	Suezmax - DH	135 829	1993
	Calpetro Tankers (IOM) Ltd	Sirius Voyager	Suezmax - DH	156 380	1994

Annual Reports

- ANNUAL REPORTS (20-F) FOR THE GOLDEN STATE & CALIFORNIA STRUCTURES, PLEASE GO TO:

WWW.ITCL.BM -> INVESTOR RELATIONS-> SEC FILINGS