

Baltic Trading Ltd
Form 10-Q
November 09, 2012
Table of Contents

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

x QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended September 30, 2012

OR

o TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the transition period from to

Commission file number 001-34648

BALTIC TRADING LIMITED

(Exact name of registrant as specified in its charter)

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Republic of the Marshall Islands
(State or other jurisdiction of
incorporation or organization)

98-0637837
(I.R.S. Employer
Identification No.)

299 Park Avenue, 12th Floor, New York, New York 10171
(Address of principal executive offices) (Zip Code)

(646) 443-8550

(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant: (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of large accelerated filer, accelerated filer and smaller reporting company in Rule 12b-2 of the Exchange Act.

Large accelerated filer

Accelerated filer

Non-accelerated filer
(Do not check if a smaller reporting company)

Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

The number of shares outstanding of each of the issuer's classes of common stock, as of November 9, 2012: common stock, \$0.01 per share 17,013,500 shares and Class B stock, \$0.01 per share 5,699,088 shares.

Table of Contents

Baltic Trading Limited

	Page
<u>PART I FINANCIAL INFORMATION</u>	
<u>Item 1, Financial Statements (unaudited)</u>	
a) <u>Condensed Consolidated Balance Sheets as of September 30, 2012 and December 31, 2011</u>	2
b) <u>Condensed Consolidated Statements of Operations for the Three and Nine Months ended September 30, 2012 and 2011</u>	3
c) <u>Condensed Consolidated Statements of Shareholders' Equity for the Nine Months ended September 30, 2012 and 2011</u>	4
d) <u>Condensed Consolidated Statements of Cash Flows for the Nine Months ended September 30, 2012 and 2011</u>	5
e) <u>Notes to Condensed Consolidated Financial Statements</u>	6
<u>Item 2, Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	14
<u>Item 3, Quantitative and Qualitative Disclosures About Market Risk</u>	29
<u>Item 4, Controls and Procedures</u>	29
<u>PART II OTHER INFORMATION</u>	
<u>Item 1, Legal Proceedings</u>	29
<u>Item 6, Exhibits</u>	30

Table of Contents**PART I: FINANCIAL INFORMATION**ITEM 1. FINANCIAL STATEMENTS**Baltic Trading Limited**

Condensed Consolidated Balance Sheets as of September 30, 2012 and December 31, 2011

(U.S. Dollars in Thousands, Except for Share and Per Share Data)

(Unaudited)

	September 30, 2012	December 31, 2011
<u>Assets</u>		
Current assets:		
Cash and cash equivalents	\$ 3,261	\$ 8,300
Due from charterers, net of a reserve of \$110 and \$52, respectively	595	1,653
Prepaid expenses and other current assets	3,176	2,467
Total current assets	7,032	12,420
Noncurrent assets:		
Vessels, net of accumulated depreciation of \$33,186 and \$22,107, respectively	359,138	370,222
Fixed assets, net of accumulated depreciation of \$32 and \$20, respectively	16	23
Deferred financing costs, net of accumulated amortization of \$1,086 and \$737, respectively	1,941	2,290
Total noncurrent assets	361,095	372,535
Total assets	\$ 368,127	\$ 384,955
<u>Liabilities and Shareholders' Equity</u>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 1,812	\$ 1,972
Deferred revenue	220	71
Due to Parent	28	59
Total current liabilities	2,060	2,102
Noncurrent liabilities:		
Long-term debt	101,250	101,250
Total noncurrent liabilities:	101,250	101,250
Total liabilities	103,310	103,352
<u>Commitments and contingencies</u>		
<u>Shareholders' equity:</u>		
Common stock, par value \$0.01; 500,000,000 shares authorized; issued and outstanding 17,013,500 and 17,001,000 shares at September 30, 2012 and December 31, 2011, respectively	170	170

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Class B stock, par value \$0.01; 100,000,000 shares authorized; issued and outstanding 5,699,088 at September 30, 2012 and December 31, 2011	57	57
Additional paid-in capital	277,079	280,923
(Accumulated deficit) retained earnings	(12,489)	453
Total shareholders' equity	264,817	281,603
Total liabilities and shareholders' equity	\$ 368,127	\$ 384,955

See accompanying notes to condensed consolidated financial statements.

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Table of Contents

Baltic Trading Limited

Condensed Consolidated Statements of Operations for the Three and Nine Months Ended September 30, 2012 and 2011

(U.S. Dollars in thousands, Except for Net Loss Per Share and Share Data)

(Unaudited)

	For the Three Months Ended September 30,		For the Nine Months Ended September 30,	
	2012	2011	2012	2011
Revenues	\$ 6,291	\$ 10,898	\$ 20,188	\$ 30,355
Operating expenses:				
Voyage expenses	254	183	686	(123)
Voyage expenses to Parent	82	139	260	389
Vessel operating expenses				