

Current Report 13

Date of report:

03 December 2012

Subject:

Amendment to the Shipbuilding Contract with China Machinery Engineering Corporation and Jingjiang Nanyang Shipbuilding Co. Ltd for construction of new 6,000 DWT dry cargo vessels

Report legal grounds:

Art. 56 section 5 of Act on Public Offering – information amendments

Contents of the report:

In connection with the information published on 16 July 2012 (in the Prospectus dated 16 July 2012 prepared in connection with the public offering), the Management of KDM Shipping Public Limited (the Company”) discloses that the Company has signed renewed shipbuilding contract with China Machinery Engineering Corporation and Jingjiang Nanyang Shipbuilding Co. Ltd, (the “Shipbuilding Contract 1”). Following changes have been introduced into the Shipbuilding Contract 1:

1. Increase of the number of newbuild ships from 4 to 6 dry bulk cargo vessels of 6,000 Deadweight tons (DWT) and a draft of 4.11 meters;
2. Price for each vessel shall be USD 8,482,000 (reduced from USD 13,477,500 under the original contract terms) payable in 4 installments with a 20% down payment.

Under the contract terms, ship construction shall begin in 2013 with delivery of first ship within 15 months and last ship within 27 month from start construction.