

General AnnouncementReference No **CU-100331-52300**

Company Name : **MALAYSIAN BULK CARRIERS BERHAD**
 Stock Name : **MAYBULK**
 Date Announced : **31/03/2010**

Type : Reply to query
 Reply to Bursa : NS-100330-39712
 Malaysia's Query Letter -
 Reference ID
 Subject : Material Litigation - Everspeed Enterprises Limited ("Everspeed") against Skaarup Fortune Shipping Ltd
 Contents : Material Litigation - Everspeed Enterprises Limited ("Everspeed") against Skaarup Fortune Shipping Ltd
 Query Letter content : We refer to your Company's announcement dated 29 March 2010 in respect of the aforesaid matter.

In this connection, kindly furnish Bursa Securities with the following additional information for public release:-

1. The date of the counterclaim filed against Everspeed.
2. The interest rate on the claim for, if any.
3. The details of the default or circumstances leading to the filing of the counterclaim against Everspeed.
4. A confirmation as to whether the Everspeed is a major subsidiary.
5. The total cost of investment in Everspeed.
6. The financial and operational impact of the counterclaim on the Group.
7. The expected losses, if any arising from the counterclaim.

Please furnish Bursa Securities with your reply within one (1) market day from the date hereof.

Yours faithfully

NORSEHA MOHD ARSAT
 Manager, Issuers
 Listing Division, Regulation

TYE/NZ
 copy to:- Head, Market Surveillance, Securities Commission (via fax)

Announcement Details :

We refer to Bursa's letter dated 30 March 2010 and provide the additional information as follows:-

(1) Skarrup Fortune Shipping Ltd's ("SFS") Points of Defence and Counterclaim is dated 26 March 2010. The said Defence and Counterclaim was however served on our Singapore lawyers after office hours on the said date.

(2) SFS's claim for interest is pleaded as being based on US LIBOR 3-monthly rates plus 2% compounded quarterly.

(3) Everspeed had initiated the present arbitration proceedings against SFS for breach of the terms of the charter party in respect of SFS's premature redelivery of the vessel Bunga Saga 9. SFS are denying that they are in breach and are seeking a refund of balance of hire/balance due on the final Charterparty accounts and alleged loss of profit on their sub-fixture.

(4) Everspeed is a wholly-owned subsidiary of Lightwell Shipping Inc. (BVI) which in turn is a wholly-owned subsidiary of MBC. Everspeed is not considered a major subsidiary of the MBC Group. As at 31 December 2009, the net worth of Everspeed is US\$4.82 million (approximately RM16.52 million) which is approximately 0.92% of the Group's net worth on the same date, namely RM1.787 billion.

(5) The total cost of investment in Everspeed is US\$500,000 (approximately RM1.735 million).

(6) We do not see any financial and/or operational impact on the MBC Group.

(7) SFS's pleaded counterclaim is for the sum of US\$4,174,255.91 plus interest and costs. We do not believe that there is any merit in SFS's counterclaim and accordingly we do not expect to see any losses arising from the counterclaim.