

Eagle Bulk Shipping Inc.
Form 10-Q
November 14, 2013

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

(Mark One)

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

For the quarterly period ended September 30, 2013

OR

**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 001-33831

EAGLE BULK SHIPPING INC.

(Exact name of Registrant as specified in its charter)

Republic of the Marshall Islands

98-0453513

(State or other jurisdiction of incorporation or organization)

(I.R.S. Employer Identification No.)

477 Madison Avenue New York, New York 10022

(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: **(212) 785-2500**

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 website, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T 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. (Check one):

Large accelerated Filer Accelerated Filer Non-accelerated Filer 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

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Common Stock, par value \$0.01 per share, 16,658,417 shares outstanding as of November 14, 2013.

1

TABLE OF CONTENTS

		<u>Page</u>
PART I	FINANCIAL INFORMATION	
Item 1.	Financial Statements (unaudited)	
	Consolidated Balance Sheets as of September 30, 2013 and December 31, 2012	3
	Consolidated Statements of Operations for the three and nine months ended September 30, 2013 and 2012	4
	Consolidated Statements of Comprehensive Loss for the three and nine months ended September 30, 2013 and 2012	5
	Consolidated Statement of Stockholders' Equity for the nine months ended September 30, 2013	6
	Consolidated Statements of Cash Flows for the nine months ended September 30, 2013 and 2012	7
	Notes to Consolidated Financial Statements	8
Item 2.	Management's Discussion and Analysis of Financial Condition and Results of Operations	18
Item 3.	Quantitative and Qualitative Disclosures about Market Risks	30
Item 4.	Controls and Procedures	30
PART II	OTHER INFORMATION	
Item 1.	Legal Proceedings	30
Item 1A.	Risk Factors	30
Item 2.	Unregistered Sales of Equity Securities and Use of Proceeds	30
Item 3.	Defaults upon Senior Securities	30
Item 4.	Mine Safety Disclosures	30
Item 5.	Other Information	30
Item 6.	Exhibits	31
	Signatures	32

Part 1 : FINANCIAL INFORMATION**Item 1 : Financial Statements****EAGLE BULK SHIPPING INC.****CONSOLIDATED BALANCE SHEETS****(UNAUDITED)**

	September 30, 2013	December 31, 2012
ASSETS:		
Current assets:		
Cash and cash equivalents	\$ 19,925,769	\$ 18,119,968
Accounts receivable, net	11,144,155	9,303,958
Prepaid expenses	3,328,383	3,544,810
Inventories	12,111,008	12,083,125
Investment	22,110,249	197,509
Other assets and Fair value above contract value of time charters acquired	3,864,251	549,965
Total current assets	72,483,815	43,799,335
Noncurrent assets:		
Vessels and vessel improvements, at cost, net of accumulated depreciation of \$370,705,330 and \$314,700,681, respectively	1,658,395,104	1,714,307,653
Other fixed assets, net of accumulated amortization of \$640,374 and \$515,896, respectively	364,868	447,716
Restricted cash	66,243	276,056
Deferred drydock costs	3,177,196	2,132,379
Deferred financing costs	18,840,341	25,095,469
Fair value above contract value of time charters acquired	-	2,491,530
Other assets	861,988	594,012
Total noncurrent assets	1,681,705,740	1,745,344,815
Total assets	\$1,754,189,555	\$1,789,144,150
LIABILITIES & STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 10,937,962	\$ 10,235,007
Accrued interest	268,430	2,430,751
Other accrued liabilities	9,849,461	14,330,141
Deferred revenue and fair value below contract value of time charters acquired	-	3,237,694
Unearned charter hire revenue	4,383,930	3,755,166
Fair value of derivative instruments	-	2,243,833
Total current liabilities	25,439,783	36,232,592
Noncurrent liabilities:		
Long-term debt	1,129,478,741	1,129,478,741
Payment-in-kind loans	37,112,217	15,387,468

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Deferred revenue and fair value below contract value of time charters acquired	-	13,850,772
Total noncurrent liabilities	1,166,590,958	1,158,716,981
Total liabilities	1,192,030,741	1,194,949,573
Commitment and contingencies		
Stockholders' equity:		
Preferred stock, \$.01 par value, 25,000,000 shares authorized, none issued	-	-
Common stock, \$.01 par value, 100,000,000 shares authorized, 16,658,417 and 16,638,092 shares issued and outstanding, respectively	166,581	166,378
Additional paid-in capital	766,562,470	762,313,030
Retained earnings (net of historical dividends declared of \$262,118,388)	(204,570,237)	(165,275,389)
Accumulated other comprehensive loss	-	(3,009,442)
Total stockholders' equity	562,158,814	594,194,577