

Seaspan CORP
Form 6-K
November 01, 2007

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

Form 6-K

REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO RULE 13A-16 OR 15D-16
UNDER
THE SECURITIES EXCHANGE ACT OF 1934

Date of Report: November 1, 2007

Commission File Number 1-32591

SEASPAN CORPORATION

(Exact name of Registrant as specified in its Charter)

Unit 2, 7th Floor, Bupa Centre

141 Connaught Road West

Hong Kong

China

(Address of principal executive office)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F. Form 20-F Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-I Rule 101 (b)(1). Yes No

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Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101 (b)(7). Yes No

Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934. Yes No

If Yes is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): 82-

Item 1 Information Contained in this Form 6-K Report

Attached as Exhibit I is Seaspan Corporation's report on Form 6-K for the quarter ended September 30, 2007.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

SEASPAN CORPORATION

Date: November 1, 2007

By: /s/ Sai W. Chu
Sai W. Chu
Chief Financial Officer

SEASPAN CORPORATION
REPORT ON FORM 6-K FOR THE QUARTER ENDED

SEPTEMBER 30, 2007

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PART I FINANCIAL INFORMATION

SEASPAN CORPORATION

Interim Balance Sheet

(Unaudited)

(Expressed in thousands of United States dollars)

	September 30, 2007	December 31, 2006 (As adjusted - note 2)
Assets		
Current assets:		
Cash and cash equivalents	\$ 13,434	\$ 92,227
Accounts receivable	631	641
Prepaid expenses	4,738	3,787
	18,803	96,655
Vessels (note 4)	2,082,844	1,198,782
Deferred charges (note 5)	16,378	7,879
Other assets (note 6)	4,664	3,189
Fair value of financial instruments	7,096	10,711
	\$ 2,129,785	\$ 1,317,216
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts payable and accrued liabilities (note 10(a))	\$ 10,673	\$ 5,607
Deferred revenue	2,498	5,560
	13,171	11,167
Long-term debt (operating vessels) (note 7)	632,152	464,347
Long-term debt (vessels under construction) (note 7)	471,623	98,856
Fair value of financial instruments	54,354	15,831
Shareholders' equity:		
Share capital (note 8)		
Class A common shares; \$0.01 par value; 200,000,000 shares authorized; 50,396,833 shares issued and outstanding		
Class B common shares; \$0.01 par value; 25,000,000 shares authorized; 7,145,000 shares issued and outstanding		
Class C common shares; \$0.01 par value; 100 shares authorized; 100 shares issued and outstanding		
Preferred shares; \$0.01 par value; 65,000,000 shares authorized; none issued and outstanding	575	475
Additional paid in capital	1,046,076	748,410
Retained deficit	(76,608)	(17,658)
Accumulated other comprehensive income (loss)	(11,558)	(4,212)
	958,485	727,015

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\$ 2,129,785 \$ 1,317,216

Commitments and contingent obligations (note 11)

Subsequent events (note 13)

See accompanying notes to financial statements.

SEASPAN CORPORATION

Interim Statement of Earnings

(Unaudited)

(Expressed in thousands of United States dollars, except per share amount)

	Three months ended		Nine months ended	
	September 30, 2007	September 30, 2006 (As adjusted - note 2)	September 30, 2007	September 30, 2006 (As adjusted - note 2)
Revenue	\$ 54,167	\$ 30,133	\$ 144,271	\$ 82,769
Operating expenses:				
Ship operating (note 3(a))	12,403	7,141	33,313	19,610
Depreciation	13,686	6,690	36,422	18,570
General and administrative	1,412	915	4,254	3,024
	27,501	14,746	73,989	41,204
Operating earnings	26,666	15,387	70,282	41,565
Other expenses (earnings):				
Interest expense	10,543	4,770	25,670	11,461
Interest income	(1,220)	(113)	(3,335)	(362)
Undrawn credit facility fee	828	710	2,076	2,059
Amortization of deferred charges (note 5)	391	493	820	1,477
Write-off on debt refinancing (note 5)			635	
Change in fair value of financial instruments	54,749	265	34,792	364
	65,291	6,125	60,658	14,999
Net earnings (loss)	\$ (38,625)	\$ 9,262	\$ 9,624	\$ 26,566
Weighted average shares used in computation of basic earnings per share	55,194	36,006	51,451	36,006
Weighted average shares used in computation of diluted earnings per share	55,194	36,006	51,496	36,006
Earnings (loss) per share, basic and diluted	\$ (0.70)	\$ 0.26	\$ 0.19	\$ 0.74

See accompanying notes to financial statements.

SEASPAN CORPORATION

Interim Statement of Shareholders' Equity

(Unaudited)

(Expressed in thousands of United States dollars, except number of shares)

Nine months ended September 30, 2007

	Number of common shares			Common shares	Additional paid-in capital	Retained	Accumulated	Total	Total
	Class A	Class B	Class C			earnings	other comprehensive income	shareholders' equity	comprehensive income
						(deficit)	(loss)	(As adjusted - note 2)	(As adjusted - note 2)
Balance, December 31, 2005	28,846,500	7,145,000	100	\$ 360	\$ 512,229	\$ 6,471	\$ 4,799	\$ 523,859	
Class A common shares issued on equity offering	11,500,000			115	247,135			247,250	
Fees and expenses in connection with issuance of common shares					(12,136)			(12,136)	
Share-based compensation expenses (note 9):									
Restricted Class A common shares issued and phantom share units	30,750				1,182			1,182	
Net earnings						37,088		37,088	\$ 37,088
Other comprehensive net income:									
Change in fair value of financial instruments designated as cashflow hedging instruments							(9,011)	(9,011)	(9,011)
									\$ 28,077
Dividends on common shares						(61,217)		(61,217)	
Balance, December 31, 2006	40,377,250	7,145,000	100	475	748,410	(17,658)	(4,212)	727,015	
Class A common shares issued on equity offering (note 8)	9,975,000			100	309,864			309,964	
Fees and expenses in connection with issuance of common shares					(13,090)			(13,090)	

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Share-based
compensation expenses
(note 9):

Restricted Class A common shares issued and phantom share units	44,583	892	892		
Net earnings			9,624	9,624	\$ 9,624
Other comprehensive net income:					
Change in fair value of financial instruments designated as cashflow hedging instruments			(7,346)	(7,346)	(7,346)
Dividends on common shares		(68,574)		(68,574)	\$ 2,278