

Diamond State Port Corporation

(A Component Unit of the State of Delaware)

Financial Statements

(and Supplemental Information)

Years Ended June 30, 2012 and 2011

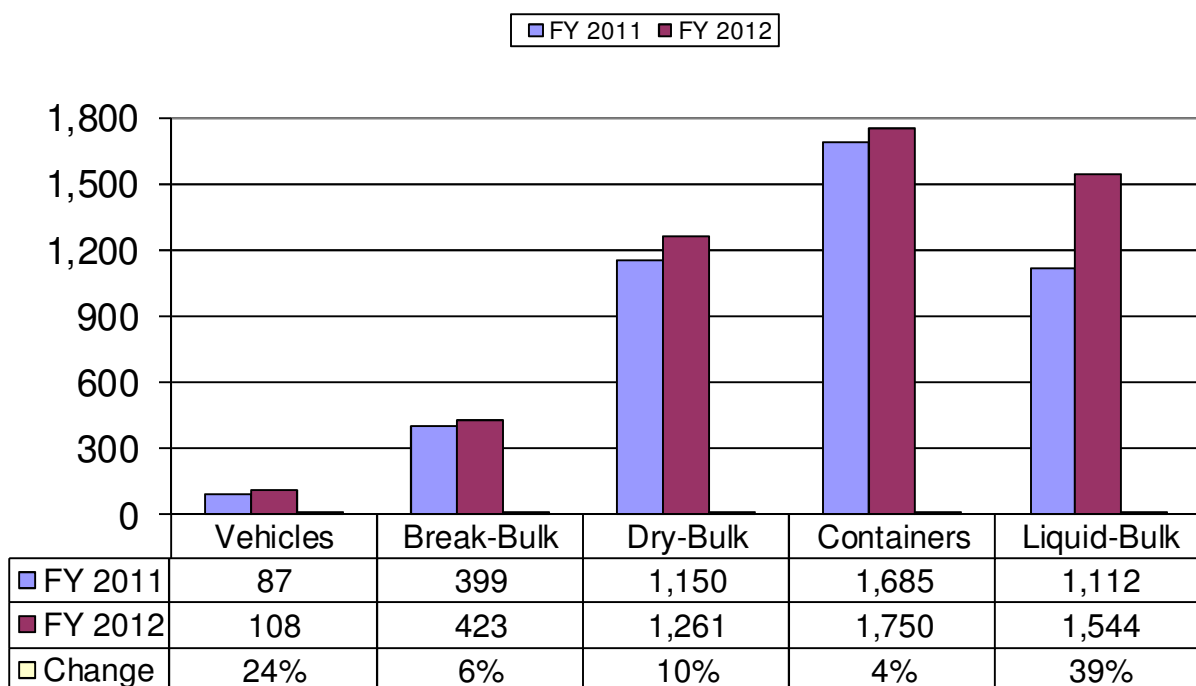
Issuance Date: October 9, 2012

The report accompanying these financial statements was issued by BDO USA, LLP, a Delaware limited liability partnership and the U.S. member of BDO International Limited, a UK company limited by guarantee.

Cargo Tonnage:

A total of 5.1 million tons of cargo passed over the Port's facilities in FY 2012, an increase of 15% over the total tons handled in FY 2011.

Cargo Volume by groups ('000 short tons)



Vehicle tonnage growth is rebounding slowly within the weak global economy and corresponding tepid demand for exported vehicles. Break-Bulk volume growth over FY 2011 is due to increases in imported fresh fruit from Morocco and Argentina as well as livestock exports to Turkey and the Middle East. Dry-Bulk growth was attributable to expanded export Petrocoke volume from the restarted Delaware City PBF refinery.

Northbound Container volume leveled off as compared to FY 2011 with the usual 52 weekly vessel calls from customers and fixed vessel capacity. Modest growth continues for Southbound export volumes. Due to expanded capacity for liquid bulk cargoes, both juice concentrate and petroleum products enjoyed dramatic increases in volume in FY 2012.