

For Six Month Period Ending 04/30/2006
(Insert date)

I - REGISTRANT

1. (a) Name of Registrant (b) Registration No.
Office Deputy Commissioner of Maritime Affairs No.4860

(c) Business Address(es) of Registrant
Vanuatu Maritime Services Limited
39 Broadway, Suite 2020
New York, NY 10006

2. Has there been a change in the information previously furnished in connection with the following:

- (a) If an individual:
- | | | |
|---------------------------|------------------------------|--|
| (1) Residence address(es) | Yes <input type="checkbox"/> | No <input checked="" type="checkbox"/> |
| (2) Citizenship | Yes <input type="checkbox"/> | No <input checked="" type="checkbox"/> |
| (3) Occupation | Yes <input type="checkbox"/> | No <input checked="" type="checkbox"/> |
- (b) If an organization:
- | | | |
|--------------------------|------------------------------|--|
| (1) Name | Yes <input type="checkbox"/> | No <input checked="" type="checkbox"/> |
| (2) Ownership or control | Yes <input type="checkbox"/> | No <input checked="" type="checkbox"/> |
| (3) Branch offices | Yes <input type="checkbox"/> | No <input checked="" type="checkbox"/> |
- (c) Explain fully all changes, if any, indicated in items (a) and (b) above.

CRM/ISS/REGISTRATION UNIT
2010 FEB 23 AM 11:15

IF THE REGISTRANT IS AN INDIVIDUAL, OMIT RESPONSE TO ITEMS 3, 4 AND 5(a).

3. If you have previously filed Exhibit C¹, state whether any changes therein have occurred during this 6 month reporting period.

Yes No
If yes, have you filed an amendment to the Exhibit C? Yes No

If no, please attach the required amendment.

¹ The Exhibit C, for which no printed form is provided, consists of a true copy of the charter, articles of incorporation, association, and by laws of a registrant that is an organization. (A waiver of the requirement to file an Exhibit C may be obtained for good cause upon written application to the Assistant Attorney General, National Security Division, U.S. Department of Justice, Washington, DC 20530.)

4. (a) Have any persons ceased acting as partners, officers, directors or similar officials of the registrant during this 6 month reporting period? Yes No

If yes, furnish the following information:

| Name | Position | Date connection ended |
|------|----------|-----------------------|
|------|----------|-----------------------|

(b) Have any persons become partners, officers, directors or similar officials during this 6 month reporting period? Yes No

If yes, furnish the following information:

| Name | Residence address | Citizenship | Position | Date assumed |
|------|-------------------|-------------|----------|--------------|
|------|-------------------|-------------|----------|--------------|

5. (a) Has any person named in item 4(b) rendered services directly in furtherance of the interests of any foreign principal? Yes No

If yes, identify each such person and describe his service.

(b) Have any employees or individuals, who have filed a short form registration statement, terminated their employment or connection with the registrant during this 6 month reporting period? Yes No

If yes, furnish the following information:

| Name | Position or connection | Date terminated |
|------|------------------------|-----------------|
|------|------------------------|-----------------|

(c) During this 6 month reporting period, has the registrant hired as employees or in any other capacity, any persons who rendered or will render services to the registrant directly in furtherance of the interests of any foreign principal(s) in other than a clerical or secretarial, or in a related or similar capacity? Yes No

If yes, furnish the following information:

| Name | Residence address | Citizenship | Position | Date assumed |
|------|-------------------|-------------|----------|--------------|
|------|-------------------|-------------|----------|--------------|

6. Have short form registration statements been filed by all of the persons named in Items 5(a) and 5(c) of the supplemental statement? Yes No

If no, list names of persons who have not filed the required statement.

II - FOREIGN PRINCIPAL

7. Has your connection with any foreign principal ended during this 6 month reporting period?

Yes No

If yes, furnish the following information:

Name of foreign principal⁵

Date of termination

8. Have you acquired any new foreign principal² during this 6 month reporting period?

Yes No

If yes, furnish the following information:

Name and address of foreign principal

Date acquired

9. In addition to those named in Items 7 and 8, if any, list foreign principals² whom you continued to represent during the 6 month reporting period.

The Republic of Vanuatu

10. **EXHIBITS A AND B**

(a) Have you filed for each of the newly acquired foreign principals in Item 8 the following:

| | | |
|------------------------|------------------------------|--|
| Exhibit A ³ | Yes <input type="checkbox"/> | No <input checked="" type="checkbox"/> |
| Exhibit B ⁴ | Yes <input type="checkbox"/> | No <input checked="" type="checkbox"/> |

If no, please attach the required exhibit.

(b) Have there been any changes in the Exhibits A and B previously filed for any foreign principal whom you represented during the 6 month period? Yes No

If yes, have you filed an amendment to these exhibits? Yes No

If no, please attach the required amendment.

² The term "foreign principal" includes, in addition to those defined in Section 1(b) of the Act, an individual organization any of whose activities are directly or indirectly supervised, directed, controlled, financed, or subsidized in whole or in major part by a foreign government, foreign political party, foreign organization or foreign individual. (See Rule 100(a)(9).) A registrant who represents more than one foreign principal is required to list in the statements he files under the Act only those principals for whom he is not entitled to claim exemption under Section 3 of the Act. (See Rule 208.)

³ The Exhibit A, which is filed on Form NSD-3 (Formerly CRM-157), sets forth the information required to be disclosed concerning each foreign principal.

⁴ The Exhibit B, which is filed on Form NSD-4 (Formerly CRM-155), sets forth the information concerning the agreement or understanding between the registrant and the foreign principal.

III - ACTIVITIES

-
11. During this 6 month reporting period, have you engaged in any activities for or rendered any services to any foreign principal named in Items 7, 8, and 9 of this statement? Yes No

If yes, identify each such foreign principal and describe in full detail your activities and services:

The office of deputy Commissioner, c/c Vanuatu Maritime Services LTD., is responsible for the promotion of the registration of vessels under the Flag of Vanuatu. Part of our services is to contact individuals among the ship industry by letter, fax, phone, e-mail, or visits to inform them of Vanuatu ship registry.

We prepare officials documents on behalf of the Vanuatu Government for ship owners and financial institutions.

-
12. During this 6 month reporting period, have you on behalf of any foreign principal engaged in political activity⁵ as defined below? Yes No

If yes, identify each such foreign principal and describe in full detail all such political activity, indicating, among other things, the relations, interests and policies sought to be influenced and the means employed to achieve this purpose. If the registrant arranged, sponsored or delivered speeches, lectures or radio and TV broadcasts, give details as to dates and places of delivery, names of speakers and subject matter.

-
13. In addition to the above described activities, if any, have you engaged in activity on your own behalf which benefits any or all of your foreign principals? Yes No

If yes, describe fully.

⁵ The term "political activities" means any activity that the person engaging in believes will, or that the person intends to, in any way influence any agency or official of the Government of the United States or any section of the public within the United States with reference to formulating, adopting or changing the domestic or foreign policies of the United States or with reference to the political or public interests, policies, or relations of a government of a foreign country or a foreign political party.

IV - FINANCIAL INFORMATION

14. (a) RECEIPTS - MONIES

During this 6 month reporting period, have you received from any foreign principal named in Items 7, 8, or 9 of this statement, or from any other source, for or in the interests of any such foreign principal, any contributions, income or money either as compensation or otherwise? Yes [x] No []

If no, explain why.

If yes, set forth below in the required detail and separately for each foreign principal an account of such monies⁶:

| Date | From whom | Purpose | Amount |
|---------------------------|---------------------|----------------------------|------------|
| 11/01/2005- 04/30/2006 | Republic of Vanuatu | contract six month stipend | 390,000.00 |

390,000.00

Total

(b) RECEIPTS - FUND RAISING CAMPAIGN

During this 6 month reporting period, have you received, as part of a fund raising campaign⁷, any money on behalf of any foreign principal named in items 7, 8, or 9 of this statement? Yes [] No [x]

If yes, have you filed an Exhibit D⁸ to your registration? Yes [] No []

If yes, indicate the date the Exhibit D was filed. Date _____

(c) RECEIPTS - THINGS OF VALUE

During this 6 month reporting period, have you received any thing of value⁹ other than money from any foreign principal named in Items 7, 8, or 9 of this statement, or from any other source, for or in the interests of any such foreign principal? Yes [] No [x]

If yes, furnish the following information:

| Name of foreign principal | Date received | Description of thing of value | Purpose |
|---------------------------|---------------|-------------------------------|---------|
|---------------------------|---------------|-------------------------------|---------|

6, 7 A registrant is required to file an Exhibit D if he collects or receives contributions, loans, money, or other things of value for a foreign principal, as part of a fund raising campaign. (See Rule 201(e).)

8 An Exhibit D, for which no printed form is provided, sets forth an account of money collected or received as a result of a fund raising campaign and transmitted for a foreign principal.

9 Things of value include but are not limited to gifts, interest free loans, expense free travel, favored stock purchases, exclusive rights, favored treatment over competitors, "kickbacks," and the like.

15. (a) **DISBURSEMENTS – MONIES**

During this 6 month reporting period, have you

(1) disbursed or expended monies in connection with activity on behalf of any foreign principal named in Items 7, 8, or 9 of this statement? Yes No

(2) transmitted monies to any such foreign principal? Yes No

If no, explain in full detail why there were no disbursements made on behalf of any foreign principal.

If yes, set forth below in the required detail and separately for each foreign principal an account of such monies, including monies transmitted, if any, to each foreign principal.

| Date | To whom | Purpose | Amount |
|-----------------------|---------------------|-------------------|--------------|
| 11/01/2005-04/30/2006 | Vendors | Office expenses | 147,891.20 |
| 11/01/2005-04/30/2006 | Vendors | Travel expenses | 13,289.61 |
| 11/01/2005-04/30/2006 | Vendors | Entertainment | 33.69 |
| 11/01/2005-04/30/2006 | Vendors | Advertising | 3,658.00 |
| 11/01/2005-04/30/2006 | Vendors] | Employee Expenses | 232,692.84 |
| | Transfreed funds | | |
| 11/01/2005-04/30/2006 | Republic of Vanuatu | Fees | 1,080,183.29 |

6477,748.63

Total

(b) DISBURSEMENTS – THINGS OF VALUE

During this 6 month reporting period, have you disposed of anything of value¹⁰ other than money in furtherance of or in connection with activities on behalf of any foreign principal named in Items 7, 8, or 9 of this statement?

Yes No

If yes, furnish the following information:

| Date disposed | Name of person to whom given | On behalf of what foreign principal | Description of thing of value | Purpose |
|---------------|------------------------------|-------------------------------------|-------------------------------|---------|
|---------------|------------------------------|-------------------------------------|-------------------------------|---------|

(c) DISBURSEMENTS – POLITICAL CONTRIBUTIONS

During this 6 month reporting period, have you from your own funds and on your own behalf either directly or through any other person, made any contributions of money or other things of value¹¹ in connection with an election to any political office, or in connection with any primary election, convention, or caucus held to select candidates for political office?

Yes No

If yes, furnish the following information:

| Date | Amount or thing of value | Name of political organization | Name of candidate |
|------|--------------------------|--------------------------------|-------------------|
|------|--------------------------|--------------------------------|-------------------|

^{10, 11} Things of value include but are not limited to gifts, interest free loans, expense free travel, favored stock purchases, exclusive rights, favored treatment over competitors, "kickbacks" and the like.

V - INFORMATIONAL MATERIALS

16. During this 6 month reporting period, did you prepare, disseminate or cause to be disseminated any informational materials¹²?
 Yes No

IF YES, RESPOND TO THE REMAINING ITEMS IN SECTION V.

17. Identify each such foreign principal.

The Republic of Vanuatu

18. During this 6 month reporting period, has any foreign principal established a budget or allocated a specified sum of money to finance your activities in preparing or disseminating informational materials? Yes No

If yes, identify each such foreign principal, specify amount, and indicate for what period of time.

19. During this 6 month reporting period, did your activities in preparing, disseminating or causing the dissemination of informational materials include the use of any of the following:

- | | | | |
|---|---|--|---|
| <input type="checkbox"/> Radio or TV broadcasts | <input type="checkbox"/> Magazine or newspaper articles | <input type="checkbox"/> Motion picture films | <input type="checkbox"/> Letters or telegrams |
| <input type="checkbox"/> Advertising campaigns | <input type="checkbox"/> Press releases | <input type="checkbox"/> Pamphlets or other publications | <input type="checkbox"/> Lectures or speeches |
| <input type="checkbox"/> Internet | <input checked="" type="checkbox"/> Other (specify) <u>a quarterly update</u> | | |

20. During this 6 month reporting period, did you disseminate or cause to be disseminated informational materials among any of the following groups:

- | | | |
|--|---|---|
| <input type="checkbox"/> Public officials | <input type="checkbox"/> Newspapers | <input type="checkbox"/> Libraries |
| <input type="checkbox"/> Legislators | <input type="checkbox"/> Editors | <input type="checkbox"/> Educational institutions |
| <input type="checkbox"/> Government agencies | <input type="checkbox"/> Civic groups or associations | <input type="checkbox"/> Nationality groups |
| <input checked="" type="checkbox"/> Other (specify) <u>current and potential ship owners</u> | | |

21. What language was used in the informational materials:

- English Other (specify) _____

22. Did you file with the Registration Unit, U.S. Department of Justice a copy of each item of such informational materials disseminated or caused to be disseminated during this 6 month reporting period? Yes No

23. Did you label each item of such informational materials with the statement required by Section 4(b) of the Act? Yes No

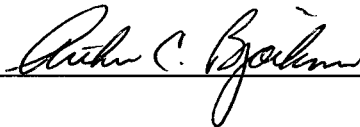
12 The term informational materials includes any oral, visual, graphic, written, or pictorial information or matter of any kind, including that published by means of advertising, books, periodicals, newspapers, lectures, broadcasts, motion pictures, or any means or instrumentality of interstate or foreign commerce or otherwise. Informational materials disseminated by an agent of a foreign principal as part of an activity in itself exempt from registration, or an activity which by itself would not require registration, need not be filed pursuant to Section 4(b) of the Act.

VI – EXECUTION

In accordance with 28 U.S.C. §1746, the undersigned swear(s) or affirm(s) under penalty of perjury that he/she has (they have) read the information set forth in this registration statement and the attached exhibits and that he/she is (they are) familiar with the contents thereof and that such contents are in their entirety true and accurate to the best of his/her (their) knowledge and belief, except that the undersigned make(s) no representation as to the truth or accuracy of the information contained in the attached Short Form Registration Statement(s), if any, insofar as such information is not within his/her (their) personal knowledge.

(Date of signature)

(Type or print name under each signature¹³)



ARTHUR C BJORKNER

2010 FEB 23 AM 11: 16
CRM/ISS/REGISTRATION UNIT

¹³ This statement shall be signed by the individual agent, if the registrant is an individual, or by a majority of those partners, officers, directors or persons performing similar functions, if the registrant is an organization, except that the organization can, by power of attorney, authorize one or more individuals to execute this statement on its behalf.



U.S. Department of Justice
National Security Division

Washington, DC 20530

THIS FORM IS TO BE AN OFFICIAL ATTACHMENT TO YOUR CURRENT SUPPLEMENTAL
STATEMENT - PLEASE EXECUTE IN TRIPLICATE

SHORT-FORM REGISTRATION INFORMATION SHEET

SECTION A

The Department records list active short-form registration statements for the following persons of your organization filed on the date indicated by each name. If a person is not still functioning in the same capacity directly on behalf of the foreign principal, please show the date of termination.

Short Form List for Registrant: Office of the Deputy Commissioner of Maritime Affairs

| Last Name | First Name and Other Names | Registration Date | Termination Date | Role |
|-----------|----------------------------|-------------------|------------------|---------------------|
| Sheetz | Donald J. | 10/12/1993 | N/A | DEPUTY COMMISSIONER |
| Rescigno | Dorothy A. | 01/04/2008 | N/A | DEPUTY COMMISSIONER |
| Bjorkner | Arthur C. | 01/04/2008 | N/A | DEPUTY COMMISSIONER |

CRM/ISS/REGISTRATION UNIT
2010 FEB 23 AM 11:15



U.S. Department of Justice

National Security Division

Washington, DC 20530

SECTION B

In addition to those persons listed in Section A, list below all current employees rendering services directly on behalf of the foreign principals(s) who have not filed short-form registration statements. (Do not list clerks, secretaries, typists or employees in a similar or related capacity). If there is some question as to whether an employee has an obligation to file a short-form, please address a letter to the Registration Unit describing the activities and connection with the foreign principal.

| Name | Function | Date Hired |
|---------------------|---------------------|------------|
| Dorothy A. Rescigno | Deputy Commissioner | 01/23/1990 |
| Arthur C. Bjorkner | Deputy Commissioner | 10/09/06 |
| | | |
| | | |
| | | |

Signature:

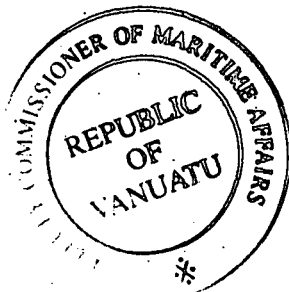
[Handwritten Signature]

Date:

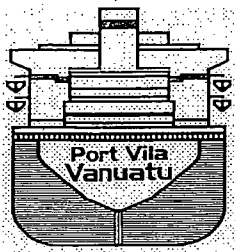
7/10/07

Title:

2007 FEB 23 AM 11:15
CRM/SS/REGISTRATION UNIT



| | <u>Nov-05</u> | <u>Dec-05</u> | <u>Jan-06</u> | <u>Feb-06</u> | <u>Mar-06</u> | <u>Apr-06</u> | <u>Totals</u> |
|---------------------------------------|--------------------|--------------------|---------------------|---------------------|---------------------|--------------------|-----------------------|
| <u>OPERATING EXPENSES</u> | | | | | | | |
| Rent - 39 Broadway | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Rent - Offsite Storage | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 42 BROADWAY | 12,049.09 | 13,862.27 | 12,049.09 | 12,049.09 | 12,049.09 | 12,049.09 | 74,107.72 |
| R.E.Taxes-42 BROADWAY | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Misc. Fees - 42 BROADWAY | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Insurance -Allied Risk Consult | 0.00 | 0.00 | 0.00 | 270.00 | 0.00 | 0.00 | 270.00 |
| Insurance -Building & Contents | 583.31 | 0.00 | 0.00 | 583.31 | 0.00 | 0.00 | 1,166.62 |
| Insurance - Liability | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Insurance - Workmen's Comp | 132.51 | 132.51 | 497.51 | 132.51 | 132.51 | 132.51 | 1,160.06 |
| Interest | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Computer Equipment | 0.00 | 6,638.29 | 0.00 | 0.00 | 0.00 | 0.00 | 6,638.29 |
| Computer Software | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Computer Maintenance | 0.00 | 1,200.00 | 0.00 | 0.00 | 0.00 | 669.00 | 1,869.00 |
| Computer Supplies | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Copier - Rental | 360.89 | 360.89 | 0.00 | 0.00 | 1,082.67 | 0.00 | 1,804.45 |
| Fax - Rental | 96.45 | 192.90 | 0.00 | 96.45 | 96.45 | 96.45 | 578.70 |
| Postage Meter - Rental | 361.71 | 0.00 | 0.00 | 481.19 | 0.00 | 0.00 | 842.90 |
| US Postal Service-Reset Meter | 200.00 | 200.00 | 200.00 | 0.00 | 0.00 | 215.00 | 815.00 |
| Telephone System | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Prof.Fees - Accounting | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| PROFESSIONAL FEES FARA | 2,135.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 2,135.00 |
| LICENSES AND PERMITS | 90.00 | 18.00 | 0.00 | 30.00 | 0.00 | 13.00 | 151.00 |
| PAYROLL SERVICE | 111.21 | 101.66 | 128.99 | 214.07 | 103.98 | 103.98 | 763.89 |
| Repairs & Maintenance | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Deprication Expense | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 16,025.90 | 16,025.90 |
| Donations | 0.00 | 500.00 | 0.00 | 0.00 | 0.00 | 0.00 | 500.00 |
| Subscriptions | 0.00 | 0.00 | 0.00 | 0.00 | 2,156.51 | 0.00 | 2,156.51 |
| Dues - Annual | 0.00 | 389.10 | 0.00 | 400.00 | 0.00 | 0.00 | 789.10 |
| Off.Sup. | 944.70 | 6,571.81 | 0.00 | 1,768.99 | 382.31 | 1,195.76 | 10,863.57 |
| Long Distance Phone | 1,332.61 | 2,163.63 | 0.00 | 1,236.63 | 837.34 | 855.73 | 6,425.94 |
| Fax Charges | 0.00 | 358.43 | 0.00 | 0.00 | 0.00 | 0.00 | 358.43 |
| Courier Charges - General Office | 2,833.36 | 5,602.51 | 0.00 | 3,473.15 | 3,563.01 | 2,836.13 | 18,308.16 |
| Messenger Service - General Off | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Postage | 0.00 | 38.50 | 16.25 | 0.00 | 0.00 | 0.00 | 54.75 |
| Outside services | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Special Printing | 0.00 | 106.21 | 0.00 | 0.00 | 0.00 | 0.00 | 106.21 |
| Vanuatu Sales Tax | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Corp.Income Tax Expense | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| TOTAL OPERATING EXPEN | 21,230.84 | 38,436.71 | 12,891.84 | 20,735.39 | 20,403.87 | 34,192.55 | 147,891.20 |
| <u>TRAVEL EXPENSES</u> | | | | | | | |
| Travel expenses | 0.00 | 3,081.10 | 0.00 | 1,641.27 | 0.00 | 3,917.18 | 8,639.55 |
| Lodging | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Food & beverage | 0.00 | 4,600.06 | 0.00 | 0.00 | 0.00 | 0.00 | 4,600.06 |
| Attendance Fees | 0.00 | 50.00 | 0.00 | 0.00 | 0.00 | 0.00 | 50.00 |
| TOTAL TRAVEL EXPENSES | 0.00 | 7,731.16 | 0.00 | 1,641.27 | 0.00 | 3,917.18 | 13,289.61 |
| <u>ENTERTAINMENT</u> | | | | | | | |
| Entertainment expenses | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Tips & Gratuities | 0.00 | 33.69 | 0.00 | 0.00 | 0.00 | 0.00 | 33.69 |
| TOTAL ENTERTAINMENT I | 0.00 | 33.69 | 0.00 | 0.00 | 0.00 | 0.00 | 33.69 |
| <u>ADVERTISING</u> | | | | | | | |
| Advertising | 0.00 | 0.00 | 0.00 | 900.00 | 0.00 | 2,000.00 | 2,900.00 |
| Maritime Bulletins | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| News Letter | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Brochure | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Fact Files | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Give Aways | 0.00 | 0.00 | 0.00 | 0.00 | 758.00 | 0.00 | 758.00 |
| Exhibit -Transport | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| TOTAL ADVERTISING EXPEN | 0.00 | 0.00 | 0.00 | 900.00 | 758.00 | 2,000.00 | 3,658.00 |
| TOTAL OPERATING EXPEN | 21,230.84 | 46,201.56 | 12,891.84 | 23,276.66 | 21,161.87 | 40,109.73 | 164,872.50 |
| <u>EMPLOYEE EXPENSES</u> | | | | | | | |
| Insurance | 5,548.84 | 5,548.84 | 5,729.73 | 5,548.84 | 5,548.84 | 5,548.84 | 33,473.93 |
| Payroll Expenses | 1,763.33 | 6,331.74 | 3,510.32 | 2,933.65 | 2,653.04 | 2,677.97 | 19,870.05 |
| Salary Expense | 22,078.31 | 62,543.37 | 16,287.09 | 23,336.35 | 23,474.96 | 24,084.94 | 171,805.02 |
| Employer 401k Contribution | 0.00 | 7,543.84 | 0.00 | 0.00 | 0.00 | 0.00 | 7,543.84 |
| TOTAL EMPLOYEE EXPEN | 29,390.48 | 81,967.79 | 25,527.14 | 31,818.84 | 31,676.84 | 32,311.75 | 232,692.84 |
| TOTAL EXPENSES | \$29,390.48 | \$81,967.79 | \$25,527.14 | \$31,818.84 | \$31,676.84 | \$32,311.75 | 232,692.84 |
| <u>TRANSFERS TO GOVERNMENT</u> | | | | | | | |
| MARINE INVESTIGATION | 2,900.00 | 5,075.00 | 101,500.00 | 224,750.00 | 84,100.00 | 18,125.00 | \$436,450.00 |
| MARINE PARTICIPATION | 121.56 | 1,986.40 | 22,880.96 | 18,760.76 | 5,770.96 | 1,374.80 | \$50,895.44 |
| RESIDUAL ANZ BANK | 18,064.11 | 20,135.95 | 122,559.00 | 272,297.30 | 112,131.54 | 47,649.95 | \$592,837.85 |
| TOTAL SENT TO GOVT. | \$21,085.67 | \$27,197.35 | \$246,939.96 | \$515,808.06 | \$202,002.50 | \$67,149.75 | \$1,080,183.29 |



VMS LTD. VANUATU

UPDATE

2010 FEB 23 AM 11:16
CRM/ISS/REGISTRATION UNIT

4 / 05

Oct/Dec 2005

This Update is intended to keep our friends informed about what's new at VMSL and in Vanuatu.

THE DEVASTATING TWINS – KATRINA AND RITA

To those who were affected by hurricanes Katrina and Rita, you remain in our prayers and thoughts. In these trying times, we are here to assist you in anyway we can. We understand some of your offices may have been damaged or even destroyed, not to mention your homes and property. If you need temporary office space, temporary work, or if you need to defer fee payments, just ask. If you need copies of documentation that may have been damaged or destroyed, let us know – we will make them available to you at no cost.

VANUATU MARITIME SERVICES LIMITED LOSES A GOOD FRIEND

Captain Joseph X. Fox, known by many of his friends as "The Grey Fox," passed away on October 11, after battling cancer for years. Joe, a retired US Coast Guard Captain, was a long time friend, confidant, safety inspector, marine investigator, and MAIIF participant. He will be missed. Our condolences go out to his family!

EMAIL ADDRESS

Effective immediately our email address is email@vanuatuships.com. The old address is discontinued.

FLEET / SAFETY LETTERS

Fleet / Safety Letter 05082 *CERTIFICATES FOR FISHING VESSELS* and Fleet / Safety Letter 05083 *PORT STATE CONTROL STATISTICS 2002 – 2004* were recently published. Check out www.vanuatuships.com.

MARINE ACCIDENT INVESTIGATORS INTERNATIONAL FORUM (MAIIF) 14

Vanuatu hosted MAIIF 14 in Port Vila from August 29 to September 2, 2005. There were 53 delegates, representing 29 administrations, including first time participants Russia, The Federated States of Micronesia, Papua New Guinea, and the Secretariat of the Pacific Community. Among the agenda items was the Code for Marine Casualties, with work continuing on that by correspondence. The meeting was considered a huge success, thanks in part to our host, the Vanuatu Maritime Authority. There was even a minor earthquake to keep the participants on their toes.

The meeting was marred only by the absence due to serious illness, and subsequent death, of long time MAIIF member, Captain Fred Perkins, of Canada's Transportation Safety Board. Fred was well respected by all his MAIIF colleagues worldwide and will be sorely missed. A "celebration of his life" took place in Ottawa on October 15, 2005.

MORE ON SEAFARER DOCUMENTATION

When requesting certificates of receipt of application (CRAs), make sure the complete application -- with all training courses, endorsements, certificates, medical reports, photos, and drug and alcohol test results; etc.-- has been submitted. A CRA will not be issued until all required documentation has been provided.

REDUCING RISK OF DETENTION

Lloyd's Register has developed two guides entitled *Maintenance Guide Checklist for Owners/Masters of Lloyd's Register Classed Cargo Vessels* and *Reducing the Risk of Port State Control Detentions* to help ship owners/operators achieve compliance with the requirements on safety and pollution protection and to be prepared for port state control inspections, which are increasing world-wide. The checklists identify the top 50 most common causes of ship detention. Check out www.lr.org/market_sector/marine/portstatecontrol.htm.

EPIRBs

Keep up the good work! Most owners/operators are complying with the requirement to provide their EPIRB's hexadecimal ID code when a vessel enters or leaves the registry, knowing that permanent registration will not be granted until we receive the hexadecimal code, evidencing proper encoding of the EPIRB. Additionally, deletion certificates will not be issued until the EPIRB has been properly decoded or re-encoded, if the vessel transfers to another flag. The new flag administration's hexadecimal code must be submitted to this office.

VANUATU'S MINISTER ADDRESSES THE UNITED NATIONS

The Minister of Foreign Affairs recently addressed the UN General Assembly about reforming the Security Council and expressed Vanuatu's concerns about shipping nuclear wastes and radioactive material through the Pacific Island countries which have no capacity to deal with any possible mishap.

FINANCE MINISTER CHOSEN TO LEAD SMALL ISLAND STATES

Vanuatu continues in the international limelight: it was chosen to lead the world's small island states for the next two years. This appointment took place at the IMF and World Bank meeting recently held in Barbados and Washington. The common concerns are the vulnerability of small states in times of disasters, their fragile economies, labour and immigration issues, and work opportunities in nearby large countries. The Finance Minister chaired the meeting.

COCONUT OIL BENEFITS

Scientific evidence is emerging that, contrary to past beliefs, coconut oil is not deleterious to one's health, but just the opposite. Coconut oil (not coconut water), which is cold pressed from white coconut meat, taken regularly has been shown to dramatically reduce the incidence of heart disease. The cholesterol that it contains is the good kind, not the type that clogs arteries. Coconut oil has been found to be full of medium chain fatty acids which destroy disease-carrying bacteria & viruses, as well as reducing arterial inflammation. Antibiotics aren't able to do this – at least not as well. Two tablespoons daily are recommended. This is good news for Vanuatu as we have **LOTS** of coconuts.

COCONUT FUEL

More good news for Vanuatu! Coconut oil based fuel is catching on. It works particularly well in tropical climates, but in cool conditions, the oil will solidify. To avoid solidification, up to 20% diesel or kerosene is mixed with the coconut oil. The blend can be used by diesel engines without any modification and the result is a cleaner engine with hardly any toxins in the exhaust (except from the 20% of diesel or kerosene). As Vanuatu has such a large supply of coconuts, this import substitution product has big economic as well as environmental benefits for the country. On October 1, 2005, the first coconut oil fuel pump (bowser) opened in Port Vila, with more to follow.

CHINESE INVESTMENT DELEGATION TO VANUATU

While most of the world is visiting China to assess investment potential there, China itself is looking far afield for investment opportunities. An 18-man high-level delegation, headed by the Vice Chairman of the National People's Congress of China, recently visited Vanuatu. The Vice Chairman was impressed with the potential for Chinese tourism, and suggested their people would soon be heading our way. It may be time to learn Mandarin.

CHINA CENTRAL TV9

Is it a cultural invasion? Vanuatu now has Chinese television CCTV9, which operates 24 hours a day with English and some French programs. The quality of the transmission and the content is first class. It is a combination of the West's Discovery Channel and BBC, with world news presented not just by English speaking Chinese, but by western anchor men and women. It is very professional, with a somewhat different slant on world news and its importance. As a great poet once said, "*Competition for the hearts and minds of the masses is upon us.*"

ISRAEL, TOO, TO HELP VANUATU

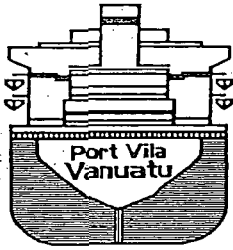
Israel has announced it will supply doctors to Vanuatu as part of an aid package, to complement the core aid to the agriculture sector. There are no details as of yet of the number of doctors who would be involved.

USA NOT TO BE OUTDONE

More US Peace Corps teachers are arriving, bringing the number in Vanuatu to 92. The new additions will be teaching computer studies, science, and math. The Peace Corps has been active in Vanuatu for almost ten years, teaching and training ni-Vanuatu. It is sometimes hard to believe our one vote in the United Nations is worth so much.

WHO NOT TO BE OUTDONE EITHER

The World Health Organization has announced a substantial increase in the WHO development budget for Vanuatu. Vanuatu has one of the highest ratios of doctors per head of population, but most are studying diseases and not providing direct medical assistance to the local population. With the increased budget, this may change.



VMS LTD. VANUATU

UPDATE

2010 FEB 23 AM 11: 16

CRM/ISS/REGISTRATION UNIT

1 / 06

Jan / Mar 2006

This Update is intended to keep our friends informed about what's new at VMSL and in Vanuatu.

EMAIL ADDRESS REMINDER

Our email address has been changed to email@vanuatuships.com. The old address has been discontinued.

RAISED SECURITY LEVELS

Recent pirate attacks off Somalia, and the abduction of seafarers from a Vanuatu vessel in Nigeria, forced us to raise Security Levels to Level 2 for Somalia and Nigeria for all Vanuatu vessels. If masters deem the risk to be even higher, they may voluntarily set the levels at Level 3. As this **UPDATE** goes to press, the abductees are in their 15th day of captivity with no word released as to their health or whereabouts. Please pray for them!

VMSL TEAM MEMBERS ATTEND ROUNDTABLE ON ILO 185 – SEAFARER IDENTIFICATION DOCUMENTS

On January 24, 2006, the Center for Seafarers' Rights of the Seaman's Church Institute sponsored a round table discussion on the need for full acceptance and ratification of ILO Convention 185 on Seafarer Identification Documents, particularly by the United States. The discussion was chaired by Admiral James M. Loy, USCG (Ret.) with participants representing, inter alia, BIMCO, Intertanko, shipowners, the legal community, various agencies of the US government including the USCG, Norway, Russia, The Ukraine, Liberia, Marshall Islands, and Vanuatu. Once the minutes have been prepared, we would be pleased to send them to anyone interested.

PARIS MOU ON PSC – CRACKDOWN

The Paris MOU on Port State Control has launched a concerted campaign to stamp out illegal bypassing of oil filtering systems on ships. Over the next three months the constituent members plan to identify how and if regulatory requirements for preventing marine pollution are being implemented. The campaign will focus on compliance with MARPOL, in general, and every inspection will specifically focus on oil filtering equipment & record keeping. A parallel campaign will be run by the Tokyo MOU. Significant fines and jail terms have been handed out by the US in recent months for such violations.

FLEET / SAFETY LETTER 06084

The annual **FLEET / SAFETY LETTER** was recently published. Check it out on our website: vanuatuships.com.

UNDER CONSTRUCTION – WATCH THIS SPOT

VMSL's website www.vanuatuships.com is undergoing re-construction. Within the next 2 months we hope to be able to announce its grand re-opening.

THINGS TO CONSIDER

- Vanuatu will exhibit at: Connecticut Maritime Association's "Shipping 2006" in March (booth 91); Offshore Technology Conference in May, and International Workboat show in December. Come visit us.
- Annual tonnage taxes are due no later than March 31, 2006.
- Reports of Ship's Officers (Form A-7) must be submitted during January 2006.
- Vessels are subject to safety inspections at any time by a flag state or port state authority.
- Interim scheme vessels must fully comply with ISPS requirements by July 1, 2008.
- SSAS: carriage requirements' deadline to comply for all vessels is the first radio survey after July 1, 2006.
- The Vanuatu flagged MODU *Pride Alaska* will appear in a Discovery Channel TV program. Look for it.

DANISH VTS RECOMMENDATION (Ref. SN/Circ.224 6 January 2003)

Danish authorities have established an amended recommendation on navigation through the entrances to the Baltic Sea. Ships with a draught of 11 meters or more should use the pilot services locally established by the coastal states for the passage. Vanuatu agrees and has made this a mandatory requirement for its vessels.

AMBAE ISLAND VOLCANIC ERUPTION

The recent volcanic eruption on Ambae, 275 kilometres north of Vila, received world-wide coverage as the volcano has erupted through its large crater lake. Worries about the water contacting the molten lava, causing a "pressure cooker" explosion, resulted in the evacuation of 5,000 inhabitants. A new island emerged in the lake isolating the eruption from the water. Vulcanologists deem this less dangerous and the inhabitants are returning to their villages.

BIODIESEL GAINS ACCEPTANCE

Biodiesel, in this case coconut oil, has caught the imagination of the world press and Vanuatu. The local electricity provider has commenced substituting 5% coconut oil for diesel and more buses are making the change as well.

LOSS OF PORT VILA ICONS

The first icon to go was the popular Waterfront Restaurant when a fire burnt it to the ground; but it is rising again from its ashes. Next was the Sound Centre, a duty free shop and tourist shopping mecca. It was totally gutted by fire just as Christmas stocks were arriving. It has reopened in the banking chamber in the old Bank of Hawaii building.

Rossi Restaurant, a landmark in the South Pacific for 75 years, closed in mid-December. As the only centre-town location with a waterfront, it had become too valuable not to be offered to property developers. Who knows what will happen, but for now the restaurant has moved to Trader Vic's further along the street in the direction of the airport.

PARLIAMENT PASSES NEW INSURANCE ACT

Parliament has passed a new Insurance Act, applying to both domestic and offshore insurers, that brings in extensive new compliance requirements. Industry spokesmen have indicated this lead to the demise of the offshore insurance industry in Vanuatu. Representations have been made to government to reconsider the Act before it is gazetted.

GOVERNMENT RESHUFFLE

Prime Minister Ham Lini has reshuffled his coalition government, pushing out the Green Party, led by the able Finance Minister, Moana Carcasses. The Green Party over recent months had grown rapidly to the size of the other major parties and was demanding more ministerial posts. Its rivals convinced the Prime Minister they could rule without the Greens who were then ousted -- for now -- to the Opposition.

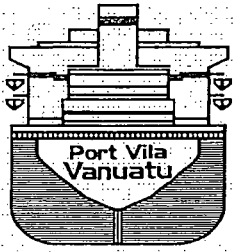
TWO NEW CARGO VESSELS

Chinese Government largess continues, with the delivery of two inter-island cargo vessels: *Northern Star* and *Southern Star*. Due to the volcanic eruption, they were pressed into service in the evacuation of people from Ambae. On Christmas day the *Northern Star* was used illegally to carry a politically connected family on a picnic -- with almost twice the number of people onboard as allowed and no qualified captain or engineer. This does not bode well.

MILLENNIUM CHALLENGE

Vanuatu has signed a compact with the USA Millennium Challenge Corporation for a five year US\$65.69 million dollar grant for the improvement of infrastructure in the country. This is, by far, the largest individual grant Vanuatu has ever received for such a purpose and should have a lasting impact on the development of the country. The funds will be used to up-grade transportation facilities, roads, wharfs, airstrips and warehouses. It is expected to increase the average per capita income by 15% over the five year period. Vanuatu was one of 19 countries to be approved for a grant: Vanuatu and Mongolia were the only two successful countries in the Asian-Pacific region.

NEW EMAIL: email@vanuatuships.com



VMS LTD. VANUATU

UPDATE

2010 FEB 23 AM 11: 16

CRM/ISS/REGISTRATION UNIT

2 / 06

Apr/Jun 2006

This Update is intended to keep our friends informed about what's new at VMSL and in Vanuatu.

SECURITY LEVELS IN NIGERIA AND SOMALIA

In our last **UPDATE** we noted that security levels had been raised to Level 2 in Somalia and Nigeria. We stated that 4 seafarers from a Vanuatu vessel, working offshore Nigeria, had been abducted. They were held captive for about a month and were ultimately released unharmed. Shortly after that incident 9 offshore workers were abducted from a non-Vanuatu vessel. They have subsequently been released. Let's hope that a peaceful resolution can be found to the disturbing crises in Nigeria and Somalia. Until then Security Level 2 will remain in effect in both areas.

QUALSHIP 21

We are very pleased to report that Vanuatu is on the USCG's QUALSHIP 21 list for another year with 8 other registries: Barbados, Belize, Bermuda, Canada, China, Hong Kong, Liberia and Marshall Islands. We salute the owners, masters and crews of the Vanuatu ships boarded and inspected by the USCG that made that possible.

STOP PRESS: *We understand the Isle of Man has been added back to the QUALSHIP 21 list on appeal.*

AUSMEPA

The Australian Marine Environment Protection Association (AUSMEPA), which was fashioned on a similar Greek association, HELMEPA, and the Cypriot association, CYMEPA, has inducted the Vanuatu vessels **BORAL GAS** and **PACIFIC GAS** into the ship membership of the Association. The vessels' owners, Origin Energy of Australia, were presented with Certificates of Entry at a recent ceremony. The vessels were recognized for their high levels of safety and environmental awareness and their membership on the USCG's QUALSHIP 21 list. Congratulations, Origin!

FLEET / SAFETY LETTER 06085

A **FLEET / SAFETY LETTER** on immersion suits has just been released. Check the website for details.

WEBSITE CONSTRUCTION COMPLETED

Construction on VMSL's website www.vanuatuships.com has been completed. Let us know what you think.

VANUATU REGISTERS ITS BIGGEST SHIP EVER

Oceanering's **OCEAN PENSADOR**, a 94,647 gross ton tanker, has just been registered. The owner's hope to convert it to a floating production, storage and offshore loading (FPSO) unit for transshipment of crude oil to other tankers in West Africa.

VANUATU REGISTRY MARKS AN ANNIVERSARY

Vanuatu's 600 vessel strong international ship registry has been in existence since 1981, marking its 25th anniversary this year.

SEAFARER ENDORSEMENTS

Vanuatu seafarer endorsement certificate paper has been changed to reflect the times. You will now find it to be an eye catching light green color. Look forward to changes that will be made to the seafarer identification books.

REMINDER: *OUR EMAIL ADDRESS HAS BEEN CHANGED TO email@vanuatuships.com.*

GROUP EXECUTIVE CHAIRMAN SAVAGELY BEATEN

Bayer Group and Vanuatu Maritime Services Limited Executive Chairman Tom Bayer was savagely attacked and beaten outside his office on Wednesday evening 5 April 2006 by several culprits. No motive was given for the attack nor have the attackers been identified. Tom was found unconscious and was transported to the hospital where he remained for 2 days before recuperating at home for another week. He is slowly recovering from massive head and torso wounds, cuts, abrasions, and broken ribs. A reward has been posted for information leading to the arrest and conviction of the perpetrators. Our hearts go out to you, Tom! Get well soon!

VANUATU CONTRIBUTES TO PEACE-KEEPING FORCE IN IVORY COAST AND HAITI

French-speaking members of the Vanuatu Police Force have been seconded to the peace-keeping forces in the Ivory Coast and Haiti. This is the first time Vanuatu police have been sent to those countries in this capacity. Vanuatu does not have a military force and peace is maintained domestically by police and a small mobile force.

BANK NOTE FORGERS ARRESTED

Vanuatu joined the "real world" with its first international bank note counterfeiters. Two Fijian couples arrived from Asia with counterfeit Vanuatu 5,000 Vatu notes. It only took a day to discover the problem and arrest the culprits.

VOTE OF NO CONFIDENCE

The Opposition lodged a vote of no confidence in Prime Minister Lini during the first ordinary sitting of Parliament during the quarter. The vote failed with the coalition government in power standing firm by their Prime Minister. It was another example of democracy in action.

FINANCIAL CENTRE ASSOCIATION ELECTION

The 2006 Annual General Meeting saw group Executive Director, Charles Kleiman, elected again as Association Secretary and Phil Tremethick, European Bank Director and CEO, elected as Association Secretary. Congratulations to them both!

ADDITIONAL GIFTS FROM CHINA

Vanuatu's "One China Policy" continues to create benefits for the country. Small but welcome gifts such as laptop computers for use by Parliament and farm equipment are well received, but the forgiveness of Vanuatu's foreign debt to China is a major windfall. In one stroke Vanuatu's national debt has been greatly reduced and the country is very thankful for China's generosity.

SALTWATER PRAWNS

Vanuatu's first major saltwater prawn farm came on stream during the quarter, with eight tonnes of prawns for the local market. The delicacy has been added to numerous restaurant menus; raw prawns are for sale to the public at selected outlets in Port Vila; and export markets are now being explored. The breeding stock is flown in from Brunei and the grow-out done in Vanuatu. This is the sort of agri-investment which will continue to differentiate Vanuatu from its neighbouring countries.

AUSTRALIAN AID

Australia has made a major commitment to upgrade technical training in Vanuatu, concentrating on improving teaching skills ("teach the teacher"). The technical subjects will be directed towards those students who will not be going further academically.

NEW ZEALAND PROVIDES RADIO TRANSMITTERS

The New Zealand government has provided replacement main wave radio transmitters in Port Vila. The existing transmitters had lived long past their "use by" dates and transmission quality had so deteriorated that reception was greatly impaired. The replacements are welcomed by all listeners.

EXHIBITIONS AND MAIL

Vanuatu will exhibit at the Offshore Technology Conference in May & the International Workboat show in December, and will participate in the Marine Accident Investigators International Forum in Panama, August 14-18, 2006.