

GLOBAL SOURCES LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(In U.S. Dollars Thousands, Except Number of Shares and Per Share Data)

	<u>As at December 31,</u> <u>2013</u> <u>(Unaudited)</u>	<u>As at December 31,</u> <u>2012</u>
ASSETS		
Current assets		
Cash and cash equivalents.....	\$ 137,359	\$ 104,631
Term deposits with banks.....	106	4,184
Financial assets, available-for-sale.....	6,367	7,472
Accounts receivables.....	3,122	4,242
Receivables from sales representatives.....	10,630	7,773
Inventories.....	266	410
Prepaid expenses and other current assets.....	18,544	18,396
	176,394	147,108
Non-current assets		
Property and equipment.....	49,701	30,442
Investment properties.....	89,615	97,377
Intangible assets.....	21,423	33,136
Long term investment.....	100	100
Deferred income tax assets.....	98	244
Other non-current assets.....	1,766	2,762
	162,703	164,061
Total assets.....	\$ 339,097	\$ 311,169
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable.....	\$ 8,779	\$ 12,531
Deferred income and customer prepayments.....	84,704	84,540
Accrued liabilities.....	19,166	20,409
Income tax liabilities.....	2,635	1,225
	115,284	118,705
Non-current liabilities		
Deferred income and customer prepayments.....	5,660	9,062
Deferred income tax liabilities.....	4,591	6,090
	10,251	15,152
Total liabilities.....	125,535	133,857
Equity attributable to Company's shareholders		
Common shares.....	525	521
Treasury shares.....	(150,089)	(150,089)
Other reserves.....	161,950	156,629
Retained earnings.....	191,594	158,859
Total Company shareholders' equity.....	203,980	165,920
Non-controlling interests.....	9,582	11,392
Total equity.....	\$ 213,562	\$ 177,312
Total liabilities and equity.....	\$ 339,097	\$ 311,169

GLOBAL SOURCES LTD. AND SUBSIDIARIES
CONSOLIDATED INCOME STATEMENTS
(In U.S. Dollars Thousands, Except Number of Shares and Per Share Data)

	Three months ended December 31,		Year ended December 31,	
	2013	2012	2013	2012
	(Unaudited)	(Unaudited)	(Unaudited)	
Revenue:				
Online and other media services (Note 1).....	\$ 25,036	\$ 32,353	\$ 104,629	\$ 136,101
Exhibitions.....	33,237	32,716	85,636	88,782
Miscellaneous.....	1,791	1,873	7,257	6,857
	\$ 60,064	\$ 66,942	\$ 197,522	\$ 231,740
Operating Expenses:				
Sales (Note 2).....	20,540	23,102	61,958	80,354
Event production.....	9,322	9,716	24,403	26,250
Community and content (Note 2).....	7,079	8,628	27,481	32,696
General and administrative (Note 2).....	16,126	12,056	50,272	44,281
Information and technology (Note 2).....	3,090	3,223	12,729	13,188
Total Operating Expenses.....	\$ 56,157	\$ 56,725	\$ 176,843	\$ 196,769
Profit on sale of property.....	-	-	15,410	-
Profit from Operations.....	\$ 3,907	\$ 10,217	\$ 36,089	\$ 34,971
Interest income.....	384	312	1,472	1,044
Gain on sale of available-for-sale securities.....	64	-	64	-
Share of loss of associate.....	-	-	-	(24)
Impairment loss on investment in associate.....	-	-	-	(302)
Profit before Income Taxes.....	\$ 4,355	\$ 10,529	\$ 37,625	\$ 35,689
Income tax expense.....	(427)	(694)	(4,753)	(2,744)
Net Profit.....	\$ 3,928	\$ 9,835	\$ 32,872	\$ 32,945
Net profit attributable to non-controlling interests.....	1,056	1,342	(137)	(739)
Net profit attributable to the Company's shareholders.....	\$ 4,984	\$ 11,177	\$ 32,735	\$ 32,206
Diluted net profit per share attributable to the Company's shareholders.....	\$ 0.14	\$ 0.31	\$ 0.91	\$ 0.90
Shares used in diluted net profit per share calculations.....	36,196,122	35,870,511	36,068,326	35,742,495

Note: 1. Online and other media services consists of:

	Three months ended December 31,		Year ended December 31,	
	2013	2012	2013	2012
	(Unaudited)	(Unaudited)	(Unaudited)	
Online services.....	\$ 21,712	\$ 28,114	\$ 91,422	\$ 119,011
Print services.....	3,324	4,239	13,207	17,090
	\$ 25,036	\$ 32,353	\$ 104,629	\$ 136,101

Note: 2. Non-cash compensation expenses associated with the several equity compensation plans and Global Sources Directors Share Grant Award Plan included under various categories of expenses are as follows:

	Three months ended December 31,		Year ended December 31,	
	2013	2012	2013	2012
	(Unaudited)	(Unaudited)	(Unaudited)	
Sales.....	\$ 153	\$ 153	\$ 539	\$ 565
Community and content.....	31	31	43	70
General and administrative.....	369	365	1,340	1,524
Information and technology.....	55	53	248	250
	\$ 608	\$ 602	\$ 2,170	\$ 2,409

GLOBAL SOURCES LTD. AND SUBSIDIARIES
ACTUAL IFRS to NON-IFRS RECONCILIATION
(In U.S. Dollars Thousands, Except Number of Shares and Per Share Data)

	Three months ended December 31,		Year ended December 31,	
	2013	2012	2013	2012
IFRS EPS	\$ 0.14	\$ 0.31	\$ 0.91	\$ 0.90
IFRS Net Profit	\$ 4,984	\$ 11,177	\$ 32,735	\$ 32,206
Non-cash stock based compensation expense (Note 1)	608	602	2,170	2,409
Amortization of intangibles (Note 2)	154	148	748	751
Impairment loss on investment in associate	-	-	-	302
Impairment of goodwill and intangibles (Note 3)	5,109	1,389	7,640	1,389
Profit on sale of property, net of transaction costs & related tax expenses	-	-	(13,124)	-
Non-IFRS Net Profit	\$ 10,855	\$ 13,316	\$ 30,169	\$ 37,057
Non-IFRS diluted net profit per share	\$ 0.30	\$ 0.37	\$ 0.84	\$ 1.04
Total shares used in non-IFRS diluted net profit per share calculations	36,196,122	35,870,511	36,068,326	35,742,495

Notes:

- (1) Actual SBC is calculated based on actual share price on date of the awards.
- (2) Amortization of intangible assets relating to certain non-compete agreements.
- (3) Impairment of intangibles are net of related taxes.

GLOBAL SOURCES LTD. AND SUBSIDIARIES
ADJUSTED EBITDA RECONCILIATION
(In U.S. Dollars Thousands)

	Three months ended December 31,		Year ended December 31,	
	2013	2012	2013	2012
IFRS profit from operations	\$ 3,907	\$ 10,217	\$ 36,089	\$ 34,971
Depreciation and amortization	2,542	2,184	9,029	9,112
EBITDA	6,449	12,401	45,118	44,083
Non-cash stock based compensation expense	608	602	2,170	2,409
Impairment of goodwill and intangibles	5,994	1,389	8,525	1,389
Profit on sale of property, net of transaction costs	-	-	(15,410)	-
Adjusted EBITDA	\$ 13,051	\$ 14,392	\$ 40,403	\$ 47,881

GLOBAL SOURCES LTD. AND SUBSIDIARIES
GUIDANCE IFRS to NON-IFRS RECONCILIATION
(In U.S. Dollars Million, Except Number of Shares and Per Share Data)

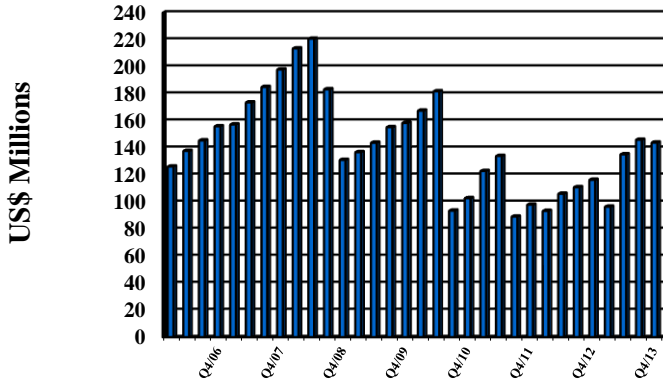
	GUIDANCE		ACTUAL
	Six months ended June 30, 2014		Six months ended June 30, 2013
Revenue	\$88.0	to	\$90.0
			\$92.7
IFRS EPS	\$0.14	to	\$0.18
			\$0.62
Non-cash stock based compensation expense (Note 1)	\$0.03		\$0.03
Amortization of intangibles (Note 2)	\$0.01		\$0.01
Impairment of goodwill and intangibles	-		\$0.07
Profit on sale of property, net of transaction costs & related tax expenses	-		(\$0.36)
Non-IFRS diluted net income per share	\$0.18	to	\$0.22
			\$0.37
Total shares used in non-IFRS diluted net income per share calculations	36,400,000		36,400,000
			36,048,346

Notes:

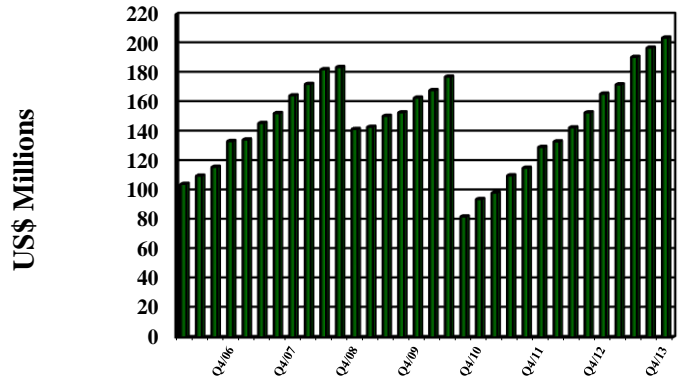
- (1) Actual SBC is calculated based on actual share price on date of the awards.
(2) Amortization of intangible assets relating to certain non-compete agreements.

GLOBAL SOURCES LTD. AND SUBSIDIARIES

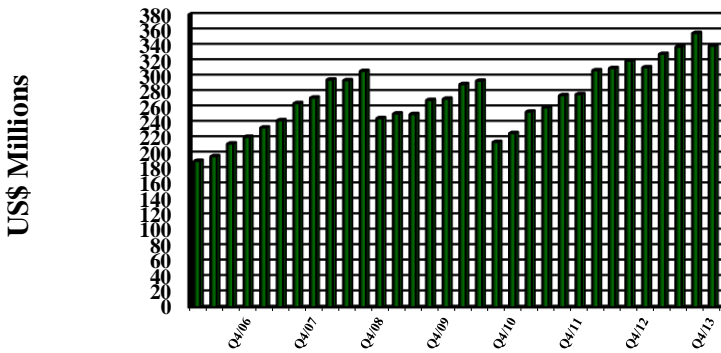
Total Cash and Securities



Total Shareholders' Equity



Total Assets



**Total Deferred Income
Customer Prepayments**

