

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

	As at June 30, 2014 (Unaudited)	As at December 31, 2013
<b>ASSETS</b>		
<b>Current assets</b>		
Cash and cash equivalents.....	\$ 87,026	\$ 137,359
Term deposits with banks.....	4,100	106
Financial assets, available-for-sale.....	1,377	6,367
Accounts receivables, net.....	2,781	3,122
Receivables from sales representatives.....	8,579	10,630
Inventories.....	293	266
Prepaid expenses and other current assets.....	18,271	18,544
	<b>122,427</b>	<b>176,394</b>
<b>Non-current assets</b>		
Property and equipment.....	63,882	49,701
Investment properties.....	86,639	89,615
Intangible assets.....	38,546	21,423
Long term investment.....	100	100
Deferred income tax assets.....	38	98
Other non-current assets.....	1,592	1,766
	190,797	162,703
<b>Total assets.....</b>	<b>\$ 313,224</b>	<b>\$ 339,097</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>Current liabilities</b>		
Accounts payable.....	\$ 9,937	\$ 8,779
Deferred income and customer prepayments.....	93,540	84,704
Accrued liabilities.....	19,467	19,166
Income tax liabilities.....	4,221	2,635
	<b>127,165</b>	<b>115,284</b>
<b>Non-current liabilities</b>		
Accounts payable.....	864	-
Deferred income and customer prepayments.....	5,467	5,660
Deferred income tax liabilities.....	6,389	4,591
	12,720	10,251
<b>Total liabilities.....</b>	<b>139,885</b>	<b>125,535</b>
<b>Equity attributable to Company's shareholders</b>		
Common shares.....	528	525
Treasury shares.....	(200,089)	(150,089)
Other reserves.....	160,521	161,950
Retained earnings.....	198,726	191,594
<b>Total Company shareholders' equity.....</b>	<b>159,686</b>	<b>203,980</b>
Non-controlling interests.....	13,653	9,582
<b>Total equity.....</b>	<b>\$ 173,339</b>	<b>\$ 213,562</b>
<b>Total liabilities and equity.....</b>	<b>\$ 313,224</b>	<b>\$ 339,097</b>

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

	Three months ended June 30,		Six months ended June 30,	
	2014	2013	2014	2013
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
<b>Revenue:</b>				
Online and other media services (Note 1).....	\$ 23,864	\$ 26,217	\$ 47,706	\$ 54,176
Exhibitions .....	32,412	33,274	41,272	34,775
Miscellaneous .....	2,061	1,948	3,829	3,740
	<b>58,337</b>	<b>61,439</b>	<b>92,807</b>	<b>92,691</b>
<b>Operating Expenses:</b>				
Sales (Note 2) .....	19,244	19,272	28,290	30,265
Event production.....	9,015	10,254	10,819	10,650
Community and content (Note 2).....	6,955	7,547	12,398	13,732
General and administrative (Note 2 & 3).....	13,825	13,364	27,953	23,156
Information and technology (Note 2).....	3,095	3,161	6,286	6,475
<b>Total Operating Expenses.....</b>	<b>52,134</b>	<b>53,598</b>	<b>85,746</b>	<b>84,278</b>
Profit on sale of property .....	-	10,953	-	15,410
<b>Profit from Operations.....</b>	<b>6,203</b>	<b>18,794</b>	<b>7,061</b>	<b>23,823</b>
Interest income.....	333	347	750	621
Gain on sale of available-for-sale securities .....	-	-	10	-
Interest expenses .....	(45)	-	(92)	-
<b>Profit before Income Taxes .....</b>	<b>6,491</b>	<b>19,141</b>	<b>7,729</b>	<b>24,444</b>
Income tax expense.....	(411)	(2,643)	(766)	(2,669)
<b>Net Profit .....</b>	<b>\$ 6,080</b>	<b>\$ 16,498</b>	<b>\$ 6,963</b>	<b>\$ 21,775</b>
Net profit attributable to non-controlling interests...	907	276	169	620
<b>Net profit attributable to the Company's shareholders .....</b>	<b>\$ 6,987</b>	<b>\$ 16,774</b>	<b>\$ 7,132</b>	<b>\$ 22,395</b>
<b>Diluted net profit per share attributable to the Company's shareholders.....</b>	<b>\$ 0.20</b>	<b>\$ 0.46</b>	<b>\$ 0.20</b>	<b>\$ 0.62</b>
<b>Shares used in diluted net profit per share calculations.....</b>	<b>35,183,171</b>	<b>36,200,567</b>	<b>35,672,551</b>	<b>36,048,346</b>

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

	Three months ended June 30,		Six months ended June 30,	
	2014	2013	2014	2013
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Online services .....	\$ 20,844	\$ 22,689	\$ 42,096	\$ 47,664
Print services .....	3,020	3,528	5,610	6,512
	<b>\$ 23,864</b>	<b>\$ 26,217</b>	<b>\$ 47,706</b>	<b>\$ 54,176</b>

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 June 30,		Six months ended June 30,	
	2014	2013	2014	2013
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Sales .....	\$ 139	\$ 159	\$ 146	\$ 227
Community and content .....	27	25	(32)	(16)
General and administrative.....	347	374	530	603
Information and technology .....	50	54	120	139
	<b>\$ 563</b>	<b>\$ 612</b>	<b>\$ 764</b>	<b>\$ 953</b>

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

Note: 3. General and administrative expenses consist of:

	<u>Three months ended June 30,</u>		<u>Six months ended June 30,</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>	<u>(Unaudited)</u>
General and administrative expenses before amortization of intangible assets, impairment charge on intangible assets and foreign exchange losses (gains).....	\$ 10,241	\$ 10,818	\$ 19,267	\$ 19,590
Amortization of intangible assets.....	1,510	694	4,971	1,470
Impairment charge on intangible assets.....	2,238	2,531	2,238	2,531
Foreign exchange losses (gains).....	(164)	(679)	1,477	(435)
	<u>\$ 13,825</u>	<u>\$ 13,364</u>	<u>\$ 27,953</u>	<u>\$ 23,156</u>

**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 June 30,		Six months ended June 30,	
	2014	2013	2014	2013
<b>IFRS EPS</b>	<b>\$ 0.20</b>	<b>\$ 0.46</b>	<b>\$ 0.20</b>	<b>\$ 0.62</b>
IFRS Net Profit	\$ 6,987	\$ 16,774	\$ 7,132	\$ 22,395
Non-cash stock based compensation expense (Note 1)	563	612	764	953
Amortization of intangibles (Note 2)	151	172	404	426
Impairment of goodwill and intangibles (Note 3)	1,678	2,531	1,678	2,531
Profit on sale of property, net of transaction costs & related tax expenses	-	(8,667)	-	(13,124)
<b>Non-IFRS Net Profit</b>	<b>\$ 9,379</b>	<b>\$ 11,422</b>	<b>\$ 9,978</b>	<b>\$ 13,181</b>
<b>Non-IFRS diluted net profit per share</b>	<b>\$ 0.27</b>	<b>\$ 0.32</b>	<b>\$ 0.28</b>	<b>\$ 0.37</b>
Total shares used in non-IFRS diluted net profit per share calculations	35,183,171	36,200,567	35,672,551	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.
- (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 June 30,		Six months ended June 30,	
	2014	2013	2014	2013
IFRS profit from operations	\$ 6,203	\$ 18,794	\$ 7,061	\$ 23,823
Depreciation and amortization	2,819	2,179	7,665	4,449
<b>EBITDA</b>	<b>9,022</b>	<b>20,973</b>	<b>14,726</b>	<b>28,272</b>
Non-cash stock based compensation expense	563	612	764	953
Impairment of goodwill and intangibles	2,238	2,531	2,238	2,531
Profit on sale of property, net of transaction costs	-	(10,953)	-	(15,410)
<b>Adjusted EBITDA</b>	<b>\$ 11,823</b>	<b>\$ 13,163</b>	<b>\$ 17,728</b>	<b>\$ 16,346</b>

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

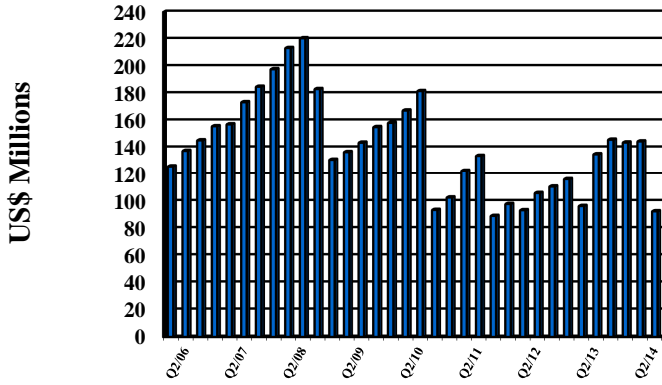
	<b>GUIDANCE</b>		<b>ACTUAL</b>
	Six months ended December 31, 2014		Six months ended December 31, 2013
Revenue	\$102.0	to	\$104.0
			\$104.8
IFRS EPS	\$0.13	to	\$0.17
			\$0.29
Non-cash stock based compensation expense (Note 1)	\$0.04		\$0.04
Amortization of intangibles (Note 2)	\$0.01		\$0.01
Impairment of goodwill and intangibles	-		\$0.14
<b>Non-IFRS diluted net income per share</b>	<b>\$0.18</b>	to	<b>\$0.22</b>
			<b>\$0.47</b>
Total shares used in non-IFRS diluted net income per share calculations	31,600,000		31,600,000
			36,181,032

**Notes:**

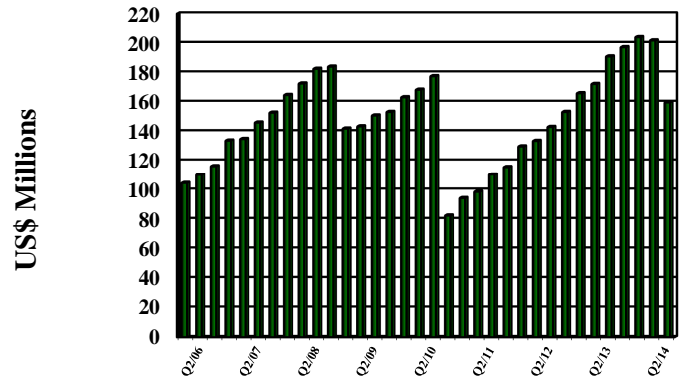
- (1) Actual SBC is calculated based on actual share price on date of the awards.
- (2) Amortization of intangible assets relating to certain non-compete agreements.

**GLOBAL SOURCES LTD. AND SUBSIDIARIES**

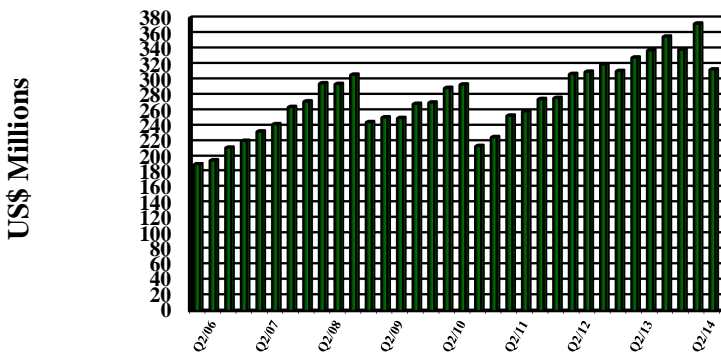
**Total Cash and Securities**



**Total Shareholders' Equity**



**Total Assets**



**Total Deferred Income  
Customer Prepayments**

