

Rand Logistics Inc.

FOR IMMEDIATE RELEASE

RAND LOGISTICS ANNOUNCES SECOND QUARTER RESULTS AND PROVIDES UPDATE ON RECENT BUSINESS DEVELOPMENTS

Conclusion of Work Stoppage and Recently Acquired Vessels Expected to Produce Profitable Growth Going Forward

New York, NY – November 13, 2007 – Rand Logistics Inc. (Nasdaq: RLOG; RLOGW; RLOGU) (“Rand”) today announced operational and financial results for the second quarter and six months ended September 30, 2007, and provided an update on recent business developments and their expected contribution to future results.

Business Highlights

- EBITDA increased 22% excluding the three vessels Rand operates on time charter from Wisconsin and Michigan Steamship (WMS) (which was affected by a now concluded work stoppage) and before the operating G&A expense increase (a significant part of which is non-recurring). This EBITDA increase illustrates the positive operating leverage that Rand is realizing from better pricing and higher fleet utilization.
- The WMS vessels that experienced a work stoppage from May through July 31 started sailing on dates between late August and late October, and are now fully operational with a lower cost structure. The Company expects them to contribute positively to Rand’s results over the next year.
- The Company acquired two conventional bulk carriers (the Voyageur acquisition) in late August for approximately \$23.7 million. The vessels are fully committed with take-or-pay contracts. Rand expects that the purchase price multiple for the two vessels was approximately 5 times EBITDA.
- Rand has spent over \$1 million to improve its management infrastructure. Many of these costs are non-recurring, and the Company now has the capacity to run an expanded company without substantially increasing overhead costs.
- The underlying economics of the business are strong. In the U.S., the Company’s results are significantly ahead of last year. There is more demand than capacity in the markets Rand serves, and the rates the Company charges are increasing. Rand is also benefitting from the strength of the Canadian dollar, which accounts for over half of the Company’s revenue and cash flow.

Second Quarter Results

In the second quarter ended September 30, 2007, revenue was \$26.4 million (excluding outside voyage charter revenue) compared to \$26.1 million in the prior year quarter. The three vessels that Rand operates under a time charter agreement with WMS contributed only \$1.8 million of revenue during the period compared to \$5.5 million in the prior year due to the aforementioned work stoppage. EBITDA was \$3.9 million, compared to \$6.2 million in the prior year quarter. EBITDA included \$0.9 million related to a variable interest entity (“VIE”) versus \$0.7 million in the prior year quarter for which Rand was the primary beneficiary under FIN-46R, although Rand has no ownership interest in that entity. Excluding the VIE, EBITDA was \$3.0 million, compared to \$5.5 million in the prior year quarter. The decline in EBITDA was primarily due to:

a) A \$2.8 million negative EBITDA differential due to the WMS time chartered vessels which generated an EBITDA loss of \$1.4 million, versus a positive EBITDA of \$1.4 million in the quarter ended September 30, 2006, as Rand continued to incur certain contractual costs without generating revenue during the work stoppage; and

b) A \$1.0 million increase in G&A costs, largely related to employment related costs and training of a larger finance and administrative staff, the implementation of SOX compliant business software and IT infrastructure and expensed legal costs arising from agreements associated with the August 2007 acquisition of the bulk carriers. Management believes that many of these costs are not recurring in nature.

Captain Scott Bravener, President and CEO of Lower Lakes stated, "During the second quarter, our Canadian fleet operated effectively and we continued to achieve improvements in the performance of our US fleet, which substantially exceeded both operational and financial performance in the comparable period last year. EBITDA growth excluding WMS and G&A exceeded revenue growth due to higher freight rates, better vessel utilization and the benefit from investments we have made. I see no reason why this trend will not continue into the future and may in fact accelerate as we are able to bring the three WMS vessels and two bulk carriers up to their full potential. We have not been adversely affected by increased fuel prices, as these are passed along to our customers under the fuel surcharges in our customer contracts."

Outlook

Laurence S. Levy, Chairman and CEO of Rand, added, "Rand's financial results next year will be more indicative of the Company's earnings power. Included in the year will be a full year of operations from the three WMS time chartered vessels, as well as the two newly acquired bulk carriers. We have had strong contract renewals for next year and have enhanced our capacity utilization."

Mr. Levy concluded, "Longer-term, we remain optimistic about Rand's outlook, due to the strength and growth of our base business, where market demand continues to exceed capacity, as well as our active pipeline of in-market acquisition opportunities that capitalize on our position on the Great Lakes."

Summary Statement of Operations (unaudited; in thousands)

	Three months ended		Six months ended	
	9/30/07	9/30/06	9/30/07	9/30/06
Revenue - Company operated vessels	26,388	26,067	49,487	45,959
Revenue - Outside voyage charter revenue	2,489	1,321	4,620	3,674
	28,877	27,388	54,107	49,633
Expenses				
Outside voyage charter fees	2,434	1,307	4,571	3,625
Vessel operating expenses	19,783	18,190	37,100	32,485
Non operational repairs and maintenance	0	0	94	57
	22,217	19,497	41,765	36,167
Income before general and administrative, depreciation, amortization of drydock costs and intangibles, other income and expenses and income taxes	6,660	7,891	12,342	13,466
General and administrative	2,802	1,681	4,743	2,959
Depreciation and amortization of drydock costs and intangibles	2,436	1,711	4,695	3,202
Loss (gain) on foreign exchange	(46)	53	(219)	90
	5,192	3,445	9,219	6,251
Income before interest, other income and expenses and income taxes	1,468	4,446	3,123	7,215
Net income	(683)	1,948	(1,837)	2,668
Net income (loss) per share – basic	(0.060)	0.270	(0.170)	(0.420)
Net income (loss) per share – diluted	(0.060)	0.130	(0.170)	(0.190)

Conference Call

Management will conduct a conference call focusing on the financial results on:

Wednesday, November 14, 2007

9:00am ET

Dial-in number: (706) 679-3155

Conference ID: 23257843

A phone replay will be available from 12:00 noon ET on Wednesday, November 14, 2007 until midnight ET on Friday, November 16, 2007. Dial 800-642-1687 (706-645-9291 for international callers) and enter the code 23257843 for the phone replay. Additionally, the Company will file a transcript of the call with the Securities and Exchange Commission, which will be available at www.sec.gov.

Reconciliation of Non-GAAP Measure to GAAP

EBITDA represents earnings before interest, income tax expense, depreciation and amortization, loss on asset disposal, and loss (gain) on foreign exchange. EBITDA is not a measure of performance or liquidity calculated in accordance with generally accepted accounting principles ("GAAP"), is unaudited and should not be considered an alternative to, or more meaningful than, net income or income from operations as an indicator of our operating performance, or cash flows from operating activities, as measures of liquidity. EBITDA has been presented as a supplemental disclosure because it is a widely used measure of performance and basis for valuation. A reconciliation of GAAP net income to EBITDA is included in the financial tables accompanying this release.

About Rand Logistics

Rand Logistics, Inc. is a leading provider of bulk freight shipping services throughout the Great Lakes region. Through its subsidiaries, the Company operates a fleet of eleven self unloading bulk carriers, including nine River Class vessels and one River Class integrated tug/barge unit, and three conventional bulk carriers. The Company is the only carrier able to offer significant domestic port-to-port services in both Canada and the U.S. on the Great Lakes. The Company's vessels operate under the U.S. Jones Act – which dictates that only ships that are built, crewed and owned by U.S. citizens can operate between U.S. ports – and the Canada Marine Act – which requires Canadian commissioned ships to operate between Canadian ports.

Forward-Looking Statements

This press release may contain forward-looking statements (within the meaning of the Private Securities Litigation Reform Act of 1995) concerning the Company and its operating subsidiaries. Forward-looking statements are statements that are not historical facts, but instead statements based upon the current beliefs and expectations of management of the Company. Such forward-looking statements are subject to risks and uncertainties, which could cause actual results to differ from the results included in such forward-looking statements.

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Rand Logistics, Inc.
Consolidated Statements of Operations
(U.S. Dollars in Thousands except Earnings Per Share Figures)

	Three months ended September 30, 2007 (unaudited)	Three months ended September 30, 2006 (unaudited)	Six months ended September 30, 2007 (unaudited)	Six months ended September 30, 2006 (unaudited)
REVENUE	28,877	27,388	54,107	49,833
EXPENSES				
Outside voyage charter fees	2,434	1,307	4,571	3,625
Vessel operating expenses	19,783	18,190	37,100	32,485
Repairs and maintenance	-	-	94	57
General and administrative	2,802	1,681	4,743	2,959
Depreciation	1,620	1,275	3,163	2,329
Amortization of drydock costs	415	84	773	168
Amortization of intangibles	401	352	759	706
(Gain) loss on foreign exchange	(46)	53	(219)	90
	27,409	22,942	50,984	42,419
INCOME BEFORE OTHER INCOME AND EXPENSES AND INCOME TAXES	1,468	4,446	3,123	7,214
OTHER INCOME AND EXPENSES				
Interest expense	1,105	1,035	2,117	1,709
Interest income	(77)	(86)	(142)	(88)
Loss on interest rate swap contract	87	-	8	-
Amortization of chartering agreement costs	47	36	96	36
	1,162	985	2,079	1,657
INCOME BEFORE INCOME TAXES	306	3,461	1,044	5,557
PROVISION (RECOVERY) FOR INCOME TAXES				
Current	10	91	(33)	11
Deferred	11	1,041	372	2,205
NET INCOME BEFORE MINORITY INTEREST	285	2,329	705	3,341
MINORITY INTEREST	(353)	83	(32)	83
NET INCOME	638	2,246	737	3,258
PREFERRED STOCK DIVIDENDS	296	298	592	590
STOCK WARRANT INDUCEMENT DISCOUNT	1,025	-	1,982	-
NET (LOSS) INCOME APPLICABLE TO COMMON STOCKHOLDERS	(683)	1,948	(1,837)	2,668
Net (loss) earnings per share basic	(\$0.06)	\$0.27	(\$0.17)	\$0.42
Net (loss) earnings per share diluted	(\$0.06)	\$0.13	(\$0.17)	\$0.19
Weighted average shares basic	11,917,519	7,193,265	10,618,842	6,400,986
Weighted average shares diluted	11,917,519	17,895,696	10,618,842	16,862,299

Selected Financial Information (unaudited)
Reconciliation of Income before Interest, Other Income and Expenses and Income Taxes to EBITDA
(U.S. Dollars in Thousands)

	Rand Logistics three months ended 9/30/07	Variable Interest Entity three months ended 9/30/07	Consolidated three months ended 9/30/07	Rand Logistics three months ended 9/30/06	Variable Interest Entity three months ended 9/30/06	Consolidated three months ended 9/30/06
Income before interest, other income and expenses and income taxes	928	590	1,518	3,871	575	4,446
Loss (gain) on foreign exchange	(46)	0	(46)	53	0	53
Depreciation and amortization of dry-dock costs and intangibles	2,121	315	2,436	1,551	160	1,711
EBITDA	3,003	905	3,908	5,475	735	6,210
	Rand Logistics six months ended 09/30/07	Variable Interest Entity six months ended 09/30/07	Consolidated six months ended 09/30/07	Rand Logistics six months ended 09/30/06	Variable Interest Entity six months ended 09/30/06	Consolidated six months ended 09/30/06
Income before interest, other income and expenses and income taxes	2,100	1,073	3,173	6,640	575	7,215
Loss (gain) on foreign exchange	(219)	0	(219)	90	0	90
Depreciation and amortization of dry-dock costs and intangibles	4,066	629	4,695	3,042	160	3,202
EBITDA	5,947	1,702	7,649	9,772	735	10,507

Rand Logistics, Inc.
Consolidated Balance Sheets
U.S. Dollars in Thousands

	September 30, 2007 (unaudited)	March 31, 2007 (audited)
ASSETS		
CURRENT		
Cash and cash equivalents	\$ 3,010	\$ 7,207
Accounts receivable	16,915	2,702
Prepaid expenses and other current assets	3,537	3,122
Income taxes receivable	330	263
Deferred income taxes	1,356	1,219
Total current assets	25,148	14,513
BLOCKED ACCOUNT	2,700	2,700
PROPERTY AND EQUIPMENT, NET	85,527	66,859
DEFERRED INCOME TAXES	14,860	13,574
DEFERRED DRYDOCK COSTS, NET	6,281	5,895
INTANGIBLE ASSETS, NET	17,176	13,334
GOODWILL	11,711	6,363
Total assets	\$ 163,403	\$ 123,238
LIABILITIES		
CURRENT		
Bank indebtedness	\$ 2,801	\$ 5,097
Accounts payable	9,570	11,445
Accrued liabilities	5,545	3,237
Interest rate swap contract	143	135
Income taxes payable	329	385
Deferred income taxes	714	589
Current portion of long-term debt	5,837	4,398
Total current liabilities	24,939	25,286
LONG-TERM DEBT	51,978	34,864
ACQUIRED MANAGEMENT BONUS PROGRAM	3,000	3,000
DEFERRED INCOME TAXES	16,106	13,624
Total liabilities	96,023	76,774
COMMITMENTS AND CONTINGENCIES		
STOCKHOLDERS' EQUITY		
Preferred stock, \$.0001 par value, Authorized 1,000,000 shares, Issued and outstanding 300,000 shares	14,900	14,900
Common stock, \$.0001 par value Authorized 50,000,000 shares, Issued and outstanding 12,092,142 sh	1	1
Additional paid-in capital	58,232	38,407
Accumulated deficit	(7,784)	(5,947)
Accumulated other comprehensive income (loss)	1,887	(1,073)
Minority interest of variable interest entity	144	176
Total stockholders' equity	67,380	46,464
Total liabilities and stockholders' equity	\$ 163,403	\$ 123,238