

Ref.: 2019-001

8<sup>th</sup> February 2019

**To : The President of the Stock Exchange of Thailand**

**Subject : Submitting the Audited Consolidated Financial Statements for the year ended and as at 31 December 2018 and 2017.**

We, Precious Shipping Public Company Limited, would like to notify the Stock Exchange of Thailand that the Board of Directors' Meeting of the Company no. 1/2019 held on 8<sup>th</sup> February 2019 at 14.30 hours approved the Audited Consolidated Financial Statements of Precious Shipping Public Company Limited and Subsidiaries for the year ended and as at 31 December 2018 and 2017, which are submitted herewith.

For the year ended 31 December 2018, Precious Shipping Public Company Limited and its subsidiaries ("the Company") earned a consolidated net profit of Baht 456.20 million as compared to a net loss of Baht 129.48 million incurred during the year 2017. The main reasons for the changes are as follows:

1. The absolute Net Vessel Operating Income (Vessel Operating Income net of voyage disbursements and bunker consumption) for the year 2018 has increased by about 12 percent over the Net Vessel Operating Income for the year 2017. This is mainly due to the increase in the average earnings per day per Vessel from USD 9,486 in the year 2017 to USD 11,063 in the year 2018, as a consequence of the improvement in the Dry Bulk Freight market. The fleet size as on 31 December 2018 was 36 vessels.
2. The Company recorded gain on sale of vessel and equipment of Baht 32.15 million in the year 2017. No such gain has been recorded in this year.
3. For the year 2018, the absolute Vessel running expenses are lower by 3 percent as compared to the year 2017, mainly due to the lower exchange rate used in translation from US Dollar to Thai Baht. However, the average Vessel operating expenses (Opex) per day per Vessel (including depreciation/amortisation of Drydocking/Special Survey expenses) have increased from USD 4,355 for the year 2017 to USD 4,621 for the year 2018, mainly on account of higher drydocking and special survey expenses.

4. Administrative expenses for the year 2018 are higher by Baht 34.52 million as compared to the same period of 2017, mainly due to the professional fees and other expenses related to the ongoing arbitrations with Sainty Shipyard.
5. Finance cost for the year 2018 is lower by Baht 22.52 million as compared to the same period of 2017, mainly due to the lower exchange rate used in translation from US Dollar to Thai Baht.

Please be informed accordingly.

Yours sincerely,  
Precious Shipping Public Company Limited

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Khalid Moinuddin Hashim  
Managing Director

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Khushroo Kali Wadia  
Director