

Precious Shipping Public Company Limited
and its subsidiaries
Review report and interim financial information
For the three-month period ended
31 March 2022

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Precious Shipping Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Precious Shipping Public Company Limited and its subsidiaries as at 31 March 2022, the related consolidated statements of income, comprehensive income, changes in shareholders' equity, and cash flows for the three-month period then ended, as well as the condensed notes to the interim consolidated financial statements. I have also reviewed the separate financial information of Precious Shipping Public Company Limited for the same periods (collectively "interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*.

Termphong Opanaphan

Certified Public Accountant (Thailand) No. 4501

EY Office Limited

Bangkok: 6 May 2022

Precious Shipping Public Company Limited and its subsidiaries

Statement of financial position

As at 31 March 2022

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	Note	31 March 2022	31 December 2021	31 March 2022	31 December 2021
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		2,707,584	2,468,209	862,019	537,947
Trade and other receivables	2, 3	173,847	175,329	1,800,250	2,061,657
Bunker oil		10,819	21,575	-	-
Other current assets					
Advances to vessel masters		34,481	30,065	-	-
Claim recoverables		5,393	8,121	-	-
Lube oil stock on board		74,993	76,348	-	-
Others		58,456	29,862	19,392	16,795
Total other current assets		173,323	144,396	19,392	16,795
Total current assets		3,065,573	2,809,509	2,681,661	2,616,399
Non-current assets					
Restricted bank deposits	7	96,251	119,999	-	-
Long-term loans to subsidiary	4	-	-	1,794,268	2,571,252
Derivative assets	11.2	136,551	8,452	-	-
Investments in subsidiaries	5	-	-	7,782,232	7,810,886
Investment in associate held by a subsidiary		82,618	91,238	-	-
Investment in equity instrument of non-listed company	11.2	14,651	14,705	14,651	14,705
Property, plant and equipment	6	19,966,444	20,284,981	7,162	8,122
Right-of-use assets		19,456	20,998	16,870	18,078
Intangible assets		6,025	6,371	5,764	6,090
Other non-current assets					
Claim recoverables - maritime claims		63,738	27,707	-	-
Deferred contract costs		138,301	143,371	-	-
Others		3,168	3,170	2,394	2,396
Total other non-current assets		205,207	174,248	2,394	2,396
Total non-current assets		20,527,203	20,720,992	9,623,341	10,431,529
Total assets		23,592,776	23,530,501	12,305,002	13,047,928

The accompanying notes are an integral part of the financial statements.

Precious Shipping Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2022

(Unit: Thousand Baht)

Note	Consolidated financial statements		Separate financial statements		
	31 March 2022 (Unaudited but reviewed)	31 December 2021 (Audited)	31 March 2022 (Unaudited but reviewed)	31 December 2021 (Audited)	
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables					
	Trade and other payables	93,203	105,315	2,837	1,263
3	Advances received from related parties	-	-	2,635,271	2,537,688
	Accrued crew accounts	92,118	88,779	-	-
	Accrued expenses	56,088	62,206	624	885
	Current portion of accrued employee benefits	114,888	98,013	80,479	68,707
	Total trade and other payables	356,297	354,313	2,719,211	2,608,543
	Advances received from charterers	116,003	86,911	-	-
7	Current portion of long-term loans	1,879,053	1,408,603	-	-
	Current portion of lease liabilities	5,500	5,419	4,279	4,207
11.2	Derivative liabilities	468	3,996	-	-
	Income tax payable	14	14	-	-
	Other current liabilities	54,632	57,341	48,984	50,414
	Total current liabilities	2,411,967	1,916,597	2,772,474	2,663,164
Non-current liabilities					
	Accrued employee benefits - net of current portion	131,721	196,026	92,222	137,413
7	Long-term loans - net of current portion	5,865,948	6,809,259	-	-
	Lease liabilities - net of current portion	13,102	14,377	11,881	12,863
	Derivative liabilities	-	11,237	-	-
	Deferred tax liabilities	3,458	3,471	-	-
	Provision for maritime claims	44,206	39,225	-	-
	Provision for long-term employee benefits	176,030	175,293	129,000	129,467
	Total non-current liabilities	6,234,465	7,248,888	233,103	279,743
	Total liabilities	8,646,432	9,165,485	3,005,577	2,942,907

The accompanying notes are an integral part of the financial statements.

Precious Shipping Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2022

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered share capital				
1,559,291,862 ordinary shares of Baht 1 each	1,559,292	1,559,292	1,559,292	1,559,292
Issued and paid-up share capital				
1,559,291,862 ordinary shares of Baht 1 each	1,559,292	1,559,292	1,559,292	1,559,292
Paid-in capital				
Premium on ordinary shares	1,967,897	1,967,897	1,967,897	1,967,897
Premium on treasury stock	172,446	172,446	172,446	172,446
Retained earnings				
Appropriated				
Statutory reserve - the Company	155,929	155,929	155,929	155,929
- subsidiaries	441,720	420,420	-	-
Corporate social responsibility reserve	41,438	36,261	41,438	36,261
Unappropriated	10,959,331	10,471,446	4,663,362	5,423,179
Other components of shareholders' equity	(351,747)	(418,712)	739,061	790,017
Equity attributable to owners of the Company	14,946,306	14,364,979	9,299,425	10,105,021
Non-controlling interests of the subsidiaries	38	37	-	-
Total shareholders' equity	14,946,344	14,365,016	9,299,425	10,105,021
Total liabilities and shareholders' equity	23,592,776	23,530,501	12,305,002	13,047,928
	-	-	-	-

The accompanying notes are an integral part of the financial statements.

Directors

(Unaudited but reviewed)

Precious Shipping Public Company Limited and its subsidiaries**Income statement****For the three-month period ended 31 March 2022**

(Unit: Thousand Baht, except basic earnings per share expressed in Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2022	2021	2022	2021
Revenues					
Vessel operating income					
Time charter income		2,239,454	992,043	-	-
Voyage charter income		40,676	253,522	-	-
Total vessel operating income		2,280,130	1,245,565	-	-
Service income	3	849	889	25,632	22,011
Interest income	3	935	21	31,998	42,236
Dividend income	5	-	-	59,760	-
Exchange gains		176	107,981	981	105,242
Gains on ineffective portion of cash flow hedge on fair value adjustment of hedging instruments		-	550	-	-
Other income		1,374	741	-	696
Total revenues		2,283,464	1,355,747	118,371	170,185
Expenses					
Vessel operating costs					
Vessel running expenses		449,227	396,122	-	-
Voyage disbursements		6,392	30,113	-	-
Bunker consumption		12,845	69,206	-	-
Total vessel operating costs		468,464	495,441	-	-
Depreciation	6	296,874	287,186	2,096	1,868
Cost of services		1,254	1,143	-	-
Administrative expenses		94,631	57,952	55,349	32,748
Management remuneration including perquisites	3	36,698	21,234	35,752	21,012
Expected credit losses		11,055	-	-	-
Losses on derivative		598	4,204	-	5,446
Total expenses		909,574	867,160	93,197	61,074
Operating profit		1,373,890	488,587	25,174	109,111
Share of profit from investment in associate held by a subsidiary		1,878	4,001	-	-
Finance cost		(81,845)	(117,456)	(254)	(56,870)
Profit for the period		1,293,923	375,132	24,920	52,241

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Precious Shipping Public Company Limited and its subsidiaries

Income statement (continued)

For the three-month period ended 31 March 2022

(Unit: Thousand Baht, except basic earnings per share expressed in Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Profit attributable to:				
Equity holders of the Company	1,293,922	375,132	24,920	52,241
Non-controlling interests of the subsidiaries	1	-	-	-
Profit for the period	1,293,923	375,132	24,920	52,241
Basic earnings per share				
Profit attributable to equity holders of the Company	0.83	0.24	0.02	0.03

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Precious Shipping Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 31 March 2022

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Profit for the period	1,293,923	375,132	24,920	52,241
Other comprehensive income:				
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>				
Exchange differences on translation of financial statements in foreign currency	(9,883)	(3,561)	-	-
Gains on cash flow hedges	138,694	15,524	-	2,253
Changes in cost of hedging	335	(2,376)	-	(2,730)
Other comprehensive income to be reclassified to profit or loss in subsequent periods	129,146	9,587	-	(477)
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</i>				
Exchange differences on translation of functional currency to presentation currency financial statements	(62,181)	453,883	(50,956)	411,138
Other comprehensive income not to be reclassified to profit or loss in subsequent periods	(62,181)	453,883	(50,956)	411,138
Other comprehensive income for the period	66,965	463,470	(50,956)	410,661
Total comprehensive income for the period	1,360,888	838,602	(26,036)	462,902
Total comprehensive income attributable to:				
Equity holders of the Company	1,360,887	838,601	(26,036)	462,902
Non-controlling interests of the subsidiaries	1	1	-	-
	1,360,888	838,602	(26,036)	462,902

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Precious Shipping Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2022

(Unit: Thousand Baht)

Consolidated financial statements															
Equity attributable to owners of the Company															
Other components of shareholders' equity															
Other comprehensive income															
Losses on															
Exchange differences on translation of financial statements															
measurement of fair value of investment in equity instrument of non-listed company															
Cash flow hedge reserve															
Cost of hedging reserve															
Total other components of shareholders' equity															
Total equity attributable to owners of the Company															
Equity attributable to non-controlling interests of the subsidiaries															
Total shareholders' equity															
Issued and paid-up share capital	Premium on ordinary shares	Premium on treasury stock	Retained earnings		Corporate social responsibility		Unappropriated	Exchange differences on translation of financial statements	measurement of fair value of investment in equity instrument of non-listed company	Cash flow hedge reserve	Cost of hedging reserve	Total other components of shareholders' equity	Total equity attributable to owners of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
			Statutory reserve	Subsidiaries	reserve										
			The Company												
Balance as at 1 January 2021	1,559,292	1,967,897	172,446	103,952	420,420	17,769	7,626,094	(1,645,910)	(752)	(89,778)	2,829	(1,733,611)	10,134,259	31	10,134,290
Profit for the period	-	-	-	-	-	-	375,132	-	-	-	-	-	375,132	-	375,132
Other comprehensive income for the period	-	-	-	-	-	-	-	450,321	-	15,524	(2,376)	463,469	463,469	1	463,470
Total comprehensive income for the period	-	-	-	-	-	-	375,132	450,321	-	15,524	(2,376)	463,469	838,601	1	838,602
Appropriated to corporate social responsibility reserve	-	-	-	-	-	1,876	(1,876)	-	-	-	-	-	-	-	-
Balance as at 31 March 2021	1,559,292	1,967,897	172,446	103,952	420,420	19,645	7,999,350	(1,195,589)	(752)	(74,254)	453	(1,270,142)	10,972,860	32	10,972,892
Balance as at 1 January 2022	1,559,292	1,967,897	172,446	155,929	420,420	36,261	10,471,446	(410,369)	(4,177)	(5,484)	1,318	(418,712)	14,364,979	37	14,365,016
Profit for the period	-	-	-	-	-	-	1,293,922	-	-	-	-	-	1,293,922	1	1,293,923
Other comprehensive income for the period	-	-	-	-	-	-	-	(72,064)	-	138,694	335	66,965	66,965	-	66,965
Total comprehensive income for the period	-	-	-	-	-	-	1,293,922	(72,064)	-	138,694	335	66,965	1,360,887	1	1,360,888
Dividend paid (Note 9)	-	-	-	-	-	-	(779,560)	-	-	-	-	-	(779,560)	-	(779,560)
Appropriated to statutory reserve	-	-	-	-	21,300	-	(21,300)	-	-	-	-	-	-	-	-
Appropriated to corporate social responsibility reserve	-	-	-	-	-	5,177	(5,177)	-	-	-	-	-	-	-	-
Balance as at 31 March 2022	1,559,292	1,967,897	172,446	155,929	441,720	41,438	10,959,331	(482,433)	(4,177)	133,210	1,653	(351,747)	14,946,306	38	14,946,344
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Precious Shipping Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the three-month period ended 31 March 2022

(Unit: Thousand Baht)

	Separate financial statements											
							Other components of shareholders' equity					
							Other comprehensive income					
	Issued and paid-up share capital		Premium on ordinary shares		Premium on treasury stock		Retained earnings		Exchange differences on translation of financial statements	Losses on measurement of fair value of investment in equity		Total other components of shareholders' equity
Appropriated							Cash flow hedge reserve	Cost of hedging reserve				
Statutory reserve	Corporate social responsibility reserve	Unappropriated	on translation of financial statements	non-listed company								
Balance as at 1 January 2021	1,559,292	1,967,897	172,446	103,952	17,769	5,904,977	(264,573)	(752)	(17,522)	4,740	(278,107)	9,448,226
Profit for the period	-	-	-	-	-	52,241	-	-	-	-	-	52,241
Other comprehensive income for the period	-	-	-	-	-	-	411,138	-	2,253	(2,730)	410,661	410,661
Total comprehensive income for the period	-	-	-	-	-	52,241	411,138	-	2,253	(2,730)	410,661	462,902
Appropriated to corporate social responsibility reserve	-	-	-	-	1,876	(1,876)	-	-	-	-	-	-
Balance as at 31 March 2021	<u>1,559,292</u>	<u>1,967,897</u>	<u>172,446</u>	<u>103,952</u>	<u>19,645</u>	<u>5,955,342</u>	<u>146,565</u>	<u>(752)</u>	<u>(15,269)</u>	<u>2,010</u>	<u>132,554</u>	<u>9,911,128</u>
Balance as at 1 January 2022	1,559,292	1,967,897	172,446	155,929	36,261	5,423,179	799,540	(4,177)	(7,356)	2,010	790,017	10,105,021
Profit for the period	-	-	-	-	-	24,920	-	-	-	-	-	24,920
Other comprehensive income for the period	-	-	-	-	-	-	(50,956)	-	-	-	(50,956)	(50,956)
Total comprehensive income for the period	-	-	-	-	-	24,920	(50,956)	-	-	-	(50,956)	(26,036)
Dividend paid (Note 9)	-	-	-	-	-	(779,560)	-	-	-	-	-	(779,560)
Appropriated to corporate social responsibility reserve	-	-	-	-	5,177	(5,177)	-	-	-	-	-	-
Balance as at 31 March 2022	<u>1,559,292</u>	<u>1,967,897</u>	<u>172,446</u>	<u>155,929</u>	<u>41,438</u>	<u>4,663,362</u>	<u>748,584</u>	<u>(4,177)</u>	<u>(7,356)</u>	<u>2,010</u>	<u>739,061</u>	<u>9,299,425</u>
	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Precious Shipping Public Company Limited and its subsidiaries**Cash flow statement****For the three-month period ended 31 March 2022**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash flows from operating activities				
Profit before tax	1,293,923	375,132	24,920	52,241
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	297,195	287,481	2,398	2,145
Expected credit losses	11,055	-	-	-
Amortisation of deferred contract costs	4,524	4,157	-	-
Write-off of equipment	-	6	-	6
Gains on sales of equipment	-	(719)	-	(696)
Share of profit from investment in associate held by a subsidiary	(1,878)	(4,001)	-	-
Provision for maritime claims (reversal)	(30,872)	1,382	-	-
Provision for long-term employee benefits	2,914	3,107	1,707	1,896
Unrealised exchange gains	(1,422)	(148,282)	(814)	(144,338)
Amortised financial fees to interest expense	4,313	851	-	-
Finance cost	76,130	114,527	254	56,193
Amortisation of deferred debentures issuing cost	-	218	-	218
Dividend income	-	-	(59,760)	-
Losses on derivative	598	4,204	-	5,446
Gains on ineffective portion of cash flow hedge on fair value adjustment of hedging instruments	-	(550)	-	-
Interest income	-	-	(31,446)	(42,236)
Profit (loss) from operating activities before changes in operating assets and liabilities	1,656,480	637,513	(62,741)	(69,125)
Operating assets (increase) decrease				
Trade and other receivables	(10,220)	63,113	252,735	271,510
Bunker oil	10,631	(83,344)	-	-
Other current assets	(28,461)	(26,072)	(2,092)	578
Operating liabilities increase (decrease)				
Trade and other payables	4,958	27,497	181,273	(40,854)
Advances received from charterers	29,282	(136,213)	-	-
Other current liabilities	(2,139)	7,986	(911)	121
Other non-current liabilities	(65,335)	(2,494)	(46,575)	(2,494)
Cash flows from operating activities	1,595,196	487,986	321,689	159,736
Cash paid for corporate income tax and withholding tax deducted at source	(752)	(683)	(414)	(384)
Net cash flows from operating activities	1,594,444	487,303	321,275	159,352

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Precious Shipping Public Company Limited and its subsidiaries

Cash flow statement (continued)

For the three-month period ended 31 March 2022

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2022	2021	2022	2021
Cash flows from investing activities				
Acquisitions of condominium unit, equipment and payment of dry-dock and special survey expenses	(52,360)	(40,103)	(32)	(589)
Cash received from sales of equipment	-	719	-	696
Decrease in long-term loans to subsidiary	-	-	795,643	-
Net cash flows from (used in) investing activities	(52,360)	(39,384)	795,611	107
Cash flows from financing activities				
Decrease in restricted bank deposits	23,206	-	-	-
Cash paid for interest expense	(76,437)	(98,056)	-	(39,469)
Cash paid for lease liabilities	(1,661)	(1,526)	(1,303)	(1,198)
Cash paid for derivatives	(1,353)	-	-	-
Repayment of long-term loans	(384,130)	(251,118)	-	-
Prepayment of long-term loans	(63,403)	-	-	-
Repayment of debentures - net	-	(104,671)	-	(104,671)
Dividend paid	(779,560)	-	(779,560)	-
Net cash flows used in financing activities	(1,283,338)	(455,371)	(780,863)	(145,338)
Increase (decrease) in translation adjustments	(19,371)	47,497	(11,951)	26,974
Net increase in cash and cash equivalents	239,375	40,045	324,072	41,095
Cash and cash equivalents at beginning of period	2,468,209	1,100,490	537,947	612,724
Cash and cash equivalents at end of period	2,707,584	1,140,535	862,019	653,819
	-	-	-	-
Supplemental cash flows information				
Non-cash transactions				
Dividend income from subsidiaries offset against payable to subsidiaries	-	-	59,760	-

The accompanying notes are an integral part of the financial statements.

Precious Shipping Public Company Limited and its subsidiaries
Notes to interim consolidated financial statements
For the three-month period ended 31 March 2022

1. General information

1.1 Basis for the preparation of the interim financial statements

These interim consolidated financial statements and separate financial statements of the Company are prepared in accordance with Thai Accounting Standard No. 34 Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, income statement, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

These interim financial statements are presented in Thai Baht which is different from the functional currency of the Company, which is US Dollar. The presentation in Thai Baht is in accordance with regulatory requirements in Thailand.

The USD functional currency interim financial statements are translated into the Thai Baht presentation currency financial statements at the rate of exchange prevailing at the end of reporting period in respect of assets and liabilities, and at a rate that approximates the actual rate at the date of the transaction in respect of revenues and expenses, differences being recorded as "Exchange differences on translation of financial statements" in other comprehensive income, other component of shareholders' equity.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language financial statements.

1.2 Basis of consolidation

These interim consolidated financial statements include the financial statements of Precious Shipping Public Company Limited, subsidiaries and associate ("the Group") and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2021, with no change in shareholding structure of subsidiaries during the current period.

1.3 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2021.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2022, do not have any significant impact on the Group's financial statements.

However, the Group has adopted the temporary reliefs in accordance with TFRS 9 Financial Instruments, TFRS 7 Disclosure of Financial Instruments, TFRS 4 Insurance Contracts and TFRS 16 Leases, which apply to transactions directly affected by interest rate benchmark reform, including changes to contractual cash flows or hedging relationships arising from the replacement of the referenced interest rate benchmark with an alternative benchmark rate. The adoption of these temporary reliefs does not have any significant impact on the Group's financial statements.

2. Trade and other receivables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of invoice date				
Past due				
Up to 3 months	172,453	162,729	-	-
3 - 6 months	760	12,533	-	-
6 - 12 months	12,173	67	-	-
Over 12 months	-	437	-	-
Total	185,386	175,766	-	-
Less: Allowance for expected credit losses	(11,539)	(437)	-	-
Total trade receivables - net	173,847	175,329	-	-
<u>Other receivables - related parties</u>				
Advances to related parties (Note 3)	-	-	1,800,250	2,061,657
Total other receivables	-	-	1,800,250	2,061,657
Total trade and other receivables - net	173,847	175,329	1,800,250	2,061,657

(Unaudited but reviewed)

3. Related party transactions

During the periods, the Group had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business. There were no significant changes in the transfer pricing policy of transactions with related parties during the current period.

Summaries of significant business transactions with related parties are as follows.

(Unit: Thousand Baht)

For the three-month periods ended 31 March

	Consolidated		Separate	
	financial statements		financial statements	
	2022	2021	2022	2021
Transactions with subsidiaries				
(Eliminated from consolidated financial statements)				
Service income - management fees	-	-	25,632	22,011
Dividend received	-	-	59,760	-
Interest income	-	-	31,446	42,236
Condominium rental expenses	-	-	1,929	1,819
Transactions with related companies				
Rental and service expenses	6,437	6,621	2,224	2,292
Transaction with related person				
Acquisition of a condominium unit	7,500	-	-	-

The balances of the accounts between the Group and those related parties are as follows.

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2022	2021	2022	2021
Other receivables - related parties (Note 2)				
Subsidiaries	-	-	1,800,250	2,061,657
Total other receivables - related parties	-	-	1,800,250	2,061,657
Trade and other payables - related parties				
Subsidiaries	-	-	2,635,271	2,537,688
Related companies	560	394	206	319
Total trade and other payables - related parties	560	394	2,635,477	2,538,007
Lease liabilities - related parties				
Related company	4,993	5,432	4,993	5,432
Total lease liabilities - related parties	4,993	5,432	4,993	5,432

(Unaudited but reviewed)

The outstanding balances of the amounts due from/to subsidiaries represent current accounts between the Group. The Company's management believes that no allowance for expected credit losses is necessary. No interest was charged on advances to/from subsidiaries.

Directors and management's benefits

During the three-month periods ended 31 March 2022 and 2021, the Group had employee benefit expenses payable to their directors and management as below.

(Unit: Thousand Baht)

	For the three-month periods ended 31 March			
	Consolidated		Separate	
	financial statements		financial statements	
	2022	2021	2022	2021
Short-term employee benefits	24,985	20,753	24,675	20,598
Post-employment benefits	400	481	329	414
Other long-term benefits	11,313	-	10,748	-
Total	<u>36,698</u>	<u>21,234</u>	<u>35,752</u>	<u>21,012</u>

Guarantee obligations with related parties

The Company has outstanding guarantee obligations with its subsidiaries in relation to the loans from banks.

4. Long-term loans to subsidiary

Movements in the balance of the loans during the period were as follows.

(Unit: Thousand Baht)

	Separate
	financial statements
Balance as at 1 January 2022	2,571,252
Interest income for the period	31,446
Decrease	(795,643)
Translation adjustment	(12,787)
Balance as at 31 March 2022	<u>1,794,268</u>

(Unaudited but reviewed)

5. Investments in subsidiaries

During the three-month period ended 31 March 2022, the Company received dividends of Baht 59.76 million from subsidiaries and recognised as dividend income in the separate income statement (2021: nil).

As at 31 March 2022, the Company has pledged the shares of 18 subsidiaries amounting to Baht 4,329.39 million (net of allowance for loss on investments) (31 December 2021: 18 subsidiaries amounting to Baht 4,345.33 million), stated under the cost method, with banks to secure the long-term loans referred to in Note 7 to the financial statements.

In addition, as at 31 March 2022, the overseas subsidiaries in Singapore, Precious Shipping (Singapore) Pte. Limited has pledged the shares of 12 subsidiaries amounting to Baht 18.63 million (31 December 2021: 12 subsidiaries amounting to Baht 18.70 million) and Associated Bulk Carriers Pte. Limited has pledged the shares of 4 subsidiaries amounting to Baht 6.66 million (31 December 2021: 4 subsidiaries amounting to Baht 6.68 million), with banks to secure the long-term loans referred to in Note 7 to the financial statements.

The change in cost of investments in subsidiaries is from the exchange differences on translation of financial statements from functional currency to presentation currency.

6. Property, plant and equipment

Movements of the property, plant and equipment account during the three-month period ended 31 March 2022 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2022	20,284,981	8,122
Acquisitions of condominium unit, equipment, and payment of dry-dock and special survey expenses during period		
- at cost	52,360	32
Depreciation for the period	(295,415)	(959)
Translation adjustment	(75,482)	(33)
Net book value as at 31 March 2022	<u>19,966,444</u>	<u>7,162</u>

As at 31 March 2022, the subsidiaries have mortgaged 33 vessels (31 December 2021: 33 vessels) with net book value of Baht 18,969.62 million (31 December 2021: Baht 19,265.67 million) with banks to secure long-term loans as referred to in Note 7 to the financial statements.

(Unaudited but reviewed)

7. Long-term loan facilities

As at 31 March 2022 and 31 December 2021, long-term loans accounts are presented below.

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>	
	31 March 2022	31 December 2021
Long term loans from banks	7,745,001	8,217,862
Less: Current portion	<u>(1,879,053)</u>	<u>(1,408,603)</u>
Long-term loans - net of current portion	<u>5,865,948</u>	<u>6,809,259</u>

Movements of the long-term loans accounts during the three-month period ended 31 March 2022 are summarised below.

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>
Balance as at 1 January 2022	8,217,862
Add: Amortisation of financial fees	4,313
Unrealised exchange loss	2,441
Less: Repayment	(384,130)
Prepayment	(63,403)
Translation adjustment	<u>(32,082)</u>
Balance as at 31 March 2022	<u>7,745,001</u>

The loans are secured by vessel mortgages, and shares pledges on borrowers' subsidiaries and guaranteed by the Company and its subsidiaries.

The loan agreements contain several financial covenants which, among other things, require the Group to maintain a minimum debt to equity ratio, debt to EBITDA, minimum liquidity, a minimum level of shareholders equity, and debt service coverage ratio at the rate prescribed in the agreements.

As of 31 March 2022, the Subsidiaries deposited USD 2.89 million (31 December 2021: USD 3.59 million) as the debt service reserve account (DSRA) in accordance with the terms of the loan facility. The required minimum balance of the DSRA is reviewed by the lenders once a year.

As of 31 March 2022 and 31 December 2021, the Group did not have an undrawn loan balance.

On 5 April 2022, the Company prepaid the loan outstanding under the BNP Paribas facility in full.

(Unaudited but reviewed)

8. Segment information

The Group is organised into business units based on their services. During the current period, the Group has not changed the organisation of their reportable segments from the last annual financial statements.

The following table presents net vessel operating income from Time charter and Voyage charter of the Group for the three-month periods ended 31 March 2022 and 2021.

(Unit: Thousand Baht)

	Consolidated financial statements									
	For the three-month periods ended 31 March									
	Time charter		Voyage charter		Total		Elimination		Total	
	2022	2021	2022	2021	2022	2021	2022	2021	2022	2021
Time charter income	2,239,454	992,043	-	-	2,239,454	992,043	-	-	2,239,454	992,043
Voyage charter income	-	-	40,676	285,984	40,676	285,984	-	(32,462)	40,676	253,522
Total vessel operating income	2,239,454	992,043	40,676	285,984	2,280,130	1,278,027	-	(32,462)	2,280,130	1,245,565
Voyage disbursements	-	-	(6,392)	(62,575)	(6,392)	(62,575)	-	32,462	(6,392)	(30,113)
Bunker consumption	-	-	(12,845)	(69,206)	(12,845)	(69,206)	-	-	(12,845)	(69,206)
Total voyage expenses	-	-	(19,237)	(131,781)	(19,237)	(131,781)	-	32,462	(19,237)	(99,319)
Net vessel operating income/time charter equivalent income	2,239,454	992,043	21,439	154,203	2,260,893	1,146,246	-	-	2,260,893	1,146,246

9. Dividends

Dividends declared during the three-month period ended 31 March 2022 (2021: nil) are summarised below:

Dividends	Approved by	Total dividends (Million Baht)	Dividend per share (Baht)
Interim dividends for 2021	The Company's Board of Directors meeting on 14 February 2022	779.56	0.50
Total		779.56	0.50

10. Contingent liabilities

During the current period, there have been no significant changes with respect to the contingent liabilities as disclosed in Notes 33 to the consolidated financial statements for 2021, except the significant events on 13 January 2022, the Federal High Court of Nigeria ordered the release of the Vessel M.V. Chayanee Naree and the crew members who have not been charged. On 24 February 2022, the Federal High Court of Nigeria reiterated its order to immediately release the Vessel. However, this order has yet to be implemented and so, the vessel as well as the 12 crew members who have not been charged, continue to remain under detention in Nigeria.

(Unaudited but reviewed)

The Subsidiary is working with its insurers and insurers' lawyers to resolve all the issues arising from this incident. The Company's management believes that it is premature at this stage to reliably estimate the amount of liability (if any) and therefore, no provisions have been made in respect of this incident.

11. Financial instrument

11.1 Fair value of financial instrument

Since the majority of the Group's financial instruments are short-term in nature or carrying interest at rates close to the market interest rates, their fair value is not expected to be materially different from the amounts presented in the statement of financial position.

11.2 Fair value hierarchy

As at 31 March 2022, the Group had the financial assets and financial liabilities that were measured at fair value using different levels of inputs as follows

(Unit: Thousand Baht)

	Consolidated financial statements			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Derivatives				
Interest rate swaps contracts - Loans	-	136,551	-	136,551
Financial assets measured at fair value through other comprehensive income				
Investment in equity instrument of non-listed company	-	-	14,651	14,651
Liabilities measured at fair value				
Derivatives				
Interest rate swaps contracts - Loans	-	468	-	468

Unit: Thousand Baht)

	Separate financial statements			
	Level 1	Level 2	Level 3	Total
Assets measured at fair value				
Financial assets measured at fair value through other comprehensive income				
Investment in equity instrument of non-listed company	-	-	14,651	14,651

During the current period, there were no change in the methods and assumptions used by the Group in estimating the fair value of financial instruments and there were no transfers between the levels of the fair value hierarchy.

(Unaudited but reviewed)

12. Functional currency financial statements

The USD functional currency statements of financial position as at 31 March 2022 and 31 December 2021 and the income statements for the three-month periods ended 31 March 2022 and 2021 are as follows.

Precious Shipping Public Company Limited and its subsidiaries**Statement of financial position**

As at 31 March 2022

(Unit: Thousand USD)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2022	2021	2022	2021
Assets				
Current assets				
Cash and cash equivalents	81,315	73,854	25,889	16,096
Trade and other receivables	5,221	5,246	54,066	61,690
Bunker oil	325	646	-	-
Other current assets				
Advances to vessel masters	1,035	899	-	-
Claim recoverables	162	243	-	-
Lube oil stock on board	2,252	2,285	-	-
Others	1,756	894	582	503
Total other current assets	5,205	4,321	582	503
Total current assets	92,066	84,067	80,537	78,289
Non-current assets				
Restricted bank deposits	2,891	3,591	-	-
Long-term loans to subsidiary	-	-	53,886	76,938
Derivative assets	4,101	253	-	-
Investments in subsidiaries	-	-	233,720	233,720
Investment in associate held by a subsidiary	2,481	2,730	-	-
Investment in equity instrument of non-listed company	440	440	440	440
Property, plant and equipment	599,642	606,973	215	243
Right-of-use assets	584	628	507	541
Intangible assets	181	191	173	182
Other non-current assets				
Claim recoverables - maritime claims	1,914	829	-	-
Deferred contract costs	4,154	4,290	-	-
Others	95	95	72	71
Total other non-current assets	6,163	5,214	72	71
Total non-current assets	616,483	620,020	289,013	312,135
Total assets	708,549	704,087	369,550	390,424

(Unaudited but reviewed)

Precious Shipping Public Company Limited and its subsidiaries
Statement of financial position (continued)
As at 31 March 2022

(Unit: Thousand USD)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2022	31 December 2021	31 March 2022	31 December 2021
Liabilities and shareholders' equity				
Current liabilities				
Trade and other payables				
Trade and other payables	2,799	3,151	85	38
Advances received from related parties	-	-	79,143	75,934
Accrued crew accounts	2,767	2,657	-	-
Accrued expenses	1,684	1,861	19	26
Current portion of accrued employee benefits	3,450	2,933	2,417	2,056
Total trade and other payables	10,700	10,602	81,664	78,054
Advances received from charterers	3,484	2,601	-	-
Current portion of long-term loans	56,432	42,148	-	-
Current portion of lease liabilities	165	162	129	126
Derivative liabilities	14	119	-	-
Income tax payable	1	1	-	-
Other current liabilities	1,641	1,716	1,471	1,508
Total current liabilities	72,437	57,349	83,264	79,688
Non-current liabilities				
Accrued employee benefits - net of current portion	3,956	5,865	2,770	4,112
Long-term loans - net of current portion	176,169	203,749	-	-
Lease liabilities - net of current portion	393	430	357	385
Derivative liabilities	-	336	-	-
Deferred tax liabilities	104	104	-	-
Provision for maritime claims	1,328	1,174	-	-
Provision for long-term employee benefits	5,287	5,245	3,874	3,874
Total non-current liabilities	187,237	216,903	7,001	8,371
Total liabilities	259,674	274,252	90,265	88,059
Shareholders' equity				
Share capital				
Registered share capital	51,055	51,055	51,055	51,055
Issued and paid-up share capital	51,055	51,055	51,055	51,055
Paid-in capital				
Premium on ordinary shares	63,290	63,290	63,290	63,290
Premium on treasury stock	4,819	4,819	4,819	4,819
Retained earnings				
Appropriated				
Statutory reserve - the Company	4,372	4,372	4,372	4,372
- subsidiaries	12,393	11,741	-	-
Corporate social responsibility reserve	1,263	1,110	1,263	1,110
Unappropriated	310,370	296,004	154,613	177,847
Other components of shareholders' equity	1,312	(2,557)	(127)	(128)
Equity attributable to owners of the Company	448,874	429,834	279,285	302,365
Non-controlling interests of the subsidiaries	1	1	-	-
Total shareholders' equity	448,875	429,835	279,285	302,365
Total liabilities and shareholders' equity	708,549	704,087	369,550	390,424

(Unaudited but reviewed)

Precious Shipping Public Company Limited and its subsidiaries**Income statement****For the three-month period ended 31 March 2022**

(Unit: Thousand USD, except basic earnings per share expressed in USD)

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2022	2021	2022	2021
Revenues				
Vessel operating income				
Time charter income	67,552	32,570	-	-
Voyage charter income	1,227	8,324	-	-
Total vessel operating income	68,779	40,894	-	-
Service income	26	29	773	723
Interest income	28	1	965	1,386
Dividend income	-	-	1,829	-
Exchange gains	5	3,545	30	3,455
Gains on ineffective portion of cash flow hedge on fair value adjustment of hedging instruments	-	18	-	-
Other income	41	24	-	23
Total revenues	68,879	44,511	3,597	5,587
Expenses				
Vessel operating costs				
Vessel running expenses	13,551	13,005	-	-
Voyage disbursements	193	989	-	-
Bunker consumption	387	2,272	-	-
Total vessel operating costs	14,131	16,266	-	-
Depreciation	8,955	9,429	63	61
Cost of services	38	37	-	-
Administrative expenses	2,854	1,903	1,670	1,075
Management remuneration including perquisites	1,107	697	1,078	690
Expected credit losses	334	-	-	-
Losses on derivative	18	138	-	179
Total expenses	27,437	28,470	2,811	2,005
Operating profit	41,442	16,041	786	3,582
Share of profit from investment in associate held by a subsidiary	57	131	-	-
Finance cost	(2,469)	(3,856)	(8)	(1,867)
Profit for the period	39,030	12,316	778	1,715
Profit attributable to:				
Equity holders of the Company	39,030	12,316	778	1,715
Non-controlling interests of the subsidiaries	-	-	-	-
Profit for the period	39,030	12,316	778	1,715
Basic earnings per share				
Profit attributable to equity holders of the Company	0.0250	0.0079	0.0005	0.0011

13. Event after the reporting period

On 4 April 2022, the Annual General Meeting of Shareholders for 2022 of the Company approved a resolution to pay a final dividend for 2021 of Baht 0.25 per share, or a total of Baht 389.82 million to the shareholders in respect of the Company's retained earnings as of 31 December 2021. Such dividend was paid on 28 April 2022.

14. Approval of interim financial information

This interim financial information was authorised for issue by the Company's authorised directors on 6 May 2022.