

Precious Shipping Public Company Limited  
and its subsidiaries  
Review report and interim financial information  
For the three-month period ended  
31 March 2023

## **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 2023, 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*.

Vorapoj Amnauypanit

Certified Public Accountant (Thailand) No. 4640

EY Office Limited

Bangkok: 5 May 2023

Precious Shipping Public Company Limited and its subsidiaries

Statement of financial position

As at 31 March 2023

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2023	31 December 2022	31 March 2023	31 December 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		837,804	1,055,667	188,739	316,476
Trade and other receivables	2, 3	163,087	279,149	2,775,907	2,900,018
Bunker oil		53,927	41,820	-	-
Other current assets					
Advances to vessel masters		35,224	37,008	-	-
Claim recoverables		8,927	12,799	-	-
Lube oil stock on board		89,495	91,047	-	-
Others		62,268	39,967	16,817	11,711
Total other current assets		195,914	180,821	16,817	11,711
<b>Total current assets</b>		<b>1,250,732</b>	<b>1,557,457</b>	<b>2,981,463</b>	<b>3,228,205</b>
<b>Non-current assets</b>					
Restricted bank deposits	8	123,071	100,383	-	-
Long-term loans to a subsidiary	4	-	-	789,615	790,604
Derivative assets	12.2	230,785	274,862	-	-
Investments in subsidiaries	5	-	-	7,992,937	8,532,593
Investment in associate held by a subsidiary	6	73,573	80,645	-	-
Investment in equity instrument of non-listed company	12.2	17,857	18,100	17,857	18,100
Property, plant and equipment	7	21,500,579	22,048,146	9,527	10,325
Right-of-use assets		13,923	15,633	12,599	13,956
Intangible assets		5,161	5,584	4,886	5,281
Other non-current assets					
Claim recoverables - maritime claims		61,898	70,777	-	-
Deferred contract costs		122,758	129,144	-	-
Deferred financial fees		1,364	-	1,364	-
Others		3,073	3,234	2,394	2,394
Total other non-current assets		189,093	203,155	3,758	2,394
<b>Total non-current assets</b>		<b>22,154,042</b>	<b>22,746,508</b>	<b>8,831,179</b>	<b>9,373,253</b>
<b>Total assets</b>		<b>23,404,774</b>	<b>24,303,965</b>	<b>11,812,642</b>	<b>12,601,458</b>

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 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	Note	31 March 2023	31 December 2022	31 March 2023	31 December 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Trade and other payables					
		138,314	229,486	3,134	724
		Trade and other payables			
	3	-	-	1,455,873	1,938,799
		Advances received from related parties			
		99,285	100,996	-	-
		Accrued crew accounts			
		79,218	81,592	878	1,438
		Accrued expenses			
		157,177	172,309	108,026	122,369
		Current portion of accrued employee benefits			
		473,994	584,383	1,567,911	2,063,330
		Total trade and other payables			
		54,919	54,696	-	-
		Advances received from charterers			
	8	1,206,855	1,161,784	-	-
		Current portion of long-term loans			
		5,755	5,705	4,499	4,459
		Current portion of lease liabilities			
		427	1,768	-	-
		Income tax payable			
		38,076	59,130	26,116	52,359
		Other current liabilities			
		<b>1,780,026</b>	<b>1,867,466</b>	<b>1,598,526</b>	<b>2,120,148</b>
		<b>Total current liabilities</b>			
<b>Non-current liabilities</b>					
		66,571	230,257	46,170	158,982
		Accrued employee benefits - net of current portion			
	8	5,098,136	5,547,289	-	-
		Long-term loans - net of current portion			
		7,713	9,065	7,713	8,754
		Lease liabilities - net of current portion			
		614	1,533	-	-
		Deferred tax liabilities			
		50,515	55,434	-	-
		Provision for maritime claims			
		129,003	130,112	95,411	97,421
		Provision for long-term employee benefits			
		<b>5,352,552</b>	<b>5,973,690</b>	<b>149,294</b>	<b>265,157</b>
		<b>Total non-current liabilities</b>			
		<b>7,132,578</b>	<b>7,841,156</b>	<b>1,747,820</b>	<b>2,385,305</b>
		<b>Total liabilities</b>			

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 2023

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2023 (Unaudited but reviewed)	31 December 2022 (Audited)	31 March 2023 (Unaudited but reviewed)	31 December 2022 (Audited)
<b>Shareholders' equity</b>				
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	479,100	571,500	-	-
Corporate social responsibility reserve	57,412	57,162	57,412	57,162
Unappropriated	11,860,952	11,690,108	5,318,057	5,332,568
Other components of shareholders' equity	19,127	288,434	833,789	970,859
Equity attributable to owners of the Company	16,272,155	16,462,768	10,064,822	10,216,153
Non-controlling interests of the subsidiaries	41	41	-	-
<b>Total shareholders' equity</b>	<b>16,272,196</b>	<b>16,462,809</b>	<b>10,064,822</b>	<b>10,216,153</b>
<b>Total liabilities and shareholders' equity</b>	<b>23,404,774</b>	<b>24,303,965</b>	<b>11,812,642</b>	<b>12,601,458</b>
	-	-	-	-

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 2023**

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

	Note	Consolidated financial statements		Separate financial statements	
		2023	2022	2023	2022
<b>Revenues</b>					
Vessel operating income					
Time charter income		1,104,001	2,239,454	-	-
Voyage charter income		40,732	40,676	-	-
Total vessel operating income		1,144,733	2,280,130	-	-
Service income	3	1,119	849	27,098	25,632
Interest income	3	7,072	935	12,085	31,998
Dividend income	5.1	-	-	-	59,760
Exchange gains		24,555	176	17,802	981
Other income		-	1,374	-	-
<b>Total revenues</b>		<b>1,177,479</b>	<b>2,283,464</b>	<b>56,985</b>	<b>118,371</b>
<b>Expenses</b>					
Vessel operating costs					
Vessel running expenses		516,324	449,227	-	-
Voyage disbursements		15,793	6,392	-	-
Bunker consumption		15,722	12,845	-	-
Total vessel operating costs		547,839	468,464	-	-
Depreciation	7	335,554	296,874	1,973	2,096
Cost of services		1,649	1,254	-	-
Administrative expenses		83,174	94,631	41,506	55,349
Management remuneration including perquisites	3	28,341	36,698	27,432	35,752
Expected credit losses		-	11,055	-	-
Losses on derivative		-	598	-	-
Losses on liquidation of subsidiaries		-	-	134	-
<b>Total expenses</b>		<b>996,557</b>	<b>909,574</b>	<b>71,045</b>	<b>93,197</b>
<b>Operating profit (loss)</b>		<b>180,922</b>	<b>1,373,890</b>	<b>(14,060)</b>	<b>25,174</b>
Share of profit from investment in					
associate held by a subsidiary	6	1,633	1,878	-	-
Finance cost		(103,612)	(81,845)	(201)	(254)
<b>Profit (loss) before income tax expenses</b>		<b>78,943</b>	<b>1,293,923</b>	<b>(14,261)</b>	<b>24,920</b>
Income tax expenses		(249)	-	-	-
<b>Profit (loss) for the period</b>		<b>78,694</b>	<b>1,293,923</b>	<b>(14,261)</b>	<b>24,920</b>

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 2023**

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

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
<b>Profit (loss) attributable to:</b>				
Equity holders of the Company	78,694	1,293,922	(14,261)	24,920
Non-controlling interests of the subsidiaries	-	1	-	-
<b>Profit (loss) for the period</b>	<b>78,694</b>	<b>1,293,923</b>	<b>(14,261)</b>	<b>24,920</b>
<b>Basic earnings per share</b>				
Profit (loss) attributable to equity holders of the Company	0.05	0.83	(0.01)	0.02

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 2023**

(Unit: Thousand Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
<b>Profit (loss) for the period</b>	<b>78,694</b>	<b>1,293,923</b>	<b>(14,261)</b>	<b>24,920</b>
<b>Other comprehensive income:</b>				
<i>Other comprehensive income to be reclassified</i>				
<i>to profit or loss in subsequent periods:</i>				
Exchange differences on translation of				
financial statements in foreign currency	(6,363)	(9,883)	-	-
Gains (losses) on cash flow hedges	(42,095)	138,694	-	-
Changes in cost of hedging	-	335	-	-
Other comprehensive income to be reclassified				
to profit or loss in subsequent periods	(48,458)	129,146	-	-
<i>Other comprehensive income not to be reclassified</i>				
<i>to profit or loss in subsequent periods:</i>				
Exchange differences on translation of functional				
currency to presentation currency financial statements	(220,849)	(62,181)	(137,070)	(50,956)
Other comprehensive income not to be reclassified				
to profit or loss in subsequent periods	(220,849)	(62,181)	(137,070)	(50,956)
<b>Other comprehensive income for the period</b>	<b>(269,307)</b>	<b>66,965</b>	<b>(137,070)</b>	<b>(50,956)</b>
<b>Total comprehensive income for the period</b>	<b>(190,613)</b>	<b>1,360,888</b>	<b>(151,331)</b>	<b>(26,036)</b>
<b>Total comprehensive income attributable to:</b>				
Equity holders of the Company	(190,612)	1,360,887	(151,331)	(26,036)
Non-controlling interests of the subsidiaries	(1)	1	-	-
	<b>(190,613)</b>	<b>1,360,888</b>	<b>(151,331)</b>	<b>(26,036)</b>

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 2023

(Unit: Thousand Baht)

<b>Consolidated financial statements</b>															
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															
Retained earnings															
Appropriated															
Corporate social responsibility															
Statutory reserve															
Unappropriated reserve															
Issued and paid-up share capital															
Premium on ordinary shares															
Premium on treasury stock															
The Company															
Subsidiaries															
reserve															
Unappropriated															
statements															
non-listed company															
hedge reserve															
reserve															
shareholders' equity															
the Company															
the subsidiaries															
equity															
<b>Balance as at 1 January 2022</b>	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 10)	-	-	-	-	-	-	(779,560)	-	-	-	-	-	(779,560)	-	(779,560)
Appropriated to statutory reserve	-	-	-	-	21,300	-	(21,300)	-	-	-	-	-	-	-	-
Appropriated to corporate social responsibility reserve	-	-	-	-	-	5,177	(5,177)	-	-	-	-	-	-	-	-
<b>Balance as at 31 March 2022</b>	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
<b>Balance as at 1 January 2023</b>	1,559,292	1,967,897	172,446	155,929	571,500	57,162	11,690,108	18,861	(1,285)	270,858	-	288,434	16,462,768	41	16,462,809
Profit for the period	-	-	-	-	-	-	78,694	-	-	-	-	-	78,694	-	78,694
Other comprehensive income for the period	-	-	-	-	-	-	-	(227,212)	-	(42,095)	-	(269,307)	(269,307)	-	(269,307)
Total comprehensive income for the period	-	-	-	-	-	-	78,694	(227,212)	-	(42,095)	-	(269,307)	(190,613)	-	(190,613)
Appropriated to statutory reserve	-	-	-	-	(92,400)	-	92,400	-	-	-	-	-	-	-	-
Appropriated to corporate social responsibility reserve	-	-	-	-	-	250	(250)	-	-	-	-	-	-	-	-
<b>Balance as at 31 March 2023</b>	1,559,292	1,967,897	172,446	155,929	479,100	57,412	11,860,952	(208,351)	(1,285)	228,763	-	19,127	16,272,155	41	16,272,196
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

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 2023

(Unit: Thousand Baht)

	Separate financial statements											
							Other components of shareholders' equity					
							Other comprehensive income			Total other components of shareholders' equity	Total shareholders' equity	
	Retained earnings		Exchange differences on translation of financial statements	Losses on measurement of fair value of investment in equity instrument of non-listed company	Cash flow hedge reserve	Cost of hedging reserve						
	Issued and paid-up share capital	Premium on ordinary shares					Premium on treasury stock	Appropriated	Unappropriated			
			Statutory reserve	Corporate social responsibility reserve								
<b>Balance as at 1 January 2022</b>	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 10)	-	-	-	-	-	(779,560)	-	-	-	-	-	(779,560)
Appropriated to corporate social responsibility reserve	-	-	-	-	5,177	(5,177)	-	-	-	-	-	-
<b>Balance as at 31 March 2022</b>	<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>
<b>Balance as at 1 January 2023</b>	1,559,292	1,967,897	172,446	155,929	57,162	5,332,568	972,144	(1,285)	-	-	970,859	10,216,153
Loss for the period	-	-	-	-	-	(14,261)	-	-	-	-	-	(14,261)
Other comprehensive income for the period	-	-	-	-	-	-	(137,070)	-	-	-	(137,070)	(137,070)
Total comprehensive income for the period	-	-	-	-	-	(14,261)	(137,070)	-	-	-	(137,070)	(151,331)
Appropriated to corporate social responsibility reserve	-	-	-	-	250	(250)	-	-	-	-	-	-
<b>Balance as at 31 March 2023</b>	<u>1,559,292</u>	<u>1,967,897</u>	<u>172,446</u>	<u>155,929</u>	<u>57,412</u>	<u>5,318,057</u>	<u>835,074</u>	<u>(1,285)</u>	<u>-</u>	<u>-</u>	<u>833,789</u>	<u>10,064,822</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 2023**

(Unit: Thousand Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
<b>Cash flows from operating activities</b>				
Profit (loss) before tax	78,943	1,293,923	(14,261)	24,920
Adjustments to reconcile profit before tax				
to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	335,902	297,195	2,297	2,398
Expected credit losses	-	11,055	-	-
Amortisation of deferred contract costs	4,642	4,524	-	-
Write-off of equipment	3	-	3	-
Share of profit from investment in associate				
held by a subsidiary	(1,633)	(1,878)	-	-
Provision for maritime claims (reversal)	3,746	(30,872)	-	-
Provision for long-term employee benefits	2,514	2,914	1,613	1,707
Unrealised exchange gains	(21,807)	(1,422)	(14,509)	(814)
Amortised financial fees to interest expense	2,093	4,313	-	-
Finance cost	88,759	76,130	201	254
Dividend income	-	-	-	(59,760)
Losses on derivative	-	598	-	-
Losses on liquidation of subsidiaries	-	-	134	-
Interest income	-	-	(9,592)	(31,446)
Profit (loss) from operating activities before				
changes in operating assets and liabilities	493,162	1,656,480	(34,114)	(62,741)
Operating assets (increase) decrease				
Trade and other receivables	112,033	(10,220)	84,996	252,735
Bunker oil	(12,636)	10,631	-	-
Other current assets	(16,379)	(28,461)	(4,800)	(2,092)
Other non-current assets	157	-	-	-
Operating liabilities increase (decrease)				
Trade and other payables	(91,948)	4,958	(36,054)	181,273
Advances received from charterers	955	29,282	-	-
Other current liabilities	(17,905)	(2,139)	(23,422)	(911)
Other non-current liabilities	(149,138)	(63,134)	(102,766)	(44,374)
Cash flows from (used in) operating activities	318,301	1,597,397	(116,160)	323,890
Cash paid for long-term employee benefits	(3,646)	(2,201)	(3,646)	(2,201)
Cash paid for income tax and				
withholding tax deducted at source	(2,151)	(752)	(475)	(414)
<b>Net cash flows from (used in) operating activities</b>	<b>312,504</b>	<b>1,594,444</b>	<b>(120,281)</b>	<b>321,275</b>

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 2023**

(Unit: Thousand Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
<b>Cash flows from investing activities</b>				
Acquisitions of condominium unit, equipment and payment of dry-dock and special survey expenses	(82,873)	(52,360)	(152)	(32)
Decrease in long-term loans to subsidiary	-	-	-	795,643
<b>Net cash flows from (used in) investing activities</b>	<b>(82,873)</b>	<b>(52,360)</b>	<b>(152)</b>	<b>795,611</b>
<b>Cash flows from financing activities</b>				
Decrease (increase) in restricted bank deposits	(23,974)	23,206	-	-
Cash paid for interest expense	(90,342)	(76,437)	-	-
Cash paid for deferred financial fees	(1,364)	-	(1,364)	-
Cash paid for lease liabilities	(1,753)	(1,661)	(1,386)	(1,303)
Cash paid for derivatives	-	(1,353)	-	-
Repayment of long-term loans	(287,640)	(384,130)	-	-
Prepayment of long-term loans	(27,748)	(63,403)	-	-
Dividend paid	-	(779,560)	-	(779,560)
<b>Net cash flows used in financing activities</b>	<b>(432,821)</b>	<b>(1,283,338)</b>	<b>(2,750)</b>	<b>(780,863)</b>
Decrease in translation adjustments	(14,673)	(19,371)	(4,554)	(11,951)
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(217,863)</b>	<b>239,375</b>	<b>(127,737)</b>	<b>324,072</b>
Cash and cash equivalents at beginning of period	1,055,667	2,468,209	316,476	537,947
<b>Cash and cash equivalents at end of period</b>	<b>837,804</b>	<b>2,707,584</b>	<b>188,739</b>	<b>862,019</b>
	-	-	-	-
<b>Supplemental cash flows information</b>				
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 2023**

**1. General information**

**1.1 Basis for the preparation of the interim financial statements**

These interim 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 interim 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 2022, 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 2022.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2023, do not have any significant impact on the Group's financial statements.

## 2. Trade and other receivables

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate financial statements	
	31 March 2023	31 December 2022	31 March 2023	31 December 2022
		(Audited)		(Audited)
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of invoice date				
Past due				
Up to 3 months	158,540	279,149	-	-
3 - 6 months	4,547	-	-	-
6 - 12 months	-	-	-	-
Over 12 months	52	52	-	-
Total	163,139	279,201	-	-
Less: Allowance for expected credit losses	(52)	(52)	-	-
Total trade receivables - unrelated parties, net	163,087	279,149	-	-
<u>Other receivables - related parties</u>				
Advances to related parties (Note 3)	-	-	2,775,907	2,900,018
Total other receivables - related parties	-	-	2,775,907	2,900,018
Total trade and other receivables - net	163,087	279,149	2,775,907	2,900,018

## 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.

(Unaudited but reviewed)

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	financial statements	financial statements
	2023	2022	2023	2022
<b>Transactions with subsidiaries</b>				
(Eliminated from consolidated financial statements)				
Service income - management fees	-	-	27,098	25,632
Dividend received	-	-	-	59,760
Interest income	-	-	9,592	31,446
Condominium rental expenses	-	-	1,852	1,929
<b>Transactions with related companies</b>				
Rental and service expenses	5,242	6,437	4,264	2,224
<b>Transaction with related person</b>				
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	financial statements	financial statements
	31 March	31 December	31 March	31 December
	2023	2022	2023	2022
	(Audited)		(Audited)	
<b>Other receivables - related parties (Note 2)</b>				
Subsidiaries	-	-	2,775,907	2,900,018
Total other receivables - related parties	-	-	2,775,907	2,900,018
<b>Trade and other payables - related parties</b>				
Subsidiaries	-	-	1,455,873	1,938,799
Related companies	968	12	236	12
Total trade and other payables - related parties	968	12	1,456,109	1,938,811
<b>Lease liabilities - related parties</b>				
Related company	3,339	3,843	3,339	3,843
Total lease liabilities - related parties	3,339	3,843	3,339	3,843

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.

(Unaudited but reviewed)

Directors and management's benefits

During the three-month periods ended 31 March 2023 and 2022, 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	
	2023	2022	2023	2022
Short-term employee benefits	27,566	24,985	26,735	24,675
Post-employment benefits	775	400	697	329
Other long-term benefits	-	11,313	-	10,748
Total	28,341	36,698	27,432	35,752

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 a 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 2023	790,604
Interest income for the period	9,592
Translation adjustment	(10,581)
Balance as at 31 March 2023	789,615



## **5. Investments in subsidiaries**

- 5.1 During the three-month period ended 31 March 2022, the Company received dividends of Baht 59.76 million (2023: nil) from subsidiaries and recognised as dividend income in the separate income statement.
- 5.2 As at 31 March 2023, the Company has pledged the shares of 24 subsidiaries amounting to Baht 2,574.60 million (net of allowance for loss on investments) (31 December 2022: 23 subsidiaries amounting to Baht 2,607.12 million), stated under the cost method, with banks to secure the long-term loans referred to in Note 8 to the financial statements.

In addition, as at 31 March 2023, the subsidiaries in Singapore, Precious Shipping (Singapore) Pte. Limited has pledged the shares of 9 subsidiaries amounting to Baht 11.95 million (31 December 2022: 9 subsidiaries amounting to Baht 12.11 million), stated under the cost method, and Associated Bulk Carriers Pte. Limited has pledged the shares of 4 subsidiaries amounting to Baht 6.82 million (31 December 2022: 4 subsidiaries amounting to Baht 6.91 million), stated under the cost method, with banks to secure the long-term loans referred to in Note 8 to the financial statements.

- 5.3 The changes in cost of investments in subsidiaries is from the exchange differences on translation of functional currency to presentation currency financial statements.
- 5.4 On 2 September 2022, six subsidiaries registered their dissolution with the Ministry of Commerce. During the first quarter of 2023, five out of the six subsidiaries completed their liquidation processes.

## **6. Investment in associate held by a subsidiary**

The Group recognised its share of profit from investment in associate held by a subsidiary from International Seaports (Haldia) Private Limited for the three-month periods ended 31 March 2023 and 2022, included in the consolidated income statements amounted to Baht 1.6 million and Baht 1.9 million, respectively which were calculated based on the financial information for the three-month periods ended 31 December 2022 and 2021.

(Unaudited but reviewed)

## 7. Property, plant and equipment

Movements of the property, plant and equipment account during the three-month period ended 31 March 2023 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2023	22,048,146	10,325
Acquisitions of equipment and payment of dry-dock and special survey expenses during period - at cost	82,873	152
Write-off for the period	(3)	(3)
Depreciation for the period	(334,058)	(807)
Translation adjustment	(296,379)	(140)
Net book value as at 31 March 2023	<u>21,500,579</u>	<u>9,527</u>

As at 31 March 2023, the subsidiaries have mortgaged 25 vessels (31 December 2022: 25 vessels) with net book value of Baht 14,836.88 million (31 December 2022: Baht 15,202.12 million) with banks to secure long-term loans as referred to in Note 8 to the financial statements.

## 8. Long-term loan facilities

As at 31 March 2023 and 31 December 2022, long-term loans accounts are presented below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	
	31 March 2023	31 December 2022
Long term loans from banks	6,304,991	6,709,073
Less: Current portion	(1,206,855)	(1,161,784)
Long-term loans - net of current portion	<u>5,098,136</u>	<u>5,547,289</u>

(Unaudited but reviewed)

Movements of the long-term loans accounts during the three-month period ended 31 March 2023 are summarised below.

	(Unit: Thousand Baht)
	Consolidated financial statements
Balance as at 1 January 2023	6,709,073
Add: Amortisation of financial fees	2,093
Less: Repayment	(287,640)
Prepayment	(27,748)
Translation adjustment	(90,787)
Balance as at 31 March 2023	<u>6,304,991</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.

On 16 March 2023, the Subsidiaries amended their loan agreements with Export - Import Bank of Thailand ("EXIM") to modify the reference interest rate, in response to the impact of the IBOR reform. The interest rates were adjusted from LIBOR to SOFR plus credit adjustment spread, for an outstanding loan amount of USD 72.25 million as of 31 March 2023. The new agreements will be effective in June 2023. Currently, the Subsidiaries are evaluating the impact of such a change in interest rates.

As of 31 March 2023, the Subsidiaries deposited USD 3.61 million (31 December 2022: USD 2.90 million) in a debt service reserve account (DSRA) connected to one facility. The required minimum balance of the DSRA is reviewed by the lenders once a year.

As of 31 March 2023 and 31 December 2022, the Group did not have undrawn loans balance.

(Unaudited but reviewed)

On 25 April 2023, Precious Visions Pte. Ltd., one of the Company's Singapore incorporated subsidiaries as the Borrower and the Company as the Guarantor executed a USD 9 million Senior Secured Amortizing Term Loan Agreement ("Agreement") with THE IYO BANK, LTD., Singapore Branch, to refinance the Supramax Dry Bulk Vessel (M.V. Chayanee Naree) (the "Vessel"). The loan carries interest at USD SOFR plus margin which is to be paid quarterly.

The details of the loan facility are summarised as follows:

<b>Facility</b>	<b>Description</b>
<b>Loan Facility</b>	Up to USD 9,000,000
<b>Drawdown</b>	Totally USD 9,000,000
<b>Final maturity</b>	5 years after the drawdown
<b>Repayment</b>	The Loan shall be repaid in 20 quarterly installments beginning from three calendar months after the drawdown date.
<b>Security</b>	a) Guarantee from the Guarantor b) 1st priority mortgage on the Borrower's Vessel c) 1st priority assignment of all insurance and requisition compensation, earnings and any charterparties (for a period of 12 months or more) of the Borrower's Vessel

The Agreement contains covenants that, among other things, require the Company to maintain certain financial ratios on its consolidated USD financial statements which include:

- a) maintenance of net debts to total shareholders' equity ratio not exceeding 2:1;
- b) maintenance of a minimum total shareholders' equity of USD 225,000,000.

In addition, the loan agreement requires the Borrower to maintain certain covenants which include:

- a) maintenance of a minimum free cash balance of USD 100,000;
- b) The Borrower is not allowed to pay any dividend or other distribution to its shareholders or issue any new shares in its share capital if an event of default has occurred and is continuing.

(Unaudited but reviewed)

## 9. 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 2023 and 2022.

(Unit: Thousand Baht)

	Consolidated financial statements					
	For the three-month periods ended 31 March					
	Time charter		Voyage charter		Total	
	2023	2022	2023	2022	2023	2022
Time charter income	1,104,001	2,239,454	-	-	1,104,001	2,239,454
Voyage charter income	-	-	40,732	40,676	40,732	40,676
Total vessel operating income	1,104,001	2,239,454	40,732	40,676	1,144,733	2,280,130
Voyage disbursements	-	-	(15,793)	(6,392)	(15,793)	(6,392)
Bunker consumption	-	-	(15,722)	(12,845)	(15,722)	(12,845)
Total voyage expenses	-	-	(31,515)	(19,237)	(31,515)	(19,237)
Net vessel operating income/time charter equivalent income	1,104,001	2,239,454	9,217	21,439	1,113,218	2,260,893

## 10. Dividends

Dividends declared during the three-month period ended 31 March 2022 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

## 11. Contingent liabilities

During the current period, there have been no significant changes with respect to the contingent liabilities as disclosed in Notes 31 to the consolidated financial statements for 2022, save for the significant events in relation to the vessel Chayanee Naree which was detained in Nigeria.

(Unaudited but reviewed)

The 10 crew members, who have been charged, are required to remain in Nigeria until legal proceedings are completed. The trial against the Vessel and the 10 crew members commenced in the Federal High Court of Nigeria in July 2022. The next hearing is scheduled for May 2023.

Based on the opinion of the Group's legal counsel and its legal counsel, 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 case.

## 12. Financial instrument

### 12.1 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.

### 12.2 Fair value hierarchy

As at 31 March 2023, the Group had the financial assets 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
<b>Assets measured at fair value</b>				
Derivatives				
Interest rate swaps contracts - Loans	-	230,785	-	230,785
Financial assets measured at fair value through other comprehensive income				
Investment in equity instrument of non-listed company	-	-	17,857	17,857
				Unit: Thousand Baht)
				Separate financial statements
	Level 1	Level 2	Level 3	Total
<b>Assets measured at fair value</b>				
Financial assets measured at fair value through other comprehensive income				
Investment in equity instrument of non-listed company	-	-	17,857	17,857

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.

**13. Functional currency financial statements**

The USD functional currency statements of financial position as at 31 March 2023 and 31 December 2022 and the income statements for the three-month periods ended 31 March 2023 and 2022 are as follows.

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

As at 31 March 2023

(Unit: Thousand USD)

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	31 March	31 December	31 March	31 December
	2023	2022	2023	2022
<b>Assets</b>				
<b>Current assets</b>				
Cash and cash equivalents	24,570	30,544	5,535	9,156
Trade and other receivables	4,783	8,076	81,408	83,907
Bunker oil	1,581	1,210	-	-
Other current assets				
Advances to vessel masters	1,033	1,071	-	-
Claim recoverables	262	370	-	-
Lube oil stock on board	2,625	2,634	-	-
Others	1,826	1,157	493	339
Total other current assets	5,746	5,232	493	339
<b>Total current assets</b>	<b>36,680</b>	<b>45,062</b>	<b>87,436</b>	<b>93,402</b>
<b>Non-current assets</b>				
Restricted bank deposits	3,609	2,904	-	-
Long-term loans to a subsidiary	-	-	23,157	22,874
Derivative assets	6,768	7,953	-	-
Investments in subsidiaries	-	-	234,405	246,875
Investment in associate held by a subsidiary	2,158	2,333	-	-
Investment in equity instrument of non-listed company	524	524	524	524
Property, plant and equipment	630,538	637,923	279	299
Right-of-use assets	408	452	370	404
Intangible assets	151	162	143	153
Other non-current assets				
Claim recoverables - maritime claims	1,815	2,048	-	-
Deferred contract costs	3,600	3,737	-	-
Deferred financial fees	40	-	40	-
Others	90	93	70	69
Total other non-current assets	5,545	5,878	110	69
<b>Total non-current assets</b>	<b>649,701</b>	<b>658,129</b>	<b>258,988</b>	<b>271,198</b>
<b>Total assets</b>	<b>686,381</b>	<b>703,191</b>	<b>346,424</b>	<b>364,600</b>

(Unaudited but reviewed)

**Precious Shipping Public Company Limited and its subsidiaries****Statement of financial position (continued)****As at 31 March 2023**

(Unit: Thousand USD)

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	31 March	31 December	31 March	31 December
	2023	2022	2023	2022
<b>Liabilities and shareholders' equity</b>				
<b>Current liabilities</b>				
Trade and other payables				
Trade and other payables	4,056	6,640	92	21
Advances received from related parties	-	-	42,695	56,096
Accrued crew accounts	2,912	2,922	-	-
Accrued expenses	2,323	2,361	26	42
Current portion of accrued employee benefits	4,609	4,985	3,168	3,540
Total trade and other payables	13,900	16,908	45,981	59,699
Advances received from charterers	1,611	1,583	-	-
Current portion of long-term loans	35,393	33,614	-	-
Current portion of lease liabilities	169	165	132	129
Income tax payable	12	51	-	-
Other current liabilities	1,117	1,711	766	1,515
<b>Total current liabilities</b>	<b>52,202</b>	<b>54,032</b>	<b>46,879</b>	<b>61,343</b>
<b>Non-current liabilities</b>				
Accrued employee benefits - net of current portion	1,952	6,662	1,354	4,600
Long-term loans - net of current portion	149,511	160,501	-	-
Lease liabilities - net of current portion	226	262	226	253
Deferred tax liabilities	18	44	-	-
Provision for maritime claims	1,482	1,604	-	-
Provision for long-term employee benefits	3,783	3,765	2,798	2,818
<b>Total non-current liabilities</b>	<b>156,972</b>	<b>172,838</b>	<b>4,378</b>	<b>7,671</b>
<b>Total liabilities</b>	<b>209,174</b>	<b>226,870</b>	<b>51,257</b>	<b>69,014</b>
<b>Shareholders' equity</b>				
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	13,438	15,955	-	-
Corporate social responsibility reserve	1,705	1,698	1,705	1,698
Unappropriated	334,586	329,762	169,970	170,396
Other components of shareholders' equity	3,941	5,369	(44)	(44)
Equity attributable to owners of the Company	477,206	476,320	295,167	295,586
Non-controlling interests of the subsidiaries	1	1	-	-
<b>Total shareholders' equity</b>	<b>477,207</b>	<b>476,321</b>	<b>295,167</b>	<b>295,586</b>
<b>Total liabilities and shareholders' equity</b>	<b>686,381</b>	<b>703,191</b>	<b>346,424</b>	<b>364,600</b>



(Unaudited but reviewed)

**Precious Shipping Public Company Limited and its subsidiaries****Income statement****For the three-month period ended 31 March 2023**

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

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	2023	2022	2023	2022
<b>Revenues</b>				
Vessel operating income				
Time charter income	32,459	67,552	-	-
Voyage charter income	1,197	1,227	-	-
Total vessel operating income	33,656	68,779	-	-
Service income	33	26	797	773
Interest income	208	28	355	965
Dividend income	-	-	-	1,829
Exchange gains	722	5	524	30
Other income	-	41	-	-
<b>Total revenues</b>	<b>34,619</b>	<b>68,879</b>	<b>1,676</b>	<b>3,597</b>
<b>Expenses</b>				
Vessel operating costs				
Vessel running expenses	15,181	13,551	-	-
Voyage disbursements	464	193	-	-
Bunker consumption	462	387	-	-
Total vessel operating costs	16,107	14,131	-	-
Depreciation	9,866	8,955	58	63
Cost of services	49	38	-	-
Administrative expenses	2,445	2,854	1,220	1,670
Management remuneration including perquisites	833	1,107	807	1,078
Expected credit losses	-	334	-	-
Losses on derivative	-	18	-	-
Losses on liquidation of subsidiaries	-	-	4	-
<b>Total expenses</b>	<b>29,300</b>	<b>27,437</b>	<b>2,089</b>	<b>2,811</b>
<b>Operating profit (loss)</b>	<b>5,319</b>	<b>41,442</b>	<b>(413)</b>	<b>786</b>
Share of profit from investment in associate held by a subsidiary	48	57	-	-
Finance cost	(3,046)	(2,469)	(6)	(8)
<b>Profit (loss) before income tax expenses</b>	<b>2,321</b>	<b>39,030</b>	<b>(419)</b>	<b>778</b>
Income tax expenses	(7)	-	-	-
<b>Profit (loss) for the period</b>	<b>2,314</b>	<b>39,030</b>	<b>(419)</b>	<b>778</b>
<b>Profit (loss) attributable to:</b>				
Equity holders of the Company	2,314	39,030	(419)	778
Non-controlling interests of the subsidiaries	-	-	-	-
<b>Profit (loss) for the period</b>	<b>2,314</b>	<b>39,030</b>	<b>(419)</b>	<b>778</b>
<b>Basic earnings (loss) per share</b>				
Profit (loss) attributable to equity holders of the Company	0.0015	0.0250	(0.0003)	0.0005

**14. Event after the reporting period**

On 10 April 2023, the Annual General Meeting of Shareholders for 2023 of the Company passed a resolution to pay a final dividend for 2022 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 2022. Such dividend will be paid on 9 May 2023.

**15. Approval of interim financial information**

This interim financial information was authorised for issue by the Company's authorised directors on 5 May 2023.