

## PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES

## BALANCE SHEETS

(Unit : Thousand Baht)

		CONSOLIDATED		THE COMPANY ONLY	
	Note	31 March 2001	31 December 2000	31 March 2001	31 December 2000
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
ASSETS					
Current assets					
Cash on hand and at banks	2	195,249	257,488	21,242	15,754
Trade accounts receivable - net	3	201,564	104,719	452	437
Amounts due from subsidiaries	4	-	-	1,282,712	1,325,049
Bunker oil		72,284	87,001	-	-
Other current assets					
Advances to vessel master		53,178	98,076	-	9,856
Other receivable	5	-	59,197	-	59,197
Others		169,307	156,057	39,903	29,989
Total current assets		691,582	762,538	1,344,309	1,440,282
Investments	6				
Subsidiaries		-	-	3,723,873	3,572,832
Associated companies		174,089	168,985	17,225	17,225
Vessels, condominium and equipment - net	7	5,337,254	5,478,767	6,882	7,685
Other assets					
Deferred charges-net		228,234	257,337	-	-
Others		13,414	13,555	1,461	1,459
Goodwill		10,002	10,171	-	-
Total assets		6,454,575	6,691,353	5,093,750	5,039,483

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

## PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES

## BALANCE SHEETS (Continued)

(Unit : Thousand Baht)

		CONSOLIDATED		THE COMPANY ONLY	
	Note	31 March 2001	31 December 2000	31 March 2001	31 December 2000
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current liabilities					
Trade accounts payable		158,891	211,902	6,894	6,173
Amounts due to subsidiaries and associated compan	4	13,338	19,517	1,612,855	1,523,411
Advance received from charterers		90,787	98,150	1,483	1,434
Current portion of long-term loans	8	778,611	817,346	49,010	45,351
Other current liabilities					
Interest payable		4,909	5,924	218	420
Accrued crew accounts		109,968	94,051	-	-
Others		138,594	122,284	7,097	11,852
Total current liabilities		1,295,098	1,369,174	1,677,557	1,588,641
Redeemable convertible debentures	9	770,254	624,620	770,254	624,620
Subordinated loans from subsidiaries	4	-	-	662,818	662,818
Long-term loans - net of current portion	8	4,186,062	4,332,353	1,834,756	1,859,470
Total liabilities		6,251,414	6,326,147	4,945,385	4,735,549
Shareholders' equity					
Share capital					
Authorized					
197,300,000 ordinary shares of Baht 10 each		1,973,000	1,973,000	1,973,000	1,973,000
Issued and fully paid					
52,000,000 ordinary shares of Baht 10 each		520,000	520,000	520,000	520,000
Premium on share capital		926,055	926,055	926,055	926,055
Cumulative translation adjustment		140,916	140,638	140,908	140,630
Unrealised gain on redeemable convertible debentun	9	673,792	874,348	673,792	874,348
Retained earnings					
Appropriated - statutory reserve		77,466	77,466	-	-
- reserve fund		60,500	60,500	60,500	60,500
- general reserve in subsidiaries		24,182	24,182	-	-
Unappropriated (Deficit)		-2,274,538	-2,319,269	-2,172,890	-2,217,599
Equity attributable to Company's shareholders		148,373	303,920	148,365	303,934
Minority interest - Equity attributable to					
minority shareholders of subsidiaries		54,788	61,286	-	-
Total shareholders' equity		203,161	365,206	148,365	303,934
Total liabilities and shareholders' equity		6,454,575	6,691,353	5,093,750	5,039,483
		0	0	0	0

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

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DIRECTORS

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PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF EARNINGS  
FOR THE THREE-MONTH PERIODS ENDED 31 MARCH 2001 AND 2000

(Unit : Thousand Baht)

	<u>Note</u>	<b>CONSOLIDATED</b>		<b>THE COMPANY ONLY</b>	
		<u>2001</u>	<u>2000</u> (Restated)	<u>2001</u>	<u>2000</u> (Restated)
Revenues					
Vessel operating income		1,030,891	963,361	-	31,106
Service income		7,944	15,875	-	-
Share of profit from subsidiaries and associated companies		-	-	145,233	134,495
Other income		4,015	6,492	642	469
Total revenues		<u>1,042,850</u>	<u>985,728</u>	<u>145,875</u>	<u>166,070</u>
Expenses					
Vessel operating costs		595,176	637,019	-	35,238
Cost of services		15,890	9,375	-	-
Administrative expenses		40,538	32,773	33,653	24,819
Doubtful accounts		57,300	-	59,073	-
Depreciation		142,384	159,489	754	2,617
Exchange losses	10	111,005	28,348	33,751	14,784
Directors' remuneration		360	170	360	170
Interest and financial costs		96,967	131,587	29,143	103,120
Total expenses		<u>1,059,620</u>	<u>998,761</u>	<u>156,734</u>	<u>180,748</u>
Loss before income tax, minority interest and extraordinary item		-16,770	-13,033	-10,859	-14,678
Corporate income tax		-311	-501	-	-
Loss before minority interest and extraordinary item		-17,081	-13,534	-10,859	-14,678
Minority interest		6,222	-1,144	-	-
Loss before extraordinary item		-10,859	-14,678	-10,859	-14,678
Extraordinary item					
Gain from termination of interest and currency swap agreement		-	62,403	-	62,403
Gain on redemption of redeemable convertible debt	9	55,095	-	55,095	-
Net earnings for the period		<u>44,236</u>	<u>47,725</u>	<u>44,236</u>	<u>47,725</u>
					(Unit : Baht)
Basic earnings per share					
Loss before extraordinary item		-0.21	-0.28	-0.21	-0.28
Extraordinary item		1.06	1.20	1.06	1.20
Net earnings		<u>0.85</u>	<u>0.92</u>	<u>0.85</u>	<u>0.92</u>
Weighted average number of shares (shares)		<u>52,000,000</u>	<u>52,000,000</u>	<u>52,000,000</u>	<u>52,000,000</u>
Diluted earnings per share					
Loss before extraordinary item		-0.08	-0.28	-0.08	-0.28
Extraordinary item		0.10	1.20	0.10	1.20
Net earnings		<u>0.02</u>	<u>0.92</u>	<u>0.02</u>	<u>0.92</u>
Weighted average number of shares (shares)		<u>196,936,823</u>	<u>52,000,000</u>	<u>196,936,823</u>	<u>52,000,000</u>

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

(UNAUDITED BUT REVIEWED)

PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY  
FOR THE THREE-MONTH PERIODS ENDED 31 MARCH 2001 AND 2000

(Unit : Thousand Baht)

	<b>CONSOLIDATED</b>		<b>THE COMPANY ONLY</b>	
	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>
		(Restated)		(Restated)
<b>Share capital</b>				
Ordinary shares				
Balance - beginning of period	520,000	520,000	520,000	520,000
Balance - end of period	520,000	520,000	520,000	520,000
<b>Premium on share capital</b>				
Balance - beginning of period	926,055	926,055	926,055	926,055
Balance - end of period	926,055	926,055	926,055	926,055
<b>Cumulative translation adjustment</b>				
Balance - beginning of period	140,638	55,298	140,630	55,288
Increase during the period	278	14,488	278	14,488
Balance - end of period	140,916	69,786	140,908	69,776
<b>Unrealised gain on redeemable convertible debentures</b>				
Balance - beginning of period	874,348	-	874,348	-
Decrease during the period	-200,556	-	-200,556	-
Balance - end of period	673,792	-	673,792	-
<b>Retained earnings</b>				
<b>Appropriated</b>				
<b>Statutory reserve</b>				
Balance - beginning of period	77,466	77,466	-	-
Balance - end of period	77,466	77,466	-	-
<b>Reserve fund</b>				
Balance - beginning of period	60,500	60,500	60,500	60,500
Balance - end of period	60,500	60,500	60,500	60,500
<b>General reserve</b>				
Balance - beginning of period	24,182	24,182	-	-
Balance - end of period	24,182	24,182	-	-
<b>Unappropriated</b>				
Balance - beginning of period (deficit), as restated	-2,319,269	-1,950,404	-2,217,599	-1,848,734
Increase during the period	44,236	47,725	44,236	47,725
Depreciation on revaluation surplus in subsidiaries	495	-2,224	473	-2,246
Balance - end of period (deficit)	-2,274,538	-1,904,903	-2,172,890	-1,803,255
<b>Equity attributable to Company's shareholders</b>	<u>148,373</u>	<u>-226,914</u>	<u>148,365</u>	<u>-226,924</u>
<b>Minority interest - Equity attributable to minority shareholders of subsidiaries</b>				
Balance - beginning of period	61,286	65,597	-	-
Increase(decrease) during the period	-6,498	1,275	-	-
Balance - end of period	54,788	66,872	-	-
<b>Total shareholders' equity</b>	<u>203,161</u>	<u>-160,042</u>	<u>148,365</u>	<u>-226,924</u>

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

(UNAUDITED BUT REVIEWED)

## PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES

## STATEMENTS OF RETAINED EARNINGS

FOR THE THREE-MONTH PERIODS ENDED 31 MARCH 2001 AND 2000

(Unit : Thousand Baht)

	<b>CONSOLIDATED</b>		<b>THE COMPANY ONLY</b>	
	<u>2001</u>	<u>2000</u> (Restated)	<u>2001</u>	<u>2000</u> (Restated)
<b>Retained earnings - appropriated</b>				
Statutory reserve	77,466	77,466	-	-
Reserve fund	60,500	60,500	60,500	60,500
General reserve in subsidiaries	<u>24,182</u>	<u>24,182</u>	<u>-</u>	<u>-</u>
Total retained earnings - appropriated	<u>162,148</u>	<u>162,148</u>	<u>60,500</u>	<u>60,500</u>
<b>Retained earnings - unappropriated (deficit)</b>				
Balance - beginning of period, as previously reported	-2,319,269	-1,952,628	-2,217,599	-1,850,958
Cumulative effect of the change in accounting policy in relation to depreciation on revaluation surplus of subsidiaries' assets	<u>-</u>	<u>2,224</u>	<u>-</u>	<u>2,224</u>
Balance - beginning of period, as restated	-2,319,269	-1,950,404	-2,217,599	-1,848,734
Depreciation on revaluation surplus in subsidiaries	495	-2,224	473	-2,246
Net earnings for the period	<u>44,236</u>	<u>47,725</u>	<u>44,236</u>	<u>47,725</u>
Total retained earnings - unappropriated	<u>-2,274,538</u>	<u>-1,904,903</u>	<u>-2,172,890</u>	<u>-1,803,255</u>
<b>Total retained earnings (deficit)</b>	<u><u>-2,112,390</u></u>	<u><u>-1,742,755</u></u>	<u><u>-2,112,390</u></u>	<u><u>-1,742,755</u></u>

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

(UNAUDITED BUT REVIEWED)

## PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES

## STATEMENTS OF CASH FLOWS

FOR THE THREE-MONTH PERIODS ENDED 31 MARCH 2001 AND 2000

(Unit : Thousand Baht)

	<b>CONSOLIDATED</b>		<b>THE COMPANY ONLY</b>	
	<u>2001</u>	<u>2000</u> (Restated)	<u>2001</u>	<u>2000</u> (Restated)
<b>Cash flows from (used in) operating activities</b>				
Net earnings	44,236	47,725	44,236	47,725
Adjustments to reconcile net earnings to net cash provided by (used in) operating activities :-				
Depreciation	142,384	159,489	754	2,617
Amortisation	43,019	40,138	-	899
Allowance for doubtful accounts	57,300	392	59,073	-
Unrealised exchange losses	124,327	36,481	36,052	21,937
Share of profit from subsidiaries and associated companies	-	-	-145,233	-134,495
Adjustment share of profit from associated companies	(5,106)	-	-278	-
Gain from termination of interest and currency swap agreement	-	-62,403	-	-62,403
Gain on redemption of redeemable convertible debentures	-55,095	-	-55,095	-
Loss on disposal of fixed assets	90	1,910	179	-
Unrealised gain on the change in value of investments	-	-179	-	-179
Increase (decrease) in minority interest	<u>-6,498</u>	<u>1,275</u>	<u>-</u>	<u>-</u>
	344,657	224,828	-60,312	-123,899
Operating assets (increase) decrease				
Trade accounts receivable	-87,725	26,341	-	-854
Bunker oil	14,717	4,962	-	-3,407
Other current assets	31,647	-422	-59	472
Other assets	-13,604	-32,552	-3	-12,375
Operating liabilities increase (decrease)				
Trade accounts payable	-57,733	-54,688	450	-5,750
Amounts due to subsidiaries and associated companies - net	-6,179	-2,983	126,723	269,251
Advance received from charterers	-11,695	6,626	-	3,158
Other current liabilities	<u>31,137</u>	<u>-100,902</u>	<u>-4,968</u>	<u>-113,796</u>
Net cash from operating activities	<u>245,222</u>	<u>71,210</u>	<u>61,831</u>	<u>12,800</u>

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

(UNAUDITED BUT REVIEWED)

## PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES

## STATEMENTS OF CASH FLOWS (Continued)

FOR THE THREE-MONTH PERIODS ENDED 31 MARCH 2001 AND 2000

(Unit : Thousand Baht)

	<b>CONSOLIDATED</b>		<b>THE COMPANY ONLY</b>	
	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>
		(Restated)		(Restated)
<b>Cash flows from (used in) investing activities</b>				
Decrease (increase) in cash at banks with maturity of more than 3 months and amount pledged	689	-15,036	109	-12,516
Increase in investments in subsidiaries and associated companies	-	-16,287	-	-14,488
Purchase of fixed assets	-555	-455	-129	-377
Disposal of fixed assets	89	21,620	-	-
Net cash from (used in) investing activities	<u>223</u>	<u>-10,158</u>	<u>-20</u>	<u>-27,381</u>
<b>Cash flows from (used in) financing activities</b>				
Decrease in short-term loans from financial institutions	-	-270	-	-
Decrease in long-term loans - net	-268,581	-202,633	-17,800	-8,092
Decrease in debentures and bonds	-38,692	-8,992	-38,692	-8,992
Net cash used in financing activities	<u>-307,273</u>	<u>-211,895</u>	<u>-56,492</u>	<u>-17,084</u>
Increase in cumulative translation adjustment	278	14,488	278	14,488
Net increase (decrease) in cash and cash equivalents	-61,550	-136,355	5,597	-17,177
Cash and cash equivalents at beginning of period	227,394	250,488	1,806	28,238
Cash and cash equivalents at end of period (Note 11)	<u>165,844</u>	<u>114,133</u>	<u>7,403</u>	<u>11,061</u>
<b>Supplemental cash flow information</b>				
Cash paid during the period for				
Interest expense	98,872	234,245	29,674	207,725
Corporate income tax	-	-	-	-

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