

PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
BALANCE SHEETS

(Unit: Thousand Baht)

		CONSOLIDATED		THE COMPANY ONLY	
	Note	31 March 2004 (Unaudited but reviewed)	31 December 2003 (Audited)	31 March 2004 (Unaudited but reviewed)	31 December 2003 (Audited)
ASSETS					
Current assets					
Cash and cash equivalents		1,009,577	897,270	36,924	282,672
Trade accounts receivable - net	2	34,062	70,186	-	-
Receivable from and advances to related parties					
Subsidiaries	3	-	-	1,028,541	598,349
Other related companies	3	2,299	2,299	440	440
Bunker oil		6,706	20,612	-	-
Advances to vessel masters		52,999	41,953	-	-
Other current assets		91,741	41,216	7,051	7,299
Total current assets		1,197,384	1,073,536	1,072,956	888,760
Non-current assets					
Investments accounted for under equity method	4	-	-	5,259,653	4,567,339
Other long-term investments - net	4	87,701	87,701	-	-
Vessels, condominium and equipment - net	5	6,005,445	4,617,999	11,375	2,721
Prepayment for vessel purchases	6	449,869	77,585	-	-
Goodwill - net		7,967	8,137	-	-
Other non-current assets		2,962	2,962	423	423
Total non-current assets		6,553,944	4,794,384	5,271,451	4,570,483
Total assets		7,751,328	5,867,920	6,344,407	5,459,243

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 2004 (Unaudited but reviewed)	31 December 2003 (Audited)	31 March 2004 (Unaudited but reviewed)	31 December 2003 (Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current liabilities					
Trade accounts payable		83,896	52,291	3,230	3,597
Payable to and advances from subsidiaries	3	-	-	3,040,565	2,532,518
Current portion of long-term loans	7	1,126,115	938,579	-	242,582
Advances received from charterers		136,834	108,893	1,305	1,312
Accrued crew accounts		72,891	69,602	-	-
Withholding tax payable		2,981	34,578	2,704	33,764
Advance receipt for sale of investments	8	70,161	70,161	70,161	70,161
Other current liabilities		148,774	152,178	37,811	11,540
Total current liabilities		1,641,652	1,426,282	3,155,776	2,895,474
Non-current liabilities					
Subordinated loans from subsidiaries	3	-	-	662,818	662,818
Long-term loans	7	3,548,934	2,483,772	-	-
Total non-current liabilities		3,548,934	2,483,772	662,818	662,818
Total liabilities		5,190,586	3,910,054	3,818,594	3,558,292

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

PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
BALANCE SHEETS (Continued)

(Unit: Thousand Baht)

Note	<b>CONSOLIDATED</b>		<b>THE COMPANY ONLY</b>	
	31 March 2004 (Unaudited but reviewed)	31 December 2003 (Audited)	31 March 2004 (Unaudited but reviewed)	31 December 2003 (Audited)
Shareholders' equity				
Share capital				
Authorised share capital				
520,000,000 ordinary shares of Baht 1 each	520,000	520,000	520,000	520,000
Issued and paid-up share capital				
520,000,000 ordinary shares of Baht 1 each	520,000	520,000	520,000	520,000
Premium on ordinary shares	411,430	411,430	411,430	411,430
Translation adjustment	158,173	159,706	158,173	159,706
Retained earnings				
Appropriated				
Statutory reserve - the Company	52,000	52,000	52,000	52,000
- subsidiaries	169,995	169,995	-	-
General reserve in subsidiaries	24,182	24,182	-	-
Unappropriated	1,190,033	563,638	1,384,210	757,815
Total equity attributable to Company's shareholders	2,525,813	1,900,951	2,525,813	1,900,951
Minority interest - Equity attributable to minority shareholders of subsidiaries	34,929	56,915	-	-
Total shareholders' equity	2,560,742	1,957,866	2,525,813	1,900,951
Total liabilities and shareholders' equity	7,751,328	5,867,920	6,344,407	5,459,243
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The accompanying notes are an integral part of the financial statements.

\_\_\_\_\_  
DIRECTORS  
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(UNAUDITED BUT REVIEWED)

PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF EARNINGS  
FOR THE THREE-MONTH PERIODS ENDED 31 MARCH 2004 AND 2003

				(Unit: Thousand Baht)	
		<b>CONSOLIDATED</b>		<b>THE COMPANY ONLY</b>	
	Note	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>
Revenues					
Vessel operating income		1,387,898	857,268	-	-
Service income		3,174	1,272	-	-
Exchange gains	9	-	11,861	8,629	2,700
Other income		742	1,006	3	132
Share of profit from investments accounted for under equity method		-	-	677,986	271,061
Total revenues		<u>1,391,814</u>	<u>871,407</u>	<u>686,618</u>	<u>273,893</u>
Expenses					
Vessel operating costs					
Vessel running expenses		272,172	237,696	-	-
Voyage disbursements		34,039	91,023	-	-
Bunker consumption		30,860	97,433	-	-
Total vessel operating assets		337,071	426,152	-	-
Cost of services		2,800	2,686	-	-
Administrative expenses		81,261	42,492	41,032	38,039
Allowance for doubtful accounts		-	2,170	-	-
Depreciation		173,074	145,535	501	485
Exchange losses	9	3,848	-	-	-
Directors' remuneration		1,215	595	1,215	595
Total expenses		<u>599,269</u>	<u>619,630</u>	<u>42,748</u>	<u>39,119</u>
Earnings before interest and financial costs		<u>792,545</u>	<u>251,777</u>	<u>643,870</u>	<u>234,774</u>
Interest and financial costs		<u>(165,816)</u>	<u>(64,478)</u>	<u>(17,475)</u>	<u>(49,768)</u>
Earnings before minority interest		<u>626,729</u>	<u>187,299</u>	<u>626,395</u>	<u>185,006</u>
Net earnings of minority interest		<u>(334)</u>	<u>(2,293)</u>	<u>-</u>	<u>-</u>
Net earnings for the period	10	<u>626,395</u>	<u>185,006</u>	<u>626,395</u>	<u>185,006</u>
(Unit: Baht)					
Basic earnings per share					
Net earnings	1.3	<u>1.20</u>	<u>0.36</u>	<u>1.20</u>	<u>0.36</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 2004 AND 2003

	<b>CONSOLIDATED</b>		<b>THE COMPANY ONLY</b>	
	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>
<b>Cash flows from (used in) operating activities</b>				
Net earnings for the periods	626,395	185,006	626,395	185,006
Adjustments to reconcile net earnings to net cash provided by (used in) operating activities:				
Depreciation and amortisation	173,244	145,705	501	485
Allowance for doubtful accounts (reversal)	(6)	2,170	-	-
Unrealised exchange losses (gains)	2,569	(9,252)	(33)	(3,895)
Share of profit from investments accounted for under equity method	-	-	(677,986)	(271,061)
Gains on disposal of fixed assets	-	(177)	-	-
Increase in minority interest	334	2,293	-	-
Earnings from operating activities before changes in operating assets and liabilities	802,536	325,745	(51,123)	(89,465)
Operating assets (increase) decrease				
Trade accounts receivable	36,089	30,195	-	-
Receivable from and advances to related parties	-	(28,461)	(446,053)	(103,462)
Bunker oil	13,906	(8,218)	-	-
Other current assets	(61,571)	(6,133)	248	(960)
Other non-current assets	-	(6,939)	-	39
Operating liabilities increase (decrease)				
Trade accounts payable	30,960	(2,632)	(341)	(5,296)
Payable to and advances from subsidiaries	-	-	508,047	233,925
Advances received from charterers	26,520	2,671	-	-
Withholding tax payable	(31,597)	2,418	(31,060)	2,585
Other current liabilities	(115)	(37,200)	26,271	(17,843)
Net cash from operating activities	<u>816,728</u>	<u>271,446</u>	<u>5,989</u>	<u>19,523</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 2004 AND 2003

	<b>CONSOLIDATED</b>		<b>THE COMPANY ONLY</b>	
	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>
<b>Cash flows from (used in) investing activities</b>				
Acquisition of fixed assets	(1,560,520)	(1,231)	(9,155)	(28)
Disposal of fixed assets	-	176	-	-
Prepayment for vessel purchases	(372,284)	-	-	-
Net cash used in investing activities	<u>(1,932,804)</u>	<u>(1,055)</u>	<u>(9,155)</u>	<u>(28)</u>
<b>Cash flows from (used in) financing activities</b>				
Cash received for new loans	1,503,092	-	-	-
Cash paid for long-term loans	(250,856)	(347,814)	(242,582)	(17,103)
Dividend paid to minority interest	(22,320)	-	-	-
Net cash from (used in) financing activities	<u>1,229,916</u>	<u>(347,814)</u>	<u>(242,582)</u>	<u>(17,103)</u>
Decrease in translation adjustment	<u>(1,533)</u>	<u>(645)</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	<u>112,307</u>	<u>(78,068)</u>	<u>(245,748)</u>	<u>2,392</u>
Cash and cash equivalents at beginning of period	<u>897,270</u>	<u>329,715</u>	<u>282,672</u>	<u>6,538</u>
Cash and cash equivalents at end of period	<u><u>1,009,577</u></u>	<u><u>251,647</u></u>	<u><u>36,924</u></u>	<u><u>8,930</u></u>
<b>Supplemental cash flow information</b>				
Cash paid during the period for				
Interest expense	45,872	47,139	712	32,825

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