

PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES
BALANCE SHEETS

(Unit : Thousand Baht)

	Note	CONSOLIDATED		THE COMPANY ONLY	
		<u>30 June 2002</u>	<u>31 December 2001</u>	<u>30 June 2002</u>	<u>31 December 2001</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
ASSETS					
Current assets					
Cash and cash equivalents		241,975	261,591	3,484	3,822
Current investments					
Time deposits	2	14,469	14,965	13,249	13,745
Other investments	5	22,955	149,359	22,955	22,955
Trade accounts receivable - net	3	89,389	120,819	-	-
Receivable from and advances to related parties					
Subsidiaries	4	-	-	952,506	1,176,487
Other related companies		38,846	9,347	576	1,284
Bunker oil		33,444	61,629	-	-
Other current assets					
Advances to vessel masters		37,141	37,296	-	-
Other advances		52,825	56,218	-	-
Others		57,731	91,103	20,244	14,179
Total current assets		<u>588,775</u>	<u>802,327</u>	<u>1,013,014</u>	<u>1,232,472</u>
Non-current assets					
Investments accounted for under equity method	5	-	-	4,865,820	4,397,584
Vessels, condominium and equipment - net	6	4,474,190	4,765,597	4,203	4,776
Intangible assets					
Deferred charges - net		221,944	221,982	-	-
Goodwill - net		9,154	9,493	-	-
Other non-current assets		3,137	3,569	331	331
Total non-current assets		<u>4,708,425</u>	<u>5,000,641</u>	<u>4,870,354</u>	<u>4,402,691</u>
Total assets		<u><u>5,297,200</u></u>	<u><u>5,802,968</u></u>	<u><u>5,883,368</u></u>	<u><u>5,635,163</u></u>

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	CONSOLIDATED		THE COMPANY ONLY	
		<u>30 June 2002</u>	<u>31 December 2001</u>	<u>30 June 2002</u>	<u>31 December 2001</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current liabilities					
Trade accounts payable		101,973	119,261	3,968	3,685
Current portion of long-term loans	7	437,998	590,107	-	54,651
Payable to and advances from related parties					
Subsidiaries	4	-	-	2,203,289	1,960,287
Others related parties		27,400	-	-	-
Other current liabilities					
Advances received from charterers		62,074	75,001	1,376	1,464
Interest payable		1,355	6,649	-	349
Accrued crew accounts		87,400	98,681	-	-
Other accrued expenses		68,534	69,763	-	-
Others		49,230	62,987	3,043	10,256
Total current liabilities		<u>835,964</u>	<u>1,022,449</u>	<u>2,211,676</u>	<u>2,030,692</u>
Non-current liabilities					
Redeemable convertible debentures	8	896,165	799,366	896,165	799,366
Subordinated loans from subsidiaries	4	-	-	662,818	662,818
Long-term loans - net of current portion	7	3,042,578	3,507,115	1,632,132	1,707,756
Total non-current liabilities		<u>3,938,743</u>	<u>4,306,481</u>	<u>3,191,115</u>	<u>3,169,940</u>
Total liabilities		<u>4,774,707</u>	<u>5,328,930</u>	<u>5,402,791</u>	<u>5,200,632</u>

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	CONSOLIDATED		THE COMPANY ONLY	
		<u>30 June 2002</u>	<u>31 December 2001</u>	<u>30 June 2002</u>	<u>31 December 2001</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity					
Share capital					
Authorised share capital					
197,300,000 ordinary shares of Baht 10 each		<u>1,973,000</u>	<u>1,973,000</u>	<u>1,973,000</u>	<u>1,973,000</u>
Issued and paid-up share capital					
52,000,000 ordinary shares of Baht 10 each		520,000	520,000	520,000	520,000
Premium on ordinary shares		926,055	926,055	926,055	926,055
Unrealised gain on redeemable convertible debentures	8	190,227	329,203	190,227	329,203
Translation adjustment		140,417	143,076	140,417	143,076
Retained earnings					
Appropriated					
Statutory reserve - the Company		60,500	60,500	60,500	60,500
- Subsidiaries		77,466	77,466	-	-
General reserve in subsidiaries		24,182	24,182	-	-
Unappropriated (Deficit)		<u>(1,458,270)</u>	<u>(1,645,951)</u>	<u>(1,356,622)</u>	<u>(1,544,303)</u>
Total equity attributable to Company's shareholders		<u>480,577</u>	<u>434,531</u>	<u>480,577</u>	<u>434,531</u>
Minority interest - Equity attributable to minority shareholders of subsidiaries		<u>41,916</u>	<u>39,507</u>	<u>-</u>	<u>-</u>
Total shareholders' equity		<u>522,493</u>	<u>474,038</u>	<u>480,577</u>	<u>434,531</u>
Total liabilities and shareholders' equity		<u>5,297,200</u>	<u>5,802,968</u>	<u>5,883,368</u>	<u>5,635,163</u>
		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

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

DIRECTORS

(UNAUDITED BUT REVIEWED)

PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF EARNINGS
FOR THE THREE-MONTH PERIODS ENDED 30 JUNE 2002 AND 2001

(Unit : Thousand Baht)

	Note	CONSOLIDATED		THE COMPANY ONLY	
		2002	2001	2002	2001
Revenues					
Vessel operating income		763,206	1,152,297	-	-
Service income		2,317	7,803	-	-
Gains (losses) on disposal of fixed assets	6	1,868	13,613	-	-374
Exchange gains (losses)	9	98,080	-30,138	25,173	-2,566
Other income		2,491	2,624	1,768	261
Share of profit from investments accounted for under equity met		-	5,730	107,953	264,227
Total revenues		<u>867,962</u>	<u>1,151,929</u>	<u>134,894</u>	<u>261,548</u>
Expenses					
Vessel operating costs		452,456	677,986	-	-
Cost of services		3,387	15,972	-	-
Administrative expenses		37,025	55,591	31,463	48,155
Bad debt and allowance for doubtful accounts		18,576	15,309	956	12,612
Depreciation		124,253	139,503	543	710
Provision for possible loss on other investments	5	110,618	-	-	-
Directors' remuneration		273	273	273	273
Total expenses		<u>746,588</u>	<u>904,634</u>	<u>33,235</u>	<u>61,750</u>
Earnings before interest and financial costs and income tax		<u>121,374</u>	<u>247,295</u>	<u>101,659</u>	<u>199,798</u>
Interest and financial costs		(52,283)	(80,536)	(30,016)	(29,393)
Corporate income tax		<u>32</u>	<u>(98)</u>	<u>-</u>	<u>-</u>
Earnings before minority interest and extraordinary item		<u>69,123</u>	<u>166,661</u>	<u>71,643</u>	<u>170,405</u>
Net loss of minority interest		<u>2,520</u>	<u>3,744</u>	<u>-</u>	<u>-</u>
Earnings from normal items		<u>71,643</u>	<u>170,405</u>	<u>71,643</u>	<u>170,405</u>
Extraordinary items					
Gain on redemption of redeemable convertible debentu	8	1,367	61,597	1,367	61,597
Net earnings for the period		<u>73,010</u>	<u>232,002</u>	<u>73,010</u>	<u>232,002</u>
(Unit : Baht)					
Basic earnings per share					
Earnings from normal items		1.37	3.28	1.37	3.28
Extraordinary item		0.03	1.18	0.03	1.18
Net earnings		<u>1.40</u>	<u>4.46</u>	<u>1.40</u>	<u>4.46</u>
Weighted average number of ordinary 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	1.4				
Earnings from normal items		0.37	0.93	0.37	0.93
Extraordinary item		-	-	-	-
Net earnings		<u>0.37</u>	<u>0.93</u>	<u>0.37</u>	<u>0.93</u>
Weighted average number of ordinary shares (shares)		<u>117,460,276</u>	<u>189,591,019</u>	<u>117,460,276</u>	<u>189,591,019</u>

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

(UNAUDITED BUT REVIEWED)

PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF EARNINGS
FOR THE SIX-MONTH PERIODS ENDED 30 JUNE 2002 AND 2001

(Unit : Thousand Baht)

	Note	CONSOLIDATED		THE COMPANY ONLY	
		2002	2001	2002	2001
Revenues					
Vessel operating income		1,644,967	2,183,188	-	-
Service income		5,245	15,747	-	-
Gains (losses) on disposal of fixed assets	6	12,853	13,523	-	-553
Exchange gains (losses)	9	141,348	-141,143	35,087	-36,317
Other income		4,548	6,639	2,085	903
Share of profit from investments accounted for under equity met		-	5,730	289,385	409,460
Total revenues		<u>1,808,961</u>	<u>2,083,684</u>	<u>326,557</u>	<u>373,493</u>
Expenses					
Vessel operating costs		1,005,522	1,273,162	-	-
Cost of services		6,871	31,862	-	-
Administrative expenses		91,332	96,039	78,193	81,629
Bad debt and allowance for doubtful accounts		27,270	72,609	956	71,685
Depreciation		249,206	281,887	1,100	1,464
Provision for possible loss on other investments	5	138,398	-	-	-
Directors' remuneration		608	633	608	633
Total expenses		<u>1,519,207</u>	<u>1,756,192</u>	<u>80,857</u>	<u>155,411</u>
Earnings before interest and financial costs and income tax		<u>289,754</u>	<u>327,492</u>	<u>245,700</u>	<u>218,082</u>
Interest and financial costs		(104,776)	(177,503)	(59,386)	(58,536)
Corporate income tax		(193)	(409)	-	-
Earnings before minority interest and extraordinary item		<u>184,785</u>	<u>149,580</u>	<u>186,314</u>	<u>159,546</u>
Net loss of minority interest		<u>1,529</u>	<u>9,966</u>	<u>-</u>	<u>-</u>
Earnings from normal items		<u>186,314</u>	<u>159,546</u>	<u>186,314</u>	<u>159,546</u>
Extraordinary items					
Gain on redemption of redeemable convertible debenture	8	1,367	116,692	1,367	116,692
Net earnings for the period		<u>187,681</u>	<u>276,238</u>	<u>187,681</u>	<u>276,238</u>
(Unit : Baht)					
Basic earnings per share					
Earnings from normal items		3.58	3.07	3.58	3.07
Extraordinary item		0.03	2.24	0.03	2.24
Net earnings		<u>3.61</u>	<u>5.31</u>	<u>3.61</u>	<u>5.31</u>
Weighted average number of ordinary 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	1.4				
Earnings from normal items		1.13	1.02	1.13	1.02
Extraordinary item		-	-	-	-
Net earnings		<u>1.13</u>	<u>1.02</u>	<u>1.13</u>	<u>1.02</u>
Weighted average number of ordinary shares (shares)		<u>130,452,030</u>	<u>191,853,125</u>	<u>130,452,030</u>	<u>191,853,125</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 SIX-MONTH PERIODS ENDED 30 JUNE 2002 AND 2001

	CONSOLIDATED		THE COMPANY ONLY	
	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
Cash flows from (used in) operating activities				
Net earnings	187,681	276,238	187,681	276,238
Adjustments to reconcile net earnings to net cash provided by (used in) operating activities :-				
Depreciation	249,206	281,887	1,100	1,464
Amortisation	80,424	83,801	-	-
Bad debt and allowance for doubtful accounts	27,270	72,609	956	71,685
Unrealised exchange (gains) losses	-134,555	143,197	-39,438	41,387
Share of profit from investments accounted for under equity m	-	-5,730	(289,385)	(409,460)
Provision for possible loss on other investments	138,398	-	-	-
Gains on redemption of redeemable convertible debentures	-1,367	-116,692	(1,367)	-116,692
(Gains) losses on disposals of fixed assets	-12,853	-13,523	-	553
Increase (decrease) in minority interest	2,409	(9,966)	-	-
	<u>536,613</u>	<u>711,821</u>	<u>-140,453</u>	<u>(134,825)</u>
Operating assets (increase) decrease				
Trade accounts receivable	18,140	-12,874	-	-
Receivable and advances to related parties	(29,499)	-	43,181	15,175
Bunker oil	28,185	23,687	-	-
Other current assets	16,371	16,572	-7,021	13,530
Intangible and other non-current assets	(107,265)	(44,897)	-	-
Operating liabilities increase (decrease)				
Trade accounts payable	(15,013)	(95,935)	473	(2,559)
Payable and advances from related parties	27,400	-20,528	243,000	243,192
Advances received from charterers	(11,420)	35,084	-	-
Other current liabilities	-31,544	4,902	(7,562)	(5,545)
Net cash from operating activities	<u>431,968</u>	<u>617,832</u>	<u>131,618</u>	<u>128,968</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 SIX-MONTH PERIODS ENDED 30 JUNE 2002 AND 2001

(Unit : Thousand Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
Cash flows from (used in) investing activities				
Decrease (Increase) in deposits at banks with maturity of more than 3 months and amount pledged	496	3,586	496	(53)
Increase in investments in associated and other companies	-11,995	-	-	-
Acquisitions of fixed assets	(1,533)	(829)	(527)	(374)
Disposals of fixed assets	84,236	73,380	-	18
Net cash from (used in) investing activities	<u>71,204</u>	<u>76,137</u>	<u>(31)</u>	<u>-409</u>
Cash flows used in financing activities				
Decrease in long-term loans - net	(518,479)	(502,520)	(130,275)	(37,260)
Cash paid on redemption of redeemable convertible debentures	(1,650)	-73,156	(1,650)	(73,156)
Net cash used in financing activities	<u>(520,129)</u>	<u>(575,676)</u>	<u>(131,925)</u>	<u>(110,416)</u>
Increase (decrease) in translation adjustment	-2,659	4,159	-	-
Net increase (decrease) in cash and cash equivalents	-19,616	122,452	(338)	18,143
Cash and cash equivalents at beginning of period	261,591	227,394	3,822	1,806
Cash and cash equivalents at end of period	<u>241,975</u>	<u>349,846</u>	<u>3,484</u>	<u>19,949</u>
Supplemental cash flow information				
Cash paid during the period for				
Interest expenses	103,490	165,987	58,342	58,792
Corporate income tax	-	1,183	-	-
Non-cash transactions				
Decrease in redeemable convertible debentures due to redemption at discount	3,018	189,848	3,018	189,848
Increase in redeemable convertible debentures from the change in proportion of liabilities element as at the balance sheet date	138,976	360,764	138,976	360,764
Decrease in unrealised gain on redeemable convertible debentures from the change in proportion of equity element as at the balance :	(138,976)	-360,764	(138,976)	-360,764

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