

PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
BALANCE SHEETS

(Unit: Thousand Baht)

		CONSOLIDATED		THE COMPANY ONLY	
	Note	30 June 2005	31 December 2004	30 June 2005	31 December 2004
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
ASSETS					
Current assets					
Cash and cash equivalents		2,165,804	1,525,116	71,374	13,669
Current investments - net	4	-	-	-	-
Trade accounts receivable - net	2	105,649	31,469	-	-
Receivable from and advances to subsidiaries	3	-	-	1,455,496	1,090,714
Bunker oil		14,155	6,520	-	-
Advances to vessel masters		92,843	83,813	-	-
Claim recoverable		31,166	75,790	-	-
Other current assets		61,341	36,819	10,753	10,327
Total current assets		2,470,958	1,759,527	1,537,623	1,114,710
Non-current assets					
Investments accounted for under equity method	4	97,011	95,045	7,754,581	7,144,160
Vessels, condominium and equipment - net	5	10,997,937	11,517,590	49,371	35,134
Prepayment for vessel purchases	6	196,893	-	-	-
Other non-current assets		3,617	3,617	658	658
Total non-current assets		11,295,458	11,616,252	7,804,610	7,179,952
Total assets		13,766,416	13,375,779	9,342,233	8,294,662

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

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

(Unit: Thousand Baht)

		<b>CONSOLIDATED</b>		<b>THE COMPANY ONLY</b>	
	<u>Note</u>	<u>30 June 2005</u>	<u>31 December 2004</u>	<u>30 June 2005</u>	<u>31 December 2004</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>					
<b>Current liabilities</b>					
Trade accounts payable		181,287	94,408	7,471	2,811
Payable to and advances from subsidiaries	3	-	-	739,438	2,329,914
Current portion of long-term loans	7	9,948	1,127,542	-	-
Advances received from charterers		198,477	206,667	1,367	1,294
Accrued crew accounts		107,241	105,582	-	-
Other current liabilities		82,844	115,439	1,711	21,833
<b>Total current liabilities</b>		<b>579,797</b>	<b>1,649,638</b>	<b>749,987</b>	<b>2,355,852</b>
<b>Non-current liabilities</b>					
Subordinated loans from subsidiaries	3	-	-	662,818	662,818
Long-term loans	7	5,236,155	6,433,630	-	-
<b>Total non-current liabilities</b>		<b>5,236,155</b>	<b>6,433,630</b>	<b>662,818</b>	<b>662,818</b>
<b>Total liabilities</b>		<b>5,815,952</b>	<b>8,083,268</b>	<b>1,412,805</b>	<b>3,018,670</b>

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	
		30 June 2005	31 December 2004	30 June 2005	31 December 2004
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity					
Share capital					
Registered 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		165,641	130,820	165,641	130,820
Retained earnings					
Appropriated					
Statutory reserve - the Company		52,000	52,000	52,000	52,000
- subsidiaries		366,300	292,100	-	-
Treasury stock reserve		450,881	450,881	450,881	450,881
Unappropriated		6,414,057	3,869,642	6,780,357	4,161,742
Total equity attributable to Company's shareholders		8,380,309	5,726,873	8,380,309	5,726,873
Less: Treasury stock	8	(450,881)	(450,881)	(450,881)	(450,881)
Equity attributable to the Company's shareholders - net		7,929,428	5,275,992	7,929,428	5,275,992
Minority interest - Equity attributable to minority shareholders of subsidiaries		21,036	16,519	-	-
Total shareholders' equity		7,950,464	5,292,511	7,929,428	5,275,992
Total liabilities and shareholders' equity		13,766,416	13,375,779	9,342,233	8,294,662
		0	0	0	0

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 2005 AND 2004

(Unit: Thousand Baht)

		<b>CONSOLIDATED</b>		<b>THE COMPANY ONLY</b>	
	Note	2005	2004	2005	2004
<b>Revenues</b>					
Vessel operating income		2,798,730	1,967,551	-	-
Service income		4,447	3,823	45,914	-
Gains on sale of investment in subsidiaries		-	33,527	-	33,527
Exchange gains	9	-	-	23,346	21,322
Bad debt recovery		-	55,963	-	55,963
Interest income		16,134	1,342	5,059	-
Other income		607	395	7	158
Share of profit from investments accounted for under equity method		5,907	-	1,547,383	838,400
<b>Total revenues</b>		<b>2,825,825</b>	<b>2,062,601</b>	<b>1,621,709</b>	<b>949,370</b>
<b>Expenses</b>					
Vessel operating costs					
Vessel running expenses		471,806	353,721	-	-
Voyage disbursements		10,890	24,976	-	-
Bunker consumption		20,131	23,280	-	-
<b>Total vessel operating costs</b>		<b>502,827</b>	<b>401,977</b>	<b>-</b>	<b>-</b>
Depreciation		449,814	342,545	1,176	386
Cost of services		3,454	5,016	-	-
Administrative expenses		42,583	66,520	39,682	55,354
Allowance for doubtful accounts (Reversal)		(2,781)	5,347	-	-
Reversal of allowance for loss on current investments	4	(49,235)	-	(25,231)	-
Loss on sales of current investments	4	24,185	-	25,231	-
Exchange losses	9	191,875	270,957	-	-
Directors' remuneration		968	626	968	626
Share of loss from investments accounted for under equity method		-	2,330	-	-
<b>Total expenses</b>		<b>1,163,690</b>	<b>1,095,318</b>	<b>41,826</b>	<b>56,366</b>
<b>Earnings before interest and financial costs</b>		<b>1,662,135</b>	<b>967,283</b>	<b>1,579,883</b>	<b>893,004</b>
<b>Interest and financial costs</b>		<b>(80,081)</b>	<b>(77,276)</b>	<b>(192)</b>	<b>(5,071)</b>
<b>Earnings before minority interest</b>		<b>1,582,054</b>	<b>890,007</b>	<b>1,579,691</b>	<b>887,933</b>
<b>Net earnings of minority interest</b>		<b>(2,363)</b>	<b>(2,074)</b>	<b>-</b>	<b>-</b>
<b>Net earnings for the period</b>	10	<b>1,579,691</b>	<b>887,933</b>	<b>1,579,691</b>	<b>887,933</b>
(Unit: Baht)					
<b>Basic earnings per share</b>					
Net earnings		3.12	1.72	3.12	1.72
Weighted average number of ordinary shares (shares)		506,613,700	516,332,148	506,613,700	516,332,148

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 2005 AND 2004

(Unit: Thousand Baht)

		<b>CONSOLIDATED</b>		<b>THE COMPANY ONLY</b>	
	Note	2005	2004	2005	2004
<b>Revenues</b>					
Vessel operating income		5,586,952	3,355,449	-	-
Service income		10,173	6,997	45,914	-
Gains on sale of investment in subsidiaries		-	33,527	-	33,527
Exchange gains	9	-	-	20,483	29,951
Bad debt recovery		-	55,963	-	55,963
Interest income		21,494	1,718	7,150	-
Other income		625	761	14	161
Share of profit from investments accounted for under equity method		1,966	-	3,437,360	1,516,386
<b>Total revenues</b>		<b>5,621,210</b>	<b>3,454,415</b>	<b>3,510,921</b>	<b>1,635,988</b>
<b>Expenses</b>					
Vessel operating costs					
Vessel running expenses		930,657	625,893	-	-
Voyage disbursements		21,873	59,015	-	-
Bunker consumption		21,802	54,140	-	-
<b>Total vessel operating costs</b>		<b>974,332</b>	<b>739,048</b>	<b>-</b>	<b>-</b>
Depreciation		883,566	515,619	1,741	887
Cost of services		9,338	7,816	-	-
Administrative expenses		111,657	147,781	104,088	96,386
Allowance for doubtful accounts		761	5,347	-	-
Reversal of allowance for loss on current investments	4	(146,124)	-	(25,231)	-
Loss on sales of current investments	4	24,185	-	25,231	-
Exchange losses	9	186,419	274,805	-	-
Directors' remuneration		1,613	1,841	1,613	1,841
Share of loss from investments accounted for under equity method		-	2,330	-	-
<b>Total expenses</b>		<b>2,045,747</b>	<b>1,694,587</b>	<b>107,442</b>	<b>99,114</b>
<b>Earnings before interest and financial costs</b>		<b>3,575,463</b>	<b>1,759,828</b>	<b>3,403,479</b>	<b>1,536,874</b>
<b>Interest and financial costs</b>		<b>(167,802)</b>	<b>(243,092)</b>	<b>(335)</b>	<b>(22,546)</b>
<b>Earnings before minority interest</b>		<b>3,407,661</b>	<b>1,516,736</b>	<b>3,403,144</b>	<b>1,514,328</b>
<b>Net earnings of minority interest</b>		<b>(4,517)</b>	<b>(2,408)</b>	<b>-</b>	<b>-</b>
<b>Net earnings for the period</b>	10	<b>3,403,144</b>	<b>1,514,328</b>	<b>3,403,144</b>	<b>1,514,328</b>
(Unit: Baht)					
<b>Basic earnings per share</b>					
Net earnings		6.72	2.92	6.72	2.92
Weighted average number of ordinary shares (shares)		506,613,700	518,166,074	506,613,700	518,166,074

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 2005 AND 2004

(Unit: Thousand Baht)

	<b>CONSOLIDATED</b>		<b>THE COMPANY ONLY</b>	
	<u>2005</u>	<u>2004</u>	<u>2005</u>	<u>2004</u>
<b>Cash flows from operating activities</b>				
Net earnings for the periods	3,403,144	1,514,328	3,403,144	1,514,328
Adjustments to reconcile net earnings to net cash provided by (used in) operating activities: -				
Depreciation and amortisation	883,566	515,958	1,741	887
Bad debt recovery	-	(55,963)	-	(55,963)
Allowance for doubtful accounts	761	5,347	-	-
Reversal of allowance for loss on current investment	(146,124)	-	(25,231)	-
Loss on sales of current investments	24,185	-	25,231	-
Gains on sales of investments in subsidiaries	-	(33,527)	-	(33,527)
Unrealised exchange losses	285,041	363,713	348	132
Share of loss (profit) from investments accounted for under equity method	(1,966)	2,330	(3,437,360)	(1,516,386)
Gains on disposals of fixed assets	(11)	(58)	-	(58)
Net earnings of minority interest	4,517	2,408	-	-
Earnings (losses) from operating activities before changes in operating assets and liabilities	4,453,113	2,314,536	(32,127)	(90,587)
Operating assets (increase) decrease				
Trade accounts receivable	(64,037)	2,513	-	-
Receivable from and advances to subsidiaries	-	-	2,496,979	(187,644)
Bunker oil	(7,635)	5,629	-	-
Other current assets	7,373	(78,049)	(426)	(2,333)
Other non-current assets	-	(6)	-	(6)
Operating liabilities increase (decrease)				
Trade accounts payable	81,506	81,773	4,385	94
Payable to and advances from subsidiaries	-	-	(1,590,476)	1,570,703
Advances received from charterers	(16,006)	72,700	-	-
Other current liabilities	(30,968)	(13,232)	(20,122)	(28,856)
Net cash from operating activities	4,423,346	2,385,864	858,213	1,261,371

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 2005 AND 2004

(Unit: Thousand Baht)

	<b>CONSOLIDATED</b>		<b>THE COMPANY ONLY</b>	
	<u>2005</u>	<u>2004</u>	<u>2005</u>	<u>2004</u>
<b>Cash flows from investing activities</b>				
Cash received from sales of current invesments	121,939	-	-	-
Cash and cash equivalents of divested subsidiaries	-	(182)	-	-
Increase in investments accounted for under equity method	-	-	-	(630,000)
Acquisitions of fixed assets	(363,914)	(6,201,324)	(15,979)	(22,824)
Cash received from disposals of fixed assets	11	191	-	191
Prepayment for vessel purchases	(196,893)	(62,251)	-	-
Net cash used in investing activities	(438,857)	(6,263,566)	(15,979)	(652,633)
<b>Cash flows from financing activities</b>				
Cash received from new loans	-	6,043,211	-	-
Cash paid for long-term loans	(2,594,093)	(283,504)	-	(242,582)
Cash paid for treasury stock	-	(244,311)	-	(244,311)
Dividend paid	(784,529)	(388,223)	(784,529)	(388,223)
Dividend paid to minority interest	-	(22,320)	-	-
Net cash from (used in) financing activities	(3,378,622)	5,104,853	(784,529)	(875,116)
Increase in translation adjustment	34,821	7,667	-	-
Net increase (decrease) in cash and cash equivalents	640,688	1,234,818	57,705	(266,378)
Cash and cash equivalents at beginning of period	1,525,116	897,270	13,669	282,672
Cash and cash equivalents at end of period	2,165,804	2,132,088	71,374	16,294
	0		0	
<b>Supplemental cash flow information</b>				
Cash paid during the period for				
Interest expense	166,814	104,914	-	712
<b>Non-cash transactions</b>				
Dividend income from subsidiaries offset against receivable from / payable to subsidiaries	-	-	2,739,777	512,717
Cash received from sales of investments in subsidiaries and bad debt recovery offset against advance receipt for sales of investments	-	70,161	-	70,161

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