

Precious Shipping Public Company Limited and subsidiaries

Balance sheets

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	30 June 2009	31 December 2008	30 June 2009	31 December 2008
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents	12	4,904,675	3,350,025	1,198,624	914,838
Current investments - net	2	-	-	-	-
Trade accounts receivable - net	3	37,922	46,766	-	-
Receivable from and advances to subsidiaries	4	-	-	1,344,971	1,102,945
Short-term loans to subsidiary	5	-	-	884,329	176,287
Bunker oil		6,989	6,667	-	-
Other current assets					
Advances to vessel masters		72,855	102,138	-	-
Claim recoverable		84,280	89,738	-	-
Others		56,343	42,590	13,682	20,633
Total other current assets		213,478	234,466	13,682	20,633
Total current assets		5,163,064	3,637,924	3,441,606	2,214,703
Non-current assets					
Investments in subsidiaries - net	6	-	-	5,703,027	5,663,013
Investment in associate held by a subsidiary	7	122,675	122,566	-	-
Other long-term investment		10,130	10,130	10,130	10,130
Property, plant and equipment - net	8	7,767,114	9,080,505	21,611	26,282
Other non-current assets					
Computer software - net	9	49,607	54,825	49,607	54,825
Advances for vessel constructions	10	7,359,290	4,720,520	7,359,290	4,720,520
Deferred financial fees	11	317,362	330,740	317,362	330,740
Advance for share acquisition in associate held by a subsidiary	7.2	11,539	-	-	-
Others		3,292	3,323	2,616	2,616
Total other non-current assets		7,741,090	5,109,408	7,728,875	5,108,701
Total non-current assets		15,641,009	14,322,609	13,463,643	10,808,126
Total assets		20,804,073	17,960,533	16,905,249	13,022,829

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

Precious Shipping Public Company Limited and subsidiaries

Balance sheets (continued)

(Unit: Thousand Baht)

		<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>Note</u>	<u>30 June 2009</u>	<u>31 December 2008</u>	<u>30 June 2009</u>	<u>31 December 2008</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Trade accounts payable		38,728	96,213	820	1,210
Payable to and advances from subsidiaries	4	-	-	2,004,888	1,618,832
Advances received from vessel sales	12	82,348	21,892	-	-
Advances received from charterers		111,909	211,642	-	-
Other current liabilities					
Accrued crew accounts		67,863	101,032	-	-
Current portion of accrued employee benefits		138,335	147,795	126,873	135,677
Accrued expenses		91,994	112,154	12,278	8,419
Provision for income tax		48,229	11,082	-	-
Withholding tax payable		31,984	54,439	30,194	53,084
Others		29,969	21,383	5,504	5,150
Total other current liabilities		408,374	447,885	174,849	202,330
Total current liabilities		641,359	777,632	2,180,557	1,822,372
Non-current liabilities					
Accrued employee benefits - net of current portion		112,991	217,850	103,687	199,435
Provisions for maritime claims		39,021	48,106	-	-
Long-term loans - net	13	3,235,558	739,496	3,235,558	739,496
Total non-current liabilities		3,387,570	1,005,452	3,339,245	938,931
Total liabilities		4,028,929	1,783,084	5,519,802	2,761,303

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 financial statements		Separate financial statements	
	<u>30 June 2009</u>	<u>31 December 2008</u>	<u>30 June 2009</u>	<u>31 December 2008</u>
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered share capital				
1,039,520,600 ordinary shares of Baht 1 each	1,039,521	1,039,521	1,039,521	1,039,521
Issued and paid-up share capital				
1,039,520,600 ordinary shares of Baht 1 each	1,039,521	1,039,521	1,039,521	1,039,521
Paid-in capital				
Premium on ordinary shares	411,430	411,430	411,430	411,430
Premium on treasury stock	172,446	172,446	172,446	172,446
Revaluation surplus on assets of subsidiary - net	93,639	103,712	-	-
Translation adjustment	31,997	120,183	-	-
Retained earnings				
Appropriated				
Statutory reserve - the Company	103,952	103,952	103,952	103,952
- subsidiaries	513,220	496,020	-	-
Corporate social responsibility reserve	34,329	24,693	34,329	24,693
Unappropriated	14,357,821	13,694,533	9,623,769	8,509,484
Total equity attributable to Company's shareholders	16,758,355	16,166,490	11,385,447	10,261,526
Minority interest - equity attributable to minority shareholders of subsidiaries	16,789	10,959	-	-
Total shareholders' equity	16,775,144	16,177,449	11,385,447	10,261,526
Total liabilities and shareholders' equity	20,804,073	17,960,533	16,905,249	13,022,829
	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**Income statements****For the three-month periods ended 30 June 2009 and 2008**

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2009	2008	2009	2008
Revenues					
Vessel operating income					
Hire income		1,342,576	1,982,981	-	-
Freight income		159,815	32,155	-	-
Total vessel operating income		1,502,391	2,015,136	-	-
Service income	4	962	721	46,340	23,478
Gain on sales of vessels and equipment		384,017	-	-	-
Interest income		10,227	15,190	4,398	4,898
Exchange gains		44,725	53,957	86,202	21,070
Other income		3,081	55	2	7
Dividend received	4, 6	-	-	1,250,098	1,110,109
Total revenues		<u>1,945,403</u>	<u>2,085,059</u>	<u>1,387,040</u>	<u>1,159,562</u>
Expenses					
Vessel operating costs					
Vessel running expenses		412,005	431,750	-	-
Voyage disbursements		25,323	13,360	-	-
Bunker consumption		36,696	-	-	-
Total vessel operating costs		474,024	445,110	-	-
Depreciation	8	238,648	263,726	2,433	2,476
Cost of services		3,171	4,163	-	-
Administrative expenses	4	58,053	68,563	49,033	64,554
Management remuneration including perquisites		29,003	36,169	25,921	32,146
Bad debts and doubtful accounts (reversal)		(131)	(7,175)	(10)	-
Total expenses		<u>802,768</u>	<u>810,556</u>	<u>77,377</u>	<u>99,176</u>
Income before share of loss from investment in associate					
		1,142,635	1,274,503	1,309,663	1,060,386
Share of loss from investment in associate held by a subsidiary	7.1	(759)	(10,838)	-	-
Income before finance cost and corporate income tax					
		1,141,876	1,263,665	1,309,663	1,060,386
Finance cost		(45,475)	(15,408)	(45,254)	(15,265)
Income before corporate income tax		<u>1,096,401</u>	<u>1,248,257</u>	<u>1,264,409</u>	<u>1,045,121</u>
Corporate income tax		(8,863)	(9,809)	-	-
Net income for the period		<u>1,087,538</u>	<u>1,238,448</u>	<u>1,264,409</u>	<u>1,045,121</u>
Net income (loss) attributable to:					
Equity holders of the parent		1,084,218	1,238,677	1,264,409	1,045,121
Minority interests of the subsidiaries		3,320	(229)	-	-
Net income for the period		<u>1,087,538</u>	<u>1,238,448</u>	<u>1,264,409</u>	<u>1,045,121</u>
(Unit: Baht)					
Basic earnings per share					
Net income attributable to equity holders of the parent		1.04	1.19	1.22	1.00

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

(Unaudited but reviewed)

Precious Shipping Public Company Limited and subsidiaries**Income statements****For the six-month periods ended 30 June 2009 and 2008**

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	<u>Note</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Revenues					
Vessel operating income					
Hire income		3,126,339	3,898,012	-	-
Freight income		337,763	115,425	-	-
Total vessel operating income		3,464,102	4,013,437	-	-
Service income	4	13,252	1,304	92,349	46,956
Gain on sales of vessels and equipment		371,513	-	-	-
Interest income		18,514	23,001	7,595	5,711
Exchange gains		38,735	-	65,652	-
Other income		23,943	77	1,777	13
Dividend received	4, 6	-	-	2,518,406	2,314,193
Total revenues		3,930,059	4,037,819	2,685,779	2,366,873
Expenses					
Vessel operating costs					
Vessel running expenses		912,953	872,572	-	-
Voyage disbursements		81,983	37,298	-	-
Bunker consumption		89,931	10,274	-	-
Total vessel operating costs		1,084,867	920,144	-	-
Depreciation	8	524,062	532,178	4,886	4,437
Cost of services		4,174	10,860	-	-
Administrative expenses	4	108,345	177,292	91,996	169,451
Management remuneration including perquisites		58,910	72,817	52,478	64,675
Bad debts and doubtful accounts (reversal)		9,779	(8,762)	1,125	-
Exchange losses		-	28,405	-	10,764
Total expenses		1,790,137	1,732,934	150,485	249,327
Income before share of income (loss) from investment in associate		2,139,922	2,304,885	2,535,294	2,117,546
Share of income (loss) from investment in associate held by a subsidiary	7.1	5,912	(11,795)	-	-
Income before finance cost and corporate income tax		2,145,834	2,293,090	2,535,294	2,117,546
Finance cost		(164,547)	(35,297)	(164,117)	(34,995)
Income before corporate income tax		1,981,287	2,257,793	2,371,177	2,082,551
Corporate income tax		(48,150)	(10,107)	-	-
Net income for the period		1,933,137	2,247,686	2,371,177	2,082,551
Net income (loss) attributable to:					
Equity holders of the parent		1,927,306	2,248,625	2,371,177	2,082,551
Minority interests of the subsidiaries		5,831	(939)	-	-
Net income for the period		1,933,137	2,247,686	2,371,177	2,082,551
(Unit: Baht)					
Basic earnings per share					
Net income attributable to equity holders of the parent		1.85	2.16	2.28	2.00

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

(Unaudited but reviewed)

Precious Shipping Public Company Limited and subsidiaries**Cash flow statements****For the six-month periods ended 30 June 2009 and 2008**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Cash flows from operating activities				
Income before corporate income tax	1,981,287	2,257,793	2,371,177	2,082,551
Adjustments to reconcile income before corporate income tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	529,185	532,389	10,009	4,648
Bad debts and doubtful accounts (reversal)	9,779	(8,762)	1,125	-
Write-off equipment and computer software	199	538	199	15
Gain on sales of vessels and equipment	(371,513)	-	-	-
Amortisation of discount on investments in debt securities	(569)	(3,396)	(569)	(3,396)
Share of loss (income) from investment in associate held by a subsidiary	(5,912)	11,795	-	-
Provisions for maritime claims (reversal)	(9,085)	(18,610)	-	-
Unrealised exchange losses (gains)	(92,779)	11,021	(90,158)	(11)
Interest income	(13,311)	(11,620)	(6,095)	(1,439)
Income from operating activities before changes in operating assets and liabilities	2,027,281	2,771,148	2,285,688	2,082,368
Operating assets (increase) decrease				
Trade accounts receivable	16,258	34,419	-	-
Receivable from and advances to subsidiaries	-	-	(242,026)	(59,409)
Bunker oil	(65,804)	5,637	-	-
Other current assets	11,251	(5,920)	10,533	13,361
Other non-current assets	31	701	-	779
Operating liabilities increase (decrease)				
Trade accounts payable	(76,777)	(5,405)	(2,633)	345
Payable to and advances from subsidiaries	-	-	386,056	(99,535)
Advances received from charterers	(96,130)	17,208	-	-
Other current liabilities	(83,218)	(45,512)	(32,414)	25,449
Non-current liabilities	(104,859)	7,655	(95,748)	6,518
Cash flows from operating activities	1,628,033	2,779,931	2,309,456	1,969,876
Cash paid for interest expense	(26,939)	-	(26,939)	-
Cash paid for withholding tax deducted at source	(12,797)	(226,983)	(2,802)	(1,464)
Net cash flows from operating activities	1,588,297	2,552,948	2,279,715	1,968,412

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

Precious Shipping Public Company Limited and subsidiaries**Cash flow statements (continued)****For the six-month periods ended 30 June 2009 and 2008**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Cash flows from investing activities				
Acquisitions of current investments	(884,290)	(1,437,368)	(884,290)	(1,437,368)
Proceeds from sales of current investments	884,859	1,440,764	884,859	1,440,764
Dividend received from associate held by a subsidiary	-	3,682	-	-
Acquisitions of equipment and payment of dry-dock and special survey expenses	(154,424)	(238,823)	(215)	(10,044)
Acquisitions of computer software	(104)	(7,806)	(104)	(7,806)
Cash paid for advances for vessel constructions	(2,603,557)	(742,534)	(2,603,557)	(742,534)
Proceeds from sales of vessels and equipment	1,394,685	-	-	-
Increase in investment in a subsidiary	-	-	(40,014)	(45,000)
Advance payment for share acquisition in associate held by a subsidiary	(11,539)	-	-	-
Advances received from vessel sales	60,456	-	-	-
Increase in short-term loans to subsidiary	-	-	(708,042)	-
Interest income	13,311	11,620	6,095	1,439
Net cash flows used in investing activities	(1,300,603)	(970,465)	(3,345,268)	(800,549)
Cash flows from financing activities				
Cash paid for deferred financial fees	(2,948)	(999)	(2,948)	(999)
Cash received from long-term loans	2,599,543	-	2,599,543	-
Dividend paid to the Company's shareholders	(1,247,256)	(1,299,136)	(1,247,256)	(1,299,136)
Net cash flows from (used in) financing activities	1,349,339	(1,300,135)	1,349,339	(1,300,135)
Increase (decrease) in translation adjustments	(82,383)	13,380	-	-
Net increase (decrease) in cash and cash equivalents	1,554,650	295,728	283,786	(132,272)
Cash and cash equivalents at beginning of period	3,350,025	1,470,244	914,838	194,975
Cash and cash equivalents at end of period	4,904,675	1,765,972	1,198,624	62,703
Supplemental cash flow information				
Non-cash transactions				
Dividend income from subsidiaries offset against receivable from/payable to subsidiaries	-	-	2,518,406	2,314,193
Amortisation of revaluation surplus on assets of subsidiary - the Company's interest	10,073	10,070	-	-
Amortisation of revaluation surplus on assets of subsidiary - minority interest	1	4	-	-
Transfer of deferred financial fees to advances for vessel constructions	3,218	-	3,218	-
Transfer of interest expense to advances for vessel constructions	5,056	-	5,056	-
Deferred financial fees present as a deduction from long-term loans	13,108	-	13,108	-

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