

PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS

(Unit: Thousand Baht)

	Note	CONSOLIDATED		THE COMPANY ONLY	
		30 September 2006	31 December 2005	30 September 2006	31 December 2005
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
ASSETS					
Current assets					
Cash and cash equivalents		255,989	738,622	55,206	10,865
Current investment - net	4	-	-	-	-
Trade accounts receivable - net	2	192,687	176,403	-	-
Receivable from and advances to subsidiaries	3	-	-	1,917,609	2,289,263
Bunker oil		62,252	63,433	-	-
Advances to vessel masters		110,888	92,545	-	-
Claim recoverable		22,587	50,767	533	598
Other current assets		67,721	45,169	10,384	19,472
Total current assets		712,124	1,166,939	1,983,732	2,320,198
Non-current assets					
Investments accounted for under equity method	4	115,038	113,306	10,388,070	9,347,793
Other long-term investment	5	10,130	-	10,130	-
Vessels, condominium and equipment - net	6	11,332,692	12,496,748	58,931	53,979
Other non-current assets		3,610	3,615	660	657
Total non-current assets		11,461,470	12,613,669	10,457,791	9,402,429
TOTAL ASSETS		12,173,594	13,780,608	12,441,523	11,722,627

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 September 2006</u>	<u>31 December 2005</u>	<u>30 September 2006</u>	<u>31 December 2005</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current liabilities					
Trade accounts payable		153,103	117,582	6,262	5,375
Payable to and advances from subsidiaries	3	-	-	1,019,954	1,093,715
Current portion of subordinated loans					
from subsidiaries	3	-	-	-	662,818
Advances received from charterers		158,626	125,615	-	-
Accrued crew accounts		117,921	104,110	-	-
Accrued expenses		97,155	154,360	27,521	11,232
Withholding tax payable		34,779	7,333	33,748	6,206
Other current liabilities		60,061	31,935	1,731	3,461
Total current liabilities		<u>621,645</u>	<u>540,935</u>	<u>1,089,216</u>	<u>1,782,807</u>
Non-current liabilities					
Long-term loans	7	188,187	3,293,968	-	-
Total non-current liabilities		<u>188,187</u>	<u>3,293,968</u>	<u>-</u>	<u>-</u>
TOTAL LIABILITIES		<u>809,832</u>	<u>3,834,903</u>	<u>1,089,216</u>	<u>1,782,807</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)

	CONSOLIDATED		THE COMPANY ONLY	
	<u>30 September 2006</u>	<u>31 December 2005</u>	<u>30 September 2006</u>	<u>31 December 2005</u>
	(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	142,054	161,698	142,054	161,698
Retained earnings				
Appropriated				
Statutory reserve - the Company	52,000	52,000	52,000	52,000
- subsidiaries	417,620	399,010	-	-
Treasury stock reserve	450,881	450,881	450,881	450,881
Unappropriated	9,809,203	8,395,682	10,226,823	8,794,692
Total equity attributable to Company's shareholders	11,803,188	10,390,701	11,803,188	10,390,701
Less: Treasury stock	(450,881)	(450,881)	(450,881)	(450,881)
Equity attributable to the Company's shareholders - net	11,352,307	9,939,820	11,352,307	9,939,820
Minority interest - Equity attributable to				
minority shareholders of subsidiaries	11,455	5,885	-	-
Total shareholders' equity	11,363,762	9,945,705	11,352,307	9,939,820
TOTAL LIABILITIES AND				
SHAREHOLDERS' EQUITY	12,173,594	13,780,608	12,441,523	11,722,627
	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 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

		CONSOLIDATED		THE COMPANY ONLY	
	<u>Note</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
Revenues					
Vessel operating income		2,440,713	2,740,061	-	-
Service income	3	4,270	4,685	23,122	24,038
Interest income		4,824	3,866	1,065	1
Exchange gains	8	11,236	25,029	-	-
Other income		139	1,905	4	1,442
Share of profit from investments accounted for under equity method		10,537	8,775	1,121,869	1,509,433
Total revenues		2,471,719	2,784,321	1,146,060	1,534,914
Expenses					
Vessel operating costs					
Vessel running expenses		512,546	516,669	-	-
Voyage disbursements		85,520	68,613	-	-
Bunker consumption		146,893	61,669	-	-
Total vessel operating costs		744,959	646,951	-	-
Depreciation		529,946	486,611	1,517	630
Cost of services		10,329	8,099	-	-
Administrative expenses	3	65,548	92,702	61,785	76,513
Bad debt and allowance for doubtful accounts		21,106	14,207	-	-
Exchange losses	8	-	-	9,093	4,443
Directors' remuneration		1,526	967	1,526	967
Total expenses		1,373,414	1,249,537	73,921	82,553
Earnings before interest and financial costs		1,098,305	1,534,784	1,072,139	1,452,361
Interest and financial costs		(33,123)	(143,645)	(7,458)	(64,820)
Earnings before minority interest		1,065,182	1,391,139	1,064,681	1,387,541
Net earnings of minority interest		(501)	(3,598)	-	-
Net earnings for the period		1,064,681	1,387,541	1,064,681	1,387,541
(Unit: Baht)					
Basic earnings per share					
Net earnings		2.10	2.74	2.10	2.74
Weighted average number of ordinary shares (shares)		506,613,700	506,613,700	506,613,700	506,613,700

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 NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

		CONSOLIDATED		THE COMPANY ONLY	
	<u>Note</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
Revenues					
Vessel operating income		6,736,032	8,327,013	-	-
Service income	3	13,046	14,858	70,069	69,952
Interest income		17,954	25,360	3,806	7,151
Exchange gains	8	150,105	-	-	16,040
Other income		3,556	2,530	2,479	1,456
Share of profit from investments accounted for under equity method		10,071	10,741	2,856,898	4,946,793
Total revenues		6,930,764	8,380,502	2,933,252	5,041,392
Expenses					
Vessel operating costs					
Vessel running expenses		1,574,032	1,447,326	-	-
Voyage disbursements		283,889	90,486	-	-
Bunker consumption		418,930	83,471	-	-
Total vessel operating costs		2,276,851	1,621,283	-	-
Depreciation		1,569,034	1,370,177	4,440	2,371
Cost of services		21,214	17,437	-	-
Administrative expenses	3	171,405	204,359	158,415	180,601
Bad debt and allowance for doubtful accounts		23,906	14,968	-	-
Reversal of allowance for loss on current investments		-	(146,124)	-	(25,231)
Loss on sales of current investments		-	24,185	-	25,231
Exchange losses	8	-	161,390	20,472	-
Directors' remuneration		4,354	2,580	4,354	2,580
Total expenses		4,066,764	3,270,255	187,681	185,552
Earnings before interest and financial costs		2,864,000	5,110,247	2,745,571	4,855,840
Interest and financial costs		(135,662)	(311,447)	(22,803)	(65,155)
Earnings before minority interest		2,728,338	4,798,800	2,722,768	4,790,685
Net earnings of minority interest		(5,570)	(8,115)	-	-
Net earnings for the period		2,722,768	4,790,685	2,722,768	4,790,685
(Unit: Baht)					
Basic earnings per share					
Net earnings		5.37	9.46	5.37	9.46
Weighted average number of ordinary shares (shares)		506,613,700	506,613,700	506,613,700	506,613,700

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 NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
Cash flows from operating activities				
Net earnings for the period	2,722,768	4,790,685	2,722,768	4,790,685
Adjustments to reconcile net earnings to net cash provided by (used in) operating activities: -				
Depreciation	1,569,034	1,370,177	4,440	2,371
Bad debt and allowance for doubtful accounts	23,906	14,968	-	-
Reversal of allowance for loss on current investments	-	(146,124)	-	(25,231)
Loss on sales of current investments	-	24,185	-	25,231
Unrealised exchange losses (gains)	(10,438)	222,906	18	157
Share of profit from investments accounted for under equity method	(10,071)	(10,741)	(2,856,898)	(4,946,793)
Losses (gains) on disposals of fixed assets	4	(426)	4	(270)
Net earnings of minority interest	5,570	8,115	-	-
Earnings (losses) from operating activities before changes in operating assets and liabilities	4,300,773	6,273,745	(129,668)	(153,850)
Operating assets (increase) decrease				
Trade accounts receivable	(48,862)	(113,899)	-	-
Receivable from and advances to subsidiaries	-	-	1,505,813	2,532,375
Bunker oil	1,181	(54,231)	-	-
Other current assets	(12,715)	(6,929)	9,153	(4,025)
Other non-current assets	5	2	(3)	2
Operating liabilities increase (decrease)				
Trade accounts payable	36,099	23,496	869	278
Payable to and advances from subsidiaries	-	-	(73,761)	(796,878)
Advances received from charterers	33,857	27,586	-	(1,294)
Withholding tax payable	27,446	56,420	27,542	53,243
Accrued expenses and other current liabilities	(15,268)	53,122	14,559	(7,923)
Net cash from operating activities	<u>4,322,516</u>	<u>6,259,312</u>	<u>1,354,504</u>	<u>1,621,928</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 NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
Cash flows from investing activities				
Proceeds from sales of current investments	-	121,939	-	-
Dividend received from associated held by a subsidiary	8,339	-	-	-
Acquisitions of fixed assets and payment of dry-dock and special survey expenses	(404,999)	(2,567,878)	(9,413)	(21,026)
Proceeds from disposals of fixed assets	17	426	17	270
Purchase of other long-term investment	(10,130)	-	(10,130)	-
Net cash used in investing activities	<u>(406,773)</u>	<u>(2,445,513)</u>	<u>(19,526)</u>	<u>(20,756)</u>
Cash flows from financing activities				
Repayment of long-term loans	(3,088,095)	(2,996,066)	-	-
Dividend paid	(1,290,637)	(1,543,657)	(1,290,637)	(1,543,657)
Dividend paid to minority interest	-	(21,215)	-	-
Net cash used in financing activities	<u>(4,378,732)</u>	<u>(4,560,938)</u>	<u>(1,290,637)</u>	<u>(1,543,657)</u>
Increase (decrease) in translation adjustment	<u>(19,644)</u>	<u>28,964</u>	<u>-</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents	<u>(482,633)</u>	<u>(718,175)</u>	<u>44,341</u>	<u>57,515</u>
Cash and cash equivalents at beginning of period	<u>738,622</u>	<u>1,525,116</u>	<u>10,865</u>	<u>13,669</u>
Cash and cash equivalents at end of period	<u><u>255,989</u></u>	<u><u>806,941</u></u>	<u><u>55,206</u></u>	<u><u>71,184</u></u>
	0		0	
Supplemental cash flow information				
Cash paid during the period for				
Interest expense	112,045	245,331	-	-
Withholding tax deducted at source	2,310	473	1,905	72
Non-cash transactions				
Dividend income from subsidiaries offset against receivable from/payable to subsidiaries	-	-	1,806,184	3,932,758
Repayment of subordinated loans from subsidiaries offset against receivable from/payable to subsidiaries	-	-	662,818	-

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