

Precious Shipping Public Company Limited
and subsidiaries
Audit report and consolidated financial statements
31 December 2010 and 2009

Report of Independent Auditor

To the Shareholders of Precious Shipping Public Company Limited

I have audited the accompanying consolidated balance sheet of Precious Shipping Public Company Limited and subsidiaries as at 31 December 2010, the related consolidated statements of income, changes in shareholders' equity and cash flows for the year then ended, and the separate financial statements of Precious Shipping Public Company Limited for the same period. These financial statements are the responsibility of the management of the Company and subsidiaries as to their correctness and the completeness of the presentation. My responsibility is to express an opinion on these financial statements based on my audit. I did not audit the financial statements of a subsidiary incorporated overseas which is included in these consolidated financial statements. The assets, revenues and net income of this subsidiary as included in the consolidated financial statements constitute 11.85% of the consolidated total assets as at 31 December 2010, 3.61% and 5.21% of the consolidated total revenues and net income for the year then ended, respectively. The financial statements of this subsidiary was audited by other auditor, whose report has been furnished to me, and my opinion, insofar as it relates to the amounts included for that subsidiary in the consolidated financial statements, is based solely on that auditor's report. The consolidated financial statements of Precious Shipping Public Company Limited and subsidiaries for the year ended 31 December 2009, and the separate financial statements of Precious Shipping Public Company Limited for the same period, were audited by another auditor of our firm who expressed an unqualified opinion on those financial statements under his report dated 2 February 2010.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit and the report of other auditor, as referred to in the first paragraph, provide a reasonable basis for my opinion.

In my opinion, based on my audit and the report of other auditor, the financial statements referred to above present fairly, in all material respects, the financial position of Precious Shipping Public Company Limited and subsidiaries and of Precious Shipping Public Company Limited as at 31 December 2010, and the results of their operations and cash flows for the year then ended, in accordance with generally accepted accounting principles.

Sumalee Reewarabandith
Certified Public Accountant (Thailand) No. 3970

Ernst & Young Office Limited
Bangkok: 27 January 2011