

Ref: 2014-015

25 April 2014

To : The President of the Stock Exchange of Thailand

Subject : Submitting the Reviewed Interim Financial Statements for the three months period ended 31 March 2014 and 2013.

We hereby report the Interim Financial Statements of Precious Shipping Public Company Limited and Subsidiaries (“the Company”) reviewed by Auditors, for the three months period ended 31 March 2014 and 2013 together with the summarized operating results (Form 45-3).

The reasons for changes in the operating results are explained below.

For the three months period ended 31 March 2014, the Company and subsidiaries have earned a consolidated net income of Baht 139.62 million as compared to net income of Baht 276.56 million incurred during the same period in 2013. The main reasons for changes are as follows:

1. The Company recorded gains on novation/cancellation of shipbuilding contracts of Baht 412.52 million in the first quarter of 2013. No such gains have been recorded in this quarter.
2. The absolute Net Vessel Operating Income (Vessel Operating Income net of voyage disbursements and bunker consumption) in this quarter has increased by about 54 percent as compared to the same period of 2013 mainly due to the increase in the average earnings per day per Vessel from USD 7,030 in the first quarter of 2013 to USD 9,268 in this quarter as a consequence of the improvement in the Dry Bulk Freight Markets. The increase is also on account of the fact that the income has been earned from an average of 39 vessels during the first quarter of 2014 as against an average of 37 vessels in the same period of 2013. The fleet size as on 31 March 2014 is 40 vessels.
3. For the first quarter of 2014, the absolute Vessel running expenses are higher by 24 percent as compared to the same period of 2013 mainly due to the increase in number of ships operated during the quarter as explained above. The increase is also on account of that fact that the average Vessel operating expenses per day per Vessel (including depreciation/amortisation of Drydocking/Special Survey expenses) have increased from USD 4,318 in the first quarter of 2013 to USD 4,636 in this quarter mainly due to the increase in crew wages .

4. The Company recorded gains on sale of one old vessel of Baht 27.28 million in this quarter.
5. The depreciation for the first quarter of 2014 is higher by Baht 44.42 million as compared to the same period of 2013 due to the increase in the number of vessels.

Please be informed accordingly.

Yours sincerely,
Precious Shipping Public Company Limited

Khalid Moinuddin Hashim
Managing Director

Khushroo Kali Wadia
Director