

Ref.: 2015-002

30 January 2015

To : The President of the Stock Exchange of Thailand

Subject : Submitting the Audited Consolidated Financial Statements for the year ended and as at 31 December 2014 and 2013.

We, Precious Shipping Public Company Limited, would like to notify the Stock Exchange of Thailand that the Board of Directors' Meeting of the Company no. 2/2015 held on 30th January 2015 at 14:00 hours has approved the Audited Consolidated Financial Statements of Precious Shipping Public Company Limited and Subsidiaries for the year ended and as at 31 December 2014 and 2013 which are submitted herewith.

The main reasons for changes in the operating results between the two years are explained below.

For the year ended 31 December 2014, the Company and subsidiaries ("the Company") have incurred a consolidated net loss of Baht 80.22 million as compared to net profit of Baht 527.77 million earned during the year 2013. The main reasons for changes are as follows:

1. The absolute Net Vessel Operating Income (Vessel Operating Income net of voyage disbursements and bunker consumption) for the year 2014 has increased by about 22 percent over the Net Vessel Operating Income for the year 2013 mainly due to the increase in number of ships operated during the year. The income has been earned from an average of 42 vessels during the year 2014 as against an average of 39 vessels in the year 2013. The fleet size as on 31 December 2014 was 44 vessels. The increase is also on account of that fact that the average earnings per day per Vessel have increased from USD 7,508 for the year 2013 to USD 8,096 for the year 2014.
2. For the year 2014, the absolute Vessel running expenses are higher by 19 percent as compared to the year 2013, mainly due to the increase in number of ships operated during the year as explained above. Moreover, the average Vessel operating expenses (Opex) per day per Vessel (including depreciation/amortisation of Drydocking/Special Survey expenses) have slightly increased from USD 4,535 for the year 2013 to USD 4,695 for the year 2014.

3. The Company recorded gain on cancellation of 1 shipbuilding contract of Baht 39.55 million for the year 2014, which, for the year 2013 was about Baht 935.41 million and represented gain on novation/cancellation of 12 shipbuilding contracts.
4. The depreciation for the year 2014 is higher by Baht 130.36 million as compared to the year 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