

Precious Shipping Public Company Limited and subsidiaries

Balance sheets

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	31 March 2010	31 December 2009	31 March 2010	31 December 2009
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents	14	5,661,706	5,848,782	2,514,577	2,246,682
Current investments - net	2	-	27,500	-	27,500
Trade accounts receivable - net	3	31,833	42,078	-	-
Receivables from and advances to subsidiaries	4	-	-	314,352	282,681
Short-term loans to subsidiary	5	-	-	2,055,617	2,119,481
Other current assets					
Advances to vessel masters		46,617	54,094	-	-
Claim recoverables		14,742	35,305	-	-
Others		50,708	35,961	17,558	18,476
Total other current assets		112,067	125,360	17,558	18,476
Total current assets		5,805,606	6,043,720	4,902,104	4,694,820
Non-current assets					
Investments in subsidiaries - net	6	-	-	5,752,027	5,703,027
Investment in jointly controlled entity	7	-	-	-	-
Investment in associate held by a subsidiary	8	152,233	143,219	-	-
Other long-term investment		10,130	10,130	10,130	10,130
Receivables from cross currency swap contracts		13,804	-	-	-
Property, building and equipment - net	9	7,316,586	7,780,922	15,096	17,222
Other non-current assets					
Computer software - net	10	44,282	46,912	44,282	46,912
Advances for vessel purchase	11	76,522	-	-	-
Advances for vessel constructions	12	8,025,583	7,809,282	8,025,583	7,809,282
Deferred financial fees - net	13	394,314	291,253	394,314	291,253
Advance for share acquisition in associate held by a subsidiary	8.2	11,539	11,539	-	-
Others		2,921	3,152	2,395	2,616
Total other non-current assets		8,555,161	8,162,138	8,466,574	8,150,063
Total non-current assets		16,047,914	16,096,409	14,243,827	13,880,442
Total assets		21,853,520	22,140,129	19,145,931	18,575,262

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 financial statements		Separate financial statements	
		31 March 2010	31 December 2009	31 March 2010	31 December 2009
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Trade accounts payable		29,284	44,728	1,450	2,364
Payables to and advances from subsidiaries	4	-	-	3,039,541	2,183,872
Advances received from charterers		72,582	79,029	-	-
Other current liabilities					
Advances received from vessel sale	14	39,031	29,159	-	-
Accrued crew accounts		42,738	49,383	-	-
Current portion of accrued employee benefits		130,565	165,690	120,074	152,196
Accrued expenses		45,596	45,490	13,516	9,120
Provision for income tax		47,572	24,631	-	-
Withholding tax payable		49,840	31,428	47,923	30,273
Others		13,349	19,347	4,732	4,379
Total other current liabilities		368,691	365,128	186,245	195,968
Total current liabilities		470,557	488,885	3,227,236	2,382,204
Non-current liabilities					
Accrued employee benefits - net of current portion		56,067	173,011	51,515	159,090
Provisions for maritime claims		35,425	42,050	-	-
Payables to cross currency swap contracts		-	8,124	-	-
Long-term loans - net	13, 15	4,379,411	4,291,699	3,665,947	3,578,235
Total non-current liabilities		4,470,903	4,514,884	3,717,462	3,737,325
Total liabilities		4,941,460	5,003,769	6,944,698	6,119,529

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>31 March 2010</u>	<u>31 December 2009</u>	<u>31 March 2010</u>	<u>31 December 2009</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		189,603	203,452	-	-
Translation adjustments		(15,702)	(22,851)	-	-
Retained earnings					
Appropriated					
Statutory reserve - the Company		103,952	103,952	103,952	103,952
- subsidiaries		516,620	513,220	-	-
Corporate social responsibility reserve	16	15,907	37,783	15,907	37,783
Unappropriated		14,450,596	14,652,874	10,457,977	10,690,601
Total equity attributable to Company's shareholders					
		16,884,373	17,111,827	12,201,233	12,455,733
Minority interest - equity attributable to minority shareholders of subsidiaries					
		27,687	24,533	-	-
Total shareholders' equity		16,912,060	17,136,360	12,201,233	12,455,733
Total liabilities and shareholders' equity		21,853,520	22,140,129	19,145,931	18,575,262
		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 31 March 2010 and 2009**

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2010	2009	2010	2009
Revenues					
Vessel operating income					
Hire income		784,099	1,783,763	-	-
Freight income		16,974	177,948	-	-
Total vessel operating income		801,073	1,961,711	-	-
Service income	4	2,235	12,290	30,816	46,009
Gains on sales of vessels and equipment		326,527	-	-	-
Interest income	4	4,714	8,287	3,667	3,197
Other income		375	20,862	1	1,775
Dividend received	4	-	-	563,919	1,268,308
Total revenues		1,134,924	2,003,150	598,403	1,319,289
Expenses					
Vessel operating costs					
Vessel running expenses		239,174	500,948	-	-
Voyage disbursements		7,359	56,660	-	-
Bunker consumption		2,954	53,235	-	-
Total vessel operating costs		249,487	610,843	-	-
Depreciation	9	197,996	285,414	2,141	2,453
Cost of services		932	1,003	-	-
Administrative expenses	4	63,698	50,292	55,751	42,963
Management remuneration including perquisites		34,317	29,907	32,151	26,557
Losses on sales of vessels and equipment		-	12,504	-	-
Bad debts and doubtful accounts		14,242	9,910	-	1,135
Exchange losses		77,863	5,990	42,217	20,550
Total expenses		638,535	1,005,863	132,260	93,658
Income before share of income from investment in associate		496,389	997,287	466,143	1,225,631
Share of income from investment in associate held by a subsidiary	8.1	5,090	6,671	-	-
Income before finance cost and corporate income tax		501,479	1,003,958	466,143	1,225,631
Finance cost		(84,850)	(119,072)	(97,020)	(118,863)
Income before corporate income tax		416,629	884,886	369,123	1,106,768
Corporate income tax		(24,455)	(39,287)	-	-
Net income for the period		392,174	845,599	369,123	1,106,768
Net income attributable to:					
Equity holders of the parent		389,020	843,088	369,123	1,106,768
Minority interests of the subsidiaries		3,154	2,511	-	-
Net income for the period		392,174	845,599	369,123	1,106,768
(Unit: Baht)					
Basic earnings per share					
Net income attributable to equity holders of the parent		0.37	0.81	0.36	1.06

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 three-month periods ended 31 March 2010 and 2009**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Cash flows from operating activities				
Income before corporate income tax	416,629	884,886	369,123	1,106,768
Adjustments to reconcile income before corporate income tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	200,677	287,967	4,822	5,006
Bad debts and doubtful accounts	14,242	9,910	-	1,135
Write-off equipment and computer software	-	199	-	199
Losses (gains) on sales of vessels and equipment	(326,527)	12,504	-	-
Amortisation of discount on investments in debt securities	(120)	(479)	(120)	(479)
Share of income from investment in associate held by a subsidiary	(5,090)	(6,671)	-	-
Reversal of provisions for maritime claims	(6,625)	(2,179)	-	-
Unrealised exchange losses (gains)	(109,541)	46,824	(46,347)	46,135
Unrealised gains from cross currency swap contracts	(21,928)	-	-	-
Interest expense	9,542	-	-	-
Interest income	(3,865)	(4,609)	(3,546)	(2,717)
Income from operating activities before changes in operating assets and liabilities	167,394	1,228,352	323,932	1,156,047
Operating assets (increase) decrease				
Trade accounts receivable	(5,357)	11,546	-	-
Receivable from and advances to subsidiaries	-	-	(31,671)	(636,956)
Bunker oil	(24,847)	(41,513)	-	-
Other current assets	11,371	(12,891)	2,506	9,490
Other non-current assets	231	-	221	-
Operating liabilities increase (decrease)				
Trade accounts payable	(15,664)	(79,240)	(914)	(2,287)
Payable to and advances from subsidiaries	-	-	855,669	195,239
Advances received from charterers	(5,166)	(64,570)	-	-
Other current liabilities	(29,200)	(17,194)	(9,632)	(10,024)
Non-current liabilities	(116,944)	(119,187)	(107,575)	(108,874)
Cash flows from (used in) operating activities	(18,182)	905,303	1,032,536	602,635
Cash paid for withholding tax deducted at source	(3,273)	(1,738)	(1,586)	(1,412)
Net cash flows (used in) from operating activities	(21,455)	903,565	1,030,950	601,223

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

(Unaudited but reviewed)

Precious Shipping Public Company Limited and subsidiaries**Cash flow statements (continued)****For the three-month periods ended 31 March 2010 and 2009**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Cash flows from investing activities				
Acquisitions of current investments	(292,000)	(711,540)	(292,000)	(711,540)
Proceeds from sales of current investments	319,620	712,019	319,620	712,019
Acquisitions of equipment and payment of dry-dock and special survey expenses	(33,314)	(77,623)	(15)	(130)
Acquisitions of computer software	(51)	-	(51)	-
Cash paid for advances for vessel construction	(201,863)	(1,965,862)	(201,863)	(1,965,862)
Cash paid for advances for vessel purchase	(76,522)	-	-	-
Proceeds from sales of vessels and equipment	625,221	505,456	-	-
Increase in investment in a subsidiary	-	-	(49,000)	(40,014)
Advance payment for share acquisition in associate held by a subsidiary	-	(11,539)	-	-
Advances received from vessel sales	39,031	45,511	-	-
Interest income	3,865	4,609	3,546	2,717
Net cash flows from (used in) investing activities	383,987	(1,498,969)	(219,763)	(2,002,810)
Cash flows from financing activities				
Cash paid for interest expense	(23,927)	(10,077)	(14,386)	(10,077)
Cash paid for deferred financial fees	(104,382)	(2,949)	(104,382)	(2,949)
Cash received from long-term loans	199,099	1,963,509	199,099	1,963,509
Dividend paid to the Company's shareholders	(623,623)	(831,504)	(623,623)	(831,504)
Net cash flows from (used in) financing activities	(552,833)	1,118,979	(543,292)	1,118,979
Increase in translation adjustments	3,225	38,394	-	-
Net increase (decrease) in cash and cash equivalents	(187,076)	561,969	267,895	(282,608)
Cash and cash equivalents at beginning of period	5,848,782	3,350,025	2,246,682	914,838
Cash and cash equivalents at end of period	5,661,706	3,911,994	2,514,577	632,230
	0	0	0	0

Supplemental cash flows information

Non-cash transactions

Dividend income from subsidiaries offset against receivable from/payable to subsidiaries

- - 563,919 1,268,308

Amortisation of revaluation surplus on assets of subsidiary - the Company's interest

13,849 5,008 - -

Amortisation of revaluation surplus on assets of subsidiary - minority interest

- 1 - -

Transfer of deferred financial fees to advances for vessel constructions

- 1,141 - 1,141

Transfer of interest expense to advances for vessel constructions

53 3,181 53 3,181

Deferred financial fees present as a deduction from long-term loans

1,321 11,224 1,321 11,224

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