

PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES
BALANCE SHEETS

(Unit: Thousand Baht)

		CONSOLIDATED		THE COMPANY ONLY	
	Note	30 September 2004 (Unaudited but reviewed)	31 December 2003 (Audited)	30 September 2004 (Unaudited but reviewed)	31 December 2003 (Audited)
ASSETS					
Current assets					
Cash and cash equivalents		1,545,334	897,270	15,745	282,672
Current investments - net	4	-	-	-	-
Trade accounts receivable - net	2	95,755	70,186	-	-
Receivable from and advances to related parties					
Subsidiaries	3	-	-	1,721,789	598,349
Other related companies	3	440	2,299	440	440
Bunker oil		15,189	20,612	-	-
Advances to vessel masters		93,130	41,953	-	-
Claim recoverable		70,750	7,631	-	-
Other current assets		63,307	33,585	10,493	7,299
Total current assets		1,883,905	1,073,536	1,748,467	888,760
Non-current assets					
Investments accounted for under equity method	4	85,371	87,701	6,628,370	4,567,339
Vessels, condominium and equipment - net	5	11,895,216	4,617,999	26,418	2,721
Prepayment for vessel purchases		-	77,585	-	-
Goodwill - net		7,628	8,137	-	-
Other non-current assets		3,617	2,962	658	423
Total non-current assets		11,991,832	4,794,384	6,655,446	4,570,483
Total assets		13,875,737	5,867,920	8,403,913	5,459,243

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>Note</u>	<u>30 September 2004</u>	<u>31 December 2003</u>	<u>30 September 2004</u>	<u>31 December 2003</u>
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current liabilities					
Trade accounts payable		144,168	52,291	3,997	3,597
Payable to and advances from subsidiaries	3	-	-	4,393,683	2,532,518
Current portion of long-term loans	6	2,287,657	938,579	-	242,582
Advances received from charterers		169,438	108,893	1,373	1,312
Accrued crew accounts		120,684	69,602	-	-
Withholding tax payable		45,459	34,578	45,167	33,764
Advance receipt for sale of investments	4	-	70,161	-	70,161
Other current liabilities		66,064	152,178	2,151	11,540
Total current liabilities		<u>2,833,470</u>	<u>1,426,282</u>	<u>4,446,371</u>	<u>2,895,474</u>
Non-current liabilities					
Subordinated loans from subsidiaries	3	-	-	662,818	662,818
Long-term loans	6	7,711,830	2,483,772	-	-
Total non-current liabilities		<u>7,711,830</u>	<u>2,483,772</u>	<u>662,818</u>	<u>662,818</u>
Total liabilities		<u>10,545,300</u>	<u>3,910,054</u>	<u>5,109,189</u>	<u>3,558,292</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)

	Note	CONSOLIDATED		THE COMPANY ONLY	
		30 September 2004 (Unaudited but reviewed)	31 December 2003 (Audited)	30 September 2004 (Unaudited but reviewed)	31 December 2003 (Audited)
Shareholders' equity					
Share capital					
Authorised 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		168,461	159,706	168,461	159,706
Retained earnings					
Appropriated					
Statutory reserve - the Company		52,000	52,000	52,000	52,000
- subsidiaries		241,510	169,995	-	-
General reserve in subsidiaries		-	24,182	-	-
Treasury stock reserve	7	450,881	-	450,881	-
Unappropriated		1,901,323	563,638	2,142,833	757,815
Total equity attributable to Company's shareholders		3,745,605	1,900,951	3,745,605	1,900,951
Less: Treasury stock	1, 3, 8	(450,881)	-	(450,881)	-
Equity attributable to the Company's shareholders - net		3,294,724	1,900,951	3,294,724	1,900,951
Minority interest - Equity attributable to minority shareholders of subsidiaries		35,713	56,915	-	-
Total shareholders' equity		3,330,437	1,957,866	3,294,724	1,900,951
Total liabilities and shareholders' equity		13,875,737	5,867,920	8,403,913	5,459,243
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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 2004 AND 2003

(Unit: Thousand Baht)

		CONSOLIDATED		THE COMPANY ONLY	
	<u>Note</u>	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>
Revenues					
Vessel operating income		2,511,336	939,331	-	-
Service income		5,919	1,810	-	-
Exchange gains	9	-	129,687	17,421	10,003
Other income		4,418	242	281	31
Share of profit from investments accounted for under equity method		-	-	1,234,787	481,127
Total revenues		<u>2,521,673</u>	<u>1,071,070</u>	<u>1,252,489</u>	<u>491,161</u>
Expenses					
Vessel operating costs					
Vessel running expenses		498,684	239,269	-	-
Voyage disbursements		63,615	76,053	-	-
Bunker consumption		48,489	61,236	-	-
Total vessel operating costs		610,788	376,558	-	-
Cost of services		2,999	2,276	-	-
Administrative expenses		36,578	18,059	33,630	16,326
Bad debt and provision for doubtful accounts		1,107	1,646	-	32,970
Depreciation		425,229	146,149	651	355
Exchange losses	9	116,787	-	-	-
Directors' remuneration		645	627	645	627
Total expenses		<u>1,194,133</u>	<u>545,315</u>	<u>34,926</u>	<u>50,278</u>
Earnings before interest and financial costs		<u>1,327,540</u>	<u>525,755</u>	<u>1,217,563</u>	<u>440,883</u>
Interest and financial costs		<u>(108,015)</u>	<u>(94,413)</u>	<u>(1,029)</u>	<u>(21,074)</u>
Earnings before minority interest and extraordinary item		<u>1,219,525</u>	<u>431,342</u>	<u>1,216,534</u>	<u>419,809</u>
Net earnings of minority interest		<u>(2,991)</u>	<u>(11,533)</u>	<u>-</u>	<u>-</u>
Earnings from normal items		<u>1,216,534</u>	<u>419,809</u>	<u>1,216,534</u>	<u>419,809</u>
Extraordinary item					
Gain on redemption of bonds and redeemable convertible debentures		-	136,591	-	136,591
Net earnings for the period	10	<u><u>1,216,534</u></u>	<u><u>556,400</u></u>	<u><u>1,216,534</u></u>	<u><u>556,400</u></u>

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

(UNAUDITED BUT REVIEWED)

PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF EARNINGS (Continued)
FOR THE THREE-MONTH PERIODS ENDED 30 SEPTEMBER 2004 AND 2003

				(Unit: Baht)	
		CONSOLIDATED		THE COMPANY ONLY	
	Note	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>
Basic earnings per share	1.3				
Earnings from normal items		2.39	0.81	2.39	0.81
Extraordinary item		-	0.26	-	0.26
Net earnings		<u>2.39</u>	<u>1.07</u>	<u>2.39</u>	<u>1.07</u>
Weighted average number of ordinary shares (share)		<u>508,081,563</u>	<u>520,000,000</u>	<u>508,081,563</u>	<u>520,000,000</u>

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 2004 AND 2003

(Unit: Thousand Baht)

		CONSOLIDATED		THE COMPANY ONLY	
	<u>Note</u>	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>
Revenues					
Vessel operating income		5,866,785	2,704,915	-	-
Service income		12,916	3,925	-	-
Gains on sale of investment in subsidiaries	4	33,527	-	33,527	-
Exchange gains	9	-	164,044	47,372	23,033
Bad debt recovery	4	55,963	-	55,963	-
Other income		6,897	1,975	442	196
Share of profit from investments accounted for under equity method		-	-	2,751,173	1,126,407
Total revenues		<u>5,976,088</u>	<u>2,874,859</u>	<u>2,888,477</u>	<u>1,149,636</u>
Expenses					
Vessel operating costs					
Vessel running expenses		1,124,577	713,913	-	-
Voyage disbursements		122,630	239,513	-	-
Bunker consumption		102,629	219,325	-	-
Total vessel operating costs		1,349,836	1,172,751	-	-
Cost of services		10,815	9,792	-	-
Administrative expenses		184,359	129,473	130,016	121,289
Bad debt and provision for doubtful accounts		6,454	6,324	-	32,970
Depreciation		940,848	439,758	1,538	1,260
Exchange losses	9	391,592	-	-	-
Directors' remuneration		2,486	1,848	2,486	1,848
Share of loss from investments accounted for under equity method		2,330	-	-	-
Total expenses		<u>2,888,720</u>	<u>1,759,946</u>	<u>134,040</u>	<u>157,367</u>
Earnings before interest and financial costs		<u>3,087,368</u>	<u>1,114,913</u>	<u>2,754,437</u>	<u>992,269</u>
Interest and financial costs		<u>(351,107)</u>	<u>(223,827)</u>	<u>(23,575)</u>	<u>(116,737)</u>
Earnings before minority interest and extraordinary item		<u>2,736,261</u>	<u>891,086</u>	<u>2,730,862</u>	<u>875,532</u>
Net earnings of minority interest		<u>(5,399)</u>	<u>(15,554)</u>	<u>-</u>	<u>-</u>
Earnings from normal items		<u>2,730,862</u>	<u>875,532</u>	<u>2,730,862</u>	<u>875,532</u>
Extraordinary item					
Gain on redemption of bonds and redeemable convertible debentures		-	147,613	-	147,613
Net earnings for the period	9	<u>2,730,862</u>	<u>1,023,145</u>	<u>2,730,862</u>	<u>1,023,145</u>

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

(UNAUDITED BUT REVIEWED)

PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF EARNINGS (Continued)
FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2004 AND 2003

		CONSOLIDATED		THE COMPANY ONLY	
	<u>Note</u>	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>
Basic earnings per share	<i>1.3</i>				
Earnings from normal items		5.31	1.69	5.31	1.69
Extraordinary item		-	0.28	-	0.28
Net earnings		<u>5.31</u>	<u>1.97</u>	<u>5.31</u>	<u>1.97</u>
Weighted average number of ordinary shares (share)		<u>514,780,034</u>	<u>520,000,000</u>	<u>514,780,034</u>	<u>520,000,000</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
FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2004 AND 2003

	CONSOLIDATED		THE COMPANY ONLY	
	<u>2004</u>	<u>2003</u>	<u>2004</u>	<u>2003</u>
Cash flows from operating activities				
Net earnings for the period	2,730,862	1,023,145	2,730,862	1,023,145
Adjustments to reconcile net earnings to net cash provided by (used in) operating activities: -				
Depreciation and amortisation	941,356	440,267	1,538	1,260
Bad debt recovery	(55,963)	-	(55,963)	-
Bad debt and provision for doubtful accounts	6,454	6,324	-	32,970
Gain on sales of investment in subsidiaries	(33,527)	-	(33,527)	-
Unrealised exchange losses (gains)	472,031	(136,264)	190	(5,252)
Share of loss (profit) from investments accounted for under equity method	2,330	-	(2,751,173)	(1,126,407)
Gains on disposals of fixed assets	(64)	(177)	(64)	-
Increase in minority interest	5,399	15,554	-	-
Earnings (losses) from operating activities before changes in operating assets and liabilities	4,068,878	1,348,849	(108,137)	(74,284)
Operating assets (increase) decrease				
Trade accounts receivable	(27,821)	44,203	-	-
Receivable from and advances to related parties	-	23,684	825,175	376,106
Bunker oil	5,424	14,501	-	-
Other current assets	(144,104)	(5,073)	(3,194)	2,380
Other non-current assets	(681)	(112,203)	(235)	48
Operating liabilities increase (decrease)				
Trade accounts payable	90,010	(15,990)	271	(6,265)
Payable to and advances from subsidiaries	-	-	1,861,165	1,993,012
Advances received from charterers	59,872	(13,970)	-	-
Withholding tax payable	10,881	1,960	11,403	2,554
Other current liabilities	(105)	(74,555)	(9,778)	(17,356)
Net cash from operating activities	<u>4,062,354</u>	<u>1,211,406</u>	<u>2,576,670</u>	<u>2,276,195</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 2004 AND 2003

(Unit: Thousand Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	2004	2003	2004	2003
Cash flows from investing activities				
Cash and cash equivalents of divested subsidiaries	(182)	-	-	-
Increase in investments accounted for under equity method	-	(52,145)	(1,230,000)	-
Acquisitions of fixed assets	(8,167,564)	(188,668)	(25,367)	(32)
Cash received from disposals of fixed assets	196	176	196	-
Net cash used in investing activities	<u>(8,167,550)</u>	<u>(240,637)</u>	<u>(1,255,171)</u>	<u>(32)</u>
Cash flows from financing activities				
Cash received from new loans	7,252,848	3,114,527	-	249,701
Cash paid for long-term loans	(1,147,546)	(3,103,094)	(242,582)	(1,618,368)
Cash paid for treasury stock	(450,881)	-	(450,881)	-
Cash paid on redemption of bonds and redeemable convertible debentures	-	(739,124)	-	(739,124)
Dividend paid	(894,963)	-	(894,963)	-
Dividend paid to minority interest	(22,320)	-	-	-
Net cash from (used in) financing activities before extraordinary item	4,737,138	(727,691)	(1,588,426)	(2,107,791)
Extraordinary item - Gains on redemption of bonds and redeemable convertible debentures	-	(147,613)	-	(147,613)
Net cash from (used in) financing activities	<u>4,737,138</u>	<u>(875,304)</u>	<u>(1,588,426)</u>	<u>(2,255,404)</u>
Increase (decrease) in translation adjustment	16,122	(8,490)	-	-
Net increase (decrease) in cash and cash equivalents	648,064	86,975	(266,927)	20,759
Cash and cash equivalents at beginning of period	897,270	329,715	282,672	6,538
Cash and cash equivalents at end of period	<u>1,545,334</u>	<u>416,690</u>	<u>15,745</u>	<u>27,297</u>
Supplemental cash flow information				
Cash paid during the period for				
Interest expenses	211,514	133,908	712	94,560
Non-cash transactions				
Dividend income from subsidiaries offset against receivable from/payable to subsidiaries	-	-	1,953,059	-
Cash received from sales of investment in subsidiaries and bad debt recovery offset against advance receipt for sale of investment	70,161	-	70,161	-

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