

PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES
BALANCE SHEETS
AS AT 31 DECEMBER 2001 AND 2000

(Unit : Baht)

		CONSOLIDATED		THE COMPANY ONLY	
	Note	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>
ASSETS					
Current assets					
Cash and cash equivalents		261,590,521	228,334,407	3,822,026	2,279,669
Current investments					
Time deposits	4	14,964,636	29,153,686	13,744,636	13,474,224
Other investments	8	149,358,890	168,984,612	22,955,307	17,225,000
Trade accounts receivable - net	5	120,818,703	104,719,389	-	436,829
Receivable from and advances to related parties					
Subsidiaries	6	-	-	1,176,487,300	1,271,197,599
Other related companies		9,347,389	-	1,284,400	-
Bunker oil		61,628,749	87,000,852	-	-
Other current assets					
Advances to vessel masters		37,296,435	98,076,543	-	-
Other receivable	7	-	59,197,419	-	59,197,419
Others		147,321,327	156,055,888	14,178,994	39,845,601
Total current assets		<u>802,326,650</u>	<u>931,522,796</u>	<u>1,232,472,663</u>	<u>1,403,656,341</u>
Non-current assets					
Investments accounted for under equity method	8	-	-	4,397,583,785	3,572,840,093
Land, vessels, condominium and equipment - net	9	4,765,597,042	5,478,767,254	4,776,330	7,685,298
Intangible assets					
Deferred charges - net		221,982,433	257,337,647	-	-
Goodwill - net		9,493,080	10,171,160	-	-
Other non-current assets		3,568,943	13,554,718	330,359	1,458,509
Total non-current assets		<u>5,000,641,498</u>	<u>5,759,830,779</u>	<u>4,402,690,474</u>	<u>3,581,983,900</u>
Total assets		<u><u>5,802,968,148</u></u>	<u><u>6,691,353,575</u></u>	<u><u>5,635,163,137</u></u>	<u><u>4,985,640,241</u></u>

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

SPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES
BALANCE SHEETS (Continued)
AS AT 31 DECEMBER 2001 AND 2000

(Unit : Baht)

		CONSOLIDATED		THE COMPANY ONLY	
	Note	2001	2000	2001	2000
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current liabilities					
Trade accounts payable		119,260,727	211,901,727	3,684,801	6,172,715
Current portion of long-term loans	10	590,107,337	817,346,028	54,651,150	45,350,942
Payable to and advances from related parties					
Subsidiaries	6	-	-	1,960,287,038	1,469,582,891
Other related companies		-	19,517,499	-	-
Other current liabilities					
Advance received from charterers		75,000,660	98,150,161	1,464,413	1,434,039
Interest payable		6,649,366	5,923,655	348,905	420,425
Accrued crew accounts		98,680,825	94,051,195	-	-
Others		132,749,860	122,283,891	10,256,069	11,851,180
Total current liabilities		<u>1,022,448,775</u>	<u>1,369,174,156</u>	<u>2,030,692,376</u>	<u>1,534,812,192</u>
Non-current liabilities					
Redeemable convertible debentures	11	799,365,574	624,619,707	799,365,574	624,619,707
Subordinated loans from subsidiaries	6	-	-	662,818,000	662,818,000
Long-term loans - net of current portion	10	3,507,115,459	4,332,353,111	1,707,756,091	1,859,470,416
Total non-current liabilities		<u>4,306,481,033</u>	<u>4,956,972,818</u>	<u>3,169,939,665</u>	<u>3,146,908,123</u>
Total liabilities		<u>5,328,929,808</u>	<u>6,326,146,974</u>	<u>5,200,632,041</u>	<u>4,681,720,315</u>
Shareholders' equity					
Share capital					
Authorized					
197,300,000 ordinary shares of Baht 10 each		<u>1,973,000,000</u>	<u>1,973,000,000</u>	<u>1,973,000,000</u>	<u>1,973,000,000</u>
Issued and paid up					
52,000,000 ordinary shares of Baht 10 each		520,000,000	520,000,000	520,000,000	520,000,000
Premium on ordinary shares		926,054,829	926,054,829	926,054,829	926,054,829
Unrealised gain on redeemable convertible debentures	11	329,203,639	874,347,672	329,203,639	874,347,672
Translation adjustment		143,076,117	140,638,772	143,076,117	140,638,772
Retained earnings					
Appropriated					
Statutory reserve - the Company	12	60,500,000	60,500,000	60,500,000	60,500,000
- Subsidiaries	12	77,466,000	77,466,000	-	-
General reserve in subsidiaries		24,181,905	24,181,905	-	-
Unappropriated (Deficit)		(1,645,951,394)	(2,319,269,252)	(1,544,303,489)	(2,217,621,347)
Total equity attributable to Company's shareholders		<u>434,531,096</u>	<u>303,919,926</u>	<u>434,531,096</u>	<u>303,919,926</u>
Minority interest - Equity attributable to minority shareholders of subsidiaries		39,507,244	61,286,675	-	-
Total shareholders' equity		<u>474,038,340</u>	<u>365,206,601</u>	<u>434,531,096</u>	<u>303,919,926</u>
Total liabilities and shareholders' equity		<u>5,802,968,148</u>	<u>6,691,353,575</u>	<u>5,635,163,137</u>	<u>4,985,640,241</u>
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The accompanying notes are an integral part of the financial statements.

DIRECTORS

PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF EARNINGS
FOR THE YEARS ENDED 31 DECEMBER 2001 AND 2000

(Unit : Baht)

		CONSOLIDATED		THE COMPANY ONLY	
	Note	2001	2000	2001	2000
Revenues					
Vessel operating income		4,010,630,227	4,115,748,109	-	68,813,782
Service income		27,002,998	54,261,395	-	-
Interest income		9,166,474	12,330,655	1,975,320	2,295,575
Other income		3,482,007	13,747,465	753,482	1,995,425
Share of profit from investments under equity method		5,729,663	-	803,929,594	-
Total revenues		<u>4,056,011,369</u>	<u>4,196,087,624</u>	<u>806,658,396</u>	<u>73,104,782</u>
Expenses					
Vessel operating costs		2,362,638,643	2,506,687,970	-	75,707,668
Cost of services		39,586,503	41,526,658	-	-
Administrative expenses		177,613,040	165,260,124	146,264,844	123,615,644
Doubtful accounts (Reversal)		108,965,144	15,243,715	72,903,832	(2,797,544)
Depreciation	9	544,048,209	608,722,617	2,758,794	7,567,327
Exchange losses	13	75,462,529	597,768,568	24,501,352	189,471,448
Loss on disposal of fixed assets	9	14,695,732	102,486,809	553,173	40,544,110
Directors' remuneration	14	1,302,500	1,137,500	1,302,500	1,137,500
Share of loss from investments under equity method		-	-	-	83,208,925
Total expenses		<u>3,324,312,300</u>	<u>4,038,833,961</u>	<u>248,284,495</u>	<u>518,455,078</u>
Earnings (loss) before interest and financial costs and income tax		<u>731,699,069</u>	<u>157,253,663</u>	<u>558,373,901</u>	<u>(445,350,296)</u>
Interest and financial costs		<u>(310,267,937)</u>	<u>(591,058,079)</u>	<u>(118,124,450)</u>	<u>(326,474,598)</u>
Earnings (loss) before income tax		<u>421,431,132</u>	<u>(433,804,416)</u>	<u>440,249,451</u>	<u>(771,824,894)</u>
Corporate income tax		<u>(2,961,112)</u>	<u>(1,505,274)</u>	-	-
Earnings (loss) before minority interest and extraordinary item		<u>418,470,020</u>	<u>(435,309,690)</u>	<u>440,249,451</u>	<u>(771,824,894)</u>
Net loss of minority interest		<u>21,779,431</u>	<u>6,263,643</u>	-	-
Earnings (loss) from normal items		<u>440,249,451</u>	<u>(429,046,047)</u>	<u>440,249,451</u>	<u>(771,824,894)</u>
Extraordinary items					
Gain from termination of interest and currency swap agreement		-	62,403,633	-	62,403,633
Gain on debt restructuring	15	-	-	-	342,778,847
Gain on redemption of redeemable convertible debentures	11	233,068,407	-	233,068,407	-
Net earnings (loss) for the year		<u>673,317,858</u>	<u>(366,642,414)</u>	<u>673,317,858</u>	<u>(366,642,414)</u>
Basic earnings per share	3.9				
Earnings (loss) before extraordinary item		8.47	-8.25	8.47	-14.84
Extraordinary item		4.48	1.20	4.48	7.79
Net earnings (loss)		<u>12.95</u>	<u>-7.05</u>	<u>12.95</u>	<u>-7.05</u>
Weighted average number of ordinary shares (shares)		<u>52,000,000</u>	<u>52,000,000</u>	<u>52,000,000</u>	<u>52,000,000</u>
Diluted earnings per share	3.9				
Earnings (loss) before extraordinary item		2.59	-8.25	2.59	-14.84
Extraordinary item		-	1.20	-	7.79
Net earnings (loss)		<u>2.59</u>	<u>-7.05</u>	<u>2.59</u>	<u>-7.05</u>
Weighted average number of ordinary shares (shares)		<u>178,452,116</u>	<u>52,000,000</u>	<u>178,452,116</u>	<u>52,000,000</u>

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

PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED 31 DECEMBER 2001 AND 2000

(Unit : Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>
Cash flows from (used in) operating activities				
Net earnings (loss)	673,317,858	(366,642,414)	673,317,858	(366,642,414)
Adjustments to reconcile net earnings (loss) to net cash provided by (used in) operating activities :-				
Depreciation	544,048,209	608,722,617	2,758,794	7,567,327
Amortisation	167,425,479	165,309,350	-	4,172,821
Doubtful accounts (Reversal)	108,965,144	15,243,715	72,903,832	(2,797,544)
Unrealised exchange losses	52,282,661	436,662,149	14,843,637	95,750,769
Share of profit (loss) from investments under equity method	(5,729,663)	-	(803,929,594)	83,208,925
Gain from termination of interest and currency swap agreement	-	(62,403,633)	-	(62,403,633)
Gain on debt restructuring	-	-	-	(342,778,847)
Gain on redemption of redeemable convertible debentures	(233,068,407)	-	(233,068,407)	-
Loss on disposal of fixed assets	14,695,732	102,486,809	553,173	40,544,110
Gain on sale of investment in marketable securities	-	(366,938)	-	(366,938)
Decrease in minority interest	(21,779,431)	(4,310,878)	-	-
	<u>1,300,157,582</u>	<u>894,700,777</u>	<u>-272,620,707</u>	<u>(543,745,424)</u>
Operating assets (increase) decrease				
Trade accounts receivable	(47,969,579)	27,765,295	-	4,918,932
Bunker oil	25,372,103	6,924,178	-	3,179,991
Other current assets	80,015,140	(13,174,173)	13,573,874	(6,891,140)
Intangible and other non-current assets	(134,693,150)	(244,379,530)	2,000	(14,145,279)
Operating liabilities increase (decrease)				
Trade accounts payable	(91,457,029)	(3,123,684)	(2,634,687)	(11,073,858)
Receivable/payable and advances to/from related parties - net	(28,864,888)	30,883,333	560,022,986	1,676,016,067
Advance received from charterers	(23,450,508)	30,808,759	-	-
Other current liabilities	15,821,452	(354,150,546)	(1,666,613)	(437,429,854)
Net cash from operating activities	<u>1,094,931,123</u>	<u>376,254,409</u>	<u>296,676,853</u>	<u>670,829,435</u>

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

PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS (Continued)
FOR THE YEARS ENDED 31 DECEMBER 2001 AND 2000

(Unit : Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	<u>2001</u>	<u>2000</u>	<u>2001</u>	<u>2000</u>
Cash flows from (used in) investing activities				
Decrease (increase) in deposits at banks with maturity of more than 3 months and amount pledged	14,189,049	(17,656,907)	(270,411)	(13,474,225)
Sales of investments in marketable securities	-	1,486,938	-	1,486,938
Acquisition of fixed assets	(1,387,015)	(14,354,759)	(440,400)	(579,152)
Disposal of fixed assets	142,565,417	279,024,954	37,400	42,328,174
Net cash from (used in) investing activities	<u>155,367,451</u>	<u>248,500,226</u>	<u>(673,411)</u>	<u>29,761,735</u>
Cash flows from (used in) financing activities				
Decrease in short-term loans from finance institution	-	(649,726)	-	-
Decrease in long-term loans - net	(1,094,046,778)	(47,616,791)	(143,672,673)	(60,038,657)
Decrease in debentures and bonds	-	(652,387,977)	-	(666,511,131)
Cash paid on redemption of redeemable convertible debentures	(150,788,412)	-	(150,788,412)	-
Net cash used in financing activities	<u>(1,244,835,190)</u>	<u>(700,654,494)</u>	<u>(294,461,085)</u>	<u>(726,549,788)</u>
Increase in translation adjustment	27,792,730	53,746,165	-	-
Net increase (decrease) in cash and cash equivalents	33,256,114	(22,153,694)	1,542,357	-25,958,618
Cash and cash equivalents at beginning of year	228,334,407	250,488,101	2,279,669	28,238,287
Cash and cash equivalents at end of year (Note 16)	<u>261,590,521</u>	<u>228,334,407</u>	<u>3,822,026</u>	<u>2,279,669</u>
Supplemental cash flow information				
Cash paid during the year for				
Interest expenses	304,236,231	888,521,216	115,336,071	749,519,881
Corporate income tax	2,274,944	696,266	-	-
Non-cash transactions				
Decrease in redeemable convertible debentures due to redemption at d	(383,856,819)	-	(383,856,819)	-
Increase in redeemable convertible debentures from the change in proportion of liabilities element as at the balance sheet date	545,144,033	-	545,144,033	-
Decrease in unrealised gain on redeemable convertible debentures from the change in proportion of equity element as at the balance sheet da	(545,144,033)	-	(545,144,033)	-

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