

## PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES

## BALANCE SHEETS

AS AT 31 DECEMBER 2005 AND 2004

(Unit: Baht)

		CONSOLIDATED		THE COMPANY ONLY	
	Note	2005	2004	2005	2004
ASSETS					
Current assets					
Cash and cash equivalents		738,622,662	1,525,115,985	10,865,512	13,669,084
Current investments - net	6	-	-	-	-
Trade accounts receivable - net	4	176,402,542	31,469,215	-	-
Receivable from and advances to subsidiaries	5	-	-	2,289,263,063	1,090,713,797
Bunker oil		63,433,373	6,520,222	-	-
Advances to vessel masters		92,544,826	83,812,962	-	-
Claim recoverable		50,767,056	75,790,474	598,109	-
Other current assets		45,168,857	36,818,846	19,471,644	10,326,665
Total current assets		1,166,939,316	1,759,527,704	2,320,198,328	1,114,709,546
Non-current assets					
Investments accounted for under equity method					
	6	113,305,776	95,045,100	9,347,793,063	7,144,160,451
Vessels, condominium and equipment - net	7	12,496,747,668	11,517,589,494	53,978,906	35,133,349
Other non-current assets		3,615,540	3,617,040	656,712	658,211
Total non-current assets		12,613,668,984	11,616,251,634	9,402,428,681	7,179,952,011
Total assets		13,780,608,300	13,375,779,338	11,722,627,009	8,294,661,557

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

## PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES

## BALANCE SHEETS (Continued)

AS AT 31 DECEMBER 2005 AND 2004

(Unit: Baht)

		CONSOLIDATED		THE COMPANY ONLY	
	Note	2005	2004	2005	2004
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current liabilities					
Trade accounts payable		117,581,885	94,408,016	5,374,750	2,810,845
Payable to and advances from subsidiaries	5	-	-	1,093,714,629	2,329,913,508
Current portion of subordinated loans					
from subsidiaries	5	-	-	662,818,000	-
Current portion of long-term loans	8	-	1,127,542,415	-	-
Advances received from charterers		125,615,195	206,666,758	-	1,294,162
Accrued crew accounts		104,110,529	105,582,018	-	-
Accrued expenses		154,360,379	81,647,582	11,232,664	11,450,000
Other current liabilities		39,267,544	33,791,781	9,666,998	10,383,418
Total current liabilities		540,935,532	1,649,638,570	1,782,807,041	2,355,851,933
Non-current liabilities					
Subordinated loans from subsidiaries	5	-	-	-	662,818,000
Long-term loans	8	3,293,967,999	6,433,629,623	-	-
Total non-current liabilities		3,293,967,999	6,433,629,623	-	662,818,000
Total liabilities		3,834,903,531	8,083,268,193	1,782,807,041	3,018,669,933

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

## PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES

## BALANCE SHEETS (Continued)

AS AT 31 DECEMBER 2005 AND 2004

(Unit: Baht)

	Note	CONSOLIDATED		THE COMPANY ONLY	
		2005	2004	2005	2004
Shareholders' equity					
Share capital					
Registered share capital					
520,000,000 ordinary shares of Baht 1 each		520,000,000	520,000,000	520,000,000	520,000,000
Issued and paid-up share capital					
520,000,000 ordinary shares of Baht 1 each		520,000,000	520,000,000	520,000,000	520,000,000
Premium on ordinary shares		411,429,745	411,429,745	411,429,745	411,429,745
Translation adjustment		161,698,471	130,819,670	161,698,471	130,819,670
Retained earnings					
Appropriated					
Statutory reserve - the Company	9	52,000,000	52,000,000	52,000,000	52,000,000
- subsidiaries	9	399,010,000	292,100,000	-	-
Treasury stock reserve	10	450,880,716	450,880,716	450,880,716	450,880,716
Unappropriated		8,395,681,752	3,869,642,209	8,794,691,752	4,161,742,209
Total equity attributable to Company's shareholders		10,390,700,684	5,726,872,340	10,390,700,684	5,726,872,340
Less: Treasury stock	11	(450,880,716)	(450,880,716)	(450,880,716)	(450,880,716)
Equity attributable to the Company's shareholders - net		9,939,819,968	5,275,991,624	9,939,819,968	5,275,991,624
Minority interest - Equity attributable to minority shareholders of subsidiaries		5,884,801	16,519,521	-	-
Total shareholders' equity		9,945,704,769	5,292,511,145	9,939,819,968	5,275,991,624
Total liabilities and shareholders' equity		13,780,608,300	13,375,779,338	11,722,627,009	8,294,661,557
		0	0	0	0

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

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DIRECTORS

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PRECIOUS SHIPPING PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF EARNINGS  
FOR THE YEARS ENDED 31 DECEMBER 2005 AND 2004

(Unit: Baht)

		<b>CONSOLIDATED</b>		<b>THE COMPANY ONLY</b>	
	<b>Note</b>	<b>2005</b>	<b>2004</b>	<b>2005</b>	<b>2004</b>
Revenues					
Vessel operating income		11,006,816,578	8,540,256,075	-	-
Service income	5	24,014,938	18,934,195	94,930,609	-
Gains on sales of investments in subsidiaries	6	-	33,526,580	-	33,526,580
Exchange gains	12	-	56,139,449	16,761,136	15,442,973
Bad debt recovery	6	-	55,963,180	-	55,963,180
Interest income		36,390,460	13,598,921	7,801,542	2,052,252
Other income		5,262,965	2,354,406	1,493,977	419,170
Share of profit from investments accounted for under equity method		18,260,676	7,344,569	6,376,796,781	4,846,823,585
Total revenues		11,090,745,617	8,728,117,375	6,497,784,045	4,954,227,740
Expenses					
Vessel operating costs					
Vessel running expenses		1,984,275,808	1,612,521,328	-	-
Voyage disbursements		153,510,628	128,413,341	-	-
Bunker consumption		151,165,533	103,357,219	-	-
Total vessel operating costs		2,288,951,969	1,844,291,888	-	-
Depreciation	7	1,874,594,367	1,383,295,082	3,184,182	2,076,090
Cost of services		23,188,287	15,082,144	-	-
Administrative expenses	5	264,186,003	243,902,484	231,007,661	185,922,427
Bad debt and allowance for doubtful accounts		17,183,476	5,522,540	6,822,164	-
Loss on impairment of goodwill		-	8,136,920	-	-
Allowance for loss on current investments (reversal)	6	(146,123,966)	1,859,699	(25,230,946)	-
Loss on sales of current investments	6	24,184,706	-	25,230,906	-
Exchange losses	12	161,686,785	-	-	-
Directors' remuneration	13	3,547,500	3,131,250	3,547,500	3,131,250
Total expenses		4,511,399,127	3,505,222,007	244,561,467	191,129,767
Earnings before interest and financial costs		6,579,346,490	5,222,895,368	6,253,222,578	4,763,097,973
Interest and financial costs		(392,158,580)	(464,540,218)	(76,615,860)	(13,326,718)
Earnings before minority interest		6,187,187,910	4,758,355,150	6,176,606,718	4,749,771,255
Net earnings of minority interest		(10,581,192)	(8,583,895)	-	-
Net earnings for the year	14	6,176,606,718	4,749,771,255	6,176,606,718	4,749,771,255
Basic earnings per share					
Net earnings		12.19	9.26	12.19	9.26
Weighted average number of ordinary shares (share)		506,613,700	512,727,294	506,613,700	512,727,294

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 2005 AND 2004

(Unit: Baht)

	<b>CONSOLIDATED</b>		<b>THE COMPANY ONLY</b>	
	<u>2005</u>	<u>2004</u>	<u>2005</u>	<u>2004</u>
<b>Cash flows from operating activities</b>				
Net earnings for the year	6,176,606,718	4,749,771,255	6,176,606,718	4,749,771,255
Adjustments to reconcile net earnings to net cash provided by (used in) operating activities: -				
Depreciation	1,874,594,367	1,383,295,082	3,184,182	2,076,090
Loss on impairment of goodwill	-	8,136,920	-	-
Bad debt recovery	-	(55,963,180)	-	(55,963,180)
Bad debt and allowance for doubtful accounts	17,183,476	5,522,540	6,822,164	-
Allowance for loss on current investments (reversal)	(146,123,966)	1,859,699	(25,230,946)	-
Loss on sales of current investments	24,184,706	-	25,230,906	-
Gain on sales of investments in subsidiaries	-	(33,526,580)	-	(33,526,580)
Unrealised exchange losses (gains)	158,212,245	(85,621,150)	200,687	(67,417)
Share of profit from investments accounted for under equity method	(18,260,676)	(7,344,569)	(6,376,796,781)	(4,846,823,585)
Gain on disposals of fixed assets	(575,834)	(378,703)	(298,490)	(378,703)
Net earnings of minority interest	10,581,192	8,583,895	-	-
Earnings (losses) from operating activities before changes in operating assets and liabilities	8,096,402,228	5,974,335,209	(190,281,560)	(184,912,120)
Operating assets (increase) decrease				
Trade accounts receivable	(155,376,687)	31,328,583	-	-
Receivable from and advances to subsidiaries	-	439,741	3,585,493,705	3,113,908,848
Bunker oil	(56,913,150)	14,091,838	-	-
Other current assets	2,234,229	(113,339,453)	(16,565,253)	(3,027,681)
Other non-current assets	1,500	(681,100)	1,500	(234,963)
Operating liabilities increase (decrease)				
Trade accounts payable	22,309,628	43,952,804	2,363,217	(736,260)
Payable to and advances from subsidiaries	-	-	(1,236,198,879)	(202,604,436)
Advances received from charterers	(81,662,778)	103,210,753	(1,294,162)	-
Accrued expenses and other current liabilities	76,715,479	(381,000)	(933,756)	(23,860,174)
Net cash from operating activities	7,903,710,449	6,052,957,375	2,142,584,812	2,698,533,214

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 2005 AND 2004

(Unit: Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	2005	2004	2005	2004
<b>Cash flows from investing activities</b>				
Cash received from sales of current investments	121,939,260	-	40	-
Cash and cash equivalents of divested subsidiary	-	(182,001)	-	-
Increase in investments accounted for under equity method	-	-	(580,000,000)	(1,345,000,000)
Acquisitions of fixed assets	(2,853,752,651)	(8,232,385,353)	(22,029,812)	(34,621,381)
Cash received from disposals of fixed assets	575,944	511,600	298,563	511,600
Net cash used in investing activities	(2,731,237,447)	(8,232,055,754)	(601,731,209)	(1,379,109,781)
<b>Cash flows from financing activities</b>				
Cash received from new loans	-	7,252,848,008	-	-
Cash paid for long-term loans	(4,424,972,039)	(3,033,842,191)	-	(242,582,284)
Cash paid for treasury stock	-	(450,880,716)	-	(450,880,716)
Dividend paid	(1,543,657,175)	(894,962,900)	(1,543,657,175)	(894,962,900)
Dividend paid to minority interest	(21,215,912)	(44,698,321)	-	-
Net cash from (used in) financing activities	(5,989,845,126)	2,828,463,880	(1,543,657,175)	(1,588,425,900)
Increase (decrease) in translation adjustment	30,878,801	(21,519,475)	-	-
Net increase (decrease) in cash and cash equivalents	(786,493,323)	627,846,026	(2,803,572)	(269,002,467)
Cash and cash equivalents at beginning of year	1,525,115,985	897,269,959	13,669,084	282,671,551
Cash and cash equivalents at end of year	738,622,662	1,525,115,985	10,865,512	13,669,084
<b>Supplemental cash flow information</b>				
Cash paid during the year for				
Interest expense	313,798,534	318,741,686	-	711,792
Non-cash transactions				
Dividend income from subsidiaries offset against receivable from/payable to subsidiaries	-	-	4,651,524,166	3,610,363,585
Cash received from sales of investments in subsidiaries and bad debt recovery offset against advance receipt for sales of investments	-	70,161,560	-	70,161,560

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