

Ref. : 2011-002

28th January 2011

To : The President of the Stock Exchange of Thailand

Subject : Consolidated USD Restatement Report of Precious Shipping Public Company Limited
and subsidiaries for the year ended 31 December 2010

We, Precious Shipping Public Company Limited (the "Company") attach herewith the Consolidated USD Restatement Report of Precious Shipping Public Company Limited and subsidiaries for the year ended 31 December 2010 and Policy of Restatement from THB to USD currency for your information. (file "psle1", below the auditor report) We summarize the key figures for your ready reference as follows:

(Figures in Thousand US Dollars)

Balance Sheet	As at 31/12/2010	As at 31/12/2009
Total assets	665,339	644,577
Total liabilities	175,923	149,132
Total shareholders' equity	489,416	495,445
Income Statement	12 Months to 31/12/2010	12 Months to 31/12/2009
Total revenues	107,127	184,954
Total expenses	60,341	88,128
Income before finance cost and corporate income tax	47,390	97,469
Finance cost	9,394	7,691
Net income before corporate income tax	37,996	89,778
Net income attributable to equity holders of the parent	35,163	88,087

Background : The restatement has been done on the basis of the Thai Baht Financial Statements as audited by the Company's Auditors and the subsequent restatement into US Dollars has been reviewed by the Independent accountants - BAKER TILLY CORPORATE ADVISORY SERVICES (THAILAND) LIMITED. We feel it is necessary to provide the Consolidated Restated US Dollar Financial Statements to investors, since these would give a more accurate financial position of the Company because our shipping assets are bought and sold in US Dollars apart from all our shipping revenues which are also in US Dollars. These constitute almost 98% of our total assets and revenues. Similarly, all of our liabilities and most of our expenses are also incurred in US Dollars. This leads to a mismatch in our Thai Baht Denominated Balance Sheet where some of the fixed assets (vessels acquired before 1st July 1997) are expressed in Thai Baht at the original exchange rates (at the conversion of about Baht 25-26 per USD 1), but the liabilities are expressed in Thai Baht at the closing exchange rates at the end of this year (at the conversion of about Baht 30.2963 per USD 1) resulting in an understatement of the value of the fixed assets in Thai Baht terms, since the exchange rate for the conversion of the Fixed Assets (Vessels) from US Dollars to Thai Baht remains at the rate applied at the time of purchase of the Vessels.

Since almost all the fixed assets are in US Dollars, fixed assets are now restated in US Dollars at the original US Dollar value and the restatement thus removes the mismatch between asset and liability values.

Moreover, in recognition of the above, as a part of our credit facility agreements, it is the Company's obligation to additionally provide these Consolidated Restated US Dollar Financial Statements to the Lenders and also to compute the Financial Covenants based on these Consolidated Restated Financial Statements. Accordingly, these are being provided to all interested investors and shareholders too.

Please be informed accordingly.

Yours sincerely,

For : Precious Shipping Public Company Limited

Mr. Khalid Moinuddin Hashim
Managing Director

Mr. Khushroo Kali Wadia
Director