

Precious Shipping Public Company Limited and subsidiaries

Balance sheets

As at 31 December 2009 and 2008

(Unit: Baht)

		Consolidated financial statements		Separate financial statements	
	<u>Note</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Assets					
Current assets					
Cash and cash equivalents	17	5,848,782,201	3,350,024,741	2,246,681,628	914,837,752
Current investments - net	6	27,500,000	-	27,500,000	-
Trade accounts receivable - net	7	42,078,391	46,765,842	-	-
Receivables from and advances to subsidiaries	8	-	-	282,681,149	1,102,945,345
Short-term loans to subsidiary	9	-	-	2,119,480,660	176,287,039
Bunker oil		-	6,667,192	-	-
Other current assets					
Advances to vessel masters		54,093,717	102,137,723	-	-
Claim recoverables		35,304,785	89,737,672	-	-
Others		35,959,713	42,589,372	18,475,916	20,632,606
Total other current assets		125,358,215	234,464,767	18,475,916	20,632,606
Total current assets		6,043,718,807	3,637,922,542	4,694,819,353	2,214,702,742
Non-current assets					
Investments in subsidiaries - net	10	-	-	5,703,026,841	5,663,012,341
Investment in associate held by a subsidiary	11	143,219,374	122,566,201	-	-
Other long-term investment	12	10,130,430	10,130,430	10,130,430	10,130,430
Property, building and equipment - net	13	7,780,922,468	9,080,505,371	17,222,574	26,282,292
Other non-current assets					
Computer software - net	14	46,911,635	54,825,388	46,911,635	54,825,388
Advances for vessel constructions	15	7,809,282,007	4,720,520,133	7,809,282,007	4,720,520,133
Deferred financial fees - net	16	291,253,234	330,740,492	291,253,234	330,740,492
Advance from share acquisition in associate held by a subsidiary	11.2	11,538,699	-	-	-
Others		3,152,306	3,322,306	2,615,865	2,615,865
Total other non-current assets		8,162,137,881	5,109,408,319	8,150,062,741	5,108,701,878
Total non-current assets		16,096,410,153	14,322,610,321	13,880,442,586	10,808,126,941
Total assets		22,140,128,960	17,960,532,863	18,575,261,939	13,022,829,683

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 2009 and 2008

(Unit: Baht)

		Consolidated financial statements		Separate financial statements	
	<u>Note</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Liabilities and shareholders' equity					
Current liabilities					
Trade accounts payable		44,727,575	96,213,245	2,363,783	1,209,938
Payables to and advances from subsidiaries	8	-	-	2,183,872,302	1,618,831,861
Advances received from vessel sales	17	29,158,895	21,891,418	-	-
Advances received from charterers		79,029,033	211,642,085	-	-
Other current liabilities					
Accrued crew accounts		49,382,671	101,031,624	-	-
Current portion of accrued employee benefits	18	165,690,296	147,794,957	152,196,487	135,676,932
Accrued expenses		45,489,571	112,153,882	9,119,622	8,419,749
Provision for income tax		24,631,203	11,082,386	-	-
Withholding tax payable		31,427,877	54,438,912	30,273,349	53,084,164
Others		19,347,683	21,383,258	4,378,906	5,150,796
Total other current liabilities		335,969,301	447,885,019	195,968,364	202,331,641
Total current liabilities		488,884,804	777,631,767	2,382,204,449	1,822,373,440
Non-current liabilities					
Accrued employee benefits - net of current portion	18	173,011,023	217,850,070	159,089,829	199,435,375
Provisions for maritime claims		42,050,177	48,106,741	-	-
Payables from cross currency swap contracts		8,124,620	-	-	-
Long-term loans - net	16, 19	4,291,698,801	739,495,539	3,578,235,298	739,495,539
Total non-current liabilities		4,514,884,621	1,005,452,350	3,737,325,127	938,930,914
Total liabilities		5,003,769,425	1,783,084,117	6,119,529,576	2,761,304,354

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 2009 and 2008

(Unit: Baht)

		Consolidated financial statements		Separate financial statements	
	<u>Note</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Shareholders' equity					
Share capital					
Registered share capital					
1,039,520,600 ordinary shares					
of Baht 1 each		1,039,520,600	1,039,520,600	1,039,520,600	1,039,520,600
Issued and paid-up share capital					
1,039,520,600 ordinary shares					
of Baht 1 each		1,039,520,600	1,039,520,600	1,039,520,600	1,039,520,600
Paid-in capital					
Premium on ordinary shares		411,429,745	411,429,745	411,429,745	411,429,745
Premium on treasury stock		172,445,812	172,445,812	172,445,812	172,445,812
Revaluation surplus on assets of					
subsidiary - net	21	203,452,059	103,711,800	-	-
Translation adjustments		(22,850,674)	120,183,371	-	-
Retained earnings					
Appropriated					
Statutory reserve - the Company	22	103,952,060	103,952,060	103,952,060	103,952,060
- subsidiaries	22	513,220,000	496,020,000	-	-
Corporate social responsibility reserve	23	37,782,784	24,692,961	37,782,784	24,692,961
Unappropriated		14,652,874,052	13,694,533,528	10,690,601,362	8,509,484,151
Total equity attributable to Company's					
shareholders		17,111,826,438	16,166,489,877	12,455,732,363	10,261,525,329
Minority interest - equity attributable to					
minority shareholders of subsidiaries		24,533,097	10,958,869	-	-
Total shareholders' equity		17,136,359,535	16,177,448,746	12,455,732,363	10,261,525,329
Total liabilities and shareholders' equity		22,140,128,960	17,960,532,863	18,575,261,939	13,022,829,683
		0	0	0	0

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

Directors

Precious Shipping Public Company Limited and subsidiaries

Income statements

For the years ended 31 December 2009 and 2008

(Unit: Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2009	2008	2009	2008
Revenues					
Vessel operating income					
Hire income		5,109,100,239	8,337,105,438	-	-
Freight income		414,544,962	198,694,145	-	-
Total vessel operating income		5,523,645,201	8,535,799,583	-	-
Service income	8	16,753,312	2,831,834	150,529,957	94,428,000
Gains on sales of vessels and equipment	13	760,279,523	137,933	71,428	-
Interest income	8	38,065,092	49,565,052	20,794,985	14,587,830
Exchange gains		43,626,627	61,130,752	-	33,925,762
Other income		26,508,055	319,174	2,145,200	27,687
Dividend received	8, 10	-	-	4,700,110,297	4,700,417,749
Total revenues		6,408,877,810	8,649,784,328	4,873,651,867	4,843,387,028
Expenses					
Vessel operating costs					
Vessel running expenses		1,500,155,882	1,855,744,943	-	-
Voyage disbursements		106,262,509	32,696,621	-	-
Bunker consumption		105,422,379	37,805,454	-	-
Total vessel operating costs		1,711,840,770	1,926,247,018	-	-
Depreciation	13	934,609,148	1,085,164,801	9,285,209	9,545,256
Cost of services		9,614,509	23,322,154	-	-
Administrative expenses	8	255,345,894	377,828,499	209,618,020	359,087,002
Management remuneration including perquisites		138,106,205	147,374,215	122,848,778	130,907,756
Bad debts and doubtful accounts		9,698,521	11,131,965	1,124,608	1,477,044
Exchange losses		-	-	3,866,778	-
Total expenses		3,059,215,047	3,571,068,652	346,743,393	501,017,058
Income before share of income from investment in associate		3,349,662,763	5,078,715,676	4,526,908,474	4,342,369,970
Share of income from investment in associate held by a subsidiary	11.1	22,317,306	10,167,494	-	-
Income before finance cost and corporate income tax		3,371,980,069	5,088,883,170	4,526,908,474	4,342,369,970
Finance cost		(265,811,637)	(130,644,868)	(253,961,304)	(129,918,973)
Income before corporate income tax		3,106,168,432	4,958,238,302	4,272,947,170	4,212,450,997
Corporate income tax	25	(45,536,596)	(21,374,441)	-	-
Net income for the year		3,060,631,836	4,936,863,861	4,272,947,170	4,212,450,997
Net income (loss) attributable to:					
Equity holders of the parent		3,047,056,978	4,938,592,249	4,272,947,170	4,212,450,997
Minority interests of the subsidiaries		13,574,858	(1,728,388)	-	-
Net income for the year		3,060,631,836	4,936,863,861	4,272,947,170	4,212,450,997
Basic earnings per share					
Net income attributable to equity holders of the parent	27	2.93	4.75	4.11	4.05

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

Precious Shipping Public Company Limited and subsidiaries

Cash flow statements

For the years ended 31 December 2009 and 2008

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Cash flows from operating activities				
Income before corporate income tax	3,106,168,432	4,958,238,302	4,272,947,170	4,212,450,997
Adjustments to reconcile income before corporate income tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	945,195,421	1,085,862,357	19,871,483	10,242,812
Bad debt and doubtful accounts	9,698,521	11,131,965	1,124,608	1,477,044
Write-off equipment and computer software	198,980	538,428	198,980	15,338
Losses (gains) on sales of vessels and equipment	(760,279,523)	(137,933)	(71,428)	-
Amortisation of discount on investments in debt securities	(828,916)	(4,196,977)	(828,916)	(4,196,977)
Share of income from investment in associate held by a subsidiary	(22,317,306)	(10,167,494)	-	-
Write-off deferred financial fees	2,658,544	50,669,413	2,658,544	50,669,413
Reversal of provisions for maritime claims	(6,056,564)	(20,844,998)	-	-
Unrealised exchange losses (gains)	(155,401,827)	17,360,454	(71,439,641)	17,805,239
Unrealised losses from cross currency swap contracts	8,124,620	-	-	-
Interest income	(30,604,061)	(22,309,161)	(18,539,772)	(9,008,244)
Income from operating activities before changes in operating assets and liabilities	3,096,556,321	6,066,144,356	4,205,921,028	4,279,455,622
Operating assets (increase) decrease				
Trade accounts receivable	11,421,117	(19,347,427)	-	-
Receivables from and advances to subsidiaries	-	-	841,073,193	(280,676,049)
Bunker oil	(101,540,115)	(1,030,667)	-	-
Other current assets	99,778,639	22,160,705	10,973,907	10,033,529
Other non-current assets	170,000	702,147	-	780,294
Operating liabilities increase (decrease)				
Trade accounts payable	(71,222,999)	27,821,702	(1,088,338)	(225,048)
Payables to and advances from subsidiaries	-	-	565,040,441	258,390,227
Advances received from charterers	(132,863,640)	40,147,963	-	-
Other current liabilities	(126,415,743)	94,444,843	(8,382,805)	93,309,732
Non-current liabilities	(44,839,047)	121,903,070	(40,345,547)	110,836,842
Cash flows from operating activities	2,731,044,533	6,352,946,692	5,573,191,879	4,471,905,149
Cash paid for interest expense	(61,612,094)	-	(61,612,094)	-
Cash paid for corporate income tax and withholding tax deducted at source	(43,542,340)	(230,699,349)	(8,037,035)	(2,976,959)
Net cash flows from operating activities	2,625,890,099	6,122,247,343	5,503,542,750	4,468,928,190

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

Precious Shipping Public Company Limited and subsidiaries

Cash flow statements (continued)

For the years ended 31 December 2009 and 2008

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Cash flows from investing activities				
Acquisitions of current investments	(1,824,020,000)	(1,957,368,497)	(1,824,020,000)	(1,957,368,497)
Proceeds from sales of current investments	1,797,348,916	1,961,565,474	1,797,348,916	1,961,565,474
Dividend received from associate held by a subsidiary	-	10,653,816	-	-
Acquisitions of equipment and payment of dry-dock and special survey expenses	(1,017,346,044)	(640,549,919)	(462,474)	(11,075,123)
Acquisitions of computer software	(2,871,500)	(12,027,328)	(2,871,500)	(12,027,328)
Cash paid for advances for vessel constructions	(3,016,580,891)	(1,473,937,448)	(3,016,580,891)	(1,473,937,448)
Proceeds from sales of vessels and equipment	2,369,562,680	137,944	308,410	-
Increase in investment in a subsidiary	-	-	(40,014,500)	(45,000,000)
Advance payment for share acquisition in associate held by a subsidiary	(11,538,699)	-	-	-
Advances received from vessel sales	29,158,895	21,891,418	-	-
Increase in short-term loans to subsidiary	-	-	(2,029,593,961)	-
Interest income	30,604,061	22,309,161	18,539,772	9,008,244
Net cash flows used in investing activities	(1,645,682,582)	(2,067,325,379)	(5,097,346,228)	(1,528,834,678)
Cash flows from financing activities				
Cash paid for deferred financial fees	(2,948,050)	(87,933,966)	(2,948,050)	(87,933,966)
Cash received from long-term loans	3,741,608,040	725,909,097	3,007,335,540	725,909,097
Dividend paid to the Company's shareholders	(2,078,740,136)	(2,858,205,744)	(2,078,740,136)	(2,858,205,744)
Net cash flows from (used in) financing activities	1,659,919,854	(2,220,230,613)	925,647,354	(2,220,230,613)
Increase (decrease) in translation adjustments	(141,369,911)	45,089,134	-	-
Net increase in cash and cash equivalents	2,498,757,460	1,879,780,485	1,331,843,876	719,862,899
Cash and cash equivalents at beginning of year	3,350,024,741	1,470,244,256	914,837,752	194,974,853
Cash and cash equivalents at end of year	5,848,782,201	3,350,024,741	2,246,681,628	914,837,752
	0	0	0	0

Supplemental cash flows information

Non-cash transactions

Dividend income from subsidiaries offset against receivables from/payables to subsidiaries	-	-	4,700,110,297	4,700,417,749
Amortisation of revaluation surplus on assets of subsidiary - the Company's interest	20,312,875	20,254,082	-	-
Amortisation of revaluation surplus on assets of subsidiary - minority interest	630	3,922	-	-
Transfer of deferred financial fees to advances for vessel constructions	8,453,843	374,800	8,453,843	374,800
Transfer of interest expenses to advances for vessel constructions	2,115,046	6,660,769	2,115,046	6,660,769
Deferred financial fees presented as a deduction from long-term loans	31,322,921	4,251,235	10,513,924	4,251,235
Transfer of deferred financial fees to subsidiary in proportion to the drawdown amount	-	-	20,808,997	-

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