JINHUI HOLDINGS COMPANY LIMITED

(Incorporated in Hong Kong with limited liability)

Stock Code: 137

ANNOUNCEMENT
RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2005 OF JINHUI SHIPPING AND TRANSPORTATION LIMITED

The information set out under the section headed "JINHUI SHIPPING – RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2005" is a reproduction of an announcement released on 28 November 2005 through Oslo Stock Exchange by Jinhui Shipping and Transportation Limited ("Jinhui Shipping" or defined as the "Company" below), an approximately 50.21% owned subsidiary of Jinhui Holdings Company Limited, in accordance with the regulations of the Oslo Stock Exchange. This announcement is issued by Jinhui Holdings Company Limited pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities by The Stock Exchange of Hong Kong Limited.

JINHUI SHIPPING – RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2005

"HIGHLIGHTS FOR THE THIRD QUARTER OF 2005:
- Turnover slightly decreased 1.7% to US$48.4 million
- Net profit amounted to US$12.8 million
- Basic earnings per share: US$0.1527
- 3rd interim dividend: US$0.01 per share
- Average daily time charter equivalent rate: US$23,405

The Board of Directors of **Jinhui Shipping and Transportation Limited (the "Company")** is pleased to announce the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the quarter and nine months ended 30 September 2005.

CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT

	3 months ended 30/9/2005 (Unaudited) *US$'000*	3 months ended 30/9/2004 (Unaudited) *US$'000*	**9 months ended 30/9/2005 (Unaudited)** *US$'000*	9 months ended 30/9/2004 (Unaudited) *US$'000*	Year ended 31/12/2004 (Audited) *US$'000*
Turnover	**48,391**	49,250	**166,265**	158,336	216,410
Gain on disposal of motor vessels	**–**	–	**–**	–	16,308
Cancellation fee income	**–**	–	**20,000**	–	–
Other operating income	**1,580**	2,543	**6,127**	7,576	10,639
Shipping related expenses	**(29,696)**	(29,832)	**(87,880)**	(85,625)	(112,513)
Depreciation and amortization	**(3,322)**	(2,334)	**(8,414)**	(6,962)	(9,145)
Gain (Losses) on forward freight agreements	**–**	2,708	**–**	(64,469)	(62,942)
Staff costs and related expenses	**(1,227)**	(1,153)	**(3,734)**	(2,535)	(3,758)
Other operating expenses	**(816)**	(568)	**(2,570)**	(2,185)	(3,000)
Other net (expenses) income	**(740)**	251	**(1,257)**	159	684
Profit from operations	**14,170**	20,865	**88,537**	4,295	52,683
Interest income	**244**	116	**1,059**	232	384
Interest expenses	**(1,581)**	(712)	**(3,341)**	(1,716)	(2,647)
Profit before taxation	**12,833**	20,269	**86,255**	2,811	50,420
Taxation	**–**	–	**–**	–	–
Net profit for the period/year	**12,833**	20,269	**86,255**	2,811	50,420
Dividends	**840**	–	**22,692**	–	15,128
Basic earnings per share ***(US$)***	**0.1527**	0.2153	**1.0263**	0.0290	0.5345

CONDENSED CONSOLIDATED BALANCE SHEET

	30/9/2005 (Unaudited) *US$'000*	30/9/2004 (Unaudited) *US$'000*	31/12/2004 (Audited) *US$'000*
Property, plant and equipment	**266,416**	190,163	150,301
Available-for-sale financial assets	**3,327**	–	–
Other investments	**–**	3,651	3,570
Other non-current assets	**1,020**	821	562
Current assets	**65,486**	47,021	81,766
Total assets	**336,249**	241,656	236,199
Capital and reserves	**171,964**	86,687	121,045
Non-current liabilities	**108,275**	80,913	52,593
Current liabilities	**56,010**	74,056	62,561
Total equity and liabilities	**336,249**	241,656	236,199

THIRD INTERIM DIVIDEND

The Board has declared a third interim dividend of US$0.01 per share and such dividend will be paid to the beneficial owners of the shares of the Company whose names are registered in the Norwegian Verdipapirsentralen (the Norwegian Registry of Securities) at the close of business on 11 January 2006. The ex dividend date is 9 January 2006 and the dividend will be paid on or about 9 February 2006.

DIVIDEND POLICY FOR FINANCIAL YEAR 2005

As announced by the Board in May 2005, the Company's dividend policy for the financial year 2005 has been determined, which will be at a payout ratio of no less than 30% of net profit for the financial year 2005 and paid to shareholders on a quarterly basis.

REVIEW OF OPERATIONS

The freight rates in the third quarter of 2005 were very volatile. The Baltic Dry Index dropped to the lowest of the year to 1,747 in early August and then picked up to close at 2,907 during the quarter. The compound effect of the huge influx of newbuilding which enter the fleet and the reduction of port congestion caused the downturn in freight rates during mid 2005. Natural disasters also took their toll this quarter with Hurricanes Katrina and Rita wreaking havoc on New Orleans and the US Gulf region. Average earnings for the quarter for all fleet sectors were substantially below those of the first two quarters in 2005.

The Group's consolidated turnover for the quarter slightly decreased by 1.7% over last corresponding period to US$48,391,000. The Group managed to report a net profit of US$12,833,000 for the quarter; representing a decrease of 36.7% over last corresponding period. Basic earnings per share for the quarter was US$0.1527 as compared to basic earnings per share of US$0.2153 for last corresponding period.

Under the sluggish market conditions, the Group's profit for the third quarter was substantially below those of the first two quarters in 2005, in particular, offset by operating loss of two Capesize vessels chartered-in by the Group. During the quarter, the Group's revenue was also affected by comparatively lower number of available days of operations as five out of twenty-four vessels operated by the Group were under scheduled drydocking and one of our owned vessels "Jin An" had been offhire for nearly two months. On 30 June 2005, motor vessel "Jin An" touched ground near the port at Visakhapatnam, India to avoid collision and sustained various damages. The said vessel came into operation again by end of August 2005 after taking all necessary repairs and surveys.

The average daily time charter equivalent rates of the Group's fleet were as follows:

	2005 Q3	**2005 1st nine months**	2004
	US$	***US$***	*US$*
Capesize	**31,164**	**47,858**	24,668
Panamax	**23,436**	**30,721**	30,669
Handymax	**24,328**	**25,727**	23,145
Handysize	**10,042**	**16,170**	21,087
In average	**23,405**	**28,264**	26,104

FINANCIAL REVIEW

After the delivery of four additional vessels during the first nine months of 2005, as at 30 September 2005, the total of the Group's equity securities, bank balances and cash decreased to US$38,378,000 (31 December 2004: US$60,978,000) and bank borrowings increased to US$119,997,000 (31 December 2004: US$58,209,000). The gearing ratio, as calculated on the basis of net debts (total interest-bearing debts net of equity and debt securities, cash and cash equivalents) over shareholders' equity, was 47.5% as at 30 September 2005 as compared to the net cash position of US$2,769,000, that is, zero gearing as at 31 December 2004. All the bank borrowings on vessel loans were committed on floating rate basis and were denominated in United States Dollars. Certain interest rate swap arrangements have been in place in order to mitigate the risk associated with the increase in interest rates.

Out of the Group's capital expenditures totalling US$124,286,000 for the nine months ended 30 September 2005 (year ended 31 December 2004: US$24,123,000), approximately US$124,174,000 (year ended 31 December 2004: US$23,601,000) was spent on the acquisition of second hand motor vessels and construction of the Group's newbuildings.

As at 30 September 2005, the Group has committed to acquire five motor vessels including four newbuildings and one 2002-built vessel at total purchase prices of US$119,770,000, of which two will be delivered in 2005, one in 2006 and two in 2007, and the total amount contracted but not provided for, net of deposits paid, was US$107,793,000.

OUTLOOK

Subsequent to quarter ended 30 September 2005, the Group has further committed on 2 November 2005 to acquire a Handymax newbuilding at a consideration of JPY3,350,000,000, which will be delivered to the Group on or before 29 June 2007. An additional Panamax newbuilding, motor vessel "Jin Sheng", was delivered to the Group on 25 November 2005.

As at date of this announcement, the total capacity of the Group's fleet is around deadweight 1.7 million metric tons comprising thirteen owned vessels and twelve chartered-in vessels, and approximately 98% of the Group's revenue days in 2005 have been covered.

Following a particularly sluggish third quarter, there is a decent increase in activity and freight rates so far in the fourth quarter attributable to a strong US Gulf grain season and to the resumption of iron ore import to China. The Board expects freight rates to improve further in the coming months due to further increase in Chinese demand and expected increase in port congestion. Though a prolonged period of refining disruption and high oil prices could significantly affect business confidence, we remain cautiously optimistic that the forthcoming year will be another reasonable year for the dry bulk market."

The principal accounting policies and methods of computation used in the preparation of the above unaudited consolidated results of Jinhui Shipping and its subsidiaries are in accordance with the Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants.

As at date of this announcement, the Executive Directors of Jinhui Holdings Company Limited are Ng Siu Fai, Ng Kam Wah Thomas, Ng Ki Hung Frankie and Ho Suk Lin; and the Independent Non-executive Directors are Cui Jianhua, Tsui Che Yin Frank and William Yau.

By Order of the Board
Jinhui Holdings Company Limited
Ng Siu Fai
Chairman

Hong Kong, 28 November 2005

Please also refer to the published version of this announcement in China Daily.