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JINHUI HOLDINGS COMPANY LIMITED

(Incorporated in Hong Kong with limited liability)

RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2002 OF JINHUI SHIPPING AND TRANSPORTATION LIMITED

The following is a reproduction of an announcement released in Oslo by Jinhui Shipping and Transportation Limited (“Jinhui Shipping” or defined as the “Company” below), a subsidiary of Jinhui Holdings Company Limited, in accordance with the requirements of the Oslo Exchanges. This announcement is issued by Jinhui Holdings Company Limited pursuant to paragraph 2 of the Listing Agreement for information purpose only.

“UNAUDITED RESULTS

Turnover of the Company and its subsidiaries (the “Group”) for the three months ended 30 September 2002 amounted to US\$15,957,000, representing a decrease of 16% as compared with last corresponding period. The Group’s overall net loss for the three months ended 30 September 2002 amounted to US\$1,015,000 whereas a net loss of US\$2,282,000 was reported in last corresponding period.

The freight rates remained low during early of the quarter but then picked up rapidly during September 2002 due to strong demands in Atlantic and Pacific. The increase in freight rates have a positive impact on the Group’s shipping activities but the operating costs such as fuel costs and maintenance expenses remained at a high level. The Group’s shipping operation managed to operate at a profit of US\$293,000 for the quarter; whereas an operating profit of US\$450,000 was reported for the last corresponding period.

As scheduled, the Group took delivery of a dry bulk vessel, “Jin Ping”, on 30 September 2002 which was mainly financed by bank loan. The gearing ratio, calculated on the basis of the total borrowings over shareholders’ fund, increased from 99% as at 30 June 2002 to 113% at the end of the quarter.

The dry bulk market is in general on an upward trend and in more favourable conditions, the Board is optimistic for the rest of 2002. While focusing on the core shipping businesses, the Group will continue taking efforts to improve efficiency, reduce the operating costs and remain conscious to the changing market conditions in mapping out its business and investment strategies.

CONSOLIDATED INCOME STATEMENT DATA

	3 months ended 30/9/2002 US\$’000	3 months ended 30/9/2001 US\$’000	9 months ended 30/9/2002 US\$’000	9 months ended 30/9/2001 US\$’000	Year ended 31/12/2001 US\$’000
Turnover	15,957	18,887	50,485	62,772	79,025
(Loss) Profit from operations	(580)	(1,949)	(6,436)	7,887	10,442
Interest income	204	377	578	1,788	2,043
Interest expenses	(645)	(714)	(1,822)	(2,060)	(2,614)
Provision for impairment in value of fixed assets	–	–	–	–	(6,541)
Net (loss) profit for the period/year	(1,015)	(2,282)	(7,663)	7,616	3,325
(Loss) Earnings per share					
– basic (US\$)	(0.0103)	(0.0232)	(0.0779)	0.0774	0.0338

CONSOLIDATED BALANCE SHEET DATA

	30/9/2002 <i>US\$'000</i>	30/9/2001 <i>US\$'000</i>	31/12/2001 <i>US\$'000</i>
Fixed assets	176,700	137,553	131,436
Other investments	5,527	5,957	5,850
Other non-current assets	1,618	2,856	465
Current assets	21,747	43,416	38,834
	<u>205,592</u>	<u>189,782</u>	<u>176,585</u>
Total assets			
Capital and reserves	90,888	102,842	98,551
Minority interests	(91)	(80)	(74)
Non-current liabilities	88,526	57,561	53,344
Current liabilities	26,269	29,459	24,764
	<u>205,592</u>	<u>189,782</u>	<u>176,585</u>
Total equity and liabilities			

SEGMENTAL INFORMATION

	3 months ended 30/9/2002 <i>US\$'000</i>	3 months ended 30/9/2001 <i>US\$'000</i>	9 months ended 30/9/2002 <i>US\$'000</i>	9 months ended 30/9/2001 <i>US\$'000</i>	Year ended 31/12/2001 <i>US\$'000</i>
Segment turnover					
Chartering freight and hire	15,843	18,759	50,116	62,537	78,622
Investments in China	114	128	369	235	403
	<u>15,957</u>	<u>18,887</u>	<u>50,485</u>	<u>62,772</u>	<u>79,025</u>
Segment profit (loss) from operations					
Chartering freight and hire	293	450	2,256	3,629	1,973
Investments in China	(143)	(99)	10	(474)	(291)
Trading	-	-	-	520	1,641
Other operations	(730)	(2,300)	(8,702)	4,212	7,119
	<u>(580)</u>	<u>(1,949)</u>	<u>(6,436)</u>	<u>7,887</u>	<u>10,442</u>
Segment assets			30/9/2002 <i>US\$'000</i>	30/9/2001 <i>US\$'000</i>	31/12/2001 <i>US\$'000</i>
Chartering freight and hire			180,350	140,687	131,154
Investments in China			5,668	7,013	6,110
Trading			30	32	24
Other operations			7,774	11,319	12,531
			<u>193,822</u>	<u>159,051</u>	<u>149,819</u>
Segment liabilities					
Chartering freight and hire			107,016	78,740	70,859
Investments in China			445	609	265
Trading			48	47	47
Other operations			3,812	1,967	2,047
			<u>111,321</u>	<u>81,363</u>	<u>73,218</u>

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 Statements of Standard Accounting Practice issued by the Hong Kong Society of Accountants.

By Order of the Board
Ng Siu Fai
Chairman and Managing Director

Hong Kong, 28 November 2002

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