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JINHUI HOLDINGS COMPANY LIMITED

(Incorporated in Hong Kong with limited liability)

RESULTS FOR THE QUARTER ENDED 31 MARCH 2003 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) on 27 May 2003, an approximately 50.9% owned subsidiary of Jinhui Holdings Company Limited, in accordance with the requirements of the Oslo Stock Exchange. This announcement is issued by Jinhui Holdings Company Limited pursuant to paragraph 2 of the Listing Agreement for information purpose only.

“UNAUDITED RESULTS

The consolidated net profit of the Company and its subsidiaries (the “Group”) for the three months ended 31 March 2003 amounted to US\$676,000 whereas a net loss of US\$2,923,000 was reported for last corresponding period.

The overall dry bulk market was rather strong during the first quarter of 2003 due to strong demand. Despite a fall by around 200 points in late January 2003 as compared to end of 2002, the Baltic Dry Index picked up steadily and rose overall by around 200 points during the quarter to close at 1,939, an unprecedented level in recent years. However, the operating costs still remained high and the Group’s committed tonnage was yet to be unwound. The shipping turnover was US\$23,174,000 for the quarter, representing an increase of 30% as compared to that of last corresponding period. The Group’s shipping operation reported a modest profit of US\$209,000 for the quarter; whereas an operating profit of US\$784,000 was reported for last corresponding period.

CONSOLIDATED INCOME STATEMENT DATA

	3 months ended 31/3/2003 US\$'000	3 months ended 31/3/2002 US\$'000	Year ended 31/12/2002 US\$'000
Turnover	23,174	17,934	70,139
Profit (Loss) from operations	1,102	(2,594)	(9,849)
Interest income	182	152	767
Interest expenses	(611)	(489)	(2,511)
Net profit (loss) for the period/year	676	(2,923)	(11,577)
Basic earnings (loss) per share (US\$)	0.0069	(0.0297)	(0.1176)

CONSOLIDATED BALANCE SHEET DATA

	31/3/2003 US\$'000	31/3/2002 US\$'000	31/12/2002 US\$'000
Fixed assets	160,456	164,025	167,822
Other investments	4,138	5,742	4,219
Other non-current assets	430	1,305	537
Current assets	29,778	28,286	21,629
Total assets	<u>194,802</u>	<u>199,358</u>	<u>194,207</u>
Capital and reserves	87,650	95,628	86,974
Minority interests	–	(82)	(90)
Non-current liabilities	85,185	77,898	87,419
Current liabilities	21,967	25,914	19,904
Total equity and liabilities	<u>194,802</u>	<u>199,358</u>	<u>194,207</u>

SEGMENTAL INFORMATION

	3 months ended 31/3/2003 US\$'000	3 months ended 31/3/2002 US\$'000	Year ended 31/12/2002 US\$'000
Segment turnover			
Chartering freight and hire	23,174	17,778	69,698
Investments in China	–	156	441
	<u>23,174</u>	<u>17,934</u>	<u>70,139</u>
Segment profit (loss) from operations			
Chartering freight and hire	209	784	373
Investments in China	51	(465)	756
Other operations	842	(2,913)	(10,978)
	<u>1,102</u>	<u>(2,594)</u>	<u>(9,849)</u>
	31/3/2003 US\$'000	31/3/2002 US\$'000	31/12/2002 US\$'000
Segment assets			
Chartering freight and hire	164,704	166,731	168,343
Investments in China	4,390	5,916	4,378
Other operations	6,230	11,887	7,450
	<u>175,324</u>	<u>184,534</u>	<u>180,171</u>
Segment liabilities			
Chartering freight and hire	100,255	96,324	102,212
Investments in China	13	319	294
Other operations	2,364	2,214	2,348
	<u>102,632</u>	<u>98,857</u>	<u>104,854</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, 27 May 2003

Please also refer to the published version of this announcement in The Standard.