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## JINHUI HOLDINGS COMPANY LIMITED

(Incorporated in Hong Kong with limited liability)

### RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30 JUNE 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 21 August 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 30 June 2003 amounted to US\$271,000 whereas a net loss of US\$3,725,000 was reported for last corresponding period.

The dry bulk market continued to be firm during the second quarter of 2003 due to strong demand. The Baltic Dry Index picked up steadily and rose by 186 points during the quarter to close at 2,125. The shipping turnover was US\$23,328,000 for the quarter, representing an increase of 41% as compared to that of last corresponding period. However, the operating costs still remained high and the Group’s committed tonnage was yet to be unwound. The Group’s shipping operation reported a modest profit of US\$123,000 for the quarter; whereas an operating profit of US\$1,179,000 was reported for last corresponding period.

The Group’s other operations recorded a profit of US\$556,000 for the quarter; whereas a loss of US\$5,059,000 was reported for last corresponding period. The loss for last corresponding period was mainly due to the realized and unrealized exchange loss for the Group’s foreign currency exposure mainly in Japanese Yen as a result of the drastic and unexpected rebound of Japanese Yen and the weakening of United States Dollars during that period.

#### CONSOLIDATED INCOME STATEMENT DATA

	<b>3 months ended 30/6/2003 US\$'000</b>	3 months ended 30/6/2002 US\$'000	<b>6 months ended 30/6/2003 US\$'000</b>	6 months ended 30/6/2002 US\$'000	Year ended 31/12/2002 US\$'000
Turnover	<b>23,328</b>	16,594	<b>46,502</b>	34,528	70,139
Profit (Loss) from operations	<b>724</b>	(3,262)	<b>1,826</b>	(5,856)	(9,849)
Interest income	<b>142</b>	222	<b>324</b>	374	767
Interest expenses	<b>(595)</b>	(688)	<b>(1,206)</b>	(1,177)	(2,511)
Net profit (loss) for the period/year	<b>271</b>	(3,725)	<b>947</b>	(6,648)	(11,577)
Basic earnings (loss) per share (US\$)	<b>0.0028</b>	(0.0378)	<b>0.0096</b>	(0.0675)	(0.1176)

## CONSOLIDATED BALANCE SHEET DATA

	<b>30/6/2003</b> <i>US\$'000</i>	30/6/2002 <i>US\$'000</i>	31/12/2002 <i>US\$'000</i>
Fixed assets	<b>158,570</b>	161,700	167,822
Other investments	<b>4,057</b>	5,634	4,219
Other non-current assets	<b>332</b>	1,826	537
Current assets	<b>30,847</b>	23,940	21,629
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Total assets	<b>193,806</b>	193,100	194,207
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Capital and reserves	<b>87,921</b>	91,903	86,974
Minority interests	–	(85)	(90)
Non-current liabilities	<b>83,292</b>	77,496	87,419
Current liabilities	<b>22,593</b>	23,786	19,904
	<hr/>	<hr/>	<hr/>
Total equity and liabilities	<b>193,806</b>	193,100	194,207

## SEGMENTAL INFORMATION

	<b>3 months ended 30/6/2003</b> <i>US\$'000</i>	3 months ended 30/6/2002 <i>US\$'000</i>	<b>6 months ended 30/6/2003</b> <i>US\$'000</i>	6 months ended 30/6/2002 <i>US\$'000</i>	Year ended 31/12/2002 <i>US\$'000</i>
Segment turnover					
Chartering freight and hire	<b>23,328</b>	16,495	<b>46,502</b>	34,273	69,698
Investments in China	–	99	–	255	441
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	<b>23,328</b>	16,594	<b>46,502</b>	34,528	70,139
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Segment profit (loss) from operations					
Chartering freight and hire	<b>123</b>	1,179	<b>332</b>	1,963	373
Investments in China	<b>45</b>	618	<b>96</b>	153	756
Other operations	<b>556</b>	(5,059)	<b>1,398</b>	(7,972)	(10,978)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	<b>724</b>	(3,262)	<b>1,826</b>	(5,856)	(9,849)
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			<b>30/6/2003</b> <i>US\$'000</i>	30/6/2002 <i>US\$'000</i>	31/12/2002 <i>US\$'000</i>
Segment assets					
Chartering freight and hire			<b>161,705</b>	164,170	168,343
Investments in China			<b>4,061</b>	6,305	4,378
Other operations			<b>5,861</b>	9,600	7,450
			<hr/>	<hr/>	<hr/>
			<b>171,627</b>	180,075	180,171
			<hr/>	<hr/>	<hr/>
Segment liabilities					
Chartering freight and hire			<b>98,677</b>	95,146	102,212
Investments in China			<b>26</b>	568	294
Other operations			<b>2,473</b>	2,454	2,348
			<hr/>	<hr/>	<hr/>
			<b>101,176</b>	98,168	104,854
			<hr/>	<hr/>	<hr/>

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, 21 August 2003

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