JINHUI

JINHUI HOLDINGS COMPANY LIMITED

金輝集團有限公司

(Incorporated in Hong Kong with limited liability)

Stock Code : 137

OVERSEAS REGULATORY ANNOUNCEMENT

(This overseas regulatory announcement is made by Jinhui Holdings Company Limited in compliance with Rule 13.09(1) and 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.)

Please refer to the attached announcement released on 29 November 2007 through the Oslo Stock Exchange by Jinhui Shipping and Transportation Limited ("Jinhui Shipping"), an approximately 54.77% owned subsidiary of Jinhui Holdings Company Limited, in accordance with the regulations of the Oslo Stock Exchange.

The principal accounting policies and methods of computation used in the preparation of the attached 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.

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

Hong Kong, 29 November 2007

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 of Jinhui Holdings Company Limited are Cui Jianhua, Tsui Che Yin Frank and William Yau.

The Board of Directors of **Jinhui Shipping and Transportation Limited (the "Company")** announces the unaudited consolidated results of the Company and its subsidiaries (the "Group") for the quarter and nine months ended 30 September 2007.

CONDENSED CONSOLIDATED INCOME STATEMENT

	Note	**3 months ended 30/9/2007 (Unaudited)**	3 months ended 30/9/2006 (Unaudited)	**9 months ended 30/9/2007 (Unaudited)**	9 months ended 30/9/2006 (Unaudited)	Year ended 31/12/2006 (Audited)
		US$'000	*US$'000*	***US$'000***	*US$'000*	*US$'000*
Turnover	*2*	**75,913**	36,866	**197,423**	107,920	156,154
Gain on disposal of motor vessels		**-**	2,026	**-**	26,294	26,294
Other operating income		**921**	586	**3,744**	2,680	5,868
Shipping related expenses		**(30,631)**	(26,408)	**(97,476)**	(73,387)	(101,171)
Depreciation and amortization		**(5,873)**	(2,742)	**(15,043)**	(9,668)	(13,050)
Staff costs		**(908)**	(753)	**(2,802)**	(4,638)	(6,978)
Net loss on financial assets and financial liabilities at fair value through profit or loss	*3*	**(28,642)**	-	**(51,191)**	-	-
Other operating expenses		**(971)**	(4,720)	**(3,953)**	(9,432)	(9,271)
Profit from operations		**9,809**	4,855	**30,702**	39,769	57,846
Interest income		**618**	317	**2,086**	659	1,018
Interest expenses		**(6,583)**	(1,958)	**(15,032)**	(6,307)	(9,287)
Profit before taxation		**3,844**	3,214	**17,756**	34,121	49,577
Taxation	*4*	**-**	-	**-**	-	-
Net profit for the period/year attributable to shareholders of the Company		**3,844**	3,214	**17,756**	34,121	49,577
Basic earnings per share *(US$)*	*5*	**0.0457**	0.0382	**0.2113**	0.4060	0.5899

CONDENSED CONSOLIDATED BALANCE SHEET

	30/9/2007	30/9/2006	31/12/2006
	(Unaudited)	(Unaudited)	(Audited)
	US$'000	*US$'000*	*US$'000*
ASSETS			
Non-current assets			
Property, plant and equipment	**678,597**	291,316	373,762
Available-for-sale financial assets	**3,570**	3,570	3,570
Other non-current assets	**1,380**	1,383	1,241
	683,547	296,269	378,573
Current assets			
Inventories	**30**	19	24
Trade and other receivables	**16,414**	21,661	19,961
Financial assets at fair value through profit or loss	**2,732**	22,555	12,590
Pledged deposits	**4,953**	2,872	4,027
Bank balances and cash	**28,446**	35,052	36,930
	52,575	82,159	73,532
Total assets	**736,122**	378,428	452,105
EQUITY AND LIABILITIES			
Capital and reserves	**245,064**	211,777	227,308
Non-current liabilities			
Secured bank loans	**369,287**	129,098	183,458
Current liabilities			
Trade and other payables	**26,683**	14,704	17,406
Financial liabilities at fair value through profit or loss	**4,805**	8,959	3,825
Secured bank loans	**90,283**	13,890	20,108
	121,771	37,553	41,339
Total equity and liabilities	**736,122**	378,428	452,105

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Issued capital	Share premium	Capital redemption reserve	Contributed surplus	Employee share-based compensation reserve	Retained profits	Total
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	US$'000	*US$'000*	*US$'000*	*US$'000*	*US$'000*	*US$'000*	*US$'000*
At 1 January 2006	4,202	72,087	719	16,297	2,191	85,720	181,216
Employee share option benefits	-	-	-	-	2,492	-	2,492
2005 final dividend	-	-	-	-	-	(6,052)	(6,052)
Net profit for the period	-	-	-	-	-	34,121	34,121
At 30 September 2006	4,202	72,087	719	16,297	4,683	113,789	211,777
At 1 January 2007	4,202	72,087	719	16,297	4,758	129,245	227,308
Net profit for the period	-	-	-	-	-	17,756	17,756
At 30 September 2007	**4,202**	**72,087**	**719**	**16,297**	**4,758**	**147,001**	**245,064**

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

	9 months ended 30/9/2007	9 months ended 30/9/2006	Year ended 31/12/2006
	(Unaudited)	(Unaudited)	(Audited)
	US$'000	*US$'000*	*US$'000*
Net cash from operating activities	**46,505**	11,718	35,414
Net cash (used in) from investing activities	**(310,067)**	4,604	(76,637)
Net cash from (used in) financing activities	**255,078**	(7,157)	52,266
Net (decrease) increase in cash and cash equivalents	**(8,484)**	9,165	11,043
Cash and cash equivalents at the beginning of period/year	**36,930**	25,887	25,887
Cash and cash equivalents at the end of period/year	**28,446**	35,052	36,930

NOTES:

1. Basis of preparation and accounting policies

The unaudited interim financial statements have been prepared in accordance with Hong Kong Accounting Standard ("HKAS") 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"). The accounting policies and basis of preparation adopted in these interim financial statements are consistent with those adopted in the annual financial statements for the year ended 31 December 2006 except for the adoption of new/revised Hong Kong Financial Reporting Standards and HKASs ("New Standards") that are effective for accounting periods beginning on or after 1 January 2007. The Group has assessed the impact of these New Standards and concluded that the adoption of these New Standards will not have material impact on the Group's financial statements.

The HKICPA has aligned Hong Kong Financial Reporting Standards with the requirements of International Financial Reporting Standards issued by the International Accounting Standards Board in all material aspects.

2. Turnover

The Group is principally engaged in the businesses of ship chartering and ship owning. Turnover represented the gross chartering freight and hire income arising from the Group's owned and chartered-in vessels.

More than ninety per cent. of the Group's turnover and operating results were attributable to its chartering operations which carried out internationally and cannot be attributable to any particular geographical location, and accordingly, no analysis by either business or geographical segment is included in the financial statements.

3. Net loss on financial assets and financial liabilities at fair value through profit or loss

The amount for the period represented the net loss on financial assets and financial liabilities at fair value through profit or loss mainly due to the loss on forward foreign exchange contracts and options against Japanese Yen during the period ended 30 September 2007.

4. Taxation

Taxation has not been provided as the Group has no assessable profit for all relevant periods/year.

5. Earnings per share

The calculation of basic earnings per share for the quarter ended 30 September 2007 is based on the net profit attributable to shareholders of the Company for the quarter of US$3,844,000 (30/9/2006: US$3,214,000) and the weighted average number of 84,045,341 (30/9/2006: 84,045,341) ordinary shares in issue during the quarter.

The calculation of basic earnings per share for the nine months ended 30 September 2007 is based on the net profit attributable to shareholders of the Company for the period of US$17,756,000 (30/9/2006: US$34,121,000) and the weighted average number of 84,045,341 (30/9/2006: 84,045,341) ordinary shares in issue during the period.

The calculation of basic earnings per share for the year ended 31 December 2006 is based on the net profit attributable to shareholders of the Company for the year of US$49,577,000 and the weighted average number of 84,045,341 ordinary shares in issue during the year.

Diluted earnings per share is not shown as there is no potential ordinary share in issue in all relevant periods/year presented.

INTERIM DIVIDEND

The Board has resolved not to recommend the payment of any interim dividend for the quarter ended 30 September 2007.

REVIEW OF OPERATIONS

Charter rates continued to hit record heights during the third quarter of 2007. This was largely on the back of China's demand for iron ore and an extremely tight Pacific Coal market, coupled with severe port congestion in Australia. The Baltic Dry Index overall increased by 3,196 points from 6,278 to close at 9,474 by end of the quarter.

The increase in charter rates during the quarter has a positive impact on the Group's businesses but the Group's overall performance was greatly affected by the loss on forward foreign exchange contracts and options against Japanese Yen during the quarter.

The Group’s turnover for the quarter amounted to US$75,913,000, representing an increase of 106% as compared to last corresponding quarter. Affected by the net loss on financial assets and financial liabilities at fair value through profit or loss, the Group recorded a net profit of US$3,844,000 for the quarter, whereas a net profit of US$3,214,000 was reported for last corresponding quarter. The net loss on financial assets and financial liabilities at fair value through profit or loss during the quarter was mainly attributable to the realized loss on unwinding of various long term forward foreign exchange contracts and options against Japanese Yen during the quarter.

The Group has entered into certain long term forward foreign exchange contracts and options for the purposes of capital expenditure requirements with regards to payment for the newbuildings contracted with Japanese shipyards, and liquidity management. With the unexpected appreciation of Japanese Yen against United States Dollar during the quarter due to unwinding of Japanese Yen carry trades in the financial markets, the Group suffered from the loss on those long term forward foreign exchange contracts and options. The Group has terminated majority of these long term forward foreign exchange contracts and options during the quarter. The Group had made every effort in minimizing the loss on the foreign currency exposure during the quarter with the objective to safeguard the Group's long term profitability going forward.

If the net loss on financial assets and financial liabilities at fair value through profit or loss for the quarter is excluded, the net profit for the quarter will be US$32,486,000.

Basic earnings per share for the quarter was US$0.0457 as compared to basic earnings per share of US$0.0382 for last corresponding quarter.

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

	2007 Q3	2006 Q3	**2007 1st nine months**	2006 1st nine months	2006
	US$	*US$*	***US$***	*US$*	*US$*
Capesize	**73,989**	38,350	**61,391**	35,769	39,389
Panamax	**37,984**	19,418	**33,731**	19,413	20,299
Supramax/Handymax	**24,836**	20,094	**24,044**	18,917	20,123
Handysize	**-**	11,220	**-**	10,514	10,514
In average	**31,804**	21,220	**29,980**	20,030	21,555

The Group's depreciation and amortization for the quarter increased by US$3,131,000 or 114% as compared to last corresponding quarter mainly due to the increase in number of owned vessels.

The Group's net interest expenses for the quarter increased by US$4,324,000 or 263% as compared to last corresponding quarter mainly due to the increase in the amount of loans for the partial financing of acquisition of vessels.

On 20 July 2007, a newly built Supramax was delivered to the Group and was named as "Jin Xing".

On 23 August 2007, the Group entered into an agreement to acquire a Supramax newbuilding for a consideration of US$59,000,000, which had been delivered to the Group on 7 November 2007.

FINANCIAL REVIEW

During the nine months ended 30 September 2007, upon re-financing of three ship mortgage loans set off by payment in cash used to partially finance the delivery of six additional vessels, installments paid for the newbuildings and the settlement upon unwinding of various long term forward foreign exchange contracts and options, the total of the Group's equity securities, equity linked investments, bank deposits with embedded derivatives, bank balances and cash decreased to US$29,530,000 (31/12/2006: US$48,143,000) and bank borrowings increased to US$459,570,000 (31/12/2006: US$203,566,000) as at 30 September 2007. The gearing ratio, as calculated on the basis of net debts (total interest-bearing debts net of equity and debt securities, equity linked investments, bank deposits with embedded derivatives, cash and cash equivalents) over total equity, was 175% as at 30 September 2007 (31/12/2006: 68%).

During the period, capital expenditure on additions of the owned vessels and vessels under construction was US$312,761,000 (2006: US$82,099,000) and on other property, plant and equipment was US$57,000 (2006: US$513,000).

As at 30 September 2007, the total amount of capital expenditure commitments contracted by the Group but not provided for, net of deposits paid, was US$400,040,000 and JPY27,073,800,000 (31/12/2006: US$210,415,000 and JPY21,183,000,000), representing the Group's outstanding capital expenditure commitments to acquire twenty-one (31/12/2006: eleven) newbuildings and one (31/12/2006: three) second hand vessel at a total purchase price of US$513,940,000 and JPY31,261,000,000 (31/12/2006: US$229,690,000 and JPY23,910,000,000).

The above capital expenditure commitments included two Supramax newbuildings at a total original cost of US$33,820,000 and JPY3,590,500,000, which was contracted to be disposed to a third party at a total consideration of US$34,255,100 and JPY3,703,031,000 at their expected dates of delivery in October 2010 and August 2012 respectively.

RISK MANAGEMENT

The Group's transactions, assets and liabilities are mainly denominated in United States Dollars, the functional currency of the Company. Foreign exchange risk is the risk that the value of assets, liabilities or high probable forecast transactions denominated in foreign currency will fluctuate because of changes in foreign exchange rates. Therefore, the Group needs to manage the foreign currency exposure to mitigate risks arising from fluctuations in exchange rates from time to time. With effect from date of this report, the Board will adopt the following guidelines upon considering the terms of the hedge derivatives to match the terms of hedged item so as to maximize the hedge effectiveness.

The Group will hedge the expected currency risk by means of derivative instruments including forward foreign exchange plain vanilla contracts, purchased options and option-combination strategies.

The Group will not enter into forward foreign exchange contracts and derivative instruments which hold opposite position against the original underlying exposure and with a term of over 24-months period.

No more than 90% of forecasted foreign exchange exposure will be hedged, out of which no less than 50% of the hedging will be using forward foreign exchange plain vanilla contracts and purchased options while the rest will be using option-combination strategies.

The total hedged notional amount including leveraged notional amount, if any, should not exceed the original expected underlying exposure and tenor.

The Company should monitor the mark-to-market values frequently of its underlying assets and liabilities on hedging derivative instruments.

DIVIDEND POLICY

The Board is pleased to announce that, with effect from financial year 2007, the Board would recommend the payment to shareholders a dividend equivalent to no less than 20% of the annual net profit after deducting the non-recurring and unrealized income, but in any case subject to the amount of distributable profits based on Hong Kong Financial Reporting Standards, the Articles of the Company, any applicable laws and regulations. Declaration of dividends will be subject to the discretion of the Board, depending on the results, working capital, cash positions and capital requirements of the Group. In addition, any final dividend for a financial year will be subject to the approval of shareholders of the Company.

FLEET

On 17 October 2007, the disposal of a 2001-built Supramax "Jin Kang" for a consideration of US$53,725,000 was completed and realized a profit of around US$20 million which will be booked in the fourth quarter of 2007.

Subsequent to the period ended 30 September 2007, the Group entered into agreements to acquire a Panamax newbuilding for a consideration of US$67,250,000, a Supramax newbuilding for a consideration of JPY4,100,000,000 and two Very Large Ore Carriers ("VLOC(s)") for a total consideration of US$245,240,000, which will be delivered to the Group during 2009 to 2012.

On 7 November 2007, a newly built Supramax was delivered to the Group and was named as "Jin Ying".

On 27 November 2007, the Group entered into three amendment agreements to amend certain terms of three newbuilding contracts, one of 30 November 2006 and two of 9 January 2007, regarding the acquisition of three Supramax newbuildings by the Group. Pursuant to the said amendment agreements, each of the Supramax newbuildings to be acquired will be changed from a 54,100 dwt to a 60,500 dwt and the total consideration will be increased from JPY10,310,000,000 to JPY11,285,000,000 accordingly.

Fleet Details

	Number of vessels						
	In operation			Newbuildings/New charters			
	Owned	Chartered [1]	Subtotal	Owned [2]	Chartered [3]	Subtotal	Total
VLOC Fleet							
As at 1 October 2007	-	-	-	-	-	-	-
Newbuilding orders	-	-	-	2	-	2	2
As at 28 November 2007	-	-	-	2	-	2	2
Capesize Fleet							
As at 1 October 2007	1	1	2	-	6	6	8
Vessel delivered	-	1	1	-	(1)	(1)	-
As at 28 November 2007	1	2	3	-	5	5	8
Panamax Fleet							
As at 1 October 2007	1	6	7	-	2	2	9
Newbuilding order	-	-	-	1	-	1	1
Vessel delivered	-	1	1	-	(1)	(1)	-
As at 28 November 2007	1	7	8	1	1	2	10
Supramax/Handymax Fleet							
As at 1 October 2007	16	2	18	19	-	19	37
Newbuilding delivered	1	-	1	(1)	-	(1)	-
Newbuilding order	-	-	-	1	-	1	1
New charter	-	-	-	-	1	1	1
Vessel disposed	(1)	-	(1)	-	-	-	(1)
As at 28 November 2007	16	2	18	19	1	20	38
Total Fleet							
as at 28 November 2007	18	11	29	22	7	29	58

1 Includes one Handymax with purchase commitment upon expiry of existing charter party in 2008 and one Supramax with purchase option exercisable on or before April 2010.

2 Includes twenty-two newbuildings ordered by the Group, of which four Supramaxes are expected to be delivered to the Group in 2008, six Supramaxes and one Panamax in 2009, five Supramaxes in 2010, two Supramaxes and two VLOCs in 2011, and two Supramaxes in 2012. However, excludes two Supramax newbuildings committed to be disposed by the Group to third party as announced by the Company previously.

3 Includes two Capesizes, one Panamax and one Supramax which are expected to join our chartered fleet in 2008, and three Capesizes in 2009.

Taking advantage of the robust freight environment, the Group has renewed majority of the time charter parties for the Group's fleet. According to the Group's best estimation, the activity of the Group's fleet is as follows:

Owned and Chartered-in Fleet – revenue covered:

		Unit	**2007**	**2008**
Capesize Fleet	Coverage	*%*	100	60
	Operating days covered	*Days*	803	751
	Daily TCE	*US$*	67,759	82,850
Panamax Fleet	Coverage	*%*	99	60
	Operating days covered	*Days*	2,234	1,414
	Daily TCE	*US$*	39,155	43,949
Supramax/Handymax Fleet	Coverage	*%*	98	74
	Operating days covered	*Days*	5,633	5,521
	Daily TCE	*US$*	25,130	33,587

Chartered-in Fleet – TCE cost *:

		Unit	**2007**	**2008**
Capesize Fleet	Operating days	*Days*	577	882
	Daily TCE cost	*US$*	49,525	52,303
Panamax Fleet	Operating days	*Days*	1,885	2,011
	Daily TCE cost	*US$*	25,264	28,504
Supramax/Handymax Fleet	Operating days	*Days*	720	954
	Daily TCE cost	*US$*	13,760	30,029

* Assuming the Group will exercise the options to charter-in the vessels during the optional periods, if any, pursuant to terms of certain charter parties.

OUTLOOK

Subsequent to the quarter ended 30 September 2007, the charter rates reach all-time highs with the Baltic Dry Index further increases to around 9,900 by late November 2007.

With world economic growth expected to remain at healthy levels, and with heavy infrastructure investments, industrialization and urbanization in China, India and other emerging economies which consequently means further increase in energy requirement, the Group expects healthy growth in global dry bulk seaborne trade going forward, which will be led by demand in backbone dry cargoes such as iron ore and coal. This Chinese led dry commodities demand has caused increasing ton miles and a fundamental shift in trade patterns, which means the outlook of the dry bulk market will be strong yet not without volatility. The management of the Group firmly believes that the grabs fitted Supramax, in particular, will benefit most from the in and out bound cargoes both from China, India, Indonesia and the African continent going forward where we expect a robust long term demand growth. With the expected ongoing demand of iron ore requirement from China and other emerging economies, the Group believes the recent investment in two VLOCs will be the solution for our customers who require dedicated, long distance transportation services. With a sequence of timely acquisition of these two different types of tonnages, the Group should be in an excellent position to take advantage of the expected firm freight environment, thereby further enhancing profitability for our shareholders.

By Order of the Board

Ng Siu Fai

Chairman

29 November 2007