

18 May 2006

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# THORESEN THAI AGENCIES PUBLIC COMPANY LIMITED

## “An Integrated Shipping Group”

Second Quarter Financial Highlights



## Q1/2006 and Q2/2006 Income Statement Comparison

	Q1/2006	Q2/2006	% Change	% Total Revenues	
				Q1/2006	Q2/2006
Freight Income	3,357,317,883	3,072,079,906	-8.50%	88.22%	79.88%
MML Service Income	321,439,684	581,716,260	80.97%	8.45%	15.13%
Service/Commission Income	86,791,337	72,337,351	-16.65%	2.28%	1.88%
Other Income	40,221,306	119,877,571	198.04%	1.06%	3.12%
<b>Total Revenues</b>	<b>3,805,770,210</b>	<b>3,846,011,088</b>	<b>1.06%</b>		
Vessel Operating Expenses	1,877,069,591	1,891,196,602	0.75%	55.91%	61.56%
MML Service Expenses	165,773,725	313,784,114	89.28%	51.57%	53.94%
<b>Gross Margin</b>	<b>1,762,926,894</b>	<b>1,641,030,372</b>	<b>-6.91%</b>	<b>52.51%</b>	<b>42.67%</b>



## Q1/2006 and Q2/2006 Income Statement Comparison (cont.)

	Q1/2006	Q2/2006	% Change	% Total Revenues	
				Q1/2006	Q2/2006
Service & Administrative Expenses	215,462,469	428,357,932	98.81%	5.66%	11.14%
<b>EBITDA</b>	<b>1,547,464,425</b>	<b>1,212,672,440</b>	<b>-21.63%</b>	<b>40.66%</b>	<b>31.53%</b>
Depreciation	360,974,861	387,853,059	7.45%	9.48%	10.08%
<b>EBIT</b>	<b>1,186,489,564</b>	<b>824,819,381</b>	<b>-30.48%</b>	<b>31.18%</b>	<b>21.45%</b>
Interest Expense	154,921,764	183,009,808	18.13%		
<b>EBT</b>	<b>1,031,567,800</b>	<b>641,809,573</b>	<b>-37.78%</b>	<b>27.11%</b>	<b>16.69%</b>



## Q1/2006 and Q2/2006 Income Statement Comparison (cont.)

	Q1/2006	Q2/2006	% Change	% Total Revenues	
				Q1/2006	Q2/2006
Income Taxes	19,754,010	13,407,776	-32.13%		
<b>Net Income After Taxes</b>	<b>1,011,813,790</b>	<b>628,401,797</b>	<b>-37.89%</b>	<b>26.59%</b>	<b>16.34%</b>
FX Impact	(36,185,049)	487,199,889	1,446.41%		
Minority Interests	(48,064,228)	(63,826,075)	32.79%		
<b>Net Income</b>	<b>927,564,513</b>	<b>1,051,775,611</b>	<b>13.39%</b>	<b>24.37%</b>	<b>27.35%</b>



## Q1/2006 and Q2/2006 Balance Sheet Comparison

	Q1/2006	Q2/2006	% Change
Cash & Deposits	2,445,609,514	1,753,054,107	-28.32%
Marketable Securities	429,588,850	238,277,925	-44.53%
Trade Debtors	1,682,371,616	1,508,342,651	-10.34%
Related Debtors	2,784,568	3,420,463	22.84%
Spare Parts/Bunkers	605,510,456	617,341,898	1.95%
Other Current Assets	592,344,331	758,695,927	28.08%
Investments	90,510,637	94,224,986	4.10%
Other L-T Assets	788,349,254	807,219,068	2.39%
Fixed Assets	17,473,188,062	17,509,520,573	0.21%
<b>Total Assets</b>	<b>24,110,257,288</b>	<b>23,290,097,598</b>	<b>-3.40%</b>



## Q1/2006 and Q2/2006 Balance Sheet Comparison (cont.)

	Q1/2006	Q2/2006	% Change
Trade Creditors	1,007,768,041	1,230,445,524	22.10%
Related Creditors	1,074,444	96,901	-90.98%
S-T Debt	148,458,970	225,446,883	51.86%
Current Portion: L-T Debt	1,463,734,404	1,382,803,039	-5.53%
Other Current Liabilities	1,030,271,022	836,737,533	-18.78%
L-T Debt	9,586,781,002	8,595,268,621	-10.34%
<b>Total Liabilities</b>	<b>13,238,087,883</b>	<b>12,270,798,501</b>	<b>-7.31%</b>



## Q1/2006 and Q2/2006 Balance Sheet Comparison (cont.)

	Q1/2006	Q2/2006	% Change
Share Capital	2,184,094,630	2,184,094,630	0.00%
Reserves	7,822,311,395	7,904,653,990	1.05%
Shareholders Funds	10,006,406,025	10,088,748,620	0.82%
Minorities	865,763,380	930,550,477	7.48%
Total Equity	10,872,169,405	11,019,299,097	1.35%
<b>Total Liabilities + Equity</b>	<b>24,110,257,288</b>	<b>23,290,097,598</b>	<b>-3.40%</b>
<b>Net Debt</b>	<b>8,753,364,862</b>	<b>8,450,464,436</b>	<b>-3.46%</b>



## Key Financial Ratios

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Ratio	Q1/2006	Q2/2006
Current Ratio	1.5770	1.3275
Quick Ratio	1.4112	1.1595
Debt/Assets	0.4562	0.4515
Debt/Equity	0.9932	0.9777
EBITDA/Interest Expense	9.9887	6.6263
Interest Expense/Debt (Annualized)	6.1833%	6.9357%





## Key Financial Ratios (cont.)

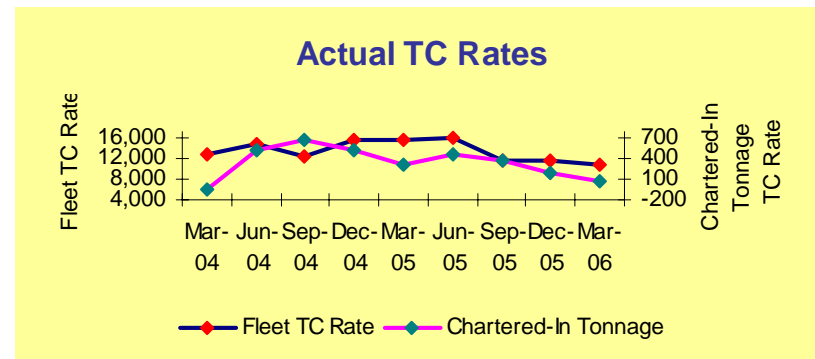
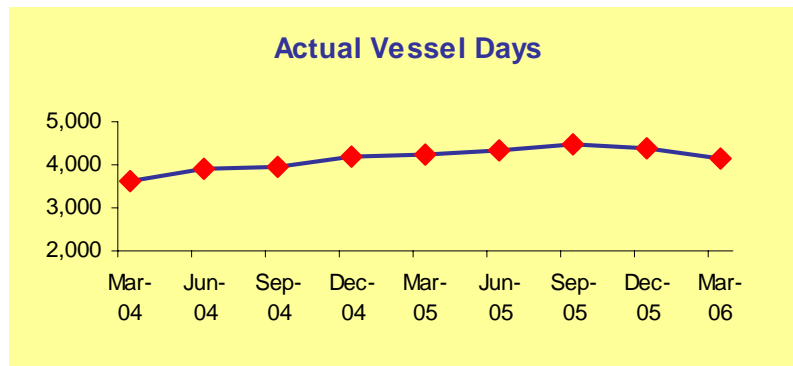
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Ratio	Q1/2006	Q2/2006
Receivables Turnover (Days)	32.7457	37.3327
Payables Turnover (Days)	35.1222	33.6525
Revenue/Fixed Assets	0.2265	0.2092
Revenue/Total Assets	0.1747	0.1623
Return on Assets	4.2569%	4.4378%
Return on Equity	9.2682%	9.6090%
Book Value Per Share	16.8905	17.1191



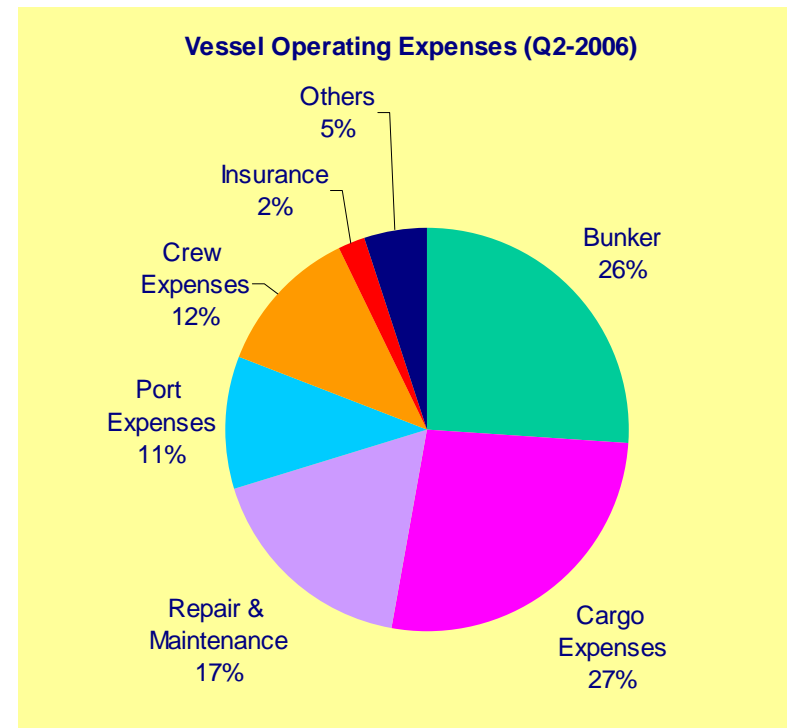
# TTA achieved a TC rate performance of \$10,777 in Q2/2006

- Our own fleet's TC rates fell 5.45% from \$11,331 per vessel day in Q1/2006 to \$10,713 per vessel day in Q2/2006
- Contributions from chartered-in tonnage decreased 68.63% from \$204 per vessel day in Q1/2006 to \$64 per vessel day in Q2/2006
- TTA achieved 4,149 vessel days in Q2/2006 versus 4,372 vessel days in Q1/2006
- The decrease in vessel days was primarily due to the scrapping of two older vessels in March 2006 and the lengthening of one vessel in Q2/2006



# Shipping related expenses increased due to higher dry-docking investments and financial bonuses

- Owner expenses increased from \$3,595 per vessel day in Q1/2006 to \$3,915 per vessel day in Q2/2006, but they should remain below \$3,800 per day for the remainder of the year
- Q2/2006 administrative expenses increased due to payment of financial bonuses
- Interest expenses fell 3% in Q2/2006 due to a lower average loan balance
- TTA had a breakeven rate of \$7,084 per vessel day in Q2/2006, of which \$1,943 per vessel day was depreciation



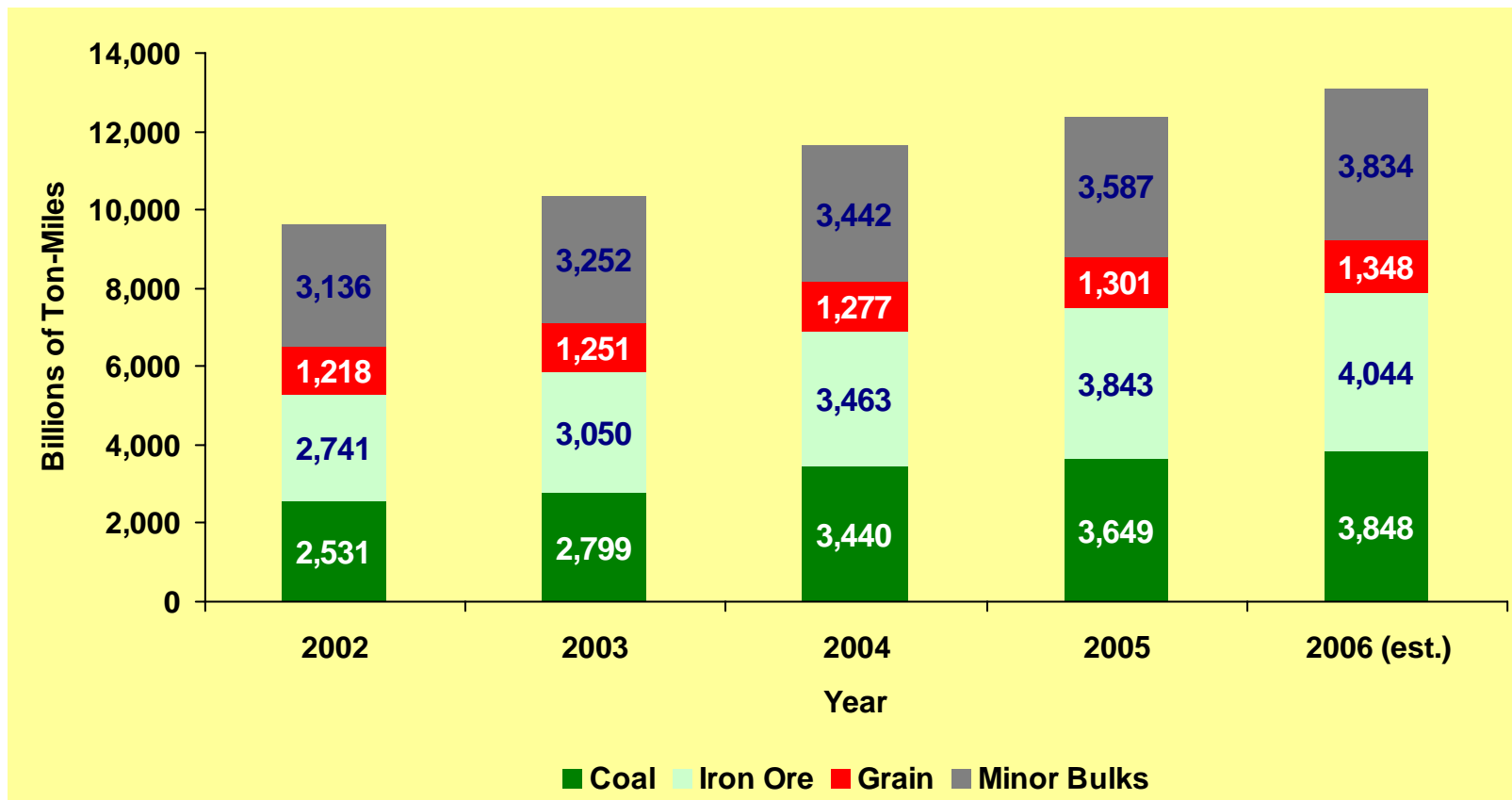
# The net contribution from our Group companies should become more significant during this financial year

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- Mermaid made a total revenue contribution of THB 607.96 million and a net profit contribution (after deducting minority interests and exchange gains) of THB 83.07 million in Q2/2006
- Mermaid's revenue and net profit contribution will continue to grow over the remaining financial year
- Further asset expansion in Mermaid is necessary to achieve desired scale
- The net contribution from our logistics companies (ship agencies, ship brokerage, stevedoring, warehousing, etc.) was THB 102.60 million of revenues and THB 21.44 million of net profits in Q2/2006
- We are looking at a number of projects in the logistics area to increase the scale of these businesses



## Ton-miles are projected to increase over 5.5% in 2006, leading to high dry bulk fleet utilization



Source : Drewry – Dry Bulk Forecaster (Q1 – 2006)



**The dry bulk fleet has grown 2.7% so far and is projected to grow 7.3% in 2006**

Vessel Size Range	Current Fleet		
	Number	DWT (Millions)	% Of Fleet
10,000 – 40,000	2,736	72.941	20.67%
40,000 – 60,000	1,435	68.098	19.29%
60,000 – 80,000	1,249	88.670	25.12%
80,000 – 120,000	100	8.863	2.51%
120,000 +	674	114.409	32.41%
<b>Total</b>	<b>6,194</b>	<b>352.981</b>	<b>100.00%</b>

Source : Fearnleys – Bulk Fleet Update (April – 2006)



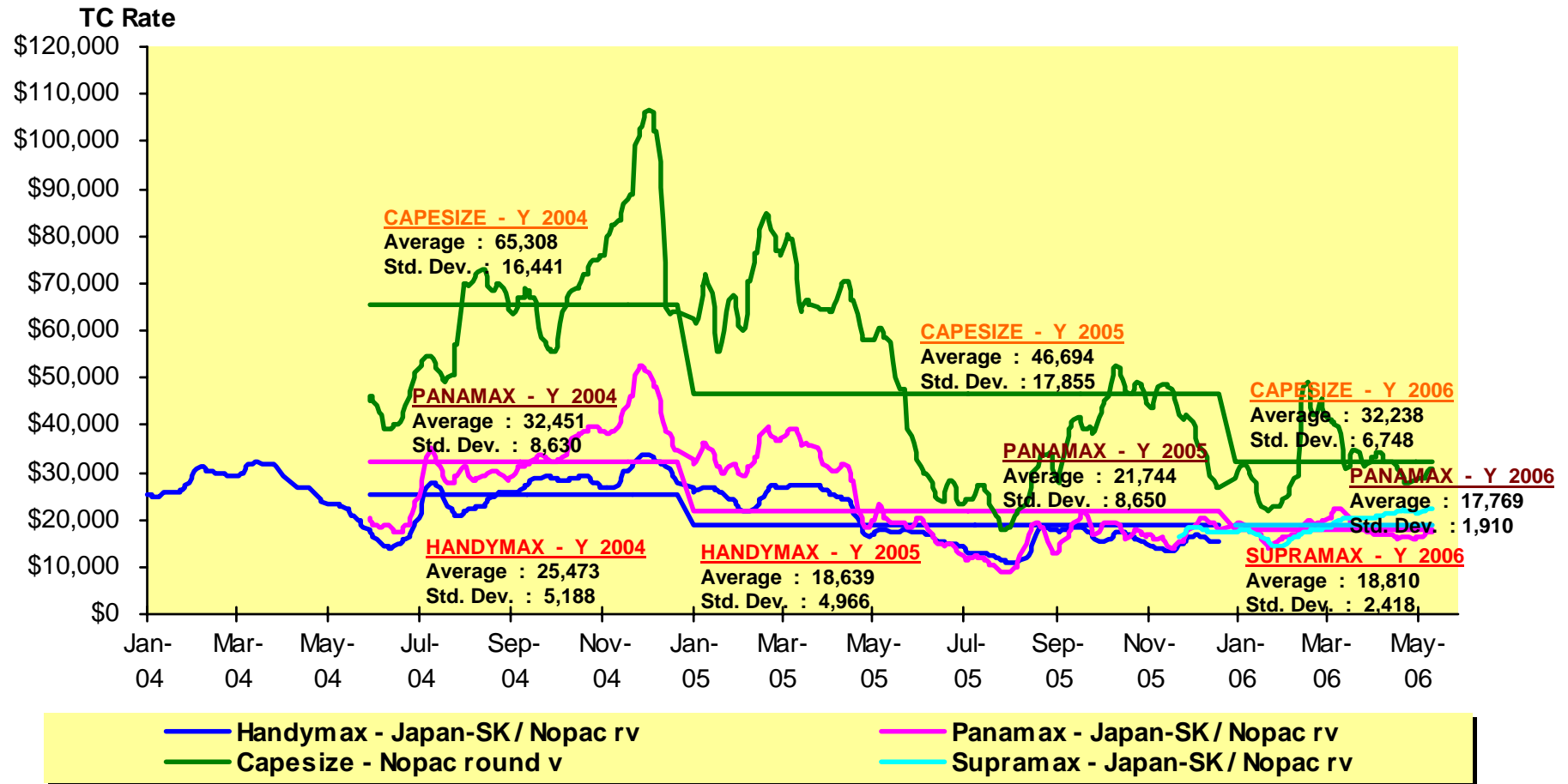
## The existing order book equals 15.5% of the total dry bulk fleet

Size (DWT 000's)	Total Order Book			2006		2007		2008	
	No.	DWT (MM)	% Of Fleet	No.	DWT (MM)	No.	DWT (MM)	No.	DWT (MM)
10-40	169	4.966	9.07%	51	1.357	55	1.583	35	1.120
40-60	197	10.507	19.20%	67	3.558	72	3.806	48	2.614
60-80	103	7.766	14.19%	36	2.719	47	3.547	16	1.208
80-120	77	6.635	12.12%	27	2.319	25	2.198	15	1.267
120+	120	24.863	45.42%	33	6.035	26	4.974	30	6.147
<b>Total</b>	<b>666</b>	<b>54.737</b>	<b>100%</b>	<b>214</b>	<b>15.987</b>	<b>225</b>	<b>16.108</b>	<b>144</b>	<b>12.356</b>

Source : Fearnleys – Bulk Fleet Update (April – 2006)



# The Supramax segment has been outperforming the Capesize and Panamax segments in recent months



Source : Baltic Exchange Limited

