



บริษัท อาร์ ซี แอล จำกัด (มหาชน)
Regional Container Lines Public Company Limited

PRESS RELEASE
FINANCIAL RESULTS AS AT 3rd QUARTER OF YEAR 2006

As world economy continued to expand, the Group recorded an 11% year-on-year increase in its third quarter liftings at 643,537 TEUs. Robust growth in Asia trade had resulted in a 12% year-on-year increase in Carrier Owned Container (COC) liftings at 326,249 TEUs. The Group's expansion in its feeder services in the Gulf region had helped the Shipper Owned Container (SOC) trade to register a very strong lifting at 317,288 TEUs, a 10% increase year-on-year.

The freight rate for Intra-Asia trade failed to recover despite a very strong demand and was under pressure throughout the quarter. The higher SOC liftings with lower revenue per TEU base also caused further reduction in the blended rate. On the other hand, as Thai baht strengthened further in Q306, the turnover suffered a translation loss when US dollar freight income was translated to baht. All these factors contributed to the reduction in turnover despite the overall 11% year-on-year increase in liftings. Total turnover for the third quarter before exchange difference was down by 12% at THB5,222 million. For the first 9 months, total turnover before exchange difference was lower by 8% at THB15,338 million as compared to last year.

In order to support the dry-docking program of our owned vessels and to provide temporary support to the network, the Group took in two short-term time charter vessels in this quarter. Although the bunker price had reduced since August, it was still substantially higher than prior year. With the two time charter tonnage and higher fuel cost, the Cost of Freight and Operation in third quarter was up 7% at THB4,373 million despite the 11% increase in liftings. For the first 9 months, Cost of Freight and Operation registered a 10% increase at THB12.447 million.

The Group Net Profit for Q306 was reduced by 69% year-on-year at THB439 million due to the higher operation cost and softening freight rate although volume has improved. For the year-to-date, Net Profit for the Group stood at THB1,922 million and was 53% lower than prior year.

As regional currencies strengthened against US Dollar in Q306, the Group recorded a Gain on Exchange of THB69.8 million against a Loss on Exchange amount to THB10.2 million in the same quarter last year. For the first 9 months, the Group recorded a total Gain on Exchange amounting to THB297.7 million versus a Loss on Exchange of THB114.6 million for the same period last year.

Regional Container Lines PLC
November 13, 2006

Founded in 1979, RCL is a Thai based container shipping line which was public listed on the Thai Stock Exchange since 1988. Its core business is in the carriage of Shipper owned containers (or SOC) and its own Carrier owned containers (or COC) within a service network that is fully Asia centric. RCL currently owns and operates a fleet of 43 vessels with sizes ranging between 500 TEUs to 2598 TEUs, with a fleet of 70,798 TEUs to support its own COC carriage as well. It also operates a network of 57 offices made up of both owned and agency offices to support its service structure. RCL is today recognized as amongst the leading SOC and Intra Asia COC operators by both peers and customers alike.



REGIONAL CONTAINER LINES GROUP

QUARTERLY EARNING STATEMENTS IN THAI BAHT

(million baht)

	1 st Quarter 2005	Half-Year 2005	9 months 2005	Year-end 2005	1 st Quarter 2006	Half-Year 2006	9 months 2006
Freight income	4,962.2	10,622.8	16,528.4	21,480.1	5,016.9	9,999.3	15,162.0
Cost of freight and operations	(3,352.6)	(7,222.2)	(11,324.9)	(15,256.5)	(3,987.9)	(8,095.2)	(12,480.4)
Gross Profit	1,609.6	3,400.6	5,203.5	6,223.6	1,029.0	1,904.1	2,681.6
Gross Profit Margin	32.4%	32.0%	31.5%	29.0%	20.5%	19.0%	17.7%
Other income	38.3	86.1	142.9	191.3	60.1	116.6	176.3
Gain on exchange	0.0	0.0	0.0	0.0	124.5	227.9	297.7
Total other income	38.3	86.1	142.9	253.8	184.6	344.5	474.0
Admin expenses	(222.5)	(507.6)	(799.3)	(1,139.5)	(274.0)	(546.3)	(871.5)
Loss on exchange	(25.7)	(104.5)	(114.6)	(41.2)	0.0	0.0	0.0
Loss on impairment of fixed assets	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total other expenses	(248.2)	(612.1)	(913.9)	(1,180.7)	(274.0)	(546.3)	(871.5)
Interest expenses	(95.4)	(210.2)	(339.2)	(475.1)	(124.5)	(211.9)	(348.3)
Profit / (loss) before taxation	1,304.3	2,664.4	4,093.3	4,821.6	815.1	1,490.4	1,935.8
Income tax	(1.9)	(5.8)	(11.6)	(19.8)	(1.8)	(5.7)	(12.1)
Profit / (loss) after taxation	1,302.4	2,658.6	4,081.7	4,801.8	813.3	1,484.7	1,923.7
Minority interest	(0.7)	(1.1)	(2.5)	(1.6)	(1.6)	(1.5)	(1.8)
Net profit / (loss) attributable to members	1,301.7	2,657.5	4,079.2	4,800.2	811.7	1,483.2	1,921.9

COMPUTATION OF EBITDA

Profit / (loss) before taxation	1,304.3	2,664.4	4,093.3	4,821.6	815.1	1,490.4	1,935.8
Add: Impairment loss	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Add: Interest	95.4	210.2	339.2	475.1	124.5	211.9	348.3
EBIT	1,399.7	2,874.6	4,432.5	5,296.7	939.6	1,702.3	2,284.1
Add: Amortisation	0.3	0.6	1.1	1.7	0.7	1.2	1.8
Add: Depreciation	226.7	485.2	770.6	1,066.9	290.8	577.6	747.8
EBITDA	1,626.7	3,360.4	5,204.2	6,365.3	1,231.1	2,281.1	3,033.7

Review Report of Independent Auditor

To The Board of Directors and Shareholders of
Regional Container Lines Public Company Limited

I have reviewed the accompanying consolidated balance sheet of Regional Container Lines Public Company Limited and its subsidiaries as at 30 September 2006, and the consolidated statements of earnings for the three-month and nine-month periods ended 30 September 2006 and 2005, changes in shareholders' equity, and cash flows, for the nine-month periods ended 30 September 2006 and 2005, and the separate financial statements of Regional Container Lines Public Company Limited for the same periods. These financial statements are the responsibility of the Company's management as to their correctness and the completeness of the presentation. My responsibility is to issue a report on these financial statements based on my reviews.

I conducted my reviews in accordance with the auditing standard applicable to review engagements. This standard requires that I plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. I have not performed an audit and, accordingly, I do not express an audit opinion.

Based on my reviews, nothing has come to my attention that causes me to believe that the accompanying financial statements are not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

I have previously audited the consolidated financial statements of Regional Container Lines Public Company Limited and its subsidiaries and the separate financial statements of Regional Container Lines Public Company Limited for the year ended 31 December 2005 in accordance with generally accepted auditing standards and expressed an unqualified opinion on those statements under my report dated 27 February 2006. The balance sheet as at 31 December 2005, as presented herein for comparative purposes, formed an integral part of the financial statements which I audited and reported on. I have not performed any other audit procedures subsequent to the date of that report.



Vissuta Jariyathanakorn

Certified Public Accountant (Thailand) No. 3853

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS

(Unit: Thousand Baht)

	Note	CONSOLIDATED		THE COMPANY ONLY	
		30 September 2006 (Unaudited but reviewed)	31 December 2005 (Audited)	30 September 2006 (Unaudited but reviewed)	31 December 2005 (Audited)
ASSETS					
Current assets					
Cash and cash equivalents		1,693,292	2,696,723	150,100	306,296
Short-term investments		204,858	215,192	-	-
Trade accounts receivable		1,840,262	1,845,444	-	-
Less: Allowance for doubtful accounts		(1,624)	(1,838)	-	-
Trade accounts receivable, net	2	1,838,638	1,843,606	-	-
Trade accounts receivable - related parties	2, 7	143,898	167,715	865,854	760,016
Current portion of long-term loan to related company	7	9,385	-	-	-
Material supplies		282,416	279,529	20,213	11,150
Other current assets		322,323	302,498	23,245	12,480
Total current assets		4,494,810	5,505,263	1,059,412	1,089,942
Non-current assets					
Property investments held for long-term investment		1,912	2,119	-	-
Investments accounted for under equity method	3	201,701	180,167	8,990,481	9,699,818
Other long-term investments		32,616	39,015	-	-
Long-term loan to related company, net of current portion	7	17,201	-	-	-
Property and premises, net	4	2,117,312	2,215,181	16,229	17,932
Vessels and equipment, net	5	18,683,363	20,231,805	8,080,322	6,243,109
Other non-current assets		12,223	12,948	1,295	1,517
Total non-current assets		21,066,328	22,681,235	17,088,327	15,962,376
TOTAL ASSETS		25,561,138	28,186,498	18,147,739	17,052,318

The accompanying notes are an integral part of the financial statements.

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS (Continued)

(Unit: Thousand Baht)

	Note	CONSOLIDATED		THE COMPANY ONLY	
		30 September 2006 (Unaudited but reviewed)	31 December 2005 (Audited)	30 September 2006 (Unaudited but reviewed)	31 December 2005 (Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current liabilities					
Trade accounts payable		2,421,056	2,111,362	5,437	-
Trade accounts payable - related parties	7	17,294	8,277	232,482	171,749
Current portion of finance lease creditors		43,449	67,751	-	-
Current portion of long-term loans	6	1,069,175	1,915,827	156,383	-
Current portion of debenture		769,200	576,900	769,200	576,900
Corporate income tax payable		7,976	15,583	-	-
Other current liabilities		402,850	265,974	80,054	65,998
Total current liabilities		4,731,000	4,961,674	1,243,556	814,647
Non-current liabilities					
Finance lease creditors, net of current portion		-	29,872	-	-
Long-term loans, net of current portion	6	5,463,855	6,929,463	1,563,830	-
Debenture, net of current portion		1,346,200	1,923,100	1,346,200	1,923,100
Total non-current liabilities		6,810,055	8,882,435	2,910,030	1,923,100
TOTAL LIABILITIES		11,541,055	13,844,109	4,153,586	2,737,747
Shareholders' equity					
Share capital					
Registered					
663,000,000 ordinary shares of Baht 1 each		663,000	663,000	663,000	663,000
Issued and paid-up					
663,000,000 ordinary shares of Baht 1 each		663,000	663,000	663,000	663,000
Share premium		3,073,190	3,073,190	3,073,190	3,073,190
Translation adjustment		1,403,413	2,319,686	1,403,413	2,319,686
Retained earnings					
Appropriated - statutory reserve		66,300	66,300	66,300	66,300
Unappropriated		8,788,250	8,192,395	8,788,250	8,192,395
Equity attributable to Company's shareholders		13,994,153	14,314,571	13,994,153	14,314,571
Minority interest - equity attributable to					
minority shareholders' of subsidiaries		25,930	27,818	-	-
Total shareholders' equity		14,020,083	14,342,389	13,994,153	14,314,571
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		25,561,138	28,186,498	18,147,739	17,052,318

The accompanying notes are an integral part of the financial statements.

DIRECTORS

(UNAUDITED BUT REVIEWED)

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

EARNINGS STATEMENTS

FOR THE THREE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	2006	2005	2006	2005
Revenues				
Freight income	5,162,698	5,905,590	885,886	881,270
Gain on exchange	69,746	-	24,446	1,677
Other income	47,524	43,370	1,956	83,427
Share of profit from investment accounted for under equity method - subsidiaries	-	-	-	713,591
Share of profit from investment accounted for under equity method - associated companies	12,166	13,424	11,186	11,744
Total revenues	5,292,134	5,962,384	923,474	1,691,709
Expenses				
Cost of freight and operation	4,372,899	4,093,651	262,900	198,500
Administrative expenses	335,240	292,083	40,227	37,634
Loss on exchange	-	10,178	-	-
Directors' remuneration	2,205	8,650	2,205	8,650
Share of loss from investment accounted for under equity method - subsidiaries	-	-	118,223	-
Total expenses	4,710,344	4,404,562	423,555	244,784
Earnings before interest and income tax expenses	581,790	1,557,822	499,919	1,446,925
Interest expenses	(136,416)	(128,976)	(61,249)	(25,206)
Corporate income tax	(6,353)	(5,771)	-	-
Earnings after income tax	439,021	1,423,075	438,670	1,421,719
Net earnings - minority interest of subsidiaries	(351)	(1,356)	-	-
Net earnings for the period	438,670	1,421,719	438,670	1,421,719
				(Unit: Baht)
Basic earnings per share				
Net earnings	0.66	2.14	0.66	2.14

The accompanying notes are an integral part of the financial statements.

(UNAUDITED BUT REVIEWED)

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

EARNINGS STATEMENTS

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	2006	2005	2006	2005
Revenues				
Freight income	15,162,006	16,528,417	2,679,139	2,259,722
Gain on exchange	297,637	-	42,473	-
Other income	150,923	113,014	6,704	86,066
Share of profit from investment accounted for under equity method - subsidiaries	-	-	191,006	2,508,833
Share of profit from investment accounted for under equity method - associated companies	25,380	29,907	24,400	26,176
Total revenues	15,635,946	16,671,338	2,943,722	4,880,797
Expenses				
Cost of freight and operation	12,446,599	11,297,543	734,108	558,925
Administrative expenses	894,408	793,216	115,505	115,858
Loss on exchange	-	114,595	-	17,333
Directors' remuneration	10,864	33,435	10,864	33,435
Total expenses	13,351,871	12,238,789	860,477	725,551
Earnings before interest and income tax expenses	2,284,075	4,432,549	2,083,245	4,155,246
Interest expenses	(348,342)	(339,200)	(161,390)	(75,959)
Corporate income tax	(12,079)	(11,608)	-	-
Earnings after income tax	1,923,654	4,081,741	1,921,855	4,079,287
Net earnings - minority interest of subsidiaries	(1,799)	(2,454)	-	-
Net earnings for the period	1,921,855	4,079,287	1,921,855	4,079,287
				(Unit: Baht)
Basic earnings per share				
Net earnings	2.90	6.15	2.90	6.15

The accompanying notes are an integral part of the financial statements.

(UNAUDITED BUT REVIEWED)

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

	CONSOLIDATED							Total
	Issued and paid-up share capital	Share premium	Translation adjustment	Retained earnings Statutory reserve	Unappropriated	Minority interest of subsidiaries		
Balance - beginning of the year 2005	663,000	3,073,190	1,930,243	66,300	5,082,876	4,850	10,820,459	
Translation adjustment	-	-	419,533	-	-	-	419,533	
Net earnings for the period	-	-	-	-	4,079,287	-	4,079,287	
Dividend paid	-	-	-	-	(1,690,633)	-	(1,690,633)	
Increase in minority interest	-	-	-	-	-	23,865	23,865	
Balance as at 30 September 2005	<u>663,000</u>	<u>3,073,190</u>	<u>2,349,776</u>	<u>66,300</u>	<u>7,471,530</u>	<u>28,715</u>	<u>13,652,511</u>	
Balance - beginning of the year 2006	663,000	3,073,190	2,319,686	66,300	8,192,395	27,818	14,342,389	
Translation adjustment	-	-	(916,273)	-	-	-	(916,273)	
Net earnings for the period	-	-	-	-	1,921,855	-	1,921,855	
Dividend paid (Note 8)	-	-	-	-	(1,326,000)	-	(1,326,000)	
Decrease in minority interest	-	-	-	-	-	(1,888)	(1,888)	
Balance as at 30 September 2006	<u>663,000</u>	<u>3,073,190</u>	<u>1,403,413</u>	<u>66,300</u>	<u>8,788,250</u>	<u>25,930</u>	<u>14,020,083</u>	

The accompanying notes are an integral part of the financial statements.

(UNAUDITED BUT REVIEWED)

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

THE COMPANY ONLY

	Issued and paid-up share capital	Share premium	Translation adjustment	Retained earnings		
				Statutory reserve	Unappropriated	Total
Balance - beginning of the year 2005	663,000	3,073,190	1,930,243	66,300	5,082,876	10,815,609
Translation adjustment	-	-	419,533	-	-	419,533
Net earnings for the period	-	-	-	-	4,079,287	4,079,287
Dividend paid	-	-	-	-	(1,690,633)	(1,690,633)
Balance as at 30 September 2005	<u>663,000</u>	<u>3,073,190</u>	<u>2,349,776</u>	<u>66,300</u>	<u>7,471,530</u>	<u>13,623,796</u>
Balance - beginning of the year 2006	663,000	3,073,190	2,319,686	66,300	8,192,395	14,314,571
Translation adjustment	-	-	(916,273)	-	-	(916,273)
Net earnings for the period	-	-	-	-	1,921,855	1,921,855
Dividend paid (Note 8)	-	-	-	-	(1,326,000)	(1,326,000)
Balance as at 30 September 2006	<u>663,000</u>	<u>3,073,190</u>	<u>1,403,413</u>	<u>66,300</u>	<u>8,788,250</u>	<u>13,994,153</u>

The accompanying notes are an integral part of the financial statements.

(UNAUDITED BUT REVIEWED)

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	2006	2005	2006	2005
Cash flows from operating activities				
Net earnings	1,921,855	4,079,287	1,921,855	4,079,287
Adjustments to reconcile net earnings to net cash provided by (used in) operating activities:				
Depreciation	861,752	770,556	318,323	266,492
Share of profit from investment accounted for under equity method - subsidiaries	-	-	(191,006)	(2,508,833)
Share of profit from investment accounted for under equity method - associated companies	(25,380)	(29,907)	(24,400)	(26,176)
Gain on disposals of fixed assets	(29,409)	(10,782)	-	(82,372)
Gain on sales of investments	(5,693)	-	-	-
Decrease in allowance for doubtful accounts	(214)	(36,082)	-	-
Unrealised exchange loss (gain)	(234,674)	94,676	(91,013)	679
Minority interest	1,799	2,454	-	-
	<u>2,490,036</u>	<u>4,870,202</u>	<u>1,933,759</u>	<u>1,729,077</u>
Operating assets (increase) decrease				
Trade accounts receivable	111,901	(88,941)	-	-
Trade accounts receivable - related parties	23,817	(150,684)	(108,660)	1,440,677
Material supplies	(2,887)	(94,656)	(9,063)	(5,671)
Other current assets	(19,825)	(33,710)	(10,765)	(9,727)
Other non-current assets	725	(3,355)	222	(118)
Operating liabilities increase (decrease)				
Trade accounts payable	309,694	90,662	5,437	-
Trade accounts payable - related parties	11,291	-	63,003	38,771
Income tax payable	(7,607)	8,308	-	-
Other current liabilities	133,189	121,596	14,056	30,258
Net cash provided by operating activities	<u>3,050,334</u>	<u>4,719,422</u>	<u>1,887,989</u>	<u>3,223,267</u>

The accompanying notes are an integral part of the financial statements.

(UNAUDITED BUT REVIEWED)

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS (Continued)

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	2006	2005	2006	2005
Cash flows from investing activities				
Decrease (increase) in short-term investments	16,027	(210,571)	-	-
Increase in long-term loan to related company	(26,586)	-	-	-
Investments in subsidiary and associated companies (Note 3)	(14,051)	-	(4,530)	(84,671)
Decrease (increase) in property, premises, vessels and equipment	813,968	(6,178,803)	(218,524)	(1,438,252)
Dividend received from associated company	13,000	18,000	13,000	18,000
Translation adjustment	(904,770)	411,014	-	-
Net cash used in investing activities	(102,412)	(5,960,360)	(210,054)	(1,504,923)
Cash flows from financing activities				
Decrease in finance lease creditors	(54,174)	(38,279)	-	-
Increase (decrease) in long-term loans	(2,186,579)	3,266,714	(123,531)	(165,158)
Decrease in debenture	(384,600)	-	(384,600)	-
Dividend paid	(1,326,000)	(1,690,633)	(1,326,000)	(1,690,633)
Net cash provided by (used in) financing activities	(3,951,353)	1,537,802	(1,834,131)	(1,855,791)
Net increase (decrease) in cash and cash equivalents	(1,003,431)	296,864	(156,196)	(137,447)
Cash and cash equivalents at beginning of period	2,696,723	2,400,570	306,296	232,917
Cash and cash equivalents at end of period	1,693,292	2,697,434	150,100	95,470
Supplemental cash flow information				
Cash paid during the period for				
Interest expenses	405,937	323,582	142,594	79,398
Corporate income tax	13,341	3,657	-	-
Non-cash transaction				
Transfer of vessels and long-term loan from subsidiary company	-	-	1,935,309	-

The accompanying notes are an integral part of the financial statements.

(UNAUDITED BUT REVIEWED)

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

1. GENERAL INFORMATION

1.1 Corporate information

Regional Container Lines Public Company Limited was incorporated as a public limited company under Thai laws. The Company operates its business in Thailand and other countries in South China Sea and its principal activity is in the business of international vessel operations.

1.2 Basis for the preparation of the interim financial statements

These interim financial statements are prepared in accordance with Accounting Standards Pronouncement No. 41 "Interim financial statements", with the Company choosing to present condensed interim financial statements. However, the Company has presented the balance sheets, and the statements of earnings, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

These interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

1.3 Basis of consolidation

These consolidated financial statements include the financial statements of Regional Container Lines Public Company Limited and its subsidiaries and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2005.

(UNAUDITED BUT REVIEWED)

The consolidated financial statements for the three-month and nine-month periods ended 30 September 2006 include the financial statements of a subsidiary in the People's Republic of China. These financial statements were prepared by the management of the subsidiary, and have not been reviewed by its auditor. Assets of the subsidiary included as at 30 September 2006 amount to Baht 313 million (31 December 2005: Baht 128 million), and total revenues included for the three-month and nine-month periods then ended amount to Baht 29 million and Baht 80 million (30 September 2005: Baht 29 million and Baht 75 million) respectively.

1.4 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2005.

2. TRADE ACCOUNTS RECEIVABLE / TRADE ACCOUNTS RECEIVABLE - RELATED PARTIES

The balances of trade accounts receivable in the consolidated financial statements are classified by aging as follows:

(Unit: Thousand Baht)

	CONSOLIDATED	
	30 September 2006	31 December 2005
Under 90 days	1,809,009	1,822,776
91 - 180 days	28,427	15,610
181 - 365 days	2,826	7,058
Total	1,840,262	1,845,444
Less: Allowance for doubtful accounts	(1,624)	(1,838)
Net	1,838,638	1,843,606

The balances of trade accounts receivable - related parties are classified by aging as follows:

(Unit: Thousand Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	30 September 2006	31 December 2005	30 September 2006	31 December 2005
Under 90 days	143,898	167,715	856,854	760,016

(UNAUDITED BUT REVIEWED)

3. INVESTMENTS ACCOUNTED FOR UNDER EQUITY METHOD

THE COMPANY ONLY

(Unit: Million Baht)

Company's name	Share capital issued and fully paid		Percentage directly owned by the Company		Investment			
	30 September 2006	31 December 2005	30 September 2006	31 December 2005	Cost method		Equity method	
			Percent	Percent	30 September 2006	31 December 2005	30 September 2006	31 December 2005
Investments in subsidiaries								
Subsidiaries operating in Thailand								
a) Asian Bulk Shipping Co., Ltd.	Baht 25 Million	Baht 25 Million	51	51	13	13	1	1
b) RCL Logistics Co., Ltd.	Baht 5 Million	Baht 5 Million	100	100	5	5	44	37
Subsidiaries operating in Singapore								
c) RCL Investment Pte. Ltd.	S\$ 10 Million	S\$ 10 Million	100	100	145	145	(472)	(937)
d) Regional Container Lines Pte Ltd.	S\$ 42.5 Million	S\$ 42.5 Million	85	85	1,173	1,173	7,451	6,334
e) RCL Feeder Pte. Ltd.	S\$ 20.5 Million	S\$ 20.5 Million	98	98	430	430	1,275	3,582
f) RCL Service SA	USD 10,000	USD 10,000	49	49	2	2	39	41
g) RCL Holdings Ltd.	S\$ 0.3 Million	S\$ 0.3 Million	49	49	108	108	143	149
h) RCL Ship Management Pte. Ltd.	S\$ 0.3 Million	S\$ 0.3 Million	49	49	54	54	7	8
Subsidiary operating in Hong Kong								
i) Regional Container Lines (H.K.) Ltd.	HK\$ 20 Million	HK\$ 20 Million	100	100	217	217	231	229
Subsidiary operating in the People's Republic of China								
j) Regional Container Lines Shipping Co., Ltd.	USD 1.7 Million	USD 1.6 Million	100	100	73	68	101	97
Total investments in subsidiaries					2,220	2,215	8,820	9,541
Investment in associated company								
Associated company operating in Thailand								
k) TIPS Co., Ltd. (Port operating)	Baht 100 Million	Baht 100 Million	20	20	20	20	170	159
Total investment in associated company					20	20	170	159
Total investments accounted for under equity method					2,240	2,235	8,990	9,700

(UNAUDITED BUT REVIEWED)

During the second quarter of the current year, the Company increased its investment in Regional Container Lines Shipping Company Limited by USD 120,000. Furthermore, during the third quarter of the current year, a subsidiary company in Singapore invested approximately Baht 14 million in RCL (Korea) Limited, incorporated in Korea, comprising 85% of equity, and approximately Baht 14 million in PT Daerah Indah Shipping, incorporated in Indonesia, comprising 49% of equity.

The accumulated share of the profit of the associated company, as at 30 September 2006, is calculated based on the financial statements of the associated company, which have prepared by the management and unreviewed by that company's auditor.

CONSOLIDATED

(Unit: Thousand Baht)

	<u>30 September 2006</u>	<u>31 December 2005</u>
The Company's investment in associated company	169,903	158,503
The subsidiaries' investments in associated companies	<u>31,798</u>	<u>21,664</u>
Total investments accounted for under equity method	<u><u>201,701</u></u>	<u><u>180,167</u></u>

4. PROPERTY AND PREMISES

During the first quarter of the current year, a subsidiary in Singapore purchased an apartment for USD 1.4 million, or approximately Baht 53 million.

5. VESSELS AND EQUIPMENT

During the first quarter of the current year, the Company purchased two vessels from a subsidiary in Singapore for a total of Baht 2,150 million. In addition, the subsidiary in Singapore made payments for construction of the two vessels totalling USD 10 million, or approximately Baht 383 million.

(UNAUDITED BUT REVIEWED)

6. LONG-TERM LOANS

(Unit: Thousand Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	30 September 2006	31 December 2005	30 September 2006	31 December 2005
Long-term loans	6,533,030	8,845,290	1,720,213	-
Less: Current portion	(1,069,175)	(1,915,827)	(156,383)	-
Long-term loans, net of current portion	<u>5,463,855</u>	<u>6,929,463</u>	<u>1,563,830</u>	<u>-</u>

Movement in the long-term loans during the nine-month period ended 30 September 2006 are summarised below.

(Unit: Thousand Baht)

	CONSOLIDATED	THE COMPANY ONLY
Balance as at 1 January 2006	8,845,290	-
Add: Transfer from a subsidiary	-	1,935,309
Less: Repayment	(1,697,024)	(123,530)
Less: Translation adjustment	(489,555)	-
Less: Unrealised gain on exchange	(125,681)	(91,566)
Balance as at 30 September 2006	<u>6,533,030</u>	<u>1,720,213</u>

During the current period, a subsidiary company in Singapore transferred a bank loan amounting to USD 49 million, or approximately Baht 1,935 million, to the Company. The loan is repayable in quarterly installments, ending in 2015, and is subject to interest at a rate based on SIBOR.

In addition, during the period the subsidiary made early repayment of a loan amounting to USD 21 million, or approximately Baht 876 million, to another bank.

The long-term loans are secured by the mortgage of most of the vessels of the Company and a subsidiary, and the property of subsidiaries, and guaranteed by the Company.

(UNAUDITED BUT REVIEWED)

7. RELATED PARTY TRANSACTIONS

- a) The Company and its subsidiaries have business dealings with their customers through regional shipping agents (third parties and related companies) of which a substantial part is through their related companies. Such transactions have been determined in the ordinary course of business.
- b) In addition to the matter discussed in a), during the periods, the Company had other significant business transactions with its subsidiary company and related parties (related by way of shareholding or common shareholders and/or common directors). The transactions are summarised below:

(Unit: Million Baht)

For the nine-month periods ended 30 September 2006 and 2005

	Consolidated		The Company Only		Pricing policy
	2006	2005	2006	2005	
<u>Transactions with subsidiary</u>					
Charter freight income	-	-	2,679	2,260	Cost plus a margin or at price comparable to cost.
<u>Transactions with related parties</u>					
Commission expenses	108	119	-	-	Price approximating market price
Terminal operating services	38	38	-	-	Price approximating tariff paid
Rental expenses	4	2	4	2	Rental agreement

The outstanding balances of the above transactions have been presented in the balance sheets as follows:

(Unit: Million Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	30 September 2006	31 December 2005	30 September 2006	31 December 2005
<u>Trade accounts receivable - related parties</u>				
<u>Subsidiary</u>				
RCL Feeder Pte. Ltd.	-	-	866	760
<u>Related parties</u>				
Ngow Hock Co., Ltd.	137	163	-	-
Songkhla Shipping Agency Co., Ltd.	7	5	-	-
	<u>144</u>	<u>168</u>	<u>866</u>	<u>760</u>

(UNAUDITED BUT REVIEWED)

(Unit: Million Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	30 September 2006	31 December 2005	30 September 2006	31 December 2005
<u>Long-term loan to related party</u>				
<u>Related party</u>				
PT Daerah Indah Shipping				
Long-term loan	26	-	-	-
Less: Current portion	(9)	-	-	-
Long-term loan, net of current portion	<u>17</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Trade accounts payable - related parties</u>				
<u>Subsidiary</u>				
RCL Ship Management Pte. Ltd.	-	-	232	172
<u>Related party</u>				
PT Daerah Indah Shipping	3	-	-	-
RCL (Vietnam) Co., Ltd.	14	8	-	-
	<u>17</u>	<u>8</u>	<u>232</u>	<u>172</u>

In July 2006, a subsidiary company in Singapore loaned USD 0.75 million, or approximately Baht 29 million, to a related company. The loan is repayable in monthly installments within three years, from August 2006 to July 2009, and carries interest at rate of 7 percent per annum.

8. DIVIDEND

The dividends declared during the current year are as follows:

	Approved by	Total dividends (Million Baht)	Dividend per share (Baht)
Dividends on 2005 earnings	Annual General Meeting of the shareholders on 28 April 2006	995	1.50
Interim dividends on 2006 earnings	Board of Directors' meeting on 10 August 2006	<u>331</u>	0.50
Total dividends paid in 2006		<u>1,326</u>	

(UNAUDITED BUT REVIEWED)

9. COMMITMENTS AND CONTINGENT LIABILITIES

9.1 Commitments

- (a) As at 30 September 2006, the Company has outstanding commitments of approximately Baht 5 million (31 December 2005: Baht 9 million) in respect of lease agreements, and a subsidiary company in Singapore has outstanding commitments of USD 69 million or approximately Baht 2,580 million (31 December 2005: USD 102 million or approximately Baht 4,189 million) in respect of the following agreements.

(Unit: Million Baht)

	<u>Charter hire</u>	<u>Container lease</u>	<u>Other rental</u>	<u>Total</u>
Payment period				
Within 1 year	1,250	172	10	1,432
During 2-5 years	383	657	11	1,051
Over 5 years	-	97	-	97
Total	<u>1,633</u>	<u>926</u>	<u>21</u>	<u>2,580</u>

- (b) As at 30 September 2006, a subsidiary company in Singapore has commitments amounting to USD 29 million, or approximately Baht 1,104 million (31 December 2005: USD 39 million, or approximately Baht 1,613 million) in respect of the building of two vessels. These amounts are to be paid in 2007.

9.2 Guarantees

As at 30 September 2006, the Company has outstanding guarantees of USD 362 million and S\$ 6 million or approximately Baht 13,784 million (31 December 2005: USD 386 million and S\$ 6 million or approximately Baht 16,031 million), which were issued to secure credit lines of overseas subsidiaries from financial institutions.

9.3 Bank Guarantees

As at 30 September 2006, there were outstanding letters of guarantees for a total of approximately Baht 742 million issued by a bank to meet obligations of a subsidiary company in Singapore in respect of the building of vessels.

(UNAUDITED BUT REVIEWED)

9.4 Litigation

In June 2000, a subsidiary in Singapore filed a petition to wind up an associated company in Malaysia and another petition to recover an outstanding agency balance of approximately RM 25 million or Baht 249 million. The case is being heard by the court.

In June 2000, the subsidiary was counter-sued by the associated company, claiming compensation of approximately RM 27 million or Baht 279 million, for illegal termination of an agency agreement. The management of subsidiary believes that the ultimate resolution of these legal proceedings is not likely to have a material effect on the results of its operations, or financial position.

10. FINANCIAL INFORMATION BY SEGMENT

The Company's and its subsidiaries' operations involve mainly a single industry segment, the business of feeder and vessel operations, and are carried on in geographic area in Thailand, Singapore, Hong Kong, The People's Republic of China, Taiwan and other countries around the South China Sea. Financial information of the Company and its subsidiaries presented by geographical segment are as follows:

(Unit: Million Baht)

	CONSOLIDATED						
	For the nine-month period ended 30 September 2006						
	Thailand	Singapore	Hong Kong	China	Total	Elimination	Grand Total
Revenues from external customers	124	14,665	293	80	15,162	-	15,162
Inter-segment revenues	2,679	3,308	55	81	6,123	(6,123)	-
Freight income	2,803	17,973	348	161	21,285	(6,123)	15,162
Segment gross profit	1,969	568	104	74	2,715	-	2,715
Other income							151
Gain on exchange							298
Share of profit from investments accounted for under equity method - associated companies							25
Administrative expenses							(905)
Interest expenses							(348)
Corporate income tax							(12)
Minority interest							(2)
Net earnings for the period							1,922

(UNAUDITED BUT REVIEWED)

(Unit: Million Baht)

CONSOLIDATED							
For the nine-month period ended 30 September 2005							
	Thailand	Singapore	Hong Kong	China	Total	Elimination	Grand Total
Revenues from external customers	137	16,213	103	75	16,528	-	16,528
Inter-segment revenues	2,260	2,828	66	91	5,245	(5,245)	-
Freight income	2,397	19,041	169	166	21,773	(5,245)	16,528
Segment gross profit	1,717	3,279	101	108	5,205	26	5,231
Other income							113
Share of profit from investments accounted for under equity method - associated companies							30
Administrative expenses							(827)
Loss on exchange							(115)
Interest expenses							(339)
Corporate income tax							(12)
Minority interest							(2)
Net earnings for the period							4,079

11. FINANCIAL INSTRUMENTS

11.1 Interest rate risk

As at 30 September 2006, a subsidiary in Singapore has entered into a period-by-period knock out swap and interest rate swap agreement covering the notional amount of USD 15.5 million (31 December 2005: USD 61.5 million), an interest rate of LIBOR is to be swapped for a fixed interest rate, with the notional amount base used for determination of the interest to be amortised at a rate of USD 0.5 million per quarter over the period 2004 to 2014.

As at 31 December 2005, the Company had two interest rate swap agreements totaling to USD 44.5 million. During the period, the agreements were terminated.

(UNAUDITED BUT REVIEWED)

11.2 Foreign currency risk

As at 30 September 2006, a subsidiary company in Singapore has entered into forward foreign exchange contracts in order to hedge foreign currency risk. Under the contracts, the subsidiary company is committed to purchase SGD 16.5 million at the rate of SGD 1.5603 to SGD 1.5732 per USD 1 and Baht 113.4 million at the rate of Baht 37.81 per USD 1 (31 December 2005: the subsidiary company was committed to purchase Baht 242 million at the rate of Baht 41.74 and Baht 41.80 per USD 1). The contracts have a term of less than one year.

11.3 Commodity price risk

As at 30 September 2006, subsidiary companies in Singapore have entered into various contracts to hedge exposure to bunker price fluctuations, covering the period from August 2006 to 31 December 2006 and volumes of 5,000 metric tons to 15,000 metric tons per month (31 December 2005: 5,000 metric tons per month covering the period from November 2005 to March 2006).

12. SUBSEQUENT EVENT

On 11 October 2006, the Federation of Accounting Professions ("FAP") issued the Notification No. 26/2006 regarding Accounting Standard No. 44 "Consolidated Financial Statements and Accounting for Investments in Subsidiaries" (Amendment No. 1), under which investments in subsidiaries, jointly controlled entities and associates are to be presented in separate financial statements under the cost method rather than the equity method. Entities that are not ready to adopt the cost method in 2006, can continue to use the equity method through to the end of 2006 and adopt the cost method as from 1 January 2007.

This Notification of the FAP was announced in the Royal Gazette and is effective from 30 October 2006.

13. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorised for issue by the Company's Board of Directors on 8 November 2006.



REGIONAL CONTAINER LINES GROUP

QUARTERLY EARNING STATEMENTS IN US\$

(million US\$)

	1 st Quarter 2005	Half-Year 2005	9 months 2005	Year-end 2005	1 st Quarter 2006	Half-Year 2006	9 months 2006
Freight income	128.3	268.4	411.4	531.8	128.4	259.5	396.5
Cost of freight and operations	(87.1)	(183.4)	(283.5)	(379.8)	(102.5)	(210.8)	(327.4)
Gross Profit	41.2	85.0	127.9	152.0	25.9	48.7	69.1
Gross Profit Margin	32.1%	31.7%	31.1%	28.6%	20.2%	18.8%	17.4%
Other income	1.0	2.1	3.6	4.7	1.5	3.0	4.6
Gain on exchange	0.0	0.0	0.0	0.2	0.7	0.9	1.9
Total other income	1.0	2.1	3.6	6.5	2.2	3.9	6.5
Admin expenses	(5.8)	(12.9)	(19.9)	(28.3)	(7.0)	(14.2)	(22.8)
Loss on exchange	(0.4)	(0.4)	(0.5)	0.0	0.0	0.0	0.0
Loss on impairment of fixed assets	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total other expenses	(6.2)	(13.3)	(20.4)	(28.3)	(7.0)	(14.2)	(22.8)
Interest expenses	(2.5)	(5.3)	(8.4)	(11.8)	(3.2)	(5.5)	(9.1)
Profit / (loss) before taxation	33.5	68.5	102.7	118.4	17.9	32.9	43.7
Income tax	0.0	(0.1)	(0.3)	(0.5)	(0.1)	(0.2)	(0.3)
Profit / (loss) after taxation	33.5	68.4	102.4	117.9	17.8	32.7	43.4
Minority interest	0.0	0.0	(0.1)	0.0	0.0	0.0	(0.1)
Net profit / (loss) attributable to members	33.5	68.4	102.3	117.9	17.8	32.7	43.3

COMPUTATION OF EBITDA

Profit / (loss) before taxation	33.5	68.5	102.7	118.4	17.9	32.9	43.7
Add: Impairment loss	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Add: Interest	2.5	5.3	8.4	11.8	3.2	5.5	9.1
EBIT	36.0	73.8	111.1	130.2	21.1	38.4	52.8
Add: Amortisation	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Add: Depreciation	6.3	13.3	20.8	28.5	7.9	15.7	23.6
EBITDA	42.3	87.1	131.9	158.7	29.0	54.1	76.4

8 November 2006

The Board of Directors
Regional Container Lines Public Company Limited
30th Floor, Panjathani Tower
127/35 Ratchadapisek Road
Yannawa District
BANGKOK 10120

Dear Sirs,

Consolidated financial statements in United States Dollars

As requested, we have obtained from the management the consolidated balance sheets as at 30 September 2006 and 31 December 2005, and the statements of earnings and retained earnings for the nine-month periods ended 30 September 2006 and 2005 of Regional Container Lines Public Company Limited and its subsidiaries ("the Group") in United States Dollars ("USD") and performed the following procedures as agreed upon:

- (i) We obtained management's basis in determining exchange rates applied in the translation of financial information.
- (ii) We recomputed the translation of financial information into USD.
- (iii) We checked the casting and extension of the translated USD financial information in the statements.

The above procedures do not constitute either an audit or a review in accordance with Thai generally accepted auditing standards and the basis of translation is not necessarily in compliance with Thai generally accepted accounting principles. We therefore cannot give any assurance on the basis of these procedures.

The above procedures were performed solely to assist you in the preparation of the financial information in USD for presentation to your bankers for the purpose of their facilities review, and are not to be referred to for any other purposes or distributed to any other parties without our prior consent.

Yours faithfully,

ERNST & YOUNG OFFICE LIMITED



Vissuta Jariyathanakorn
Partner

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS

	30 September 2006		31 December 2005	
	Million	Million	Million	Million
	Baht	USD	Baht	USD
ASSETS				
Current assets				
Cash and cash equivalents	1,693.3	45.1	2,696.7	65.7
Short-term investment	204.9	5.5	215.2	5.2
Trade accounts receivable, net	1,838.6	49.0	1,843.6	44.9
Trade accounts receivable - related parties	143.9	3.8	167.7	4.1
Other current assets	614.1	16.3	582.1	14.2
Total current assets	4,494.8	119.7	5,505.3	134.1
Non-current assets				
Property and premises, net	2,117.3	60.4	2,215.2	59.3
Vessels and equipment, net	18,683.4	514.1	20,231.8	527.0
Other non-current assets	265.6	7.6	234.2	6.6
Total non-current assets	21,066.3	582.1	22,681.2	592.9
TOTAL ASSETS	25,561.1	701.8	28,186.5	727.0

See Basis of Preparation

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS (Continued)

	30 September 2006		31 December 2005	
	Million Baht	Million USD	Million Baht	Million USD
LIABILITIES AND SHAREHOLDERS' EQUITY				
Current liabilities				
Trade accounts payable	2,438.3	65.0	2,119.7	51.6
Current portion of finance lease creditors	43.4	1.2	67.8	1.7
Current portion of long-term loans	1,069.2	28.5	1,915.8	46.6
Current portion of debenture	769.2	20.5	576.9	14.1
Other current liabilities	410.9	10.9	281.4	6.9
Total current liabilities	4,731.0	126.1	4,961.6	120.9
Non-current liabilities				
Finance lease creditors, net of current portion	-	-	29.9	0.7
Long-term loans, net of current portion	5,463.8	145.4	6,929.5	168.7
Debenture, net of current portion	1,346.2	35.9	1,923.1	46.8
Total non-current liabilities	6,810.0	181.3	8,882.5	216.2
TOTAL LIABILITIES	11,541.0	307.4	13,844.1	337.1
Shareholders' equity				
Share capital				
Issued and fully paid				
663,000,000 ordinary shares of Baht 1 each	663.0	20.6	663.0	20.6
Share premium	3,073.2	113.7	3,073.2	113.7
Translation adjustment	1,403.4	(12.2)	2,319.7	(8.1)
Retained earnings				
Appropriated - statutory reserve	66.3	1.9	66.3	1.9
Unappropriated	8,788.3	269.7	8,192.4	261.1
Equity attributable to Company's shareholders	13,994.2	393.7	14,314.6	389.2
Minority interest - equity attributable				
to minority shareholders of subsidiaries	25.9	0.7	27.8	0.7
Total shareholders' equity	14,020.1	394.4	14,342.4	389.9
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	25,561.1	701.8	28,186.5	727.0
	0.0	0.0	0.0	0.0

See Basis of Preparation

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

EARNINGS STATEMENTS

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

	<u>2006</u>	<u>2006</u>	<u>2005</u>	<u>2005</u>
	Million	Million	Million	Million
	Baht	USD	Baht	USD
Revenues				
Freight income	15,162.0	396.5	16,528.4	411.4
Gain on exchange	297.7	1.9	-	-
Other income	176.3	4.6	142.9	3.6
Total revenues	<u>15,636.0</u>	<u>403.0</u>	<u>16,671.3</u>	<u>415.0</u>
Expenses				
Cost of freight and operations	11,618.6	303.8	10,554.3	262.7
Depreciation	861.8	23.6	770.6	20.8
Administrative expenses	860.6	22.5	765.9	19.1
Loss on exchange	-	-	114.6	0.5
Directors' remuneration	10.9	0.3	33.4	0.8
Total expenses	<u>13,351.9</u>	<u>350.2</u>	<u>12,238.8</u>	<u>303.9</u>
Earnings before interest and income tax expenses	2,284.1	52.8	4,432.5	111.1
Interest expenses	(348.3)	(9.1)	(339.2)	(8.4)
Corporate income tax	(12.1)	(0.3)	(11.6)	(0.3)
Earnings after income tax	1,923.7	43.4	4,081.7	102.4
Net earnings - minority interest	(1.8)	(0.1)	(2.5)	(0.1)
Net earnings for the period	<u>1,921.9</u>	<u>43.3</u>	<u>4,079.2</u>	<u>102.3</u>

See Basis of Preparation

REGIONAL CONTAINER LINES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF RETAINED EARNINGS

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

	<u>2006</u>	<u>2006</u>	<u>2005</u>	<u>2005</u>
	Million	Million	Million	Million
	Baht	USD	Baht	USD
Retained earnings - unappropriated				
Balance - beginning of period	8,192.4	261.1	5,082.9	185.2
Net earnings for the period	1,921.9	43.3	4,079.2	102.3
Dividend paid	(1,326.0)	(34.7)	(1,690.6)	(42.1)
Total retained earnings - unappropriated	<u>8,788.3</u>	<u>269.7</u>	<u>7,471.5</u>	<u>245.4</u>
Retained earnings - appropriated				
Statutory reserve	<u>66.3</u>	<u>1.9</u>	<u>66.3</u>	<u>1.9</u>
Total retained earnings - appropriated	<u>66.3</u>	<u>1.9</u>	<u>66.3</u>	<u>1.9</u>
Total retained earnings	<u><u>8,854.6</u></u>	<u><u>271.6</u></u>	<u><u>7,537.8</u></u>	<u><u>247.3</u></u>

See Basis of Preparation

BASIS OF PREPARATION

1. THAI BAHT FIGURES

The Thai Baht figures in the balance sheet as at 30 September 2006 and profit and loss accounts for the nine-month periods ended 30 September 2006 and 2005 were extracted from the reviewed consolidated financial statements. The Thai Baht figures in the balance sheet as at 31 December 2005 were extracted from the audited consolidated financial statements. The consolidated financial statements included the financial statements of Regional Container Lines Public Company Limited (hereinafter called "the Company") and its subsidiaries in Thailand, Singapore, Hong Kong and the People's Republic of China.

For consolidation purposes, foreign currency financial statements of the subsidiaries were translated into Thai Baht at the closing exchange rates as to assets and liabilities, and at the average rates as to revenues and expenses. The resultant difference has been presented under the caption of "Translation adjustment" in the shareholders' equity.

2. USD FIGURES

2.1 The USD figures in the consolidated balance sheets were determined by translating the Thai Baht consolidated balance sheets of the Group (except for the two subsidiaries in Singapore, of which the functional reporting currency in USD) using the following exchange rates:

a) For assets and liabilities, we used the following approximate rates:

As of 30 September 2006 : USD 1 = Baht 37.5416

As of 31 December 2005 : USD 1 = Baht 41.0786

b) The approximate rates as of 1 January 1997 were used for brought-forward balances of share capital, share premium, investments, property, vessels and equipment:

For the Company and its Thailand subsidiary

USD 1 = Baht 25.5850

For its Singapore subsidiaries

USD 1 = SGD 1.4020

For its Hong Kong subsidiaries

USD 1 = HKD 7.7296

- c) Approximate rates as at the transaction dates were used for additional share capital, share premium, property, vessels and equipment, and disposals of vessels and equipment.

Any differences have been included in "Translation adjustment".

- 2.2 The USD figures in the consolidated profit and loss accounts were determined by translating the Thai Baht consolidated profit and loss accounts of the Group (except for the two subsidiaries in Singapore, of which the functional reporting currency in USD) using the average exchange rates, which were as follows:

30 September 2006 : USD 1 = Baht 38.2388
30 September 2005 : USD 1 = Baht 40.1775