



Pacific Basin Shipping Limited



Interim Results - 6 months ended 30th June 2004
15 September 2004



Disclaimer

This presentation contains certain forward looking statements with respect to the financial condition, results of operations and business of Pacific Basin and certain plans and objectives of the management of Pacific Basin.

Such forward looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results or performance of Pacific Basin to be materially different from any future results or performance expressed or implied by such forward looking statements. Such forward looking statements are based on numerous assumptions regarding Pacific Basin's present and future business strategies and the political and economic environment in which Pacific Basin will operate in the future.

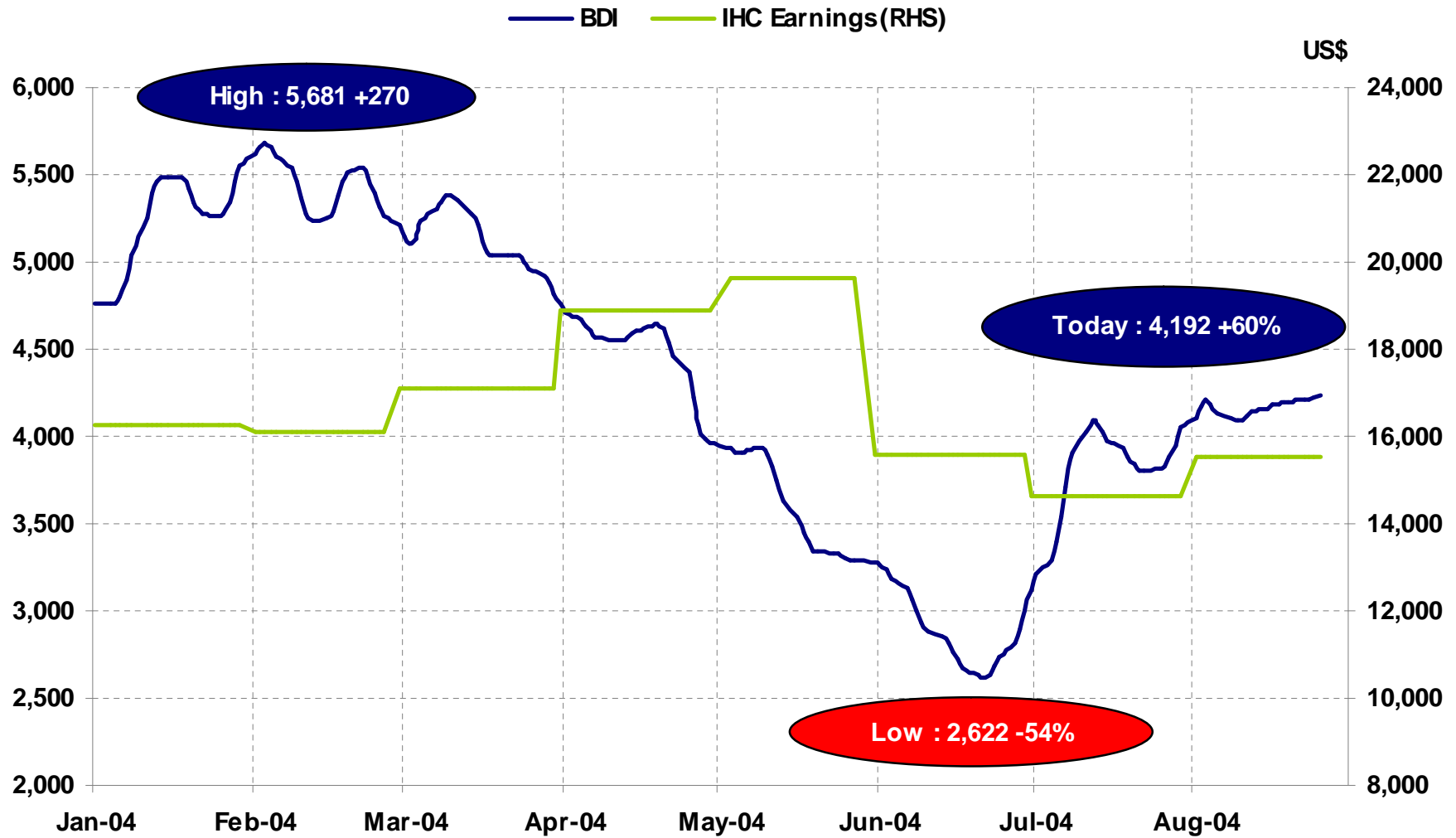


Highlights – 1st Half 2004

- § Revenues reached US\$71.6 million (2003:\$21.1 million)
- § Profits increased to US\$43.1 million (2003:\$7.1 million)
- § Earnings per share = 4.74 US cents (2003:0.9 US cents)
- § Owned and Chartered Fleet expanded by over 50% to an average of 21 vessels (2003 average: 12 vessels)
- § Investment of IPO proceeds has seen the fleet expanded to 39 vessels
- § Average TCE rate achieved of \$18,000 (2003: \$8,300)

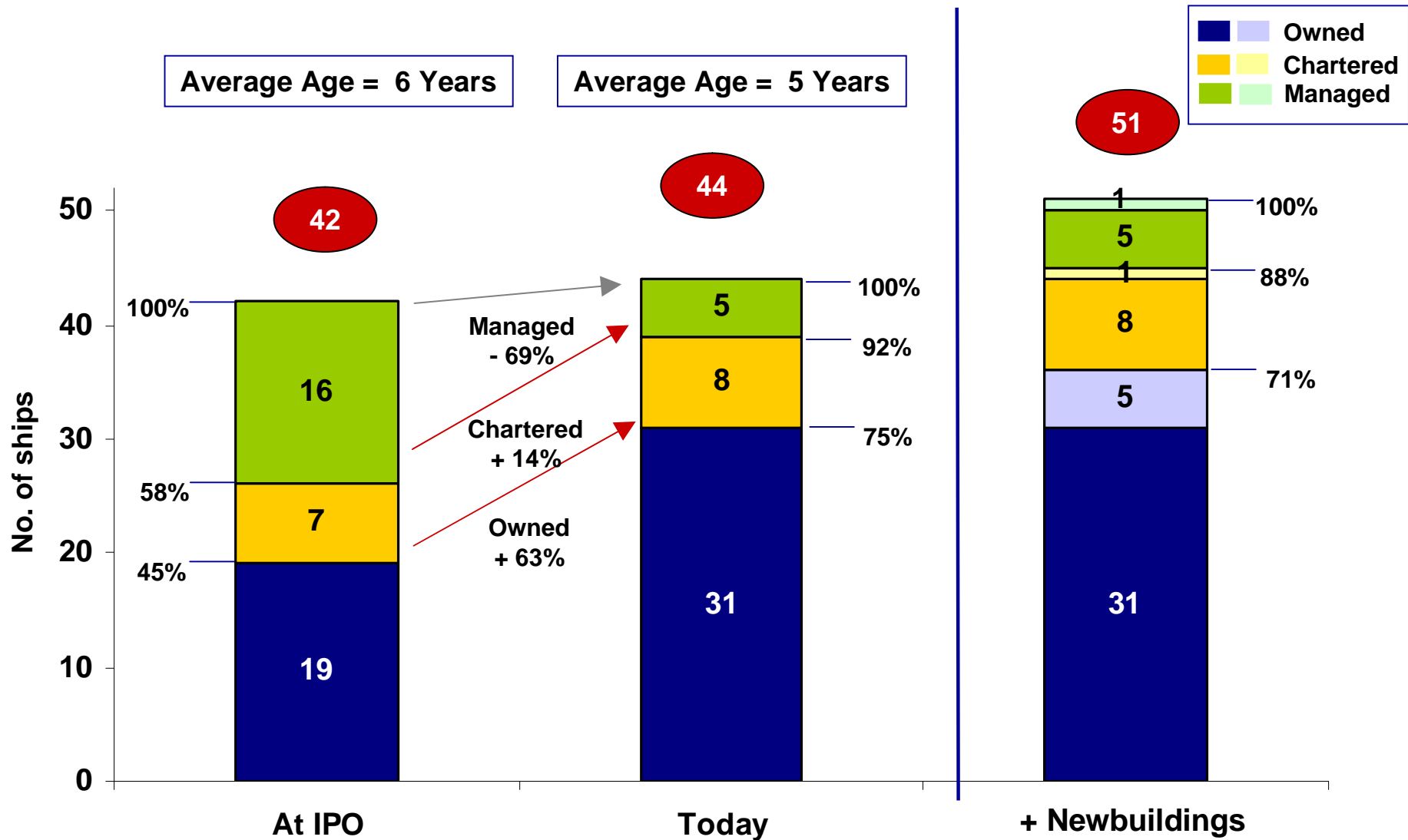


The Baltic Dry Index





Fleet expansion since IPO





Owned Fleet Expansion since IPO

	dwt	Delivery Date
Delivered Newbuildings		
Port Pegasus	32,774	28-May-04
Timaru Star	31,893	28-May-04
Cook Strait	31,893	05-Aug-04
Committed at IPO		
Cape Flattery	28,433	29-Jul-04
Flinders Island	27,414	30-Jul-04
Abbot Point	27,411	2-Aug-04
Port Pirie	27,408	1-Sep-04
Announced Post IPO		
Castle Island	28,759	13-Aug-04
Gold River	32,973	17-Aug-04
Cape Spencer	28,799	6-Sep-04
World Express	28,760	Nov-04
Laurel Island*	26,516	4th quarter 2004

* Announced Today

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Financial Overview





Financial Highlights – Profit & Loss

	1H04	1H03
(US\$ Millions)		
Revenues	71.6	21.1
EBITDA	51.5	13.5
Depreciation & Amortisation	(5.9)	(3.8)
Finance	(2.4)	(2.5)
PAT	43.1	7.1



Financial Highlights – Revenues

TCE

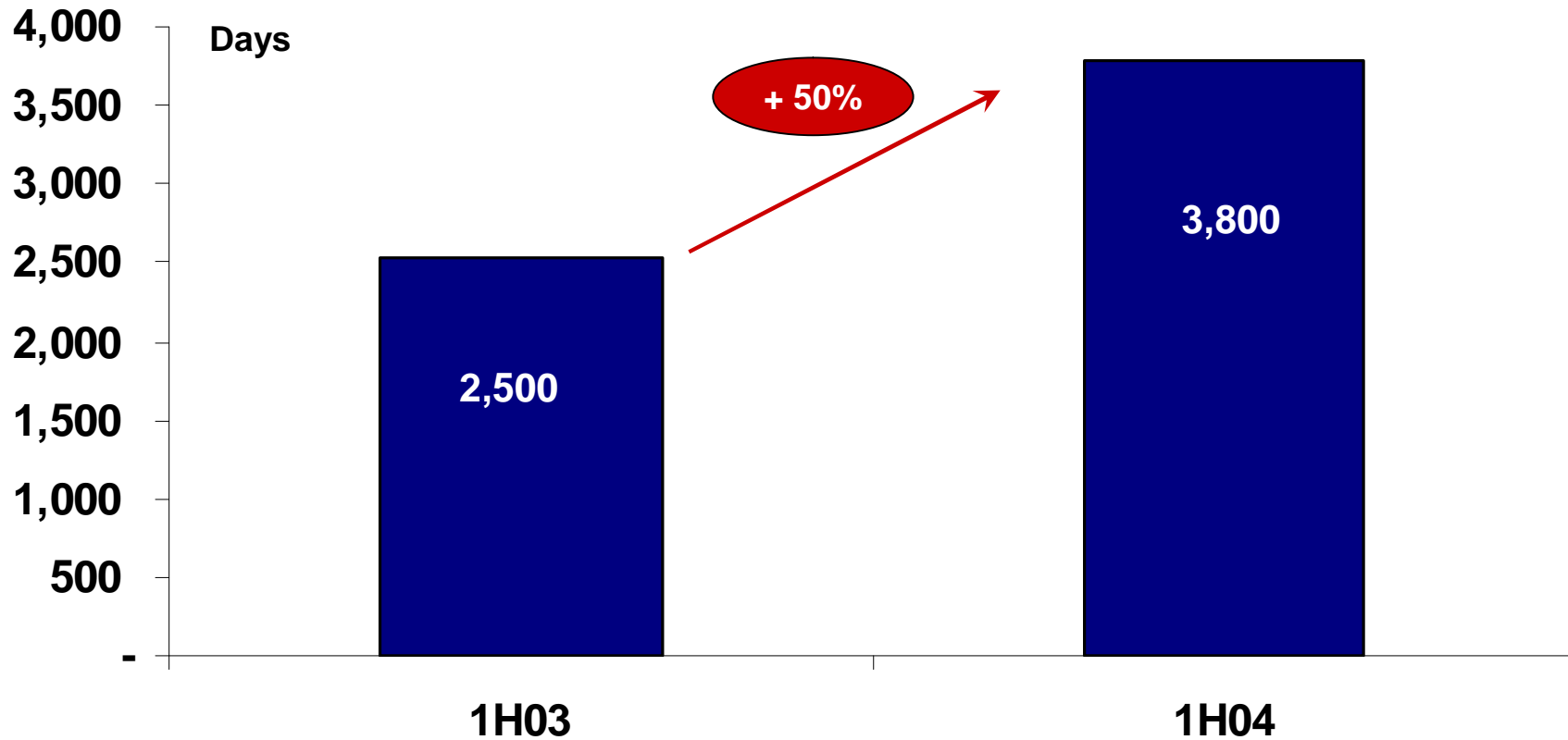
US\$8,300/day

+ 115%



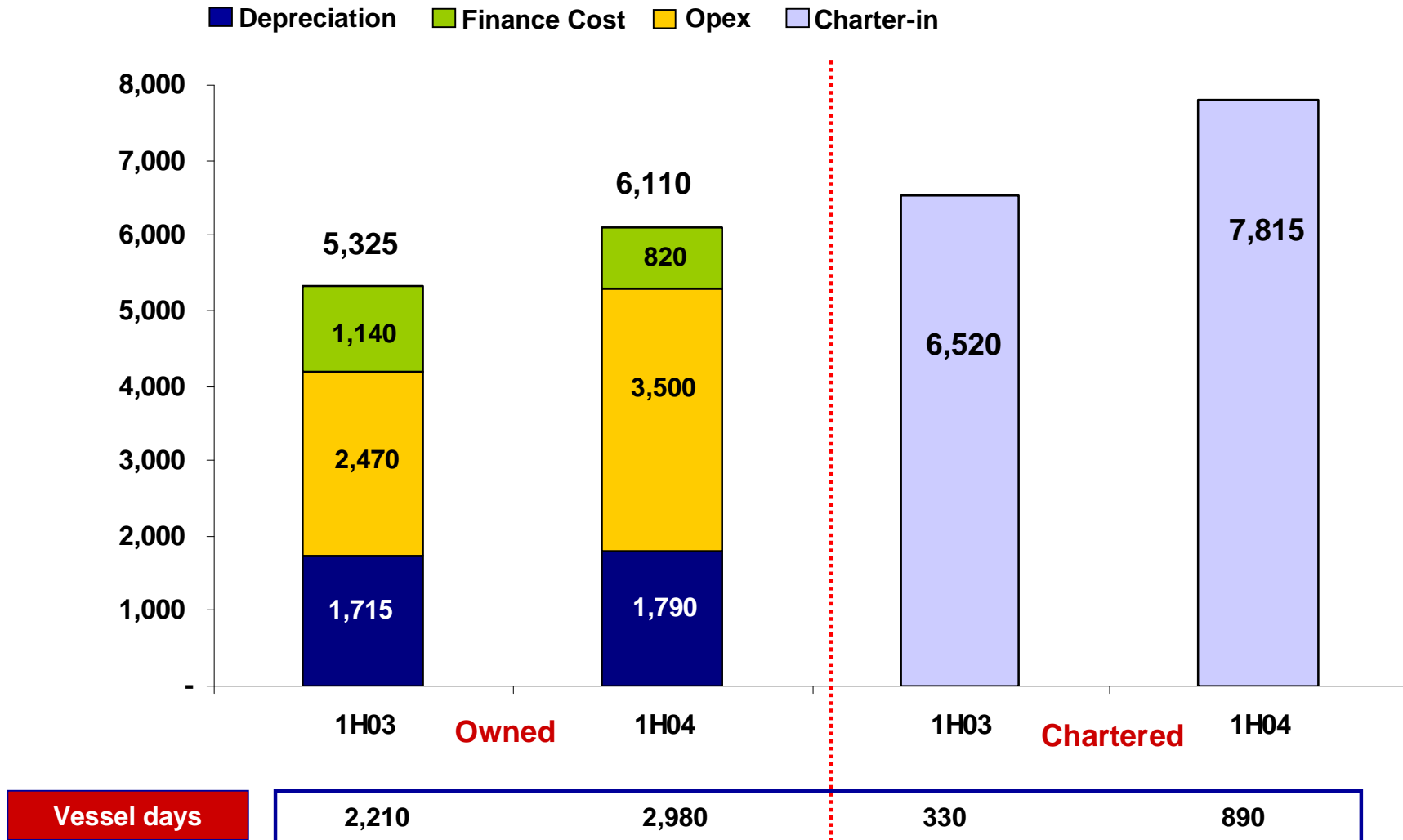
US\$18,000/day

Revenue Days





Daily Vessel Costs





Financial Highlights – Balance Sheet

	30 Jun 2004	31 Dec 2003
(US\$ Millions)		
Book value of fixed assets	320.2	200.8
Total Debt	(214.3)	(145.9)
Net Debt	(162.1)	(137.7)
Shareholders Equity	128.1	38.9
Net Debt/ Fixed Asset	51%	69%
Net Debt / Shareholders Equity	127%	354%



Debt, Cash & Capital Expenditures

(US\$ Millions)	30 June 2004	31 July 2004 (Post Listing)
Debt	214	269
Less : Cash	(52)	(78)
	162	191

Interest Hedging	
US\$124mil :	3 year Cap @ 4.9%
US\$62mil :	5 year knock out Swap @ 5.0% + 7.0% Cap Cost : 3.5% P A

Capital Expenditures	31 July 2004
2004 (Post 31 Jul)	153
2005/2006	68
Total	221
Less : Debt Financed	(151)
Equity Financed	70



Dividends

Dividend policy:

- At least 50% of profits each year

For 2004:

- Dividends based on profit from 1 Jun – 31 Dec

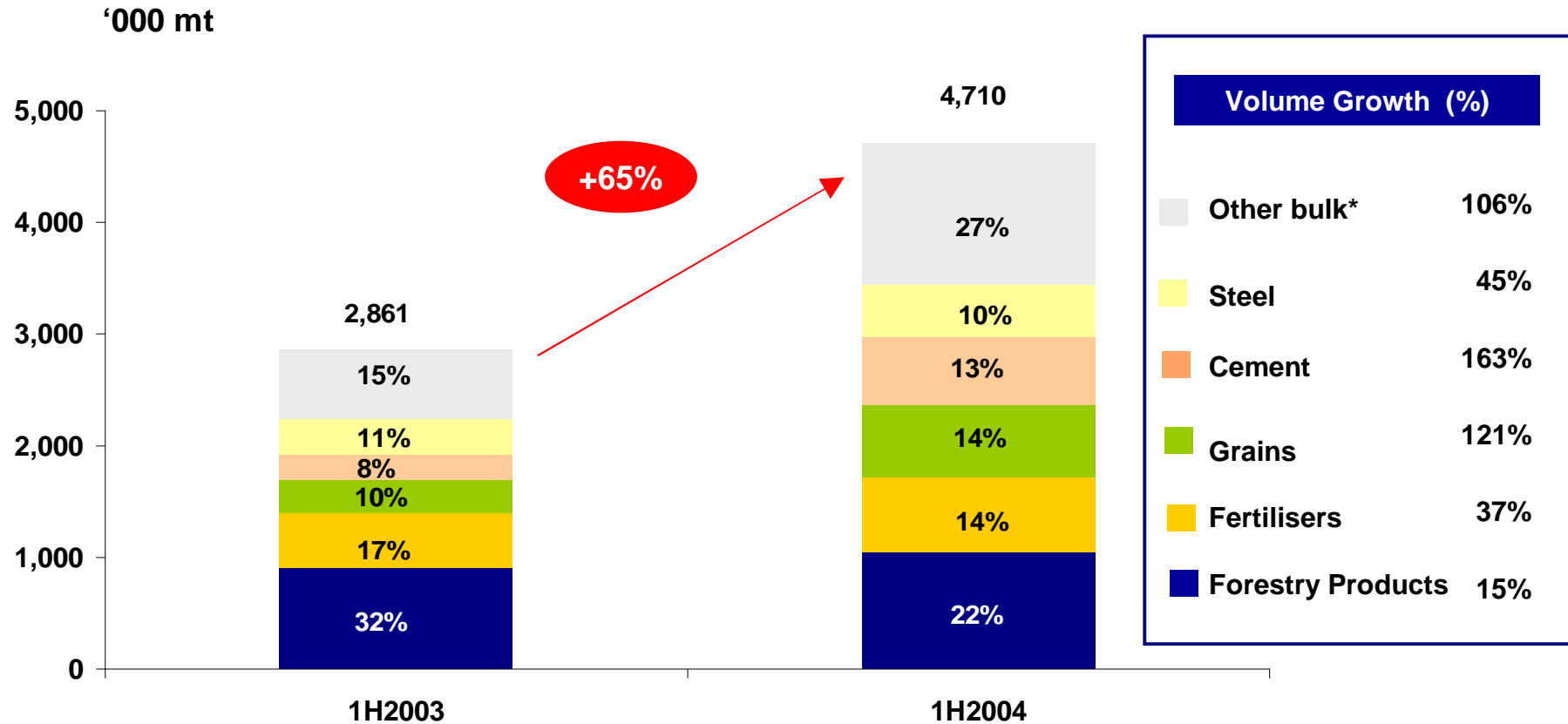
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Business Review





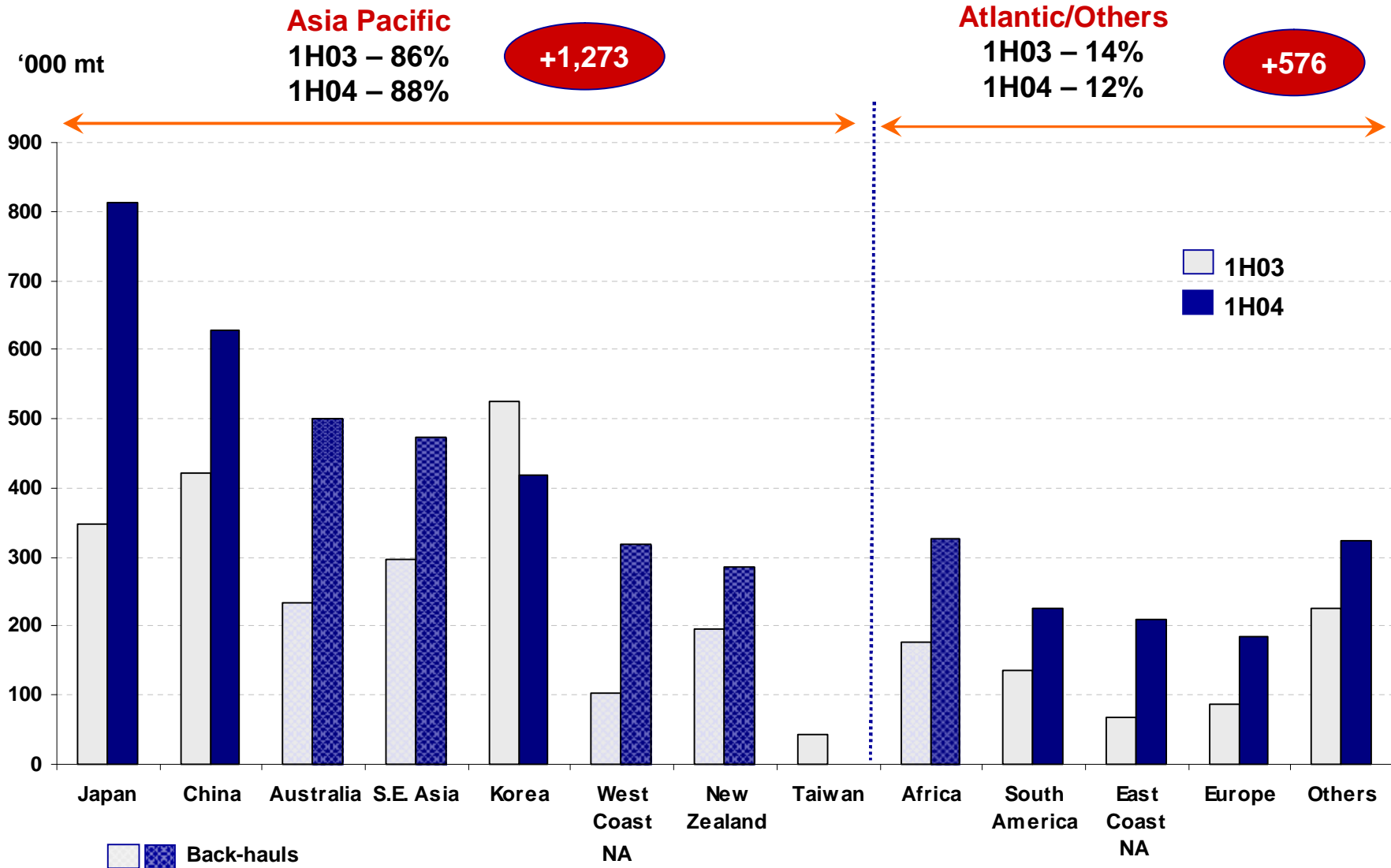
Diversified Cargo Demand



* (includes Minerals, Coal/Coke, Concentrates, Agricultural Products and other bulk products)



Major Discharge Ports



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Outlook & Prospects





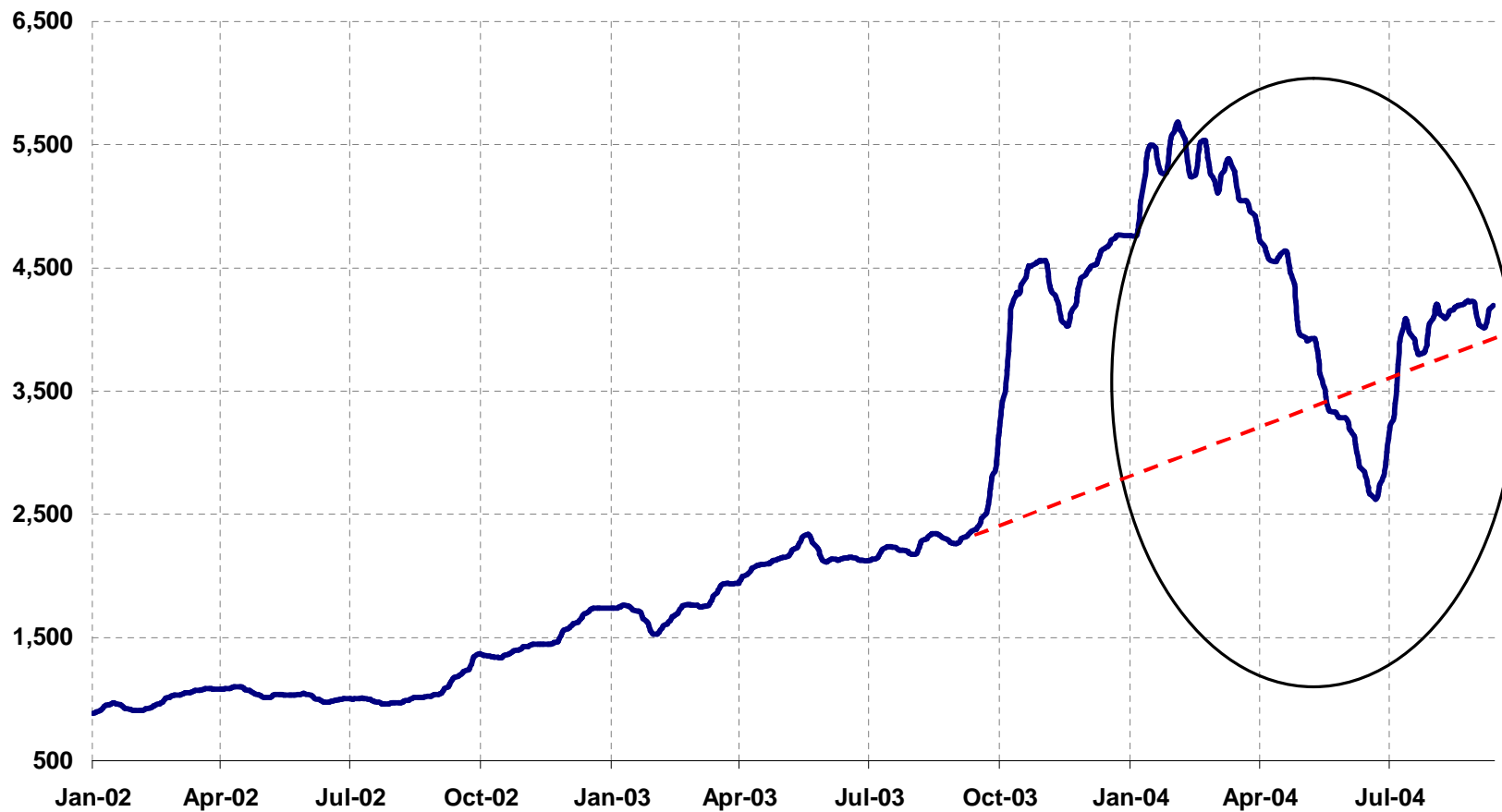
Outlook & Prospects - Summary

- § **Market remains very strong, buoyed by high demand in dry bulk cargoes**
- § **Supply of vessels likely to remain constrained with Handysize fleet aging and less efficient**
- § **Our fleet expansion will drive average revenue days**
 - + 60% for 2H04 over 1H04**
 - + 42% for Full Year 2005 over Full Year 2004**
- § **Charter rates likely to remain high and potentially volatile**



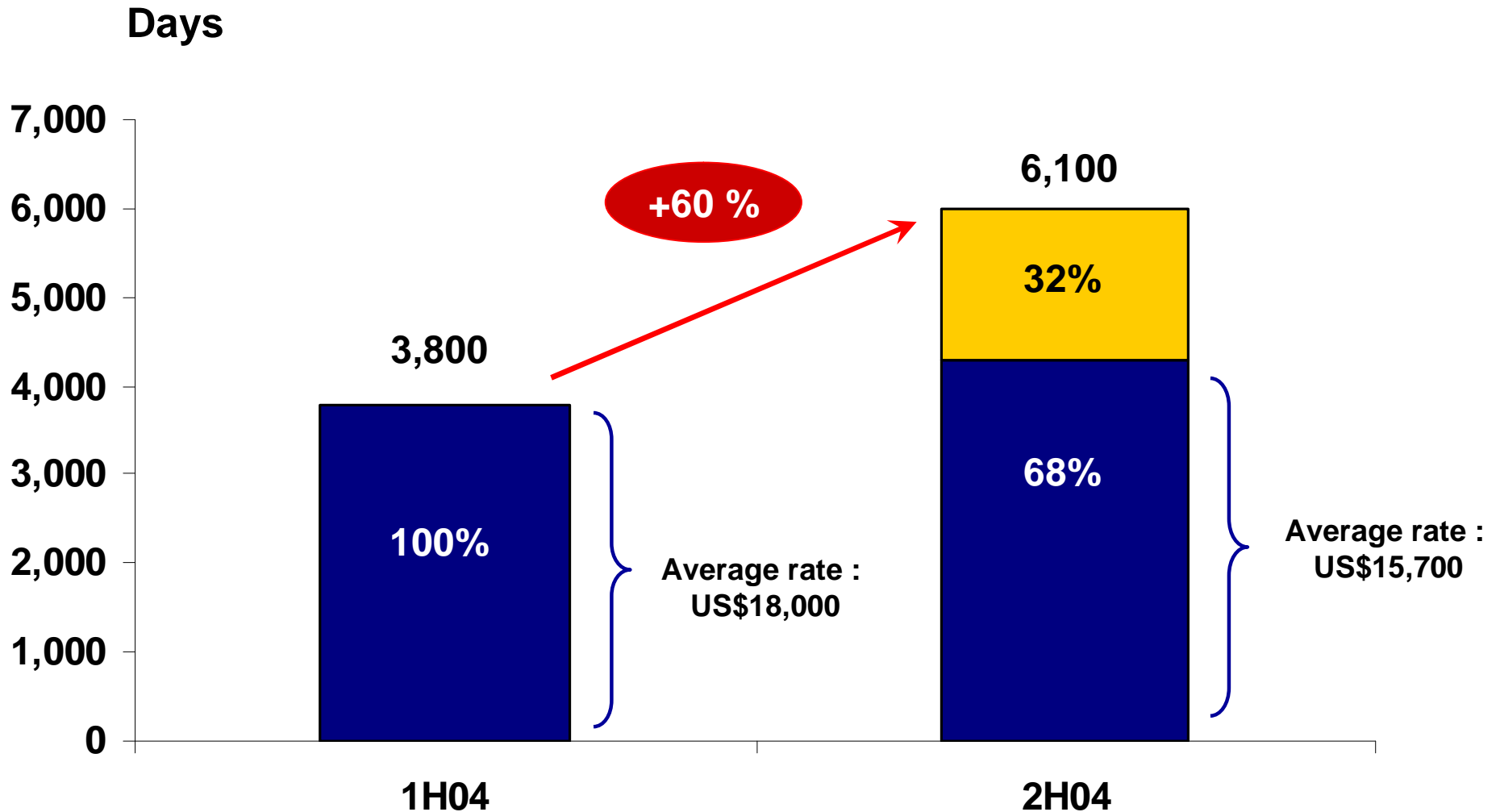
The Baltic Dry Index

Market remains strong, with increased volatility



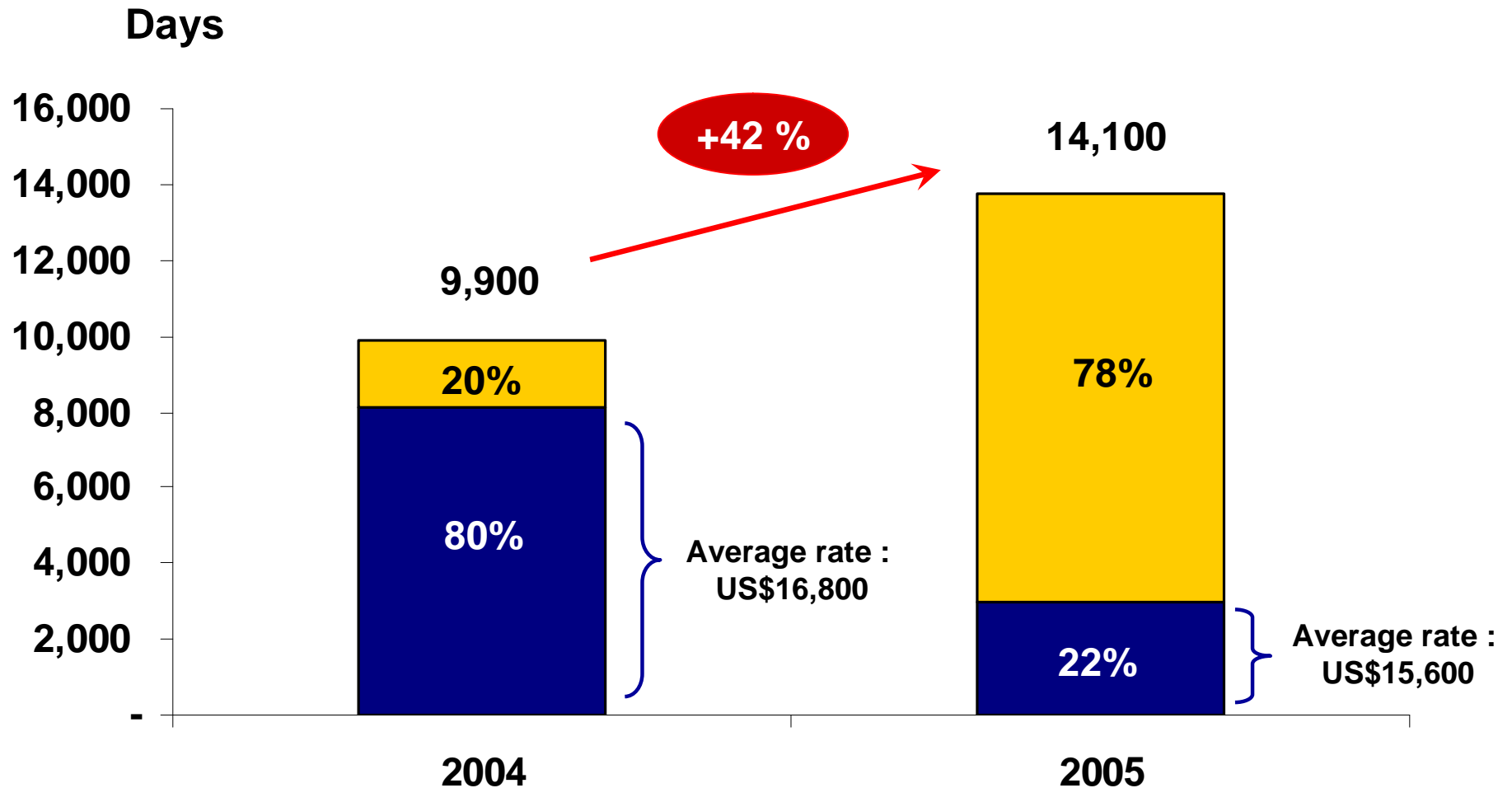


Earnings Momentum : Increasing Revenue Days 2H04 vs. 1H04





Increasing Revenue Days 2005 vs. 2004





Summary

- § **Revenue- US\$71.6mil, Profit– US\$43.1mil, EPS– 4.74 US cent**
- § **50% dividend payout ratio from 1 June**
- § **Current Fleet – 31 Owned, 8 Chartered-in, 5 Managed
(Expanded from – 19 Owned, 7 Chartered-in, 16 Managed)**
- § **We remain confident about the prospects for rates for the balance of the year and for 2005 cargo contract renewal season in the autumn**

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Thank You

