



(A business trust constituted on 25 April 2006 under the laws of the Republic of Singapore)
Managed by PST Management Pte. Ltd.

PACIFIC SHIPPING TRUST

Financial Statements Announcement For The Financial Year Ended 31 December 2009

The financial information set out in Item 1 (a), (b), (c), (d) of this announcement for the financial year ended 31 December 2009 have been extracted from the Financial Information which have been reviewed by our auditors in accordance with SSRE 2410 Review of Interim Financial Information Performed by the Independent Auditor of the Entity.

Pacific Shipping Trust (PST) is a business trust constituted by the Trust Deed entered on 25 April 2006 by PST Management Pte. Ltd. as the trustee-manager of PST and supplemented by the First Supplemental Deed dated 25 February 2008 (the Trust Deed). PST was listed on the Singapore Exchange Securities Trading Limited (SGX) on 26 May 2006.

As at 31 December 2009, PST owned twelve vessels which were bareboat and time chartered to Pacific International Lines (Private) Limited (PIL) and Compania Sud Americana De Vapores S.A. (CSAV) for average tenures between 4 to 7 years.

The Board has determined that the distribution rate for the fourth quarter ended 31 December 2009 would be approximately 70%.

The distribution policy of PST is subject to review by the Board and may be adjusted from time to time depending on commercial considerations and prevailing market conditions.

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1(a) Consolidated Income Statement for the Financial Year Ended 31 December 2009

	Notes	Group 3 months ended 31 Dec			Inc/ (Dec) %	Group 12 months ended 31 Dec		Inc/ (Dec) %
		2009	2008	2009		2008		
		US\$'000	US\$'000	US\$'000		US\$'000		
Gross revenue	(a)	15,628	14,528	8	61,957	44,637	39	
Depreciation		(4,145)	(3,894)	6	(16,581)	(12,393)	34	
Management fees		(625)	(581)	8	(2,476)	(1,775)	39	
Fleet management expenses	(b)	(776)	(960)	(19)	(3,394)	(1,312)	159	
Trustee fees		(23)	(22)	5	(94)	(67)	40	
Other expenses		(116)	(76)	53	(672)	(751)	(11)	
Results from operating activities		9,943	8,995	11	38,740	28,339	37	
Finance income	1(a)(i)	14	147	(90)	107	348	(69)	
Finance expense	1(a)(i)	(2,825)	(2,773)	2	(11,442)	(10,315)	11	
Net finance expenses		(2,811)	(2,626)	7	(11,335)	(9,967)	14	
Profit before income tax		7,132	6,369	12	27,405	18,372	49	
Income tax expense	(c)	1	(22)	NM	(5)	(37)	(86)	
Net profit after tax		7,133	6,347	12	27,400	18,335	49	

Consolidated Statement of Comprehensive Income for the Financial Year Ended 31 December 2009

	Notes	Group 3 months ended 31 Dec			Inc/ (Dec) %	Group 12 months ended 31 Dec		Inc/ (Dec) %
		2009	2008	2009		2008		
		US\$'000	US\$'000	US\$'000		US\$'000		
Net profit after tax		7,133	6,347	12	27,400	18,335	49	
Other comprehensive income								
Cash flow hedges: net movement in hedging reserve		1,510	(15,661)	NM	8,704	(15,661)	NM	
Total comprehensive income for the period		8,643	(9,314)	NM	36,104	2,674	NM	

NM: Not Meaningful

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1(a)(i) Finance income and expense

	Notes	Group 3 months ended 31 Dec		Inc/ (Dec) %	Group 12 months ended 31 Dec		Inc/ (Dec) %
		2009	2008		2009	2008	
		US\$'000	US\$'000		US\$'000	US\$'000	
Interest income:							
- Bank deposits		14	147	(90)	107	348	(69)
Finance income		14	147	(90)	107	348	(69)
Interest expense:							
- bank loans		(687)	(1,908)	(64)	(3,008)	(6,412)	(53)
- interest rate swaps	(d)	(2,133)	(835)	NM	(8,413)	(2,803)	NM
Fair value losses on interest rate swaps	(e)	-	-	NM	-	(980)	NM
Amortisation of debt issuance cost		(5)	(30)	(83)	(21)	(120)	(83)
Finance expenses		(2,825)	(2,773)	2	(11,442)	(10,315)	11
Net finance expense		(2,811)	(2,626)	7	(11,335)	(9,967)	14

NM: Not Meaningful

Explanatory notes:

- Gross revenue consists of bareboat and time charter income from the vessels in the portfolio.
- Fleet management expenses comprise mainly crew related expense, insurance, lubricant expenses and other operating expenses related to the two time chartered vessels commencing from third quarter of 2008.
- This relates to tax payable on the taxable interest income on bank deposits. The charter income derived from the charter party of the vessels would qualify for tax exemption under the Maritime Financing Incentive (MFI), with effect from 26 May 2006 for a period of 10 years subject to a review of performance at the end of the 5th year.
- This relates to the net realised interest expense arising from the settlement of the fixed and floating portions of interest rate swaps.
- On 1 October 2008, PST adopted hedge accounting prospectively, therefore, the effective portion of the change in fair value of the interest rate swaps designated as hedging instruments in cash flow hedges were recognised in the hedging reserve.

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1(a)(ii) Consolidated Distribution Statement for the Financial Year Ended 31 December 2009

	Notes	Group 3 months ended 31 Dec		Inc/ (Dec) %	Group 12 months ended 31 Dec		Inc/ (Dec) %
		2009	2008		2009	2008	
		US\$'000	US\$'000		US\$'000	US\$'000	
Net profit after tax		7,133	6,347	12	27,400	18,335	49
Add: Non-tax deductible items	(a)	4,174	3,935	6	16,777	13,714	22
Less: Repayment of borrowings		(4,297)	(4,005)	7	(17,103)	(13,551)	26
Income available for distribution		7,010	6,277	12	27,074	18,498	46
Add: Income from prior periods retained for working capital	(b)	2,066	614	NM	2,424	60	NM
Less: Income to be retained for working capital	(c)	(4,199)	(1,406)	NM	(8,179)	(2,424)	NM
Income to be distributed		4,877	5,485	(11)	21,319	16,134	32
Tax-exempt distribution		4,877	5,485	(11)	21,319	16,134	32
Income to be distributed		4,877	5,485	(11)	21,319	16,134	32

Explanatory notes:

- (a) Non-tax deductible items comprise mainly depreciation, trustee fee, foreign currency loss/gain, non-tax deductible expenses capital in nature and non-tax deductible fair value gains/losses from interest rate swaps.
- (b) This relates to PST's income that was retained from prior periods.
- (c) This relates to the portion of PST's income that is retained for future working capital purposes.

The income to be distributed by PST for the three months ended 31 December 2009 constitutes approximately 70% of the distributable income. Under the Trust Deed, the percentage of income to be distributed to unitholders is at the discretion of the Trustee-Manager.

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Financial Statements Announcement for Financial Year Ended 31 December 2009

1(b)(i) Statements of Financial Position, together with a comparative statement as at the end of the immediately preceding financial year.

	Note	Group		Trust	
		31 Dec 09 US\$'000	31 Dec 08 US\$'000	31 Dec 09 US\$'000	31 Dec 08 US\$'000
ASSETS					
Non-current assets					
Vessels		445,848	462,429	445,848	462,429
Investment in subsidiaries		-	-	-*	-*
		445,848	462,429	445,848	462,429
Current assets					
Inventories	(i)	383	485	383	485
Other receivables		484	213	484	213
Cash and cash equivalents		17,875	13,812	17,875	13,812
		18,742	14,510	18,742	14,510
Total assets		464,590	476,939	464,590	476,939
LIABILITIES					
Non-current liabilities					
Secured bank loans	1(b)(ii)	195,574	212,896	195,574	212,896
Financial derivatives	(iii)	11,081	19,224	11,081	19,224
		206,655	232,120	206,655	232,120
Current liabilities					
Trade payables		-	603	-	603
Charter income received in advance	(ii)	1,016	1,258	1,016	1,258
Other payables		910	769	905	764
Secured bank loans	1(b)(ii)	17,322	17,082	17,322	17,082
Financial derivatives	(iii)	981	1,542	981	1,542
Current income tax payable		3	38	3	38
		20,232	21,292	20,227	21,287
Total liabilities		226,887	253,412	226,882	253,407
NET ASSETS		237,703	223,527	237,708	223,532
UNITHOLDERS' FUND					
Units in issue		237,033	237,033	237,033	237,033
Hedging reserve	(iv)	(6,957)	(15,661)	(6,957)	(15,661)
Accumulated profits		7,627	2,155	7,632	2,160
Total unitholders' funds		237,703	223,527	237,708	223,532

Explanatory notes:

- (i) Inventories comprise unused lubricant on board the two time chartered vessels.
- (ii) Charter income is payable in advance according to the charter party of the vessels.
- (iii) This relates to the fair value of interest rate swaps transacted to manage the cash flow variability arising from the interest payment on the bank loans.
- (iv) Hedging reserve relates to the effective portion of the change in fair value of the interest rate swaps which were entered to hedge the cash flow variability arising from the interest payment on the bank loans.

* Denotes cost of investment less than US\$1,000

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1(b)(ii) Aggregate amount of group borrowings

	Group	
Note	As at 31 Dec 09 US\$'000	As at 31 Dec 08 US\$'000
Secured bank loans		
Amount repayable within one year	17,343	17,103
Less: Unamortised debt issuance cost	(21)	(21)
1(b)(i)	17,322	17,082
Amount repayable after one year	195,692	213,035
Less: Unamortised debt issuance cost	(118)	(139)
1(b)(i)	195,574	212,896
Total	(a) 212,896	229,978

Explanatory notes:

(a) PST has total secured term loan facilities of US\$213 million as at 31 December 2009 (31 Dec 2008: US\$230 million). Repayment of the secured bank loans were made on a monthly basis. The term loans bear interest at floating rates and are secured on all the existing vessels with mortgages, assignment of the insurances, charter income and charter agreements.

PST has entered into interest rate swaps to fix the floating interest rates on its secured term loans at a weighted average rate of 5.05% (2008: 5.08%) per annum. These interest rate swaps are secured via priority mortgage on certain vessels, and assignment of insurances, charter income and charter agreements for certain vessels.

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1(c) Consolidated Statement of Cash Flows

	Group		Group	
	3 months ended 31 Dec	3 months ended 31 Dec	12 months ended 31 Dec	12 months ended 31 Dec
	2009	2008	2009	2008
	US\$'000	US\$'000	US\$'000	US\$'000
Operating activities				
Profit before income tax	7,132	6,369	27,405	18,372
Adjustments for:				
Amortisation of debt issuance cost	5	30	21	120
Depreciation	4,145	3,894	16,581	12,393
Fair value losses on interest rate swaps	-	-	-	980
Interest expense	2,820	2,743	11,421	9,215
Interest income	(14)	(147)	(107)	(348)
Operating profit before working capital changes	14,088	12,889	55,321	40,732
Changes in working capital:				
Inventories	34	(269)	102	(485)
Other receivables	(242)	128	(284)	(163)
Charter income received in advance	111	(235)	(242)	(256)
Trade and other payables	311	(1,247)	(462)	982
Cash generated from operations	14,302	11,266	54,435	40,810
Income tax paid	-	-	(40)	(60)
Net cash from operating activities	14,302	11,266	54,395	40,750
Investing activities				
Interest income received	14	151	120	361
Purchase of container vessels	-	(68,798)	-	(223,620)
Net cash from investing activities	14	(68,647)	120	(223,259)
Financing activities				
Debt issuance cost paid	-	(86)	-	(280)
Distributions paid to unitholders	(4,825)	(3,705)	(21,928)	(14,355)
Interest expense paid	(2,820)	(2,743)	(11,421)	(9,215)
Proceeds from interest-bearing loans	-	48,300	-	203,300
Proceeds from issue of new units	-	-	-	92,254
Repayment of interest-bearing bank loans	(4,297)	(4,005)	(17,103)	(81,952)
Units issue cost paid	-	(1,708)	-	(1,888)
Net cash from financing activities	(11,942)	36,053	(50,452)	187,864
Net increase in cash and cash equivalents	2,374	(21,328)	4,063	5,355
Cash and cash equivalents at beginning of the period	15,501	35,140	13,812	8,457
Cash and cash equivalents at the end of the period	17,875	13,812	17,875	13,812

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1(d)(i) Statement of Changes in Unitholders' Funds

Group	Units in issue US\$'000	Hedging Reserve⁽¹⁾ US\$'000	Accumulated profits US\$'000	Total US\$'000
2009				
As at 1 January	237,033	(15,661)	2,155	223,527
Total comprehensive income for the period	-	2,006	6,600	8,606
Distributions to unitholders	-	-	(5,485)	(5,485)
As at 31 March	237,033	(13,655)	3,270	226,648
Total comprehensive income for the period	-	5,083	6,656	11,739
Distributions to unitholders	-	-	(5,779)	(5,779)
As at 30 June	237,033	(8,572)	4,147	232,608
Total comprehensive income for the period	-	105	7,011	7,116
Distributions to unitholders	-	-	(5,839)	(5,839)
As at 30 September	237,033	(8,467)	5,319	233,885
Total comprehensive income for the period	-	1,510	7,133	8,643
Distributions to unitholders	-	-	(4,825)	(4,825)
As at 31 December	237,033	(6,957)	7,627	237,703
2008				
As at 1 January	146,667	-	(1,825)	144,842
Total comprehensive income for the period	-	-	466	466
Distributions to unitholders	-	-	(3,707)	(3,707)
As at 31 March	146,667	-	(5,066)	141,601
Total comprehensive income for the period	-	-	8,341	8,341
Distributions to unitholders	-	-	(3,270)	(3,270)
As at 30 June	146,667	-	5	146,672
Units issued	92,254	-	-	92,254
Units issue cost	(1,892)	-	-	(1,892)
Total comprehensive income for the period	-	-	3,181	3,181
Distributions to unitholders	-	-	(3,673)	(3,673)
As at 30 September	237,029	-	(487)	236,542
Units issue cost	4	-	-	4
Total comprehensive income for the period	-	(15,661)	6,347	(9,314)
Distributions to unitholders	-	-	(3,705)	(3,705)
As at 31 December	237,033	(15,661)	2,155	223,527

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1(d)(i) Statement of Changes in Unitholders' Funds (Cont'd)

	Units in issue US\$'000	Hedging Reserve ⁽¹⁾ US\$'000	Accumulated profits US\$'000	Total US\$'000
Trust				
2009				
As at 1 January	237,033	(15,661)	2,160	223,532
Total comprehensive income for the period	-	2,006	6,600	8,606
Distributions to unitholders	-	-	(5,485)	(5,485)
As at 31 March	237,033	(13,655)	3,275	226,653
Total comprehensive income for the period	-	5,083	6,656	11,739
Distributions to unitholders	-	-	(5,779)	(5,779)
As at 30 June	237,033	(8,572)	4,152	232,613
Total comprehensive income for the period	-	105	7,011	7,116
Distributions to unitholders	-	-	(5,839)	(5,839)
As at 30 September	237,033	(8,467)	5,324	233,890
Total comprehensive income for the period	-	1,510	7,133	8,643
Distributions to unitholders	-	-	(4,825)	(4,825)
As at 31 December	237,033	(6,957)	7,632	237,708
2008				
As at 1 January	146,667	-	(1,825)	144,842
Total comprehensive income for the period	-	-	477	477
Distributions to unitholders	-	-	(3,707)	(3,707)
As at 31 March	146,667	-	(5,055)	141,612
Total comprehensive income for the period	-	-	8,335	8,335
Distributions to unitholders	-	-	(3,270)	(3,270)
As at 30 June	146,667	-	10	146,677
Units issued	92,254	-	-	92,254
Units issue cost	(1,892)	-	-	(1,892)
Total comprehensive income for the period	-	-	3,181	3,181
Distributions to unitholders	-	-	(3,673)	(3,673)
As at 30 September	237,029	-	(482)	236,547
Units issue cost	4	-	-	4
Total comprehensive income for the period	-	(15,661)	6,347	(9,314)
Distributions to unitholders	-	-	(3,705)	(3,705)
As at 31 December	237,033	(15,661)	2,160	223,532

⁽¹⁾ Hedging reserve relates to the effective portion of the changes in fair value of the interest rate swaps which were entered to hedge the interest rate risk of the bank loans.

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1(d)(ii) Details of any changes in the units

	Group and Trust		Group and Trust	
	3 months ended 31 Dec 2009	2008	12 months ended 31 Dec 2009	2008
	Units ('000)	Units ('000)	Units ('000)	Units ('000)
At the beginning of the period	589,750	589,750	589,750	337,000
Units issued during the period				
- Preferential Offering	-	-	-	252,750
At the end of the period	<u>589,750</u>	<u>589,750</u>	<u>589,750</u>	<u>589,750</u>

1(d)(iii) To show the total number of issued units excluding treasury units as at the end of the current financial year and as at the end of the immediately preceding years

	Group and Trust	
	As At 31 Dec 2009	31 Dec 2008
	Units ('000)	Units ('000)
Number of units issued	<u>589,750</u>	<u>589,750</u>

1(d)(iv) A statement showing all sales, transfer, disposal, cancellation and/or use of treasury units as at the end of the current financial period reported on

Not Applicable.

2 Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice

The figures for the financial year ended 31 December 2009 have been extracted from the Financial Information which have been reviewed by the auditors in accordance with the Singapore Standard on Review Engagement 2410 "Review of Financial Information Performed by the Independent Auditor of the Entity".

3 Where the figures have been audited, or reviewed, the auditors' report (including any qualifications or emphasis of matter)

Please see auditors' review report and Financial Information for the financial year ended 31 December 2009 for details. The review report includes an emphasis of matter.

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied

The accounting policies and methods of computation adopted are consistent with those applied in the audited financial statements for the year ended 31 December 2008.

The Group adopted FRS 1 (revised 2008), Amendment to FRS107 and FRS 108 which was effective for the financial period beginning 1 January 2009.

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5 If there are any changes in the accounting policies and method of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change

There has been no change in the accounting policies and methods of computation adopted by PST Group.

The adoption of FRS 1 (revised 2008) and FRS 108 does not have any impact on the Group's financial position or results.

6 Earnings per unit (EPU) and distribution per unit (DPU) for the financial period

	Group 3 months ended 31 Dec		Group 12 months ended 31 Dec	
	2009	2008	2009	2008
Weighted average number of units as at end of period ('000)	589,750	589,750	589,750	401,223
Earnings per unit for the period based on the weighted average number of units in issue				
- basic and diluted (US cents)	1.21	1.08	4.65	4.57
Distribution per unit for the period (US cents)				
Tax-exempt income	0.8270	0.93	3.6150	4.09

7 Net asset value (NAV) per unit based on units issued at the end of the period

	Group		Trust	
	31 Dec 09 US\$	31 Dec 08 US\$	31 Dec 09 US\$	31 Dec 08 US\$
Net asset value per unit	0.40	0.38	0.40	0.38

8 Review of performance of the Group

Gross revenue for financial year ended 31 December 2009 (FY09) was US\$62.0 million which was US\$17.3 million higher than the corresponding period in 2008 (FY08) of US\$44.6 million. This was due to full contribution from the new vessels delivered in 2008.

Depreciation increased from US\$12.4 million in FY08 to US\$16.6 million in FY09 mainly due to the depreciation of the new vessels as well.

The increase in management fees from US\$1.8 million in FY08 to US\$2.5 million in FY09 is consistent with the higher revenue arising from the delivery of the new vessels.

Fleet management expenses comprise mainly of crew related expenses, insurance, lubricant expenses and other operating expenses related to the two time chartered vessel, CSAV Laja and CSAV Lauca, which were chartered out starting from September 2008 and November 2008 respectively.

8 Review of performance of the Group (Cont'd)

Trustee fees increased consistently with the growth in asset base since the first quarter of 2008.

Other expenses comprise mainly of professional fees, regulatory fees, vessel tonnage tax, insurance and other administrative expenses. The decrease from US\$0.8 million in FY08 to US\$0.7 million in FY09 was mainly due to expenses incurred in relation to the acquisition and charter of the new vessels in 2008.

Finance income decreased from US\$0.3 million in FY08 to US\$0.1 million in FY09. The decrease was mainly due to the significant decrease in short term interest rates on fixed deposits since 2008.

Finance expense (including fair value losses on interest rate swaps incurred in 2008) increased from US\$10.3 million in FY08 to US\$11.4 million in FY09. The increase in interest expense was mainly due to the interest incurred on the loans drawn down for the acquisition of the new vessels in 2008. The Trust adopted hedge accounting from 1 October 2008, thereafter the net fair value gains or losses on interest rate swaps have been recognized in the hedging reserve instead of profit before income tax. The interest rate swap contracts were entered into to fix the bank loan interest rates

Other receivables increased mainly due to prepayment of fleet management expenses starting May 2009 to the ship manager.

Cash and cash equivalent increased mainly from operating activities as a result of the increase in revenue in the period under review.

Total secured bank loans decreased by US\$17.1 million from US\$230.0 million as at 31 December 2008 to US\$212.9 million mainly due to repayments of the loans on a monthly basis.

Total liabilities on financial derivatives decreased from US\$20.8 million as at 31 December 2008 to US\$12.1 million mainly due to the volatility in the USD interest rate environment which resulted in net mark-to-market gain of US\$8.7 million in the period under review.

9 Where a forecast, or a prospect statement, has been previously disclosed to unitholders, any variance between it and the actual results

No forecast statement for financial year 2009 has been disclosed.

10 Commentary on the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months

The containership market has shown signs of stabilising in the past quarter with volumes showing resilience and freight rates on key routes edging up. The containership fleet growth in 2009 has been less than anticipated due to delivery delays and slippage of the orderbook as well as high scrapping of the older tonnages. This trend may continue into 2010 with capacity growth for the containership market expected to be restrained.

Since June 2009, liner operators have increasingly implemented Extra Slow Steaming (ESS) in response to rising fuel prices and to keep vessels employed. According to AXS Alphaliner, as of January 2010, ESS is estimated to absorb about 2.3% of the global containership fleet.

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10 Commentary on the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months (Cont'd)

Although the idle containership fleet is at 11% of total containership fleet, the industry expects a gradual improvement in freight rates as excess capacity is progressively absorbed and a more balanced demand-supply equilibrium is being restored.

With regard to the financial restructuring plan of CSAV, announced on 16 April 2009, PST remains in discussions with them to reach a mutually acceptable agreement. As reported, CSAV, the charterers of two of PST's vessels, has completed their 2nd equity issuance in December 2009. In addition, CSAV has obtained approval from its shareholders for the 3rd equity issuance which has the strong support of its German shipowners. In September 2009, CSAV has been removed from Standard & Poor's (S&P) negative watch. Based on current reported developments, it appears that the outlook for CSAV is encouraging.

11 Distribution

(a) **Current Financial Period Reported On** ⁽¹⁾

Name of distribution	Tax-Exempt ⁽³⁾
Distribution type	Cash
Distribution per unit (cents)	0.827

(b) **Corresponding period of the immediately preceding financial period** ⁽²⁾

Name of distribution	Tax-Exempt ⁽³⁾
Distribution type	Cash
Distribution per unit (cents)	0.93

Note:

⁽¹⁾ Distribution for the period from 1 October 2009 to 31 December 2009.

⁽²⁾ Distribution for the period from 1 October 2008 to 31 December 2008.

⁽³⁾ These distributions are made out of PST's Net Tax-Exempt Income. All unitholders are exempt from Singapore income tax on the distributions made by PST out of its Net Tax-Exempt Income regardless of whether they are corporate unitholders or individuals.

(c) **Date payable:** 1 March 2010

(d) **Books Closure Date:** The Transfer Books and Register of Unitholders of Pacific Shipping Trust (PST) will be closed on 5 p.m. on 28 January 2010 for the purposes of determining unitholder's entitlement to the distribution of profits.

Unitholders whose Securities Accounts with The Central Depository (Pte) Limited (CDP) are credited with shares at 5.00 p.m. on 28 January 2010 will be entitled to the Distribution to be paid on 1 March 2010.

12 If no distribution has been declared/(recommended), a statement to that effect

Not applicable.

PACIFIC SHIPPING TRUST**Financial Statements Announcement for Financial Year Ended 31 December 2009****13 Segmented revenue and results for business or geographical segments (of the Group)**

There is only one reportable segment. No business segment information has been prepared as the Group is involved only in the chartering out of vessels. No geographical segment information has been prepared as the Group's operations are located only in Singapore.

14 In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments

Not applicable.

15 Breakdown of sales

	Group		Inc/(Dec) %
	31 Dec 09 US\$'000	31 Dec 08 US\$'000	
(a) Gross revenue reported for the first half year	30,703	18,892	63
(b) Net profit after tax for the first half year	13,256	8,807	51
(c) Gross revenue reported for second half year	31,254	25,745	21
(d) Net profit after tax for the second half year	14,144	9,528	48

16 Breakdown of the total distribution for the latest full year and its previous full year

	31 Dec 09 US\$'000	31 Dec 08 US\$'000
Annual distribution to unitholders	<u>21,928</u>	<u>14,355</u>

PACIFIC SHIPPING TRUST**Financial Statements Announcement for Financial Year Ended 31 December 2009****17 Interested Person Transaction**

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under unitholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under unitholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)	
	31 Dec 09	31 Dec 08	31 Dec 09	31 Dec 08
	US\$'000	US\$'000	US\$'000	US\$'000
Pacific International Lines (Private) Limited				
- Charterhire income	42,961	40,549	-	-
- Ship Management Service	180	39	-	-
PST Management Pte. Ltd.				
- Management fees	2,476	1,775	-	-
- Trustee fees	94	67	-	-
- Acquisition fees	-	1,362	-	-
Tranpac Holdings Inc., Panama (100% owned subsidiary of PIL)				
- Purchase of vessels	-	222,200	-	-

PACIFIC SHIPPING TRUST

Financial Statements Announcement for Financial Year Ended 31 December 2009

This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, competition from similar developments, changes in operating expenses, trust expenses and governmental and public policy changes and the continued availability of financing in the amounts and the terms necessary to support future business. Investors are cautioned not to place undue reliance on these forward-looking statements, which are based on current view of management on future events.

Any discrepancies in the tables included in this announcement between the listed amounts and total thereof are due to rounding.

ON BEHALF OF THE DIRECTORS

Benedict Kwek Gim Song
Chairman

Teo Choo Wee
Acting Chief Executive Officer

**BY ORDER OF THE BOARD OF PST MANAGEMENT PTE. LTD.
AS TRUSTEE-MANAGER OF PACIFIC SHIPPING TRUST**

Lim Ka Bee
Company Secretary
20 January 2010