



For Immediate Release

PST TO DISTRIBUTE US\$3.6 MLN FOR Q2 2007, 0.6% HIGHER THAN IPO PROJECTION

Q2 DPU of 1.06 cents offers tax-free annualised yield of 9.4%

SINGAPORE, 24 July 2007 – Pacific Shipping Trust (PST), Singapore's first publicly-listed business trust, today announced that it would distribute a total of US\$3.6 million for the second quarter ended June 30, which is 0.6 percent higher than the US\$3.58 million projected in its IPO prospectus.

The distribution per unit (DPU) amounted to 1.06 cents per unit for the period April 1 to June 30. Based on the IPO price of US\$0.45 per unit, the distribution amounted to an annualised yield of 9.4%.

PST also reported Q2 net profit after tax of US\$5.52 million, 64% over the IPO projection.

The rise in earnings was due to unrealised fair value gains of US\$2.4 million on interest rate swaps, and would not have any impact on the distribution.

Earnings per unit for the quarter at 1.64 US cents was higher than the IPO projection of 1.00 US cents.

The net profit for Q2 07 was achieved on gross revenue of US\$8.6 million from the charter of its vessels. Management fee of US\$344,000 remained unchanged while depreciation was at US\$3.21 million and other trust expenses were at US\$123,000.

PST owns a portfolio of eight container ships of between 943 TEU and 3081 TEU, which were acquired from IPO sponsor, Pacific International Lines (PIL). These vessels are chartered back to PIL for between eight and 10 years.

<p>DBS is the financial adviser, underwriter and bookrunner for the initial public offering of PST.</p>

PST recently announced that it would acquire two more 4,250 TEU containerships and will charter them to CSAV, South America's largest liner shipping company, for five years. The acquisition, which will be from the PIL Group, is subject to unitholders' approval.

Subhangshu Dutt, CEO of PST Management and the trustee manager, said: "We are pleased to be able to meet our distribution projections to unitholders, and to continue to offer very attractive yields.

"We are working on more deals that will enable us to offer high yields on a sustainable basis to our unitholders."

PSTM said that barring unforeseen circumstances, it is optimistic of distributing at least the IPO projected income for financial year 2007.

The latest distribution of 1.06 cents will be made on August 29, 2007. Unitholders do not have to pay Singapore tax on the distributable income.

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About Pacific Shipping Trust

Pacific Shipping Trust is the first business trust listed on the Singapore Exchange. It provides shipping companies with innovative financing and leasing structures that enable them to expand their fleet without straining their capital. By acquiring vessels and leasing them to reputable charterers either on long-term bareboat charters or short-term time charters, PST seeks to generate a steady stream of high-yielding income for its unitholders.

The trustee-manager is PST Management Pte. Ltd., a wholly-owned subsidiary of Pacific International Lines (Private) Limited, one of the biggest container shipping companies in the world.

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Important Notice

The value of PST units (“Units”) and the income derived from them may fall as well as rise. The Units are not obligations of, deposits in, or guaranteed by, the trustee-manager or any of its affiliates. An investment in Units is subject to investment risks, including the possible loss of the principal amount invested. Investors have no right to request the trustee-manager to redeem their Units while the Units are listed. It is intended that unitholders of PST may only deal in their Units through trading on the SGX-ST. Listing of the Units on the SGX-ST does not guarantee a liquid market for the Units.

This publication is for information only and does not constitute an invitation or offer to acquire, purchase or subscribe for the Units. The past performance of PST is not necessarily indicative of the future performance of PST.

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.