

AUDITOR'S REPORT

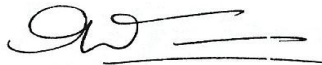
To The Shareholders of Dcon Products Public Company Limited

I have audited consolidated balance sheets of DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES and the separate balance sheets of DCON PRODUCTS PUBLIC COMPANY LIMITED as at December 31, 2010 and 2009, and the related consolidated statements of income and separate statements of income, consolidated statements of changes in shareholders' equity and separate statements of changes in shareholders' equity, and consolidated statements of cash flows and separate statements of cash flows for the years then ended. These financial statements are the responsibility of the Company's management as to their correctness and completeness of the presentation. My responsibility is to express an opinion on these financial statements based on my audits

I conducted my audits in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. I believe that my audits provide a reasonable basis for my opinion.

In my opinion, the consolidated financial statements and separate financial statements referred to above present fairly in all material respects, the consolidated financial position of DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES and separate financial position of DCON PRODUCTS PUBLIC COMPANY LIMITED as at December 31, 2010 and 2009 and the results of their and its operations and cash flows for the years then ended in conformity with generally accepted accounting principles.

Office of D I A International Auditing



(Mrs. Vilairat Rojnuckarin)

C.P.A. (Thailand)

Registration No. 3104

AUDITOR'S REPORT

To The Shareholders of

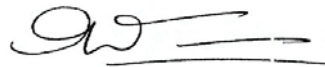
DCON PRODUCTS PUBLIC COMPANY LIMITED

I have audited consolidated balance sheets of DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES and the separate balance sheets of DCON PRODUCTS PUBLIC COMPANY LIMITED as at December 31, 2010 and 2009, and the related consolidated statements of income and separate statements of income, consolidated statements of changes in shareholders' equity and separate statements of changes in shareholders' equity, and consolidated statements of cash flows and separate statements of cash flows for the years then ended. These financial statements are the responsibility of the Company's management as to their correctness and completeness of the presentation. My responsibility is to express an opinion on these financial statements based on my audits

I conducted my audits in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. I believe that my audits provide a reasonable basis for my opinion.

In my opinion, the consolidated financial statements and separate financial statements referred to above present fairly in all material respects, the consolidated financial position of DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES and separate financial position of DCON PRODUCTS PUBLIC COMPANY LIMITED as at December 31, 2010 and 2009 and the results of their and its operations and cash flows for the years then ended in conformity with generally accepted accounting principles.

Office of D I A International Auditing



(Mrs. Vilairat Rojnuckarin)

C.P.A. (Thailand)

Registration No. 3104

February 24, 2011

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS

FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009

Assets	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2010	2009	2010	2009
Current assets					
Cash and cash equivalents	6.1	30,205,481.38	34,864,762.53	23,338,543.76	33,126,138.71
Current investment	7	20,171,569.90	18,000,000.00	20,171,569.90	18,000,000.00
Trade accounts receivable - net	8	100,295,205.76	65,981,320.27	96,250,642.57	62,686,700.98
Short - term loans to other persons		3,570,350.00	3,570,350.00	3,570,350.00	3,570,350.00
Inventories - net	9	192,387,887.44	117,715,792.66	49,884,055.96	41,197,053.04
Other current assets - net	10	5,931,838.24	4,218,185.08	5,355,291.15	3,262,089.99
Total current assets		352,562,332.72	244,350,410.54	198,570,453.34	161,842,332.72
Non-current assets					
Investment in subsidiaries	11	0.00	0.00	223,333,320.00	123,333,320.00
Long - term loans to related companies	27.2	0.00	0.00	0.00	21,500,000.00
Property, plant and equipment - net					
For lease	12.1	26,262,409.54	27,593,866.86	0.00	0.00
For operation	12.2	262,037,826.44	281,101,595.73	215,129,226.33	232,103,863.13
Intangible assets - net	13	5,208,623.85	5,864,618.25	5,208,623.85	5,864,618.25
Other non-current assets					
Non-operating assets - net	14	164,432,277.35	173,375,339.32	115,062,017.71	124,708,277.88
Deposit for purchasing land	15	3,700,000.00	3,700,000.00	3,700,000.00	3,700,000.00
Others		1,240,396.02	815,314.99	1,240,396.02	815,314.99
Total non-current assets		462,881,533.20	492,450,735.15	563,673,583.91	512,025,394.25
Total assets		815,443,865.92	736,801,145.69	762,244,037.25	673,867,726.97

Notes to financial statements are parts of these financial statements.

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS (Continued)

FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009

Liabilities and shareholders' equity	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2010	2009	2010	2009
Current liabilities					
Overdrafts and short - term loans					
from financial institutions	16	5,729,099.98	5,870,000.45	2,522,774.35	390,865.79
Trade accounts payable		75,184,020.18	52,422,182.73	73,604,612.78	50,688,505.89
Current portion of long - term debt	17,18	243,885.14	9,258,338.69	0.00	9,245,888.64
Other current liabilities					
Share subscription payable		0.00	0.00	10,000,000.00	0.00
Accrued income tax		10,456,557.22	5,817,669.38	9,449,128.65	3,115,666.08
Accrued expenses		9,161,522.06	4,757,641.77	7,739,075.95	3,576,018.63
Advance received from selling goods		4,061,504.05	3,136,855.97	4,061,504.05	3,136,855.97
Others		4,266,710.74	3,383,347.86	2,063,802.97	2,171,530.88
Total current liabilities		109,103,299.37	84,646,036.85	109,440,898.75	72,325,331.88
Non-current liabilities					
Long - term loans from other					
parties - net	17	0.00	1,010,420.26	0.00	1,010,420.26
Liabilities under financial lease agreement	18	559,466.12	0.00	0.00	0.00
Long-term provision for liabilities	19	10,010,000.00	9,650,000.00	0.00	0.00
Other non-current liabilities		1,810,715.60	895,000.00	570,715.60	0.00
Total non-current liabilities		12,380,181.72	11,555,420.26	570,715.60	1,010,420.26
Total liabilities		121,483,481.09	96,201,457.11	110,011,614.35	73,335,752.14

Notes to financial statements are parts of these financial statements.

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS (Continued)

FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009

Liabilities and shareholders' equity	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2010	2009	2010	2009
(Cont.)					
Shareholders' equity					
Share capital					
Authorized share capital					
206,000,000 common shares					
of Baht 1 each	20	206,000,000.00		206,000,000.00	
Authorized share capital					
200,000,000 common shares					
of Baht 1 each			200,000,000.00		200,000,000.00
Issued and paid-up share capital					
200,000,000 common shares					
of Baht 1 each		200,000,000.00	200,000,000.00	200,000,000.00	200,000,000.00
Premium on common share capital		319,825,000.00	319,825,000.00	319,825,000.00	319,825,000.00
Retained earnings					
Appropriated					
Legal reserve	21	20,600,000.00	20,000,000.00	20,600,000.00	20,000,000.00
Unappropriated	22	138,804,769.46	85,974,680.67	111,807,422.90	60,706,974.83
Total equity holders of the Company		679,229,769.46	625,799,680.67	652,232,422.90	600,531,974.83
Minority interest		14,730,615.37	14,800,007.91	0.00	0.00
Total shareholders' equity		693,960,384.83	640,599,688.58	652,232,422.90	600,531,974.83
Total liabilities and shareholders' equity		815,443,865.92	736,801,145.69	762,244,037.25	673,867,726.97

Notes to financial statements are parts of these financial statements.

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF INCOME

FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2010	2009	2010	2009
Sales and services		738,876,927.71	573,620,081.58	628,609,501.13	463,910,962.09
Cost of sales and services		(500,838,315.68)	(400,305,412.43)	(422,278,954.36)	(322,495,625.57)
Gross profit		238,038,612.03	173,314,669.15	206,330,546.77	141,415,336.52
Other income		11,988,054.61	15,075,775.07	17,464,684.53	13,973,447.16
Profit before expenses		250,026,666.64	188,390,444.22	223,795,231.30	155,388,783.68
Selling expenses		(85,278,445.69)	(66,739,119.96)	(81,825,886.53)	(63,033,827.41)
Administrative expenses		(57,977,063.61)	(66,196,219.41)	(45,327,837.57)	(53,308,136.68)
Directors' remuneration	23	(914,300.00)	(1,084,600.01)	(914,300.00)	(1,084,600.01)
Management benefit expenses	24	(7,175,090.06)	(6,386,729.75)	(4,932,210.00)	(4,053,592.00)
Loss on impairment of assets	13,14	0.00	(31,819,436.48)	0.00	(31,819,436.48)
Total expenses		(151,344,899.36)	(172,226,105.61)	(133,000,234.10)	(153,299,592.58)
Profit before finance costs and income tax		98,681,767.28	16,164,338.61	90,794,997.20	2,089,191.10
Finance costs		(354,585.27)	(3,310,301.77)	(52,417.66)	(2,858,496.70)
Profit before income tax		98,327,182.01	12,854,036.84	90,742,579.54	(769,305.60)
Income tax	25	(24,866,483.36)	(8,000,044.90)	(21,042,131.47)	(4,140,778.64)
Net profit (loss)		73,460,698.65	4,853,991.94	69,700,448.07	(4,910,084.24)
Attribution to					
Equity holders of the parent		71,430,088.79	3,466,721.23	69,700,448.07	(4,910,084.24)
Minority interest of subsidiaries		2,030,609.86	1,387,270.71	0.00	0.00
		73,460,698.65	4,853,991.94	69,700,448.07	(4,910,084.24)
Earnings (loss) per share	26				
Basic earnings (loss) per share		0.36	0.02	0.35	(0.02)
Weighted average number of common shares		200,000,000	200,000,000	200,000,000	200,000,000
Diluted earnings (loss) per share		0.35	0.02	0.34	(0.02)
Weighted average number of common shares		202,253,738	200,000,000	202,253,738	200,000,000

Notes to financial statements are parts of these financial statements.

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009

Consolidated financial statements (Baht)

Equity holders of the Company							
	Note	Issued and paid-up	Premium on	Retained earnings		Minority	Total
		share capital	common share capital	Appropriated	Unappropriated	interest	
Balance as at							
December 31, 2008		200,000,000.00	319,825,000.00	18,658,497.25	97,849,462.19	15,162,739.20	651,495,698.64
Net profit for the year		0.00	0.00	0.00	3,466,721.23	1,387,270.71	4,853,991.94
Legal reserve	21	0.00	0.00	1,341,502.75	(1,341,502.75)	0.00	0.00
Dividend paid	22	0.00	0.00	0.00	(14,000,000.00)	(1,750,002.00)	(15,750,002.00)
Balance as at							
December 31, 2009		200,000,000.00	319,825,000.00	20,000,000.00	85,974,680.67	14,800,007.91	640,599,688.58
Net profit for the year		0.00	0.00	0.00	71,430,088.79	2,030,609.86	73,460,698.65
Legal reserve	21	0.00	0.00	600,000.00	(600,000.00)	0.00	0.00
Dividend paid	22	0.00	0.00	0.00	(18,000,000.00)	(2,100,002.40)	(20,100,002.40)
Balance as at							
December 31, 2010		200,000,000.00	319,825,000.00	20,600,000.00	138,804,769.46	14,730,615.37	693,960,384.83

Notes to financial statements are parts of these financial statements.

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (Continued)
 FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009

Separate financial statements (Baht)

	Note	Separate financial statements (Baht)				Total
		Issued and paid-up share capital	Premium on common share capital	Retained earnings		
				Appropriated	Unappropriated	
Balance as at December 31, 2008		200,000,000.00	319,825,000.00	18,658,497.25	80,958,561.82	619,442,059.07
Net loss for the year		0.00	0.00	0.00	(4,910,084.24)	(4,910,084.24)
Legal reserve	21	0.00	0.00	1,341,502.75	(1,341,502.75)	0.00
Dividend paid	22	0.00	0.00	0.00	(14,000,000.00)	(14,000,000.00)
Balance as at December 31, 2009		200,000,000.00	319,825,000.00	20,000,000.00	60,706,974.83	600,531,974.83
Net profit for the year		0.00	0.00	0.00	69,700,448.07	69,700,448.07
Legal reserve	21	0.00	0.00	600,000.00	(600,000.00)	0.00
Dividend paid	22	0.00	0.00	0.00	(18,000,000.00)	(18,000,000.00)
Balance as at December 31, 2010		200,000,000.00	319,825,000.00	20,600,000.00	111,807,422.90	652,232,422.90

Notes to financial statements are parts of these financial statements.

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009

Consolidated financial statements (Baht) Separate financial statements (Baht)

	2010	2009	2010	2009
Cash flows from operating activities				
Profit (loss) before income tax	98,327,182.01	12,854,036.84	90,742,579.54	(769,305.60)
Adjustment				
Depreciation	44,874,221.57	61,367,724.18	39,628,645.42	56,214,913.27
Doubtful accounts	708,485.12	0.00	530,000.00	0.00
Reversed doubtful accounts	0.00	(15,889.60)	0.00	0.00
Loss on obsolete goods	62,474.22	6,791,128.11	0.00	6,382,250.91
Reversed loss on obsolete goods	(275,191.91)	0.00	(275,191.91)	0.00
Loss on impairment of assets	0.00	31,819,436.48	0.00	31,819,436.48
Gain on disposal of assets for rent	0.00	(6,214,846.49)	0.00	0.00
Gain on disposal of operating assets	(2,529,591.90)	(1,271,958.36)	(2,529,783.79)	(1,233,853.88)
Loss on disposal of operating assets	0.00	1,263,643.27	0.00	1,258,027.44
Amortized intangible assets	655,994.40	1,063,165.36	655,994.40	1,063,165.36
Write off withholding income tax	139.12	0.00	0.00	0.00
Provision for loss on lawsuit	360,000.00	380,000.00	0.00	0.00
Dividend received	0.00	0.00	(4,199,997.60)	(3,499,998.00)
Interest expenses	354,585.27	5,182,278.25	52,417.66	2,858,496.70
	<u>142,538,297.90</u>	<u>113,218,718.04</u>	<u>124,604,663.72</u>	<u>94,093,132.68</u>
(Increase) Decrease in portion of operating assets				
Trade accounts receivable	(35,022,370.61)	10,848,454.55	(34,093,941.59)	10,881,407.22
Inventories	(74,459,377.09)	42,691,392.60	(8,411,811.01)	5,602,261.44
Other current assets	(1,682,772.88)	275,345.93	(2,060,694.73)	110,851.92
Intangible assets	0.00	(106,000.00)	0.00	(106,000.00)
Non - operating assets	(703,198.20)	(1,256,550.06)	0.00	0.00
Other non - current assets	(425,081.03)	(88,758.33)	(425,081.03)	(88,758.33)
Increase (Decrease) in portion of operating liabilities				
Trade accounts payable	22,761,837.45	10,115,399.67	22,916,106.89	10,506,967.11
Accrued expenses	4,403,880.29	256,106.90	4,163,057.32	216,746.12
Advance received from selling goods	924,648.08	(1,379,008.04)	924,648.08	(1,224,008.04)
Other current liabilities	883,362.88	(140,088.63)	(107,727.91)	(570,479.78)
Other non - current liabilities	915,715.60	0.00	570,715.60	0.00
Cash generated (paid) from operation	<u>60,134,942.39</u>	<u>174,435,012.63</u>	<u>108,079,935.34</u>	<u>119,422,120.34</u>

Notes to financial statements are parts of these financial statements.

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (Continued)

FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2010	2009	2010	2009
Interest paid	(354,585.27)	(5,090,533.73)	(52,417.66)	(2,858,496.70)
Income tax paid	(20,258,614.92)	(3,290,555.88)	(14,741,175.33)	(1,806,716.25)
Net cash provided by (used in) operating activities	39,521,742.20	166,053,923.02	93,286,342.35	114,756,907.39
Cash flows from investing activities				
Increase in current investment	(2,171,569.90)	(18,000,000.00)	(2,171,569.90)	(18,000,000.00)
Decrease in long - term loans to related companies	0.00	0.00	21,500,000.00	49,000,000.00
Dividend received from subsidiaries	0.00	0.00	4,199,997.60	3,499,998.00
Payments for purchase of operating assets	(14,036,750.37)	(25,435,825.12)	(13,208,572.14)	(24,853,770.19)
Payments for operating assets payable	0.00	(6,200,000.00)	0.00	(6,200,000.00)
Proceeds from sales of assets for rent	0.00	8,000,000.00	0.00	0.00
Proceeds from sales of operating assets	2,733,607.48	3,717,177.58	2,730,607.48	3,665,682.25
Payments for purchase of common share	0.00	0.00	(90,000,000.00)	0.00
Net cash provided by (used in) investing activities	(13,474,712.79)	(37,918,647.54)	(76,949,536.96)	7,111,910.06
Cash flows from financing activities				
Decrease in overdrafts and short - term loans from financial institutions	(140,900.47)	(53,651,642.24)	2,131,908.56	(50,272,040.10)
Decrease in long - term loans from other parties	(10,256,308.90)	(30,344,000.00)	(10,256,308.90)	(30,344,000.00)
Payments for liabilities under financial lease agreement	(209,098.79)	(7,974,948.32)	0.00	(7,813,098.27)
Dividend paid	(20,100,002.40)	(15,750,002.00)	(18,000,000.00)	(14,000,000.00)
Net cash provided by (used in) financing activities	(30,706,310.56)	(107,720,592.56)	(26,124,400.34)	(102,429,138.37)
Net increase (decrease) in cash and cash equivalents	(4,659,281.15)	20,414,682.92	(9,787,594.95)	19,439,679.08
Cash and cash equivalents as at January 1	34,864,762.53	14,450,079.61	33,126,138.71	13,686,459.63
Cash and cash equivalents as at December 31	30,205,481.38	34,864,762.53	23,338,543.76	33,126,138.71

Notes to financial statements are parts of these financial statements.

DCON PRODUCTS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

NOTES TO FINANCIAL STATEMENTS

AS AT DECEMBER 31, 2010 AND 2009

1. GENERAL INFORMATION

1.1 The Company was registered as a company limited on August 6, 1996 with registration no. (1) 1955/2539. On March 24, 2004, the Company was changed its status to public company limited with registration no.0107547000303.

1.2 The Company's office is located at 3300/57 Chang Tower B Building, 8th floor, Phaholyothin Road, Ladyao, Bangkok and the factories are located as follows :

1st factory : 33 Moo 8, Tambon Chong Sarika, Amphur Pattananikom, Lopburi.

2nd factory : 280 Moo 1, Leing Mueng Road, Tambon Chong Sarika, Amphur Pattananikom, Lopburi.

3rd factory : 39/3 Moo 7, Tambon Natai, Amphur Ban Naduam, Suratthani.

1.3 Business engagement

1.3.1 The Company engaged in business of manufacturing and selling of construction supplies (precast floor, concrete post and others).

1.3.2 The subsidiaries engaged in business of manufacturing and selling of construction supplies (precast floor and other), sales land and lease of real estate. The real estate project in progress as follows :

1) The Project which had sales volume

	2010	2009
Bann Orrada Project		
Contract value (Baht)	184,395,000.00	135,505,000.00
% of total sales value	72.81	53.51

2) "Orrada Land Project" starts to operate in 2009 but had no sales volume.

3) "Orrada Ratchapruak Project" starts to operate in the third quarter but had no sales volume.

2. FINANCIAL STATEMENTS PREPARATION BASIS

The financial statements have been prepared in conformity with generally accepted accounting principles enunciated under the Accounting Professions Act B.E. 2547 and presented in accordance with the notification of Department of Business Development by Ministry of Commerce dated January 30, 2009 regarding the condensed form should be included in the financial statements B.E. 2552 and in accordance with the regulations of the Securities and Exchange Commission regarding the preparation and presentation of financial reporting under the Securities and Exchange Act B.E. 2535.

The financial statements have been prepared under the historical cost convention, except as transaction disclosed in related accounting policy.

3. CONSOLIDATED FINANCIAL STATEMENTS PREPARATION BASIS

The consolidated financial statements of Dcon Products Public Company Limited and its subsidiaries in which the Company has ability to control in making financial and operating decisions as follows:

	Percentage of shareholding		Type of business
	2010	2009	
Orrada Co., Ltd.	99.99	99.99	Sales and lease real estate
Rompo Products Co., Ltd.	66.67	66.67	Manufacturing and selling of precast floor

The consolidated financial statements have been prepared in conformity with the same accounting policy for the same accounts and accounting events of the Company and subsidiaries.

The balance of accounts and transactions between Dcon Products Public Company Limited and its subsidiaries unrealized gain between of the Company and net assets of subsidiaries have been eliminated from the consolidated financial statements.

4. NEW ACCOUNTING STANDARDS ISSUANCE

The Federation of Accounting Professions issued Notification 17/2553, 50/2553 through 55/2553, as pertinent to Accounting Standards (Revised 2009), Financial Reporting Standards (Revised 2009), and Interpretation of Financial Reporting Standards announced through the Royal Gazettes on May 26, 2010 and December 15, 2010 respectively implementing 32 accounting standards, financial reporting standards, and interpretation of financial reporting standards. These comprise 25 standards replacing the previous versions with identification numbers rearranged to be identical to international accounting standards, of which certain standards were unchanged in principle, certain others were with partial change in principle, and 7 standards were newly implemented detailed as follows:

4.1 Accounting and financial reporting standards replaced the previous versions

<u>Accounting standards/Financial reporting standards</u>		<u>Effective date</u>
Framework for the Preparation and Presentation of Financial Statements (Revised 2009)		May 26, 2010
TAS 1 (Revised 2009)	Presentation of Financial Statements	January 1, 2011
TAS 2 (Revised 2009)	Inventories	January 1, 2011
TAS 7 (Revised 2009)	Statements of Cash Flows	January 1, 2011
TAS 8 (Revised 2009)	Accounting Policies, Changes in Accounting Estimates and Errors	January 1, 2011
TAS 10 (Revised 2009)	Events After the Reporting Period	January 1, 2011
TAS 11 (Revised 2009)	Construction Contracts	January 1, 2011

<u>Accounting standards/Financial reporting standards</u>		<u>Effective date</u>
TAS 16 (Revised 2009)	Property, Plant and Equipment	January 1, 2011
TAS 17 (Revised 2009)	Leases	January 1, 2011
TAS 18 (Revised 2009)	Revenue	January 1, 2011
TAS 20 (Revised 2009)	Accounting for Government Grants and Disclosure of Government Assistance	January 1, 2013
TAS 21 (Revised 2009)	The Effects of Changes in Foreign Exchange Rate	January 1, 2013
TAS 23 (Revised 2009)	Borrowing Costs	January 1, 2011
TAS 24 (Revised 2009)	Related Party Disclosures	January 1, 2011
TAS 27 (Revised 2009)	Consolidated and Separate Financial Statements	January 1, 2011
TAS 28 (Revised 2009)	Investments in Associates	January 1, 2011
TAS 31 (Revised 2009)	Interests in Joint Venture	January 1, 2011
TAS 33 (Revised 2009)	Earnings per Share	January 1, 2011
TAS 34 (Revised 2009)	Interim Financial Reporting	January 1, 2011
TAS 36 (Revised 2009)	Impairment of Assets	January 1, 2011
TAS 37 (Revised 2009)	Provisions, Contingent Liabilities and Contingent Assets	January 1, 2011
TAS 38 (Revised 2009)	Intangible Assets	January 1, 2011
TAS 40 (Revised 2009)	Investment Property	January 1, 2011
TFRS 3 (Revised 2009)	Business Combination	January 1, 2011
TFRS 5 (Revised 2009)	Non-current Assets Held for Sale and Discontinued Operations	January 1, 2011

The Company's management has assessed the effect of these standards and believes that TAS 11 (Revised 2009), TAS 20 (Revised 2009), TAS 28 (Revised 2009), TAS 31 (Revised 2009), TFRS 3 (Revised 2009) and TFRS 5 (Revised 2009) are not relevant to the Company's business. As for relevant accounting standards, and financial reporting standards, the management has assessed the effect and found to have no material impact on financial statements. The Company shall adopt these relevant standards beginning on the effective dates.

4.2 New accounting standards and financial reporting standard in issue for adoption

<u>Accounting standards/Financial reporting standards</u>		<u>Effective date</u>
TAS 12	Income Taxes	January 1, 2013
TAS 19	Employee Benefits	January 1, 2011
TAS 26	Accounting and Reporting by Retirement Benefit Plans	January 1, 2011
TAS 29	Financial Reporting in Hyperinflationary Economies	January 1, 2011
TFRS 2	Share Based Payment	January 1, 2011
TFRS 6	Exploration for and Evaluation of Mineral Resources	January 1, 2011
TIFRS 15	Construction Contract	January 1, 2011

TAS 26, TAS 29, TFRS 2 and TFRS 6 are not relevant to the Company's business. The Company will apply TAS 12, TAS 19 and TIFRS 15 on the effective date which the management of the Company is being evaluated the effect of those standards on the financial statements.

5. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

5.1 Revenues and Expenses Recognition

5.1.1 Revenues and expenses are recognized on an accrual basis.

5.1.2 Revenue from the sales of goods are recognized as income whenever the goods, the significant risks and rewards have been transferred to the buyer.

5.1.3 Revenue from sales of real estate is recognized as income on the installment due. The Company recognized revenue when the progress of completed construction work is more than 10 per cent and collection received of down payment and installment exceeds 20 per cent of contract value.

5.1.4 Revenue from assets for lease are recognized as income on over the period of the lease and based on the rate in agreement.

5.2 Cash and cash equivalents

Cash and cash equivalents included cash on hand and at banks of which are due within three months from the deposit date and without restriction on withdrawal.

5.3 Allowance for Doubtful accounts

The Company and subsidiaries provide the allowance for doubtful accounts from the estimated loss of uncollectible receivable based on a review of collection experience and current financial status of each receivable.

5.4 Inventory Valuation

Inventories are valued at the lower of cost on a first-in first-out (FIFO) basis or net realizable value.

Cost of land development is stated at cost which consist of cost of land acquisition, land development and expenses directly related to the project including interest.

5.5 Investment

Investments in securities for trading are stated at fair value. Gain or loss on changes in fair value is recognized as income or expenses in the statements of income.

Investement in subsidiaries are stated at cost less provision for impairment (if any).

5.6 Property, plant and equipment

Land is stated at cost. Building and equipment are stated at cost less accumulated depreciation and provision for impairment of assets (if any).

Building and equipment are depreciated on a straight-line basis over the estimated useful lives of the assets as follows :

	Number of years
Building and building improvement	5, 10 and 20
Machinery and equipment	5, 10 and 15
Underground well	5 and 10
Furniture, fixtures and office equipment	5
Vehicles	5 and 10

Land and assets under construction were not depreciated.

5.7 Intangible assets

Intangible assets are valued at cost less accumulated amortization and provision for impairment of assets (if any).

Amortization is calculated on a straight-line basis as follows :

	Number of years
Computer software	10
Research and development costs	15

5.8 Impairment of assets

The Company and subsidiaries have assessed the impairment of assets whenever events or changes indicated that the carrying amount of an assets exceeds its recoverable value (net selling price of the assets under current operation or its utilization value whichever is higher). The Company will consider the impairment for each asset item or each asset unit generating cash flows, whenever is practical. In case of the carrying amount of an asset exceeds its recoverable value, the Company will recognize an impairment in the statements of income. The Company will reverse the impairment loss whenever there is an indication that there is no longer impairment or reduction in impairment.

5.9 Financial instruments

Financial instruments are presented in balance sheets, consist of cash and cash equivalents, trade accounts receivable, short-term loans, other receivables, bank overdrafts and short-term loans from financial institutions, trade accounts payable, long - term loans and other payables. The basis of recognition and measurement of each item is separately disclosed in the related transactions.

5.10 Long-term lease

The Company and subsidiaries recorded vehicles under financial lease agreement/hire purchase agreement as assets and liabilities in an amount equal to the fair value at the leased assets or the present value of minimum payments under agreement. Interest expenses are recorded on over the term of agreement.

5.11 Employee benefits

Provident fund

The Company has established provident fund under the defined contribution plan. The fund's assets are separated entities which are administered by the outsider fund manager. The Company and employees made contribution into such provident fund. The Company's contribution payments to the provident fund were recorded as expenses in statements of income in the period in which they are incurred.

Retirement benefit

This obligation is to provide retirement benefit to retired employees under the defined retirement plan, determined by the labor law. The Company will record the retirement cost in the period in which the employees retired.

5.12 Income tax

The Company and subsidiaries recognized corporate income tax by calculating from taxable net profit on the condition as described in the Revenue Code.

5.13 Accounting estimates

Preparation of financial statements in conformity with generally accepted accounting principles required the management to make several estimation and assumption which affect the reported amounts in the financial statements and notes related thereto. Consequent actual results may differ from these estimates.

The Company made estimates and assumptions concerning the future factors. The results of accounting estimates may be differ from the related actual results. The estimates and assumptions that may have a risk of causing an adjustment to the assets in the next financial year related to allowance for doubtful accounts, allowance for devaluation of inventories and provision for impairment of assets. Other estimates are described in the corresponding disclosures.

5.14 Provisions

The Company recognizes a provision when an entity has a present legal or constructive obligation as a result of a past event. It is probable that an outflow of economic benefits resources will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If some or all the expenditure is required to settle a provision, is expected to be reimbursed when it is virtually certain that reimbursement will be received if the Company settles the obligation. The amount recognized should not exceed the amount of the provision.

5.15 Basic earnings per share

Earnings (Loss) per share as presented in the statements of income is the basic earnings per share which is determined by dividing the net profit for the year by the weighted average number of common shares issued and paid-up during the year.

Diluted earnings per share is calculated by dividing net profit for the year by the weighted average of common share issued during the year added by the number of common shares issued for offering to warrant holders of the Company.

6. ADDITION DISCLOSURE OF CASH FLOWS INFORMATION

6.1 Cash and cash equivalents

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2010	2009	2010	2009
Cash	656,408.85	465,000.00	400,000.00	400,000.00
Cash at banks - current accounts	4,937,957.45	3,298,813.78	4,469,120.45	3,298,813.78
Cash at banks - savings deposit	18,477,073.81	9,100,948.75	12,335,382.04	7,427,324.93
Cash at banks - fixed deposit				
with 3 months	6,134,041.27	22,000,000.00	6,134,041.27	22,000,000.00
Total	<u>30,205,481.38</u>	<u>34,864,762.53</u>	<u>23,338,543.76</u>	<u>33,126,138.71</u>

6.2 Non-cash transaction

For the year ended December 31, 2010

The subsidiary entered into hire purchase a vehicle agreement amount of Baht 1.16 million which was already made the initial installment in the amount of Baht 0.16 million. The remaining is presented as liabilities under hire purchase agreement.

For the year ended December 31, 2009

- 1) The Company transferred deposit from purchase 1 plot of land to be fixed assets in the amount of Baht 2.35 million.
- 2) The Company transferred land, building and machinery at net cost amount of Baht 136.87 million to be non-operating assets (accumulated depreciation of Baht 29.81 million).
- 3) The subsidiary transferred land held for development to be finished goods in the amount of Baht 8.38 million.

7. CURRENT INVESTMENT

	Consolidated and Separate financial statements (Baht)	
	2010	Baht 2009
K - Treasury Fund - short term government bond	99,429.38	18,000,000.00
SCB Savings Fixed Income Fund (SCBSFF)	20,072,140.52	0.00
	<u>20,171,569.90</u>	<u>18,000,000.00</u>

8. TRADE ACCOUNTS RECEIVABLE - NET

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2010	2009	2010	2009
Accrued trade accounts receivable				
separated by aging				
Undue receivables	56,845,386.90	45,127,694.69	53,918,708.30	42,512,216.58
Overdue receivables				
- Less than 3 months	36,775,595.23	17,530,059.27	36,082,320.19	17,073,965.41
- Over 3 months to 6 months	3,766,630.00	513,061.47	3,404,762.00	513,061.47
- Over 6 months to 12 months	1,365,051.84	1,270,728.85	1,329,090.09	1,165,062.89
- Over 12 months	12,603,511.78	11,892,260.86	5,868,769.84	5,245,402.48
Total	<u>111,356,175.75</u>	<u>76,333,805.14</u>	<u>100,603,650.42</u>	<u>66,509,708.83</u>
Less Allowance for doubtful				
accounts	(11,060,969.99)	(10,352,484.87)	(4,353,007.85)	(3,823,007.85)
Net	<u>100,295,205.76</u>	<u>65,981,320.27</u>	<u>96,250,642.57</u>	<u>62,686,700.98</u>

9. INVENTORIES - NET

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2010	2009	2010	2009
Finished goods	33,209,640.03	23,860,046.59	32,382,935.33	23,091,296.29
Raw materials and supplies	25,492,262.49	26,180,987.75	24,239,272.95	25,119,100.98
Cost of land for development				
- Land	124,121,423.01	37,786,223.40	0.00	0.00
- Land for development	11,244,049.05	12,081,249.58	0.00	0.00
- Work in progress	143,393,852.12	126,841,224.95	0.00	0.00
Total	<u>337,461,226.70</u>	<u>226,749,732.27</u>	<u>56,622,208.28</u>	<u>48,210,397.27</u>
Less Cost of land for development				
transfer to cost of sales	<u>(138,335,186.94)</u>	<u>(102,020,595.38)</u>	0.00	0.00
Total	<u>199,126,039.76</u>	<u>124,729,136.89</u>	<u>56,622,208.28</u>	<u>48,210,397.27</u>
Less Allowance for obsolete				
goods	<u>(6,738,152.32)</u>	<u>(7,013,344.23)</u>	<u>(6,738,152.32)</u>	<u>(7,013,344.23)</u>
Net	<u><u>192,387,887.44</u></u>	<u><u>117,715,792.66</u></u>	<u><u>49,884,055.96</u></u>	<u><u>41,197,053.04</u></u>

10. OTHER CURRENT ASSETS - NET

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2010	2009	2010	2009
Accrued interest income	1,494,012.00	1,601,881.01	0.00	0.00
Others	<u>5,855,338.24</u>	<u>4,033,816.07</u>	<u>5,355,291.15</u>	<u>3,262,089.99</u>
Total	<u>7,349,350.24</u>	<u>5,635,697.08</u>	<u>5,355,291.15</u>	<u>3,262,089.99</u>
Less Allowance for doubtful				
accounts	<u>(1,417,512.00)</u>	<u>(1,417,512.00)</u>	0.00	0.00
Net	<u><u>5,931,838.24</u></u>	<u><u>4,218,185.08</u></u>	<u><u>5,355,291.15</u></u>	<u><u>3,262,089.99</u></u>

11. INVESTMENTS IN SUBSIDIARIES

Company's name	Type of business	Relationship	Paid-up share capital (Baht)		Percentage of shareholding		Separate financial statements (Baht)			
							Cost method		Dividend income	
			2010	2009	2010	2009	2010	2009	2010	2009
Orrada Co., Ltd.	Sales and lease real estate	Shareholders and directorship	200,000,000.00	100,000,000.00	99.99	99.99	200,000,000.00	100,000,000.00	0.00	0.00
Rompo Products Co., Ltd.	Manufacturing and selling of precast floor	Shareholders and directorship	35,000,000.00	35,000,000.00	66.67	66.67	23,333,320.00	23,333,320.00	4,199,997.60	3,499,998.00
Total							<u>223,333,320.00</u>	<u>123,333,320.00</u>	<u>4,199,997.60</u>	<u>3,499,998.00</u>

The financial statements for the years ended December 31, 2010 and 2009 of above subsidiaries have been taken for preparing the consolidated financial statements which were audited by the auditor.

12. PROPERTY, PLANT AND EQUIPMENT - NET

12.1 For lease

	Consolidated financial statements (Baht)		
	Land	Building	Total
Assets cost :			
As at December 31, 2009	10,425,407.86	27,347,157.55	37,772,565.41
As at December 31, 2010	10,425,407.86	27,347,157.55	37,772,565.41
Accumulated depreciation :			
As at December 31, 2009	0.00	10,178,698.55	10,178,698.55
Depreciation for the year	0.00	1,331,457.32	1,331,457.32
As at December 31, 2010	0.00	11,510,155.87	11,510,155.87
Net assets value			
As at December 31, 2009	10,425,407.86	17,168,459.00	27,593,866.86
As at December 31, 2010	10,425,407.86	15,837,001.68	26,262,409.54

As at December 31, 2010 and 2009 land and building of subsidiary at cost of Baht 5.89 million, are placed as security for filed the petition to oppose the Appeal Court's Judgement (note 19).

12. PROPERTY, PLANT AND EQUIPMENT - NET (Continued)

12.2 For operations

	Consolidated financial statements (Baht)							
	Land and land improvement	Building and building improvement	Machinery, tools and equipment	Underground well	Furniture, fixtures and office equipment	Vehicles	Assets under construction	Total
Assets - cost :								
As at December 31, 2009	87,824,392.39	181,350,242.16	198,477,484.03	3,692,629.50	21,245,412.24	147,846,465.74	643,983.02	641,080,609.08
Purchase	153,092.66	2,038,193.16	4,843,086.93	0.00	2,517,946.31	3,072,988.79	2,411,442.52	15,036,750.37
Disposal	0.00	0.00	(24,785.76)	0.00	(272,308.64)	(4,828,598.13)	0.00	(5,125,692.53)
Transference	389,712.97	0.00	201,051.71	0.00	0.00	0.00	(590,764.68)	0.00
As at December 31, 2010	<u>88,367,198.02</u>	<u>183,388,435.32</u>	<u>203,496,836.91</u>	<u>3,692,629.50</u>	<u>23,491,049.91</u>	<u>146,090,856.40</u>	<u>2,464,660.86</u>	<u>650,991,666.92</u>
Accumulated depreciation :								
As at December 31, 2009	0.00	65,069,923.32	150,687,558.55	3,512,872.44	17,453,380.82	123,255,278.22	0.00	359,979,013.35
Depreciation for the year	0.00	13,326,425.78	7,693,086.15	86,242.90	2,177,190.51	10,613,558.74	0.00	33,896,504.08
Depreciation for disposal	0.00	0.00	(22,354.89)	0.00	(271,546.62)	(4,627,775.44)	0.00	(4,921,676.95)
As at December 31, 2010	<u>0.00</u>	<u>78,396,349.10</u>	<u>158,358,289.81</u>	<u>3,599,115.34</u>	<u>19,359,024.71</u>	<u>129,241,061.52</u>	<u>0.00</u>	<u>388,953,840.48</u>
Net assets value								
As at December 31, 2009	<u>87,824,392.39</u>	<u>116,280,318.84</u>	<u>47,789,925.48</u>	<u>179,757.06</u>	<u>3,792,031.42</u>	<u>24,591,187.52</u>	<u>643,983.02</u>	<u>281,101,595.73</u>
As at December 31, 2010	<u>88,367,198.02</u>	<u>104,992,086.22</u>	<u>45,138,547.10</u>	<u>93,514.16</u>	<u>4,132,025.20</u>	<u>16,849,794.88</u>	<u>2,464,660.86</u>	<u>262,037,826.44</u>

12. PROPERTY, PLANT AND EQUIPMENT - NET (Continued)

12.2 For operations (Continued)

	Separate financial statements (Baht)							Total
	Land and land improvement	Building and building improvement	Machinery, tools and equipment	Underground well	Furniture, fixtures and office equipment	Vehicles	Assets under construction	
Assets - cost :								
As at December 31, 2009	53,453,575.13	169,888,893.27	180,746,043.92	3,577,136.73	17,833,065.92	140,641,117.99	389,712.97	566,529,545.93
Purchase	153,092.66	2,038,193.16	4,738,446.79	0.00	2,150,927.09	1,791,088.79	2,336,823.65	13,208,572.14
Disposal	0.00	0.00	0.00	0.00	(115,000.00)	(4,828,598.13)	0.00	(4,943,598.13)
Transference	389,712.97	0.00	0.00	0.00	0.00	0.00	(389,712.97)	0.00
As at December 31, 2010	<u>53,996,380.76</u>	<u>171,927,086.43</u>	<u>185,484,490.71</u>	<u>3,577,136.73</u>	<u>19,868,993.01</u>	<u>137,603,608.65</u>	<u>2,336,823.65</u>	<u>574,794,519.94</u>
Accumulated depreciation :								
As at December 31, 2009	0.00	61,889,882.02	137,638,047.04	3,467,560.05	14,604,637.97	116,825,555.72	0.00	334,425,682.80
Depreciation for the year	0.00	12,753,358.54	5,395,913.06	74,693.60	1,894,043.22	9,864,376.83	0.00	29,982,385.25
Depreciation for disposal	0.00	0.00	0.00	0.00	(114,999.00)	(4,627,775.44)	0.00	(4,742,774.44)
As at December 31, 2010	<u>0.00</u>	<u>74,643,240.56</u>	<u>143,033,960.10</u>	<u>3,542,253.65</u>	<u>16,383,682.19</u>	<u>122,062,157.11</u>	<u>0.00</u>	<u>359,665,293.61</u>
Net assets value								
As at December 31, 2009	<u>53,453,575.13</u>	<u>107,999,011.25</u>	<u>43,107,996.88</u>	<u>109,576.68</u>	<u>3,228,427.95</u>	<u>23,815,562.27</u>	<u>389,712.97</u>	<u>232,103,863.13</u>
As at December 31, 2010	<u>53,996,380.76</u>	<u>97,283,845.87</u>	<u>42,450,530.61</u>	<u>34,883.08</u>	<u>3,485,310.82</u>	<u>15,541,451.54</u>	<u>2,336,823.65</u>	<u>215,129,226.33</u>

As at December 31, 2010 and 2009, building and equipment at cost of Baht 275.31 million and Baht 216.06 million respectively in the consolidated financial statements, and Baht 261.68 million and Baht 202.76 million respectively in the separate financial statements were depreciated in full but are still in use.

In the third quarter of 2009, the Company has transferred the operating assets of a factory which had carrying value amount of Baht 136.87 million (accumulated depreciation of Baht 29.81 million) to be non-operating assets (note 14) since the Company temporarily stopped to use such factory for its manufacture based on the slowdown in economic. The products from such factory has not reached the quantity as determined.

As at December 31, 2010 and 2009, land, building, machinery and equipment at cost of Baht 173.43 million and Baht 243.45 million respectively in the consolidated financial statements, and Baht 149.34 million and Baht 219.36 million respectively in the separate financial statements are mortgaged as collateral for overdrafts line and short-term loans from financial institutions (note 16), long - term loans (note 17) and contingent liabilities from bank issuance of letter of guarantee (note 32.2).

13. INTANGIBLE ASSETS - NET

	Consolidated and Separate financial statements (Baht)		
	Computer software	Products research and development	Total
Intangible assets - cost :			
As at December 31, 2009	6,649,420.09	12,715,569.38	19,364,989.47
As at December 31, 2010	6,649,420.09	12,715,569.38	19,364,989.47
Accumulated amortization :			
As at December 31, 2009	784,801.84	2,168,347.36	2,953,149.20
Increase	655,994.40	0.00	655,994.40
As at December 31, 2010	1,440,796.24	2,168,347.36	3,609,143.60
Impairment of intangible assets :			
As at December 31, 2009	0.00	10,547,222.02	10,547,222.02
As at December 31, 2010	0.00	10,547,222.02	10,547,222.02
Net intangible assets value			
As at December 31, 2009	5,864,618.25	0.00	5,864,618.25
As at December 31, 2010	5,208,623.85	0.00	5,208,623.85

Amortization of intangible assets for the years ended December 31, 2010 and 2009 amount of Baht 0.66 million and Baht 1.06 million, respectively.

In the third quarter of 2009, the Company has provided the provision for impairment of research and development products expenses in whole amount, since such expenses were used in a factory for its manufacture which temporarily stopped its products manufacture (note 12.2).

14. NON-OPERATING ASSETS - NET

Consolidated financial statements (Baht)				
	December 31, 2009	Increase	Decrease	December 31, 2010
Land held for development	48,667,061.44	703,198.20	0.00	49,370,259.64
Property, plant and equipment				
Assets - cost				
Land and land improvement	17,448,452.47	0.00	0.00	17,448,452.47
Building and building improvement	62,766,155.35	0.00	0.00	62,766,155.35
Machinery, tools and equipment	99,623,503.15	0.00	0.00	99,623,503.15
Total	179,838,110.97	0.00	0.00	179,838,110.97
Less Accumulated depreciation				
Building and building improvement	(9,184,924.98)	(2,953,094.78)	0.00	(12,138,019.76)
Machinery, tools and equipment	(24,672,693.65)	(6,693,165.39)	0.00	(31,365,859.04)
Total	(33,857,618.63)	(9,646,260.17)	0.00	(43,503,878.80)
Less Allowance for impairment of assets	(21,272,214.46)	0.00	0.00	(21,272,214.46)
Property, plant and equipment - net	124,708,277.88			115,062,017.71
Non-operating assets - net	173,375,339.32			164,432,277.35
Separate financial statements (Baht)				
	December 31, 2009	Increase	Decrease	December 31, 2010
Property, plant and equipment				
Assets - cost				
Land and land improvement	17,448,452.47	0.00	0.00	17,448,452.47
Building and building improvement	62,766,155.35	0.00	0.00	62,766,155.35
Machinery, tools and equipment	99,623,503.15	0.00	0.00	99,623,503.15
Total	179,838,110.97	0.00	0.00	179,838,110.97
Less Accumulated depreciation				
Building and building improvement	(9,184,924.98)	(2,953,094.78)	0.00	(12,138,019.76)
Machinery, tools and equipment	(24,672,693.65)	(6,693,165.39)	0.00	(31,365,859.04)
Total	(33,857,618.63)	(9,646,260.17)	0.00	(43,503,878.80)
Less Allowance for impairment of assets	(21,272,214.46)	0.00	0.00	(21,272,214.46)
Non-operating assets - net	124,708,277.88			115,062,017.71

As at December 31, 2010 and 2009, subsidiaries' land held for development in the amount of Baht 21.42 million are mortgaged as collateral for overdraft lines and short-term loans from financial institutions (note 16) and contingent liabilities from bank issuance of letter of guarantee (note 32.2).

In the third quarter of 2009, the increasing of non-operating assets amount of Baht 136.87 million derived from transferring land, building and equipment because the factory was temporarily stopped for using in its manufacture (note 12.2). The Company led the independent appraiser to reappraise the value of building and equipment by using fair market value and replacement cost new, the appraisal value is lower than carrying value amount of Baht 21.27 million. The Company, therefore, recorded the different as loss on impairment of assets in statements of income.

As at December 31, 2010 and 2009, land, building, machinery and equipment as cost Baht 134.02 million in the consolidated and separate financial statements are mortgaged as collateral against overdraft line and short-term loans from financial institutions (note 16), long-term loans from other parties (note 17) and contingent liabilities from bank issuance of letter of guarantee (note 32.2).

15. DEPOSIT FOR PURCHASING LAND

The Company agreed to purchase 1 plot of land in the amount of Baht 3.90 million due to the covenants agreement dated January 24, 2004. The Company has paid deposit of Baht 3.70 million, the remaining of Baht 0.20 million will be paid when it received the transfer of land ownership from the seller (approximate 5 years after received land title deed). At present, the seller is under the change of possession right on land ownership to be land title deed at the Land Department. As at December 31, 2010 and 2009, the Company and its subsidiaries have deposit for purchasing land for the amount of Baht 3.70 million in the consolidated financial statements and the separate financial statements.

16. OVERDRAFTS AND SHORT - TERM LOANS FROM FINANCIAL INSTITUTIONS

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2010	2009	2010	2009
Bank overdrafts	4,229,099.98	2,370,000.45	2,522,774.35	390,865.79
Short - term loans	1,500,000.00	3,500,000.00	0.00	0.00
Total	<u>5,729,099.98</u>	<u>5,870,000.45</u>	<u>2,522,774.35</u>	<u>390,865.79</u>

As at December 31, 2010 and 2009 the Company and its subsidiaries have overdrafts line from 3 banks of Baht 52 million in the consolidated financial statements, and Baht 40 million in the separate financial statements respectively at the interest rate of MOR to MOR+0.25% per annum and short - term loans from 5 banks for the credit line of Baht 126 million in the consolidated financial statements and Baht 121 million in the separate financial statements respectively at the interest rate of MLR - 0.5% to MLR - 2.75% per annum and MOR per annum.

The above liabilities guaranteed by land with its building, and machinery and equipment (note 12.2 and 14).

17. LONG - TERM LOANS FROM OTHER PARTIES - NET

	Consolidated and Separate	
	financial statements (Baht)	
	2010	2009
Loans from bank	0.00	10,256,308.90
Less Current portion of long - term loans	0.00	<u>(9,245,888.64)</u>
Net	<u>0.00</u>	<u>1,010,420.26</u>

The first contract

Long-term loans from a bank for credit line of Baht 55 million, the principal repayment will be quarterly made of Baht 2.20 million each, commencing in June 2008, at the interest rate of MLR - 1.25% per annum. The payment of interest will be made every end of each month, guaranteed by mortgaging the Company's land and building (note 12.2). As at January 11, 2010, the Company has already repaid such loan in full amount.

The second contract

Long-term loans from a bank for credit line of Baht 19 million, the principal repayment will be monthly made of Baht 0.32 million each, commencing in the end of the first withdrawal month (October, 2008), at the interest rate of 4% per annum. The payment of interest will be made every end of each month, guaranteed by mortgaging the Company's land with its building, and machinery and equipment (note 12.2 and 14). The Company must to comply with the condition in agreement, such as to maintain debt to equity ratio not exceed twofold but not less than zero and DSCR at one and a half fold. On January 8, 2010, the Company has already repaid such loan in full amount.

18. LIABILITIES UNDER FINANCIAL LEASE AGREEMENT - NET

1) Liabilities under financial lease agreement exclude future interest are as follow:

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2010	2009	2010	2009
Payable under lease agreement	803,351.26	12,450.05	0.00	0.00
Less Current portion of long - term liabilities	(243,885.14)	(12,450.05)	0.00	0.00
Net	559,466.12	0.00	0.00	0.00

As December 31, 2010 and 2009 vehicles at cost of Baht 1.16 million and Baht 0.46 million in consolidated financial statements which are under the payment as indicated in agreement.

2) The minimum amount to be paid under financial lease agreement are as follow:

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2010	2009	2010	2009
Within 1 year	268,800.00	20,394.54	0.00	0.00
Over 1 year to 3 years	537,600.00	0.00	0.00	0.00
Over 3 years to 5 years	44,800.00	0.00	0.00	0.00
Total	851,200.00	20,394.54	0.00	0.00
Less Future interest under financial lease agreement	(47,848.74)	(7,944.49)	0.00	0.00
Present value of liabilities under financial lease agreement	803,351.26	12,450.05	0.00	0.00

19. LONG - TERM PROVISION FOR LIABILITIES

As at December 31, 2010 and 2009 subsidiary has provision for liabilities to be paid to a customer for the amount of Baht 10.01 million (interest of Baht 5.11 million) and Baht 9.65 million (interest of Baht 4.75 million) respectively under the sentence of the Court of First Instance on December 28, 2001, from the subsidiary was sued to make debt repayment for the breach of contract to buy and to sell of land and its construction total amount of Baht 4.90 million and the interest at the rate 15% per annum. Such subsidiary filed to appeal the sentence of the Court of First Instance. Later, on April 29, 2005, the Appeal Court has upheld the decision of the Court of First Instance but subsidiary filed the petition to oppose the Appeal Court's judgement on December 6, 2005. At present, the case is under the Court's consideration. The Company's management believe that the recorded liabilities was adequate for contingent liabilities from result of lawsuit.

20. SHARE CAPITAL

According to the minutes of shareholders' general meeting no. 1/2010 held on April 22, 2010, passed the resolution to issued 6 million units of warrants to purchase ordinary shares of the Company to employees of the Company and of subsidiary (ESOP) offering price. One unit of warrant can be exercised to purchase 1 ordinary share in the value of Baht 1 each. Term of warrants is 5 years from the issuance date of warrants. As at December 31, 2010, the Company has already issued 5.73 million units of warrants.

As at May 14, 2010, the Company has registered the increase share capital with the Ministry of Commerce, from Baht 200 million to Baht 206 million by issuing newly 6 million shares at par value of Baht 1 each to reserve for the exercise of warrants to purchase of ordinary shares.

21. LEGAL RESERVE

Under the Public Company Limited Act, the Company is required to set aside as reserve fund at least 5% of its annual net income after deduction of the deficit brought forward (if any) until the reserve is not less than 10% of authorized capital. The reserve is not available for dividend distribution.

22. RETAINED EARNINGS APPROPRIATION

Parents

According to the minutes of shareholders' general meeting no. 1/2009 held on April 23, 2009, passed the resolution to pay interim dividend from profit of operation for the year 2008 to the shareholders at Baht 0.07 per share for 200 million shares, totaling Baht 14 million. During the year, the Company has already paid such dividend in whole amount.

According to the minutes of shareholders' general meeting no. 1/2010 held on April 22, 2010, passed the resolution to pay interim dividend from profit for the year 2009 to the shareholders at Baht 0.09 per share for 200 million shares, totaling Baht 18 million. During the year, the Company has already paid such dividend in whole amount.

Subsidiary

According to the minutes of subsidiary's shareholders' general meeting no. 1/2009 held on March 9, 2009, passed the resolution to pay interim dividend from profit for the year 2008 to the shareholders at Baht 1.00 per share for 3.50 million shares, totaling Baht 3.50 million. During the year, subsidiary has already paid such dividend in whole amount.

According to the minutes of directors' meeting no. 3/2009 held on August 19, 2009, passed the resolution to pay interim dividend from profit of the results of operation for the year 2008 to the shareholders at Baht 0.50 per share for 3.50 million shares, totaling Baht 1.75 million. During the year, the Company has already paid such dividend in whole amount.

According to the minutes of shareholders' general meeting no. 1/2010 held on April 25, 2010, passed the resolution to pay dividend from the 2009 retained earnings and the results of operation for the year 2009 to the shareholders at Baht 1.80 per share for 3.50 million shares, totaling Baht 6.30 million. During the year, subsidiary has already paid such dividend in whole amount.

23. DIRECTORS' REMUNERATION

Directors' remuneration represents the benefits paid to the Company's directors in accordance with Section 90 of the Public Limited Companies Act, excluding salaries and related benefits payable to executive directors.

24. MANAGEMENT BENEFIT EXPENSES

Management benefit expenses focuses expenses relating to salaries, remunerations and other benefits to the directors and management, in accordance with the definitions of the Office of the Securities and Exchange Commission. Management under definition includes a chief executive officer, the next four executive levels immediately below that chief executive officer and all persons in positions comparable to these fourth executive levels.

25. INCOME TAX CALCULATION

Parent Company

The corporate income tax is calculated at the rate of 25 per cent of profit (loss) before deducting with tax expenses and added by other expenses which shall not be allowed as expenses in tax calculation and deduction with exempted taxable net profit derived from promoted business by using the rate as specified in the promotion certificate (note 29).

Subsidiary

The corporate income tax is calculated at the rate of 30 per cent of profit (loss) before deducting with tax expenses and added by other expenses which shall not be allowed as expenses in tax calculation and deduction with taxable deficit brought forward from the previous year not exceed 5 years and exempted taxable profit derived from promoted business by using the rate as specified in the promotion certificate (note 29).

26. EARNINGS PER SHARE

		Consolidated financial statements								
		Net profit		Number of shares		Earnings / share				
		2010	Baht	2009	2010	shares	2009	2010	Baht	2009
Basic earnings per share										
Net profit (loss) of common										
shareholders		71,430,088.79		3,466,721.23	200,000,000		200,000,000	0.36		0.02
Effects of potential common share										
(exercise rights)		-		-	2,253,738		-			
Diluted earnings per share										
Profit (Loss) of common										
shareholders assumed										
as conversion to										
common share		71,430,088.79		3,466,721.23	202,253,738		200,000,000	0.35		0.02
		Separate financial statements								
		Net profit		Number of shares		Earnings / share				
		2010	Baht	2009	2010	shares	2009	2010	Baht	2009
Basic earnings per share										
Net profit (loss) of common										
shareholders		69,700,448.07		(4,910,084.24)	200,000,000		200,000,000	0.35		(0.02)
Effects of potential common share										
(exercise rights)		-		-	2,253,738		-			
Diluted earnings per share										
Profit (Loss) of common										
shareholders assumed										
as conversion to										
common share		69,700,448.07		(4,910,084.24)	202,253,738		200,000,000	0.34		(0.02)

27. TRANSACTIONS WITH RELATED PERSONS AND PARTIES

Assets, liabilities, revenues and expenses arose from transaction with persons and related companies. These related transactions are determined on the conditions in the normal course of business and based on the Company concerned as follows :

27.1 General information

<u>Name</u>	<u>Type of Business</u>	<u>Relationship</u>	<u>Description</u>	<u>Princing policy</u>
Related companies				
Orrada Co., Ltd.	Sales and lease of real estate	Shareholders and directorship	Revenues from sales of goods	Close to the selling price applicable to other customer
			Interest income	Under loans contract and promissory notes
			Management fee	At agreed of Baht 60,000.00 per month
Rompo Product Co., Ltd.	Manufacturing and selling of precast floor	Shareholders and directorship	Sales	Close to the selling price applicable to other customer
			Purchase of raw materials	Close to the purchasing price applicable from other dealers

27.2 Assets and liabilities transaction with related persons and parties consist of:

Long - term loans to related company

As at December 31, 2010 and 2009, the Company has long-term loans to Orrada Co., Ltd. under contract and promissory notes due at call and bear interest at the rate of 3.50% and 2.50% - 5.50% per annum respectively.

The increase and decrease of loans for the years ended December 31, 2010 and 2009 are as follow:

	Separate financial statements (Baht)			
	2010		2009	
Beginning balance	21,500,000.00	70,500,000.00		
Increase during the period	90,000,000.00	1,000,000.00		
Decrease during the period	(111,500,000.00)	(50,000,000.00)		
Ending balance	0.00	21,500,000.00		
	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2010	2009	2010	2009
Orrada Co., Ltd.				
Other current assets				
- Accrued management fee	0.00	0.00	480,000.00	0.00
- Accrued interest	0.00	0.00	256,315.07	0.00

27.3 Revenues and expenses transaction with related persons and parties, are presented belows:

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2010	2009	2010	2009
Sales of goods				
Orrada Co., Ltd.	0.00	0.00	472,321.06	0.00
Rompo Product Co., Ltd.	0.00	0.00	516,949.90	0.00
Cost of goods sold				
Rompo Product Co., Ltd.	0.00	0.00	0.00	200,400.00
Other income (interest income)				
Orrada Co., Ltd.	0.00	0.00	1,086,583.32	1,871,976.48
Other income (Management fee)				
Orrada Co., Ltd.	0.00	0.00	480,000.00	0.00

28. EXPENSES ANALYZED BY NATURE

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2010	2009	2010	2009
Changes in inventories of finished goods and work in progress	(78,143,018.21)	45,051,758.62	(9,291,639.04)	5,532,954.76
Raw materials and supplies used	352,124,850.59	257,293,184.95	323,879,603.98	231,617,829.98
Directors' remuneration	914,300.00	1,084,600.01	914,300.00	1,084,600.01
Management benefit expenses	7,175,090.06	6,386,729.75	4,932,210.00	4,053,592.00
Employees benefit expenses	56,970,825.55	48,865,214.65	49,492,873.45	42,229,815.56
Depreciation	44,874,221.57	61,381,227.49	39,628,645.42	56,214,913.27

29. RIGHTS AND PRIVILEGES FROM PROMOTION CERTIFICATE

29.1 The Company and its subsidiary (Rompo Products Co., Ltd.) are granted certain right and privileges as a promoted industry under the Promotion of Investment Act B.E. 2520 for the precast floor products by the approval of the Board of Investment in accordance with the certificate dated August 25, 1997 and February 7, 1997. The significant privileges are as follows:

- 1) To exempt the customs duties for imported machinery as approved by the Board of Investment.
- 2) To exempt the corporate income tax from net profit for the period of 8 years from the date of income earnings and reduce the corporate income tax from net profit from investment at the rate of 50% of the normal rate for the next 5 years from the overdue of such duration.
- 3) The Company's shareholders will be exempt the corporate income tax for dividend received from the Company all duration of income tax exemption of the Company.

The Company must to comply with the certain conditions and terms as stipulated in promotion certificate.

29. RIGHTS AND PRIVILEGES FROM PROMOTION CERTIFICATE

29.2 The results of operation of the Company and two subsidiaries separated into promoted business and non-promoted business for the years ended December 31, 2010 and 2009 as follows:

	Consolidated financial statements (Baht)					
	Promoted business		Non-promoted business		Total	
	2010	2009	2010	2009	2010	2009
Sales and services	73,787,345.17	321,636,631.53	665,089,582.54	251,983,450.05	738,876,927.71	573,620,081.58
Cost of sales and services	(61,712,967.85)	(210,019,207.11)	(439,125,347.83)	(190,286,205.32)	(500,838,315.68)	(400,305,412.43)
Gross profit	12,074,377.32	111,617,424.42	225,964,234.71	61,697,244.73	238,038,612.03	173,314,669.15
Other income	313,449.68	2,463,823.62	11,674,604.93	12,611,951.45	11,988,054.61	15,075,775.07
Selling expenses	(8,594,731.67)	(39,210,293.24)	(76,683,714.01)	(27,528,826.72)	(85,278,445.68)	(66,739,119.96)
Administrative expenses	(16,912,954.59)	(41,804,383.24)	(49,153,499.09)	(31,863,165.93)	(66,066,453.68)	(73,667,549.17)
Loss on impairment of assets	0.00	(31,819,436.48)	0.00	0.00	0.00	(31,819,436.48)
Finance costs	(133,373.91)	(2,090,111.85)	(221,211.36)	(1,220,189.92)	(354,585.27)	(3,310,301.77)
Income tax	(794,910.60)	(3,566,583.98)	(24,071,572.76)	(4,433,460.92)	(24,866,483.36)	(8,000,044.90)
Net profit (loss)	(14,048,143.77)	(4,409,560.75)	87,508,842.42	9,263,552.69	73,460,698.65	4,853,991.94

Identifiable selling expenses, administrative expenses and finance costs were allocated to the separately income segment.

30. FINANCIAL INFORMATION BY SEGMENT

30.1 For the purpose of presentation the financial information in the consolidated financial statements, the core manufacturing and selling construction supplies (business are precast floor, concrete post and others) sales and lease of real estate that the financial information by segment are as follows:

(Unit : Baht)

	Sales of construction supplies		Sales of real estate		Real estate for lease		Total	
	2010	2009	2010	2009	2010	2009	2010	2009
Statement of income								
Revenues	684,390,327.71	515,566,081.58	47,454,000.00	52,985,000.00	7,032,600.00	5,069,000.00	738,876,927.71	573,620,081.58
Costs	(464,276,927.75)	(354,918,800.74)	(35,224,365.07)	(43,995,756.65)	(1,337,022.86)	(1,390,855.04)	(500,838,315.68)	(400,305,412.43)
Segment profit	<u>220,113,399.96</u>	<u>160,647,280.84</u>	<u>12,229,634.93</u>	<u>8,989,243.35</u>	<u>5,695,577.14</u>	<u>3,678,144.96</u>	<u>238,038,612.03</u>	<u>173,314,669.15</u>
Balance sheets								
Segment assets	590,229,168.34	582,187,325.53	189,794,396.88	123,170,371.95	26,262,409.54	27,778,658.90	806,285,974.76	733,136,356.38
Unallocated assets							9,157,891.16	3,664,789.31
Total assets							<u>815,443,865.92</u>	<u>736,801,145.69</u>
Segment liabilities	106,391,915.38	80,909,761.89	10,050,896.42	9,690,896.42	1,240,000.00	895,000.00	117,682,811.80	91,495,658.31
Unallocated liabilities							3,800,669.29	4,705,798.80
Total liabilities							<u>121,483,481.09</u>	<u>96,201,457.11</u>

30.2 The Company did not present the financial information by segment for the separate financial statements since the Company's operation involve virtually a single construction materials business in one geographical segment in domestic.

31. DISCLOSURE AND PRESENTATION OF FINANCIAL INSTRUMENTS

1) Accounting policy

The significant accounting policies and method adopted including the basis of recognition and measurement relating to each class of financial assets and liabilities have been disclosed in notes to financial statements no. 5.9.

2) Credit risk

Credit risk derives from failure by counterparties to discharge their obligations resulting in financial loss to the Company and subsidiaries. The Company and subsidiaries have policy to hedge this credit risk by reviewing the financial status of customers and collecting in advance before delivery of goods. Financial assets shown in balance sheets at the book value deducted by allowance for doubtful accounts is maximum value of credit risk.

3) Interest rate risk

Interest rate risk from changes in market interest rate will affect the results of the Company and joint venture's operations and cash flows. The Company and subsidiaries exposed the interest rate risk due to its deposits at financial institutions, short - term loans, overdrafts and short - term loans from financial institutions and long - term loans. The Company and its subsidiaries do not use derivative financial instruments to hedge such risk.

4) Fair value of financial instruments

Financial assets shown in balance sheets consist of cash and cash equivalents, current investment, trade accounts receivable, short - term loans and other receivables. Financial liabilities shown in balance sheet consist of bank overdrafts and short - term loans from financial institutions, trade accounts payable, long - term loans and other payables.

Book value of financial assets and liabilities are close to their fair value.

32. COMMITMENT AND CONTINGENT LIABILITIES

32.1 The subsidiary has commitment under hire contractors agreement as at December 31, 2010 and 2009 totally Baht 7.18 million and Baht 0.72 million respectively.

32.2 The Company and subsidiaries have contingent liabilities from a bank issuance of letter of guarantees for purchasing raw materials from several sellers for guarantee the work performance to the employer and guarantee central utilities usage to government agencies as at December 31, 2010 and 2009 amounting to Baht 60.90 million and Baht 61.13 million in consolidated financial statements, and amounting to Baht 57.59 million and Baht 49.29 million in separate financial statements respectively.

32.3 On August 27, 2004, the Company filed the petition to the Central Intellectual Property and International Trade Court in which a company had alleged copy right infringement and claimed on loss of Baht 210.50 million. Later on December 8, 2004, such company filed the counter - claim and explained that it is the invention researcher and requested to revoke the patent of the Company and claimed of Baht 510 million plus interest at 7.5 per cent per annum, including the opportunity loss on selling its products of Baht 10 million per month. On September 30, 2009, the Court of First Instance has ordered to dismiss the above case and sentenced to revoke the Company's precast floor products No. 16808. In the third quarter of 2010, the Company and such company accepted the sentence of the Court of First Instance.

32.4 On December 7, 2004, an individual person sued the Company and a director to the Civil court for the alleged of committing a contempt by allegedly revealing in a court paper in such a way that the defendant is damaged as stated in note 32.3 and ask the court for Baht 400 million in indemnity plus interest at 7.5 per cent per annum. At present, the Court ordered to strike the case out of the case list temporarily, the management ensured that the prosecution of that person would not affect to the Company.

33. PROVIDENT FUND

On June 1, 2004, the Company has joined to be a member of provident fund named "Peum Kuan Mun King Registered Provident fund" which registered in accordance with the Provident Fund Act B.E. 2530 and the amendment by appointing the fund management to be fund manager. The fund is contributed to both by the employees and the Company at the same rate of 3% of employees wage. The accumulation and benefits will be paid to the members upon their retirement, death or resignation.

34. CAPITAL MANAGEMENT

The objective of financial management of the Company is to maintain the continuity of operation capability and capital structure to be properly appropriated.

35. RECLASSIFICATION

The accounts in the 2009 financial statements have been reclassified for conformity with the presentation in the financial statements for the year 2010.

36. FINANCIAL STATEMENTS APPROVAL

These financial statements were approved and authorized for issue by the Company's Board of directors on February 24, 2011.

31. DISCLOSURE AND PRESENTATION OF FINANCIAL INSTRUMENTS

1) Accounting policy

The significant accounting policies and method adopted including the basis of recognition and measurement relating to each class of financial assets and liabilities have been disclosed in notes to financial statements no. 5.9.

2) Credit risk

Credit risk derives from failure by counterparties to discharge their obligations resulting in financial loss to the Company and subsidiaries. The Company and subsidiaries have policy to hedge this credit risk by reviewing the financial status of customers and collecting in advance before delivery of goods. Financial assets shown in balance sheets at the book value deducted by allowance for doubtful accounts is maximum value of credit risk.

3) Interest rate risk

Interest rate risk from changes in market interest rate will affect the results of the Company and joint venture's operations and cash flows. The Company and subsidiaries exposed the interest rate risk due to its deposits at financial institutions, short - term loans, overdrafts and short - term loans from financial institutions and long - term loans. The Company and its subsidiaries do not use derivative financial instruments to hedge such risk.

4) Fair value of financial instruments

Financial assets shown in balance sheets consist of cash and cash equivalents, current investment, trade accounts receivable, short - term loans and other receivables. Financial liabilities shown in balance sheet consist of bank overdrafts and short - term loans from financial institutions, trade accounts payable, long - term loans and other payables.

Book value of financial assets and liabilities are close to their fair value.

32. COMMITMENT AND CONTINGENT LIABILITIES

32.1 The subsidiary has commitment under hire contractors agreement as at December 31, 2010 and 2009 totally Baht 7.18 million and Baht 0.72 million respectively.

32.2 The Company and subsidiaries have contingent liabilities from a bank issuance of letter of guarantees for purchasing raw materials from several sellers for guarantee the work performance to the employer and guarantee central utilities usage to government agencies as at December 31, 2010 and 2009 amounting to Baht 60.90 million and Baht 61.13 million in consolidated financial statements, and amounting to Baht 57.59 million and Baht 49.29 million in separate financial statements respectively.

32.3 On August 27, 2004, the Company filed the petition to the Central Intellectual Property and International Trade Court in which a company had alleged copy right infringement and claimed on loss of Baht 210.50 million. Later on December 8, 2004, such company filed the counter - claim and explained that it is the invention researcher and requested to revoke the patent of the Company and claimed of Baht 510 million plus interest at 7.5 per cent per annum, including the opportunity loss on selling its products of Baht 10 million per month. On September 30, 2009, the Court of First Instance has ordered to dismiss the above case and sentenced to revoke the Company's precast floor products No. 16808. In the third quarter of 2010, the Company and such company accepted the sentence of the Court of First Instance.

32.4 On December 7, 2004, an individual person sued the Company and a director to the Civil court for the alleged of committing a contempt by allegedly revealing in a court paper in such a way that the defendant is damaged as stated in note 32.3 and ask the court for Baht 400 million in indemnity plus interest at 7.5 per cent per annum. At present, the Court ordered to strike the case out of the case list temporarily, the management ensured that the prosecution of that person would not affect to the Company.

33. PROVIDENT FUND

On June 1, 2004, the Company has joined to be a member of provident fund named "Peum Kuan Mun King Registered Provident fund" which registered in accordance with the Provident Fund Act B.E. 2530 and the amendment by appointing the fund management to be fund manager. The fund is contributed to both by the employees and the Company at the same rate of 3% of employees wage. The accumulation and benefits will be paid to the members upon their retirement, death or resignation.

34. CAPITAL MANAGEMENT

The objective of financial management of the Company is to maintain the continuity of operation capability and capital structure to be properly appropriated.

35. RECLASSIFICATION

The accounts in the 2009 financial statements have been reclassified for conformity with the presentation in the financial statements for the year 2010.

36. FINANCIAL STATEMENTS APPROVAL

These financial statements were approved and authorized for issue by the Company's Board of directors on February 24, 2011.