

I.C.C. INTERNATIONAL PUBLIC COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

AS OF DECEMBER 31, 2006 AND 2005

**1. General Statement**

1.1 I.C.C. International Public Company Limited having the principal office at 757/10 Soi Pradoo 1, Sathupradit road, Bangpongpang Subdistrict, Yannawa District, Bangkok is registered as a public company limited in accordance with Thai laws on May 9, 1994.

1.2 The company's business is the distribution of consumer products.

1.3 As of December 31, 2006 and 2005, the company had 7,401 and 7,091 employees, respectively.

1.4 Expenses on employee for the year 2006 and 2005 totalled Baht 1,564.52 million and Baht 1,465.69 million, respectively.

**2. Criteria for Financial Statements**

The financial statements present the items in compliance with the notification issued by the Department of Business Development, the Ministry of Commerce dated September 14, 2001 regarding the brief items to be shown in the financial statements, and they have been prepared in conformity with the generally accepted accounting principles as prescribed by the Accounting Professions Act B.E.2547.

The financial statements have also been prepared under the historical cost convention for evaluating the element of transactions in the financial statements, except the transactions disclosed in the related accounting policy.

**3. Summary of Significant Accounting Policies**

**3.1 Income and expense**

Revenues from sales is recognized when goods is delivered after deducting of goods return and discount. This excludes the revenues from sales to retailers of which its payment will be recognized when the goods have already been sold to the end users.

Revenues from sales of real estate - condominium completely available for sale shall be recognized according to the installment due payment, when the sum of installment due payment of each contract is equal to or more than 20% of the selling price.

The interest income under finance lease contracts is realized according to the amount of installments to be paid. Calculation of the interest income is based on the sum of present value of the total amount of rent recognized as of the due date, no matter the collection has been made or not.

Other revenues and expenses recognized on accrued basis.

**3.2 Allowance for doubtful accounts**

Allowance for doubtful accounts recorded based on the Company's doubtful debtor and experience on uncollectible accounts.

### 3.3 Inventory Valuation

Inventories in categories of trading and sales to retailers with condition are stated at cost or net realizable value whichever is lower. Cost is determined on a weighted-average basis.

Inventories on real estate-condominium are stated at cost or realizable value on specific basis.

### 3.4 VAT on unrecognized sales of inventories

VAT on unrecognized sales of inventories shall be registered upon the goods have been delivered to retailers and VAT has been submitted to the Department of Revenue. This VAT shall be registered as other current asset. The company shall also call for VAT from retailers after the goods have been sold to customers.

### 3.5 Long - term investments assessment

Long - term domestic marketable securities are considered as securities available for sale which stated at fair value. Differences from the change in value are stated in the shareowner's equities and will be stated in the statement of income after disposal of such investment.

Long - term overseas marketable securities are considered as securities available for sale which stated at fair value. Conversion into Thai Baht currency varies as of the exchange rate at the end of the period. Differences from the change in value are stated in the shareowner's equities and will be stated in the statement of income after disposal of such investments.

Long - term non - marketable securities in domestic area are considered as securities for general purpose, which are stated at cost after deduction of reserve for loss from impairment.

Long - term non - marketable securities from overseas are considered as securities for general purpose, which are stated at cost after deduction of reserve for loss from impairment. Conversion into Thai Baht currency varies as of the exchange rate at the transaction date.

### 3.6 Property, Plant and Equipment - Net

Land was stated at cost less reserve for loss from impairment of the asset (if any).

Buildings and equipment were stated at cost less accumulated depreciation and reserve for loss from impairment of the asset (if any).

Depreciation of buildings and equipment has been calculated by using the Straight - Line Method at following period :

Buildings	20	years
Office equipment and Vehicles	5	years
Furniture and Fixtures	5	years
Computer components	3-5	years

Depreciation of computers has been determined by using the Sum of Year's Digits Method for the period of 3 - 5 years.

Leasehold has been written off as the company's expenses by using the Straight-Line Method according to the lease period.

Trade mark has been written off as the company's expenses by using the Straight-Line Method for the period of 10 years.

### 3.7 Impairment of assets

The company has considered the impairment of assets on property, plant and equipment, investment and other intangible assets whenever events or changes indicate that the realizable value of the asset is lower than the book value. Loss from impairment of asset shall be recognized in the statement of income and shall be reversed whenever there is an indication that there is no longer impairment or reduction in impairment.

Net realizable value means net selling price of the asset or its utilization value whichever is higher, The Company will consider the impairment for each asset item or each asset unit generating cash flow, whichever is practical.

### 3.8 Treasury stock

The company recorded the repurchased shares by cost method.

### 3.9 Transactions in foreign currencies

The foreign currency of assets and liabilities transactions have been converted into Thai Baht as of the transaction date. The outstanding amount of foreign currency as of the balance sheet date are converted into Thai Baht as of the date thereof.

Gain and loss on currency exchange are taken into incomes or expenses as incurred in the annual Statement of Income.

### 3.10 Income tax

The Company has recorded income tax as expenses in the occurring period and was calculated according to the Revenue Code.

### 3.11 Basic earning per share

Earning per share as presented in the statement of income, is the basic earning per share which is determined by dividing net profit for the period by the weighted average number of common shares issued during the period, after deducting the number of treasury stock.

No diluted earning per share for the year 2006 and 2005 is presented as the Company has no equivalent common shares.

	<u>2006</u>	<u>2005</u>
Number of weighted average - common shares	290,575,451	288,640,722

### 3.12 Accounting estimates

Preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates for certain accounting transactions, affecting amounts reported in the financial statements and notes related thereto. Subsequent actual results may differ from these estimates.

### 3.13 Liabilities estimates

The Company recognizes liabilities estimates when an entity has a present legal or estimate obligation as a result of the past event. It is probable that an outflow of economic benefit resources will be required to settle the obligation, and the amount of the obligation shall be made at reliable estimate. If some or all the expenditure to be required to settle a provision, is certainly expected to be reimbursed, the Company shall recognize the reimbursement of such obligation settlement by some certain separate asset at the amount not exceeding the related liabilities.

## 4. Current investment consist of

	<u>December 31, 2006</u>	<u>December 31, 2005</u>
	<u>Baht</u>	<u>Baht</u>
Saving Account	98,650,000.00	342,600,000.00
Fixed deposit in bank - 3 months	0.00	75,896.96
Time Deposit	200,000,000.00	540,000,000.00
Total	<u>298,650,000.00</u>	<u>882,675,896.96</u>

As of December 31, 2006 and 2005, the company invested in Gold Saving account with one commercial bank at the higher interest rate than the normal rate.

As of December 31, 2006 and 2005, the company invested in Time Deposit with two commercial banks for the period between 7 to 13 days at the interest rate 4.56% to 4.77% per annum and 5 to 7 days at the interest rate 3.57% to 3.61% per annum, respectively.

## 5. Accounts and notes receivable - net consist of

	<u>December 31, 2006</u>	<u>December 31, 2005</u>
	<u>Baht</u>	<u>Baht</u>
5.1 Accounts and notes receivable - related companies		
Accounts receivable	122,400,768.17	93,801,751.80
Notes receivable	4,730,164.38	3,121,841.38
Total	<u>127,130,932.55</u>	<u>96,923,593.18</u>
5.2 Accounts and notes receivable - other companies		
Accounts receivable	2,022,510,683.06	1,866,834,712.65
Bounced cheques awaiting clearance	19,253,883.21	18,780,256.22
Total	<u>2,041,764,566.27</u>	<u>1,885,614,968.87</u>
<u>Less</u> Advance payment from debtor	(3,827,355.94)	(12,596,396.57)
Allowance for doubtful accounts	<u>(86,582,416.86)</u>	<u>(92,810,361.38)</u>
Accounts receivable - net	1,951,354,793.47	1,780,208,210.92
Notes receivable	189,933,755.36	183,128,212.80
Total	<u>2,141,288,548.83</u>	<u>1,963,336,423.72</u>
Total accounts and notes receivable - net	<u><u>2,268,419,481.38</u></u>	<u><u>2,060,260,016.90</u></u>

## 5.3 Aging of Accounts and notes receivable

( Unit : Millions Baht )

As of December 31, 2006	Undue	Overdue					Total	Allowance for doubtful accounts	Total-net
		1-30 days	31-60 days	61-90 days	Over 91 days	Total			
Accounts receivable on credit	757.37	250.66	75.82	32.40	63.70	422.58	1,179.95	(24.10)	1,155.85
Accounts receivable on sale by retailers	920.33	0.00	0.00	0.00	44.64	44.64	964.97	(44.64)	920.33
Bounced cheques awaiting clearance	0.00	0.28	0.20	0.06	18.71	19.25	19.25	(17.84)	1.41
Total	1,677.70	250.94	76.02	32.46	127.05	486.47	2,164.17	(86.58)	2,077.59
Add Notes receivable	194.66	0.00	0.00	0.00	0.00	0.00	194.66	0.00	194.66
Less Advance payment from debtor	(3.83)	0.00	0.00	0.00	0.00	0.00	(3.83)	0.00	(3.83)
Total accounts and notes receivable - net	1,868.53	250.94	76.02	32.46	127.05	486.47	2,355.00	(86.58)	2,268.42
% / Total	79.34	10.66	3.23	1.38	5.39	20.66	100.00	(3.68)	96.32

As of December 31, 2005	Undue	Overdue					Total	Allowance for doubtful accounts	Total-net
		1-30 days	31-60 days	61-90 days	Over 91 days	Total			
Accounts receivable on credit	713.69	217.89	77.74	34.16	60.30	390.09	1,103.78	(21.46)	1,082.32
Accounts receivable on sale by retailers	802.69	0.00	0.00	0.00	54.16	54.16	856.85	(54.16)	802.69
Bounced cheques awaiting clearance	0.00	0.54	0.03	0.07	18.14	18.78	18.78	(17.19)	1.59
Total	1,516.38	218.43	77.77	34.23	132.60	463.03	1,979.41	(92.81)	1,886.60
Add Notes receivable	186.25	0.00	0.00	0.00	0.00	0.00	186.25	0.00	186.25
Less Advance payment from debtor	(12.59)	0.00	0.00	0.00	0.00	0.00	(12.59)	0.00	(12.59)
Total accounts and notes receivable - net	1,690.04	218.43	77.77	34.23	132.60	463.03	2,153.07	(92.81)	2,060.26
% / Total	78.49	10.15	3.61	1.59	6.16	21.51	100.00	(4.31)	95.69

**6. Short - term loans to related parties - net**

As of December 31, 2006 and 2005, the Company has provided loans to related parties at interest rates between 5.00% - 6.50% per annum.

(Unit : Baht)

Name of companies	Relation-ship	Amount as of Dec 31, 2005	Increase (Decrease)	Amount as of Dec 31, 2006
Muaklek Dairy Industry	-	1,040,000.00	(1,040,000.00)	0.00
Sriracha Medical Centre	A	9,631,126.31	0.00	9,631,126.31
Laser Fashion	-	4,110,000.00	0.00	4,110,000.00
Total		14,781,126.31	(1,040,000.00)	13,741,126.31
<u>Less</u> Allowance for doubtful accounts		(14,781,126.31)	1,040,000.00	(13,741,126.31)
Balance		0.00	0.00	0.00
<u>Add</u> Current portion of long - term loan		15,466,666.67	(6,533,333.33)	8,933,333.34
Short - term loans - net		15,466,666.67	(6,533,333.33)	8,933,333.34

Remarks : Relationship

A Company invested in common shares

The loan provided to Muaklek Dairy Industry Co.,Ltd. amounted Baht 1.04 million. As this company has now been dissolved and its contact could not be reached, the company has then filed a lawsuit with Saraburi Court against Muaklek Dairy Industry Co.,Ltd. The court judgement was granted to order Muaklek Dairy Industry Co.,Ltd. to pay its debt plus interest to the company. But payment from Muaklek Dairy Industry Co.,Ltd. has not yet been made. Therefore the company is in search of its properties for further seizure and access to the appropriation of the debtor's property from Krung Thai Bank Public Co.,Ltd. And Thai Plaspac Company Limited in the capacity as its preferential creditors. It has later been found out that the land involved in the above two cases had been seized by the preferential creditors and sold by auction at the amount not being enough to pay to the preferential creditors. Doubtful debt of Muaklek Dairy Industry Co.,Ltd. was then written off on April 20, 2006 at full amount as reserved in 1998.

In 2000, the Company has made a compromise agreement with Sriracha Medical Centre which agreed to pay the Company all outstanding debt at the amount of Baht 11,405,249.75. Payment would be done within 48 installments. The first payment started on September 1, 2000 and the last installment would be on September 16, 2004. In the ninth installment payment in May 2001, the debtor paid only Baht 174,123.44 against the agreed amount of Baht 200,000.00 and no payment has been made up to present. The total outstanding debt amounting Baht 9,631,126.31 is pending under judgement of seize properties of defendant. Doubtful account on this case has already been reserved in full amount.

The loan totalling Baht 4.11 million was given to Laser Fashion Co.,Ltd. At present, this company has been filed a law suit on bankruptcy by some creditors at the Central Bankruptcy Court. As of June 30, 2004 this doubtful debt has already been reserved in full amount.

**7. Inventories - net** consist of

	<u>December 31, 2006</u>	<u>December 31, 2005</u>
	<u>Baht</u>	<u>Baht</u>
Inventories on trading - Finished goods	700,051,242.57	499,161,907.01
- Sale by retailers	1,892,850,705.66	1,677,230,041.24
- Goods in transit	3,160,586.92	1,607,633.61
Total	<u>2,596,062,535.15</u>	<u>2,177,999,581.86</u>
<u>Less</u> Allowance for devaluation of inventory	<u>(18,979,219.10)</u>	<u>(18,979,219.10)</u>
Inventories on trading - net	2,577,083,316.05	2,159,020,362.76
Real estate awaiting for sale - Condominium	24,083,638.03	24,083,638.03
Grand Total	<u><u>2,601,166,954.08</u></u>	<u><u>2,183,104,000.79</u></u>

**8. Long - term loans to related parties** consist of

Name of companies	Relation- ship	Interest rate %	Maturity year	(Baht) As of Dec 31, 2005	(Baht) Increase (decrease)	(Baht) As of Dec 31, 2006	Collateral
Saha Asia Pacific	AB	4.00 amd 5.25	2007	75,000,000.00	0.00	75,000,000.00	Four related companies and one other company
Thai Asahi Kasei Spandex	B	4.60 and 5.63 MMR SCB (3 months)	2009	20,800,000.00	(3,466,666.67)	17,333,333.33	None
Saha Sehwa	AB	6.00	2007	14,000,000.00	(12,000,000.00)	2,000,000.00	Contract of Assignment of an Obligation
Total				109,800,000.00	(15,466,666.67)	94,333,333.33	
<u>Less</u> Current portion of long - term loan				(15,466,666.67)	(6,533,333.33)	(8,933,333.34)	
Long - term loans - net				94,333,333.33	(8,933,333.34)	85,399,999.99	

Remarks : Relationship

A Companies sharing management team

B Company invested in common shares

The loan totalling Baht 75.00 million given to Saha Asia Pacific Co.,Ltd. is the one-year loan starting from February 1, 2002 to January 31, 2003. According to the agreement, upon the maturity date, repayment had been extended five times, at one time per one year for the due dates on January 31, 2004, January 31, 2005 January 31, 2006 January 31, 2007, and January 31, 2008, respectively. This policy was approved due to its consistent receiving of interest on time without any delay as well as this is a type of strategic investment.

The loan given to Thai Asahi Kasei Spandex Co.,Ltd. amounting Baht 20.80 million has a validity period of 5 years starting from July 2, 2004 to June 30, 2009. Due payment will start from December 2006 at every consecutive 6 month totalling 6 installments at Baht 3.466 million per installment. This is the loan in proportion of investment according to the joint venture agreement.



The loan totalling Baht 20.00 million has been given to Saha Sehwa Co.,Ltd. for a period of one year and eight months starting from July 4, 2005 to February 28, 2007. Payment would be done within 20 installments at Baht 1.00 million per installment. The first payment started on July 2005 and the last installment would be on February 2007.

#### 9. Receivables under financial lease contracts - net

	<u>December 31, 2006</u>	<u>December 31, 2005</u>
	<u>Baht</u>	<u>Baht</u>
Related parties		
Receivables under financial lease contracts - Saha Sehwa Co.,Ltd.	12,487,499.96	15,863,749.96
<u>Less unearned interest income</u>	<u>(1,017,499.98)</u>	<u>(1,618,749.98)</u>
Receivables under financial lease contracts - net	<u><u>11,469,999.98</u></u>	<u><u>14,244,999.98</u></u>

In 2002, the company has bought three plastic injection molds at the total amount of Baht 22.20 million for business leasing to Saha Sehwa Co.,Ltd. for the period of 3 years. After the completion of this rental period, the lessee must continually rent the leased properties for at least 2 times at the period of 3 years and 2 years respectively. In case of no breach of the contract, the company shall give the right to Saha Sehwa Co.,Ltd. to purchase the leased properties at the price of the balance of assets value as appeared in the rental and payment chart attached in the appendix of the agreement, as of the rental request period. This selling price shall also include 10% purchasing price of the properties.

#### 10. Long - term investments - net

	<u>December 31, 2006</u>	<u>December 31, 2005</u>
	<u>Baht</u>	<u>Baht</u>
10.1 Investment - related parties		
10.1.1 Marketable securities - at fair value	3,041,728,032.56	2,653,807,591.40
10.1.2 Investment for general purpose - at cost after deducting provision for loss from impairment	813,892,721.40	787,820,449.52
10.1.3 Debt securities - at cost	12,500,000.00	287,500,000.00
Total	<u><u>3,868,120,753.96</u></u>	<u><u>3,729,128,040.92</u></u>
10.2 Investment - other companies		
10.2.1 Marketable securities - at fair value	148,374,609.53	154,397,303.82
10.2.2 Investment for general purpose - at cost after deducting provision for loss from impairment	187,100,662.67	134,026,518.67
10.2.3 Debt securities - at cost	315,833,500.00	129,166,700.00
Total	<u><u>651,308,772.20</u></u>	<u><u>417,590,522.49</u></u>
Total long - term investments - net	<u><u>4,519,429,526.16</u></u>	<u><u>4,146,718,563.41</u></u>

## 10.1 Investment - Related parties consist of

## 10.1.1 Marketable securities - Securities Available for sale

Name of companies	Relation-ship	Type of Business	Paid-up capital (Million Baht)	(% Ratio of investment)	As of Dec 31, 2006 (Baht)		As of Dec 31, 2005 (Baht)		Dividend (Baht)	
					Cost	Market Price	Cost	Market Price	Jan - Dec 2006	Jan - Dec 2005
1 S & J International Enterprises	A	Cosmetics As of Dec 31, 2005	101.81 100.00	15.06 15.33	110,618,302.50	168,612,917.00	110,618,302.50	173,211,451.10	9,197,068.20	9,197,068.20
2 Textile Prestige	A	Embroidered Lace, Sponge	108.00	10.43	11,771,071.97	198,206,272.00	11,771,071.97	222,982,056.00	9,572,462.00	9,009,376.00
3 Far East DDB	A	Advertising	75.00	10.64	20,772,388.66	62,627,300.00	20,772,388.66	58,239,400.00	3,989,000.00	3,989,000.00
4 Saha Pathana Inter-holding	A	Investment As of Dec 31, 2005	494.03 494.03	8.91 8.90	206,089,414.31	942,269,178.00	205,287,274.31	686,107,812.00	8,806,254.00	8,744,254.00
5 Boutique Newcity	A	Ladies' Wear	120.00	5.98	5,299,907.70	8,393,580.00	5,299,907.70	10,545,780.00	502,180.00	717,400.00
6 O.C.C.	A	Distributor	60.00	19.73	100,332,288.32	130,239,780.00	100,332,288.32	131,423,778.00	6,511,989.00	5,327,991.00
7 Sahapathanapibul	A	Consumer Products	275.88	10.07	139,558,980.80	483,355,470.00	139,558,980.80	408,352,035.00	13,889,525.00	9,722,667.50
8 Thanulux	A	Leather Products, & Accessories	120.00	10.02	148,311,451.44	220,094,832.00	148,311,451.44	227,311,056.00	13,229,744.00	10,824,336.00
9 Sahacogen (Chonburi)	A	Power Plant	955.00	10.41	167,744,689.87	389,777,203.20	167,744,689.87	379,833,907.20	19,886,592.00	27,344,064.00
10 People's Garment	A	Garment	96.00	5.25	70,293,843.00	80,640,000.00	0.00	0.00	3,030,000.00	0.00
Total					980,792,338.57	2,684,216,532.20	909,696,355.57	2,298,007,275.30	88,614,814.20	84,876,156.70
Investment less than 5% (As of Dec 31, 2006 totalling 4 companies and Dec 31, 2005 totalling 5 companies)					139,756,163.09	357,511,500.36	162,335,043.59	355,800,316.10	12,189,397.00	10,280,247.00
Grand Total					1,120,548,501.66	3,041,728,032.56	1,072,031,399.16	2,653,807,591.40	100,804,211.20	95,156,403.70

Remarks : Relationship

A - Companies sharing management team

## 10.1.2 General investments

Name of companies	Relation - ship	Type of Business	Registered capital (Million Baht)	( % ) Ratio of investment	Investment (Baht)		Dividend (Baht)	
					As of Dec 31, 2006	As of Dec 31, 2005	Jan - Dec 2006	Jan - Dec 2005
1 Thai Cubic Technology	AB	Surface Fecorating Service	40.00	19.00	7,600,000.00	7,600,000.00	0.00	1,520,000.00
2 Thai Itokin	AB	Ladies' Wear	50.00	7.00	5,132,400.00	5,132,400.00	0.00	525,000.00
3 SSDC (Tigertex)	A	Bleaching & Dyeing	270.00	19.58	22,559,272.78	22,559,272.78	2,115,174.00	0.00
4 Sunrise Garment	A	Knitted Wear	10.00	6.00	2,435,000.00	2,435,000.00	180,000.00	180,000.00
5 Thai Janome	A	Sewing Machine & Accessories	88.00	8.00	7,040,000.00	7,040,000.00	4,744,960.00	3,414,400.00
6 Thai Shikibo	A	Textile (Spinning)	237.50	11.74	26,539,112.00	26,539,112.00	3,625,700.00	3,625,700.00
7 Kewpie (Thailand)	AB	Food	200.00	14.00	27,273,400.00	27,273,400.00	0.00	0.00
8 Shaldan (Thailand)	AB	Air Refresheners	20.00	10.00	2,000,000.00	2,000,000.00	0.00	0.00
9 Thai Lotte	B	Chewing Gums	420.00	3.67	15,400,000.00		0.00	
		As of Dec 31, 2005	220.00	7.00		15,400,000.00		0.00
10 Thai Q.P.	AB	Processed Food	120.00	10.00	12,000,000.00	12,000,000.00	360,000.00	360,000.00
11 International Leather Fashion	A	Leather Shoes	50.00	14.00	7,000,000.00	7,000,000.00	840,000.00	350,000.00
12 Total Way Image	A	Leather Goods	20.00	10.00	2,000,000.00	2,000,000.00	700,000.00	700,000.00
13 Raja Uchino	AB	Towels	81.00	13.59	10,817,496.00	10,817,496.00	2,202,000.00	1,981,800.00
14 Thai Takeda Lace	AB	Lace	127.00	12.76	20,482,860.00	20,482,860.00	2,430,000.00	2,430,000.00
15 Thai Staflex	A	Woven and Non-Woven Fusible Interlining	60.00	8.00	4,800,000.00	4,800,000.00	1,200,000.00	1,200,000.00
16 Champ Ace	A	Garment	40.00	12.50	5,000,000.00	5,000,000.00	1,250,000.00	1,250,000.00
17 Thai Sports Garment	A	Garment	10.00	12.00	1,200,000.00	1,200,000.00	600,000.00	3,600,000.00
18 Sahachol Food Supplies	A	Agricultural Produces	100.00	7.80	7,980,000.00	7,980,000.00	0.00	0.00
19 Lion Corporation (Thailand)	A	Detergent	300.00	12.00	36,000,000.00	36,000,000.00	9,000,000.00	9,000,000.00
20 Molten Asia Polymer Products	A	Automobile Rubber Parts	120.00	7.80	9,360,000.00	9,360,000.00	1,872,000.00	1,872,000.00
21 Molten (Thailand)	A	Sport Balls	100.00	6.00	6,000,000.00	6,000,000.00	1,200,000.00	1,200,000.00
22 Thai Arai	A	Automobile Parts	126.00	10.75	14,162,504.36	14,162,504.36	4,063,500.00	2,709,000.00
23 The International Knitting Mills	-	Under garment	40.00	5.63	0.00		0.00	
	D	As of Dec 31, 2005	40.00	5.63		3,000,000.00		0.00
24 Dairy Thai	A	Yogurt	145.00	9.00	13,050,000.00	13,050,000.00	0.00	0.00
25 Mekong Delta Success Venture	A	"MA MA" Instant Noodles in Vietnam	2.50	5.00	702,842.54		0.00	
		As of Dec 31, 2005	40.00	5.00		2,000,000.00		0.00
26 Nissin Foods (Thailand)	A	Instant Noodles	310.00	10.00	27,002,500.00	27,002,500.00	0.00	0.00
27 Grand Star Industry	A	Textiles	20.00	19.50	4,346,300.00	4,346,300.00	2,340,000.00	2,340,000.00

## 10.1.2 General investments (continued)

Name of companies	Relation - ship	Type of Business	Registered capital (Million Baht)	( % Ratio of investment	Investment (Baht)		Dividend (Baht)	
					As of Dec 31, 2006	As of Dec 31, 2005	Jan - Dec 2006	Jan - Dec 2005
28 Pattaya Manufacturing	A	Lingeries	30.00	5.33	2,241,400.00	2,241,400.00	680,000.00	600,000.00
29 General Glass	A	Glass Packaging	100.00	19.50	19,579,330.00		0.00	
		As of Dec 31, 2005	20.00	19.50		3,979,330.00		390,000.00
30 H & B Intertex	A	Soft and Plush Toys	40.00	19.00	7,600,000.00	7,600,000.00	0.00	0.00
31 International Laboratories	A	Cosmetics	60.00	5.56	12,929,000.00	12,929,000.00	3,336,000.00	3,336,000.00
32 Guangdong XieZhong Cosmetics	# A	Cosmetics	US\$ 3.20	15.94	0.00		0.00	
		As of Dec 31, 2005	US\$ 3.20	15.94		14,729,400.00		0.00
(1US\$ = Baht 25.09 as of Dec 31, 1995) (1US\$ = Baht 37.98 as of Sept 11, 1997)								
33 Saha Sehwa	AC	Plastic Parts (Injection)	145.00	7.03	10,200,000.00	10,200,000.00	0.00	0.00
34 Top Trend Manufacturing	A	Plastic Packaging	60.00	18.00	10,800,000.00	10,800,000.00	2,700,000.00	2,700,000.00
35 Thai Gunze	A	Knit wear	180.00	16.00	28,800,000.00	28,800,000.00	4,320,000.00	6,624,000.00
36 T.U.C. Elastic	A	Elastic Bands	160.00	12.00	18,200,000.00	18,200,000.00	2,496,000.00	2,496,000.00
37 K. Commercial and Construction	A	Construction	50.00	19.50	34,084,104.13	34,084,104.13	975,000.00	1,950,000.00
38 Treasure Hill	AB	Golf Course	200.00	12.00	16,178,000.00	16,178,000.00	0.00	0.00
39 D F Inter	A	Made-to-Order Furniture	5.00	19.00	1,060,200.00	1,060,200.00	475,000.00	570,000.00
40 Thai Fujiya	A	Restaurant	30.00	13.33	7,789,400.00	7,789,400.00	0.00	0.00
41 First United Industry	A	Investment & Apartment Rent	40.00	9.12	3,646,800.00	3,646,800.00	547,020.00	547,020.00
42 Laem Cha-Bang Warehouse	A	Warehouse	5.00	19.00	1,013,650.00	1,013,650.00	0.00	0.00
43 Sahapat Properties	A	Real Estate Development	20.00	5.75	1,150,000.00	1,150,000.00	0.00	0.00
44 Sahapat Real Estate	A	Real Estate Development	250.00	19.90	49,750,000.00	49,750,000.00	0.00	0.00
45 K R S Logistics	A	Warehouse Management	10.00	15.50	1,550,000.00	1,550,000.00	310,000.00	310,000.00
46 Pan Land	A	Land Development	300.00	16.67	49,367,900.00	49,367,900.00	0.00	0.00
47 C.V.V. Hotel Business	AB	Hotel	44.00	19.61	10,219,584.00	10,219,584.00	0.00	0.00
48 United Utilities	A	Real Estate	20.00	18.33	3,511,502.82	3,511,502.82	0.00	0.00
49 Saha Daiichikosho	A	Karaoke	50.00	7.50	3,749,900.00	3,749,900.00	0.00	0.00
50 International Commercial Coordination (HK)	# A	Distributor	HKD 2.00	19.00	1,657,750.00	1,657,750.00	0.00	0.00
(1HKD = Baht 3.235 as of Dec 31, 1995) (1HKD = Baht 5.49 as of Feb 21, 2001)								
51 Saha Direction International	A	Cosmetics	10.00	6.00	0.00	450,000.00	0.00	0.00
52 Belle Maison (Thailand)	A	Catalog Sales Business	80.00	15.20	12,160,000.00	12,160,000.00	0.00	0.00
53 I & I (Itokin I.C.C.)	# A	Distributor	S\$ 2.00	19.00	6,696,550.00	6,696,550.00	0.00	0.00
(1S\$ = Baht 17.6225 as of Dec 31, 1995)								

## 10.1.2 General investments (continued)

Name of companies	Relation - ship	Type of Business	Registered capital (Million Baht)	( % ) Ratio of investment	Investment (Baht)		Dividend (Baht)		
					As of Dec 31, 2006	As of Dec 31, 2005	Jan - Dec 2006	Jan - Dec 2005	
54 Wien	A	Lingeries	10.00	9.00	900,000.00	900,000.00	495,000.00	450,000.00	
55 Better Way (Thailand)	A	Direct Sale	70.00	17.12	99,814,371.65	99,814,371.65	47,935,040.00	65,910,680.00	
56 E.P.F.	##	A	Distributor, Retailer	6.50	10.00	390,000.00	390,000.00	0.00	0.00
57 Kai I.T. Service	B	Assembling and selling computer	4.00	10.00	1,125,600.00	1,125,600.00	100,000.00	100,000.00	
58 Tiger Distribution & Logistics	AB	Distribution and logistics	10.00	19.90	4,992,399.12	4,992,399.12	995,000.00	696,500.00	
59 Saha Nam Textile	A	Elastic yarn, twisted and texturized yarn	36.00	5.00	1,557,000.00	1,557,000.00	180,000.00	180,000.00	
60 4 People Foods	##	A	Instant Noodles 4ME	200.00	14.00	18,249,000.00	18,249,000.00	0.00	0.00
61 Guangdong XieZhong Garment	#	A	Garment	US\$ 2.90	5.86	5,154,300.00	5,154,300.00	0.00	0.00
(1US\$ = Baht 25.09 as of Dec 31, 1995 ) (1US\$ = Baht 42.87 as of Mar 26, 2003)									
62 Hwato (Thailand)	AB	Retailer of medical equipment from china	3.00	10.00	0.00	300,000.00	0.00	0.00	
63 Sriracha Aviation	A	Maintenance services of airplane engines	33.00	6.06	2,000,000.00		0.00		
		As of Dec 31, 2005	33.00	9.09		3,000,000.00		0.00	
64 Waseda Education (Thailand)	A	Institute of Japanese Language and Cultural Studies	25.00	12.00	3,000,000.00	3,000,000.00	0.00	0.00	
65 FANCL (Thailand)	A	Distribution of cosmetics product and food supplement	10.00	15.00	1,500,000.00	1,500,000.00	0.00	0.00	
66 BSC Entertainment	A	Bowling entertainment center	174.00	18.75	41,594,600.77	41,594,600.77	0.00	0.00	
67 Morgan De Toi (Thailand)	AB	Distributor of men's and women's apparels and leather products under the brand "MORGAN"	25.00	12.00	3,000,000.00	3,000,000.00	0.00	0.00	
68 Thai Secom Pitakkij	A	Security	378.86	15.00	94,680,056.00		1,392,000.00		
		As of Dec 31, 2005	300.00	5.80		17,400,000.00		1,914,000.00	
69 Siam Samsung Life Insurance	- D	Life Insurance	500.00	8.00	0.00		0.00		
		As of Dec 31, 2005	500.00	8.00		52,000,000.00		0.00	
70 Thai Sun Foods	A	Producing and Trading Fruit Juice "Greenmate" and Distribution of "Homey" Biscuits	50.00	19.00	9,500,000.00		190,000.00		
		As of Dec 31, 2005	20.00	19.00		3,800,000.00		171,000.00	

## 10.1.2 General investments (continued)

Name of companies	Relation - ship	Type of Business	Registered capital (Million Baht)	( %) Ratio of investment	Investment (Baht)		Dividend (Baht)	
					As of Dec 31, 2006	As of Dec 31, 2005	Jan - Dec 2006	Jan - Dec 2005
71 U C C Ueshima Coffee (Thailand)	- D	UCC Coffee Shop and Wholesaler of Instant Coffee and Office Coffee As of Dec 31, 2005	15.00 15.00	10.00 10.00	0.00	1,500,000.00	0.00	0.00
72 Thai Takaya	A	Jean Trousers	30.00	10.00	3,000,000.00	3,000,000.00	0.00	300,000.00
73 Thai Nanasai	- D	Interior Design As of Dec 31, 2005	6.00 6.00	14.00 14.00	0.00	840,000.00	0.00	42,000.00
74 Otsuka Saha Asia Research	A	Consultant on production research and development As of Dec 31, 2005	80.00 30.00	16.33 10.00	13,066,600.00	3,000,000.00	0.00	0.00
75 K.T.Y. Industry	A	Yarn Spinning Products and Sub-Contractor	28.00	9.93	3,060,316.70	3,060,316.70	416,850.00	416,850.00
76 Ladprao Sport Plaza	A	Ice Skating Complex	30.00	6.00	1,800,000.00	1,800,000.00	0.00	0.00
77 Thai Monster	A	Knit Polo and T-Shirts Manufacture	20.00	5.00	1,000,000.00	1,000,000.00	150,000.00	250,000.00
78 Kenmin Foods (Thailand)	A	Rice Noodle Manufacture and Export	30.00	5.00	1,500,000.00	1,500,000.00	300,000.00	225,000.00
79 Siam DCM	A AB	To conduct Wholesale Trading and Logistics Business As of Dec 31, 2005	50.00 50.00	10.00 10.00	5,000,000.00	5,000,000.00	0.00	0.00
80 Thai Asahi Kasei Spandex	C	Producing spandex yarn As of Dec 31, 2005	700.00 520.00	4.00 4.00	28,000,000.00	20,800,000.00	0.00	0.00
81 Shiseido Professional (Thailand)	A	Beauty salon and spa including import and export of cosmetic products	70.00	15.00	10,500,000.00	10,500,000.00	375,551.03	178,500.00
82 Thai Bunka Fashion	A	Fashion institute under the widely - acclaimed curriculum of Bunka Fashion College, Japan	25.00	8.00	2,000,000.00	2,000,000.00	0.00	0.00
83 Five Stars Plus	A	Manufacture of leather coats for export	50.00	19.50	9,750,000.00	9,750,000.00	0.00	0.00
84 QB (Thailand)	A	To operate or to be franchiser of quick barber	25.00	17.00	4,250,000.00	4,250,000.00	0.00	0.00
85 Sriracha BSC Bowling	A	Bowling entertainment Center As of Dec 31, 2005	47.00 40.00	10.64 12.50	5,000,000.00	5,000,000.00	0.00	0.00

## 10.1.2 General investments (continued)

Name of companies	Relation - ship	Type of Business	Registered capital (Million Baht)	( % ) Ratio of investment	Investment (Baht)		Dividend (Baht)	
					As of Dec 31, 2006	As of Dec 31, 2005	Jan - Dec 2006	Jan - Dec 2005
86 MIT Pathana Homeshopping	A	TV Direct Sale	30.00	15.00	4,500,000.00	4,500,000.00	0.00	0.00
87 Dome Composites (Thailand)	A	Manufacture of carbon composite for racing car parts	50.00	7.50	3,750,000.00		0.00	
		As of Dec 31, 2005	20.00	7.50		1,500,000.00		0.00
88 Suncolor	A	Wholesale & Retail, Logistics	100.00	8.25	8,250,000.00	0.00	0.00	0.00
Total					1,003,703,002.87	952,472,904.33	107,091,795.03	128,615,450.00
Investment less than 5% (As of Dec 31, 2006 totalling 12 companies and Dec 31, 2005 totalling 11 companies)					73,846,950.00	73,546,950.00	8,970,470.36	3,765,561.21
Grand Total					1,077,549,952.87	1,026,019,854.33	116,062,265.39	132,381,011.21
(Less) Provision for loss from impairment of investment					(263,657,231.47)	(238,199,404.81)	0.00	0.00
General investments - Net					813,892,721.40	787,820,449.52	116,062,265.39	132,381,011.21

## Remarks : 1. Relationship

- A - Companies sharing management team
  - B - Guaranteed by the company
  - C - Loan given by the company
  - D - The company related in the previous quarter
2. # - Located in other countries
3. ## - Company with unpaid-capital: As of December 31, 2006 and 2005, the unpaid-capital shares of all these companies totalling Baht 10,011,000.00 and Baht 10,161,000.00, respectively

## 10.1.3 Investments in debt securities - related companies

Name of companies	Relation-ship	Years	Interest Rate	Amount (Baht)	
				As of Dec 31, 2006	As of Dec 31, 2005
Unsecured Debenture					
Saha Pathana inter - holding	A	5	5.5%	12,500,000.00	37,500,000.00
Siam Cement	B	4, 6	fixed 4.25%, 4.50%, 4.75% 7.75% (year1-4), Average deposit 12 months+2.00% (year 5-6)	0.00	250,000,000.00
Total investments in debt securities - related parties				12,500,000.00	287,500,000.00

Remarks : Relationship

A Companies sharing management team

B The company related in the previous quarter

## 10.2 Long - term investments - Other companies

## 10.2.1 Marketable securities consist of

Name of companies	As of Dec 31, 2006 (Baht)		As of Dec 31, 2005 (Baht)	
	Cost	Market Price	Cost	Market Price
1. Daidomon Group	1,254,756.00	0.00	1,254,756.00	894,385.60
2. President Bakery	13,950,000.00	34,410,000.00	7,750,000.00	23,715,000.00
3. Nation Multimedia Group	8,609,338.54	5,680,214.00	8,609,338.54	6,505,826.50
4. Wacoal Holdings Corp. (Japan)	124,001,955.19	108,284,395.53	124,001,955.19	123,282,091.72
Total	147,816,049.73	148,374,609.53	141,616,049.73	154,397,303.82

Remarks : As of December 31, 2006, the company has reserved the amount of Baht 1,254,756.00 for the provision for loss from impairment of investment in Daidomon Group Plc.

## 10.2.2 General investments - other companies

Name of companies	As of Dec 31, 2006		As of Dec 31, 2005	
	(%) Ratio of investment	Baht	(%) Ratio of investment	Baht
1. Thai Tohmado	10.00	1,000,000.00	10.00	1,000,000.00
2. Sun Lots Enterprise (Thailand)	3.08	4,000,000.00	3.08	4,000,000.00
3. Thai Flying Service	1.00	750,000.00	1.00	750,000.00
4. Great Lake Golf & Country Club	0.01	100,000.00	0.01	100,000.00
5. The Siam City factoring	2.83	5,100,000.00	2.83	5,100,000.00
6. Nuboon	5.74	2,010,000.00	5.74	2,010,000.00
7. Chanthaburi Country Club	0.17	2,000,000.00	0.17	2,000,000.00



## 10.2.2 General investments - other companies (continued)

Name of companies	As of Dec 31, 2006		As of Dec 31, 2005	
	(%) Ratio of investment	Baht	(%) Ratio of investment	Baht
8. Saha Seiren	0.58	4,500,000.00	0.58	4,500,000.00
9. Hiraiseimitsu (Thailand)	6.92	4,500,000.00	6.92	4,500,000.00
10. P.T. Mesapro International	9.00	1,814,256.00	9.00	1,814,256.00
11. Thai Herbal Products	2.25	1,800,000.00	2.25	1,800,000.00
12. Imperial Technology Management Service	0.71	6,250,000.00	0.78	6,250,000.00
13. P.T. Intermodo Apparelindo	7.50	1,517,400.00	7.50	1,517,400.00
14. Hashimoto (Thailand)	5.00	300,000.00	5.00	300,000.00
15. Thai flying Maintenance	15.00	300,000.00	15.00	300,000.00
16. Fairyland Department Store	10.62	15,930,000.00	10.62	15,930,000.00
17. Sompo Japan Insurance (Thailand)	6.00	18,000,000.00	6.00	18,000,000.00
18. Khon kaen Vithes Suksa	1.67	1,000,000.00	1.67	1,000,000.00
19. Udorn Panyavej Hospital	0.06	200,000.00	0.06	200,000.00
20. Muang-Ake Vista Golf Course	0.0625	150,000.00	0.0625	150,000.00
21. Thanara	5.00	3,000,000.00	5.00	3,000,000.00
22. Winstore	2.30	3,269,680.00	2.30	3,269,680.00
23. Saha Rattanakorn	12.50	22,500,000.00	12.50	22,500,000.00
24. Konica Minolta Photochem (Thailand)	5.00	1,750,000.00	5.00	1,750,000.00
25. Arcyber	1.25	5,789,125.00	1.25	5,950,375.00
26. Thai Otsuka Pharmaceutical	3.00	6,300,000.00	3.00	6,300,000.00
27. Dihon Pharmaceutical (Thailand)	7.50	450,000.00	7.50	450,000.00
28. Kyoshun	19.17	2,088,400.00	19.17	2,088,400.00
29. Daiso Sangyo (Thailand)	11.61	13,926,315.00	11.61	13,926,315.00
30. Southern Rubber	19.00	3,800,000.00	19.00	3,800,000.00
31. Saha Ubol Nakorn	19.00	8,750,000.00	19.00	8,750,000.00
32. SFM Holding	5.16	5,000,000.00	5.16	5,000,000.00
33. Value Added Textile	6.00	3,000,000.00	6.00	3,000,000.00
34. Torii Thai	0.00	0.00	5.00	250,000.00
35. Osoth Inter Laboratories	6.25	7,500,000.00	6.25	7,500,000.00

## 10.2.2 General investments - other companies (continued)

Name of companies	As of Dec 31, 2006		As of Dec 31, 2005	
	(%) Ratio of investment	Baht	(%) Ratio of investment	Baht
36. Thai Kamaya	8.00	8,000,000.00	8.00	8,000,000.00
37. Worldclass Rent a Car	17.76	67,500,000.00	17.76	67,500,000.00
38. Thai Samsung Electronics	3.71	15,491,517.67	3.71	15,491,517.67
39. The International Knitting Mills	5.63	3,000,000.00	0.00	0.00
40. Siam Samsung Life Insurance	8.00	52,000,000.00	0.00	0.00
41. U C C Ueshima Coffee (Thailand)	10.00	1,500,000.00	0.00	0.00
42. Thai Nanasai	14.00	840,000.00	0.00	0.00
43. Surin Cosmic Bowl	16.13	4,500,000.00	0.00	0.00
44. Siam Autobacs	12.53	5,000,000.00	0.00	0.00
Total		316,176,693.67		249,747,943.67
Less Provision for loss from impairment of investment		(129,076,031.00)		(115,721,425.00)
General investments - Net		187,100,662.67		134,026,518.67

## 10.2.3 Investments in debt securities - other companies

Name of companies	Years	Interest Rate	Amount (Baht)	
			As of Dec 31, 2006	As of Dec 31, 2005
Unsecured Debenture				
The Siam Pulp and Paper	5	6.50%	0.00	10,000,000.00
PTT	8	4.25% ( year 1-4 ) ,5.75% ( year 5-8 )	20,000,000.00	20,000,000.00
Krung Thai Bank	10	5.15% ( year 1-5 ) ,6.70% ( year 6-10 )	10,000,000.00	10,000,000.00
	10	4.60% ( year 1-5 ) ,6.00% ( year 6-10 )	50,000,000.00	50,000,000.00
Ratchaburi Electricity Generating	2 years 11 months	3.67%	5,833,500.00	9,166,700.00
	4 years 11 months	3.67% ( year 1 - 2 ) average MLR - 2.00% ( year 3 - 5 )	10,000,000.00	10,000,000.00
Ch.Karnchang	3	6.50%	20,000,000.00	20,000,000.00
Siam Cement	4	Fixed 4.25%	50,000,000.00	0.00
		Fixed 4.50%	100,000,000.00	0.00
		Fixed 4.75%	50,000,000.00	0.00
Total investments in debt securities - other companies			315,833,500.00	129,166,700.00

**11. Property, Plant and Equipment - net** consist of

(Unit : Baht)

<u>Cost</u> :	<u>Dec 31, 2005</u>	<u>Increase</u>	<u>Decrease</u>	<u>Dec 31, 2006</u>
Land	979,077,145.49	385,000,000.00	(2,337,000.00)	1,361,740,145.49
Buildings and Improvements	780,468,013.31	0.00	(18,122,075.00)	762,345,938.31
Office equipment and Vehicles	487,352,620.09	79,110,016.84	(6,454,281.71)	560,008,355.22
Furniture and Fixtures	300,104,798.81	87,152,727.94	0.00	387,257,526.75
<b>Total Property, Plant and Equipment</b>	<b>2,547,002,577.70</b>	<b>551,262,744.78</b>	<b>(26,913,356.71)</b>	<b>3,071,351,965.77</b>
<u>Accumulated Depreciation</u> :				
Buildings and Improvements	(382,415,551.00)	(41,022,495.45)	10,873,243.83	(412,564,802.62)
Office equipment and Vehicles	(376,388,947.40)	(55,891,041.42)	6,197,330.31	(426,082,658.51)
Furniture and Fixtures	(212,041,609.99)	(26,165,469.25)	0.00	(238,207,079.24)
<b>Total accumulated Depreciation</b>	<b>(970,846,108.39)</b>	<b>(123,079,006.12)</b>	<b>17,070,574.14</b>	<b>(1,076,854,540.37)</b>
<b>Net</b>	<b>1,576,156,469.31</b>	<b>428,183,738.66</b>	<b>(9,842,782.57)</b>	<b>1,994,497,425.40</b>
<u>Add</u> Leasehold - net	104,632,382.15	50,093,708.00	(9,585,466.13)	145,140,624.02
Trade mark - net	12,625,000.00	0.00	(1,500,000.00)	11,125,000.00
<b>Total Property, Plant and Equipment - net</b>	<b>1,693,413,851.46</b>	<b>478,277,446.66</b>	<b>(20,928,248.70)</b>	<b>2,150,763,049.42</b>
Depreciation and amortization for the year				134,164,472.25

	<u>Dec 31, 2006</u>	<u>Dec 31, 2005</u>
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Net book value of usable assets balance each at Baht 1.00

Cost	535,935,570.76	473,385,220.42
<u>Less</u> Accumulated Depreciation	(535,918,309.76)	(473,370,213.42)
Net cost	17,261.00	15,007.00
Number of items	17,261	15,007

Leasehold - net consist of

( Unit : Baht )

Leasehold	Number of Contract		Period (Year)		End of Contract (Year)		Cost		Net book value	
	Dec 31, 2006	Dec 31, 2005	Dec 31, 2006	Dec 31, 2005	Dec 31, 2006	Dec 31, 2005	Dec 31, 2006	Dec 31, 2005	Dec 31, 2006	Dec 31, 2005
Land	6	6	26-33	26-33	2015 - 2024	2015 - 2024	47,406,000.00	47,406,000.00	19,652,390.55	21,123,891.92
Building	6	6	23-33	23-33	2009 - 2020	2009 - 2020	37,108,000.00	37,108,000.00	18,125,146.90	19,541,281.81
Building space in the shopping center	11	10	20-33	20-33	2011 - 2031	2011 - 2027	167,564,142.88	117,470,434.88	107,363,086.57	63,967,208.42
Total	23	22					252,078,142.88	201,984,434.88	145,140,624.02	104,632,382.15

**12. Non-performed fixed assets - net**

	<u>Dec 31, 2005</u>	<u>Increase</u>	<u>Decrease (Disposal)</u>	<u>Dec 31, 2006</u>
Cost:				
Land	823,688,612.00	0.00	(19,830,813.00)	803,857,799.00
Infrastructure development cost	8,105,304.11	0.00	0.00	8,105,304.11
Buildings	24,168,327.50	0.00	0.00	24,168,327.50
Furniture and fixtures	5,743,918.24	0.00	0.00	5,743,918.24
Total	861,706,161.85	0.00	(19,830,813.00)	841,875,348.85
<u>Less</u> Accumulated depreciation	(31,181,810.92)	(936,966.12)	0.00	(32,118,777.04)
Balance	830,524,350.93	(936,966.12)	(19,830,813.00)	809,756,571.81
<u>Less</u> Provision for loss from impairment of assets	(189,950,586.23)	0.00	876,063.00	(189,074,523.23)
Non - performed fixed assets - net	640,573,764.70	(936,966.12)	(18,954,750.00)	620,682,048.58
Depreciation for the year				936,966.12

As of December 31, 2006 and 2005, the provision for loss from impairment of the non-performed fixed assets has been completely recorded.

**13. Land under to buy and to sell contracts**

	<u>December 31, 2006</u>	<u>December 31, 2005</u>
	<u>Baht</u>	<u>Baht</u>
Land - North Park Project	69,828,000.00	69,828,000.00
<u>Less</u> Provision for loss from impairment of asset	<u>(15,870,000.00)</u>	<u>(15,870,000.00)</u>
Land under to buy and to sell contracts	<u><u>53,958,000.00</u></u>	<u><u>53,958,000.00</u></u>

The company had entered into an agreement with North Park Real Estate Co., Ltd. to buy a plot of land on Viphavadee Rungsit Road covering the area of 2 rai, 2 ngarn and 58 square wah land. Payment of land has already been made in full amount of Baht 69,828,000.00. At present, the ownership of land has not yet been transferred due to no construction of buildings being started in compliance with the land transfer condition as specified in the contract.

As of March 31, 2002, the land price was estimated at the appraisal value assessed by the Land Department at the total amount of Baht 53,958,000.00 resulting to the loss from impairment of asset amounting to Baht 15,870,000.00. Such loss was recorded in the statement of income for the year 2002.

**14. Overdrafts and short - term loans from financial institutions**

As of December 31, 2006, the Company has overdraft lines from 11 domestic commercial banks totalling Baht 216.00 million at interest rates ranging from MOR to MOR - 3.50%. Four trust receipt lines amounted Baht 189.25 million and US\$ 1.00 million, 8 short - term local loan lines amounting Baht 1,170.17 million, letter of guarantee lines amounting Baht 308.00 million, and forward lines amounting US\$ 4.50 million and Yen 25.00 million. All these credit lines gained without collateral or personal guarantee.

As of December 31, 2005, the Company has overdraft lines from 10 domestic commercial banks totalling Baht 201.00 million at interest rates ranging from MOR to MOR - 3.50%. Four trust receipt lines amounted Baht 89.25 million and US\$ 1.00 million, 7 short - term local loan lines amounting Baht 866.50 million, an overseas loan line US\$ 10.00 million, letter of guarantee lines amounting Baht 308.00 million, and forward lines amounting US\$ 4.50 million and Yen 25.00 million. All these credit lines gained without collateral or personal guarantee.

**15. Dividend**

According to the 41th General Shareowners' Meeting 2006 held on April 24, 2006, a resolution was passed to pay dividend for the 2005 business operation at Baht 1.00 per share totalling 290,633,730 shares for the amount Baht 290,633,730.00. Payment to shareowners was made on May 23, 2006.

According to the 40th General Shareowners' Meeting 2005 held on April 25, 2005, a resolution was passed to pay dividend for the 2004 business operation at Baht 1.00 per share totalling 287,937,730 shares ( less 2,696,000 treasury stocks ) for the amount Baht 287,937,730.00. Payment to shareowners was made on May 24, 2005.

## **16. Statutory Reserve**

The statutory reserve as of December 31, 2006 and 2005 amounted Baht 50,000,000.00 representing 10% of registered capital. This reserve was conducted in compliance with the Public Limited Company Act and cannot be appropriated for dividends.

## **17. Treasury stock**

According to the resolution of the Board of Directors' Meeting held on August 22, 2002, a share repurchase for financial management of the excess cash flow was approved. The number of shares repurchased was not exceeded 2,900,000 shares representing not over 9.98% of the total shares sold at the maximum amount for the share repurchase not exceeding Baht 610 million. The repurchase period from the Stock Exchange of Thailand will start from September 16, 2002 to March 15, 2003 while the period for the resale of shares shall be done after 6 months from the completion date of share repurchase but not later than 3 years.

The treasury stock held by the company shall not be counted as a part of a quorum in the shareowners' meeting and shall not be eligible to vote and receive dividend.

In the event the repurchased shares cannot be disposed of within the determined period starting from the share repurchase date, and when the due date has passed, the company shall reduce its paid-up capital by writing - off the remaining unsold repurchase shares.

As of December 31, 2005, the company has 272,200 treasury stocks at the total amount of Baht 6,182,480.90. The remaining reserve for the treasury stocks amounted Baht 6,182,480.90 as being directed by the Government Administrative Legal Counsel and Federation of Accounting Professions in the Section No.66/1(2).

As of March 31, 2006, the company has disposed of all treasury stocks within the due date and reversed the whole amount of the designated reserve for the treasury stocks.

## **18. Provident Fund**

The Company and employees have jointly set up a Provident Fund according to the Provident Fund Act of 1987 on June 3, 1996 with the registration No.41/2539. The Company has authorized a certified fund manager to manage the Fund by withholding from the employees' payroll and Company contributions. Employees will receive their eligible portions upon legitimate separation from the Company.

## **19. Directors' Remuneration Policy**

According to the 41th General Shareowners' Meeting 2006 held on April 24, 2006, remuneration for directors who have worked with their full efforts has been determined to be paid within the amount not exceeding Baht 20 million per annum. This excludes compensations or benefits that directors are entitled to receive as being employees of the company. The allocation shall be managed under the responsibility of the Remuneration Committee and shall be in effect every year until any further change. This transaction has been recorded in the expense category.

## **20. Commitment and contingent liabilities**

20.1 As of December 31, 2006 and 2005, the Company has been obliged to provide bank guarantees to government agencies and a private company totalling Baht 5,674,000.00 and Baht 5,675,700.00, respectively.

20.2 As of December 31, 2006 and 2005, the company was obliged for payment of the rental according to the leasehold of land, commercial building and space in the shopping center as stated in the Notes to the Financial Statement No.11. According to these long-term lease contracts, the total amount of rental payment throughout the contract period are Baht 38,502,775.76 and Baht 40,401,483.05, respectively.

20.3 In 2006 the company was obliged to pay the remuneration fee for hiring a related company to supervise and manage a warehouse situated at Chongnonsee Subdistrict, Yannawa District, at the total amount of Baht 1.126 million per month.

20.4 As of December 31, 2005, the company was obliged to pay space leasehold in Siam Paragon Shopping Center to the Siam Paragon Development Co.,Ltd. at the amount of Baht 34.45 million. And on January 31, 2006 the leasehold registration has been made and the whole outstanding amount of the leasehold has also been paid.

20.5 As of December 31, 2006, the company has contingent liabilities incurred by the Customs Department to restore the money used from tax cards totalling Baht 3,179,791.02 plus interest. The company has already filed a petition to the Supreme Court and expected to win the case, as every step of transaction has been done in correct and honest process. For this reason the company has not reserved any of this debt in the accounting book.

20.6 In March 2006, the company has been filed by Mr.Thanakarn Pho - on as the second defendant together with La Chemise Lacoste and its group as the first defendant against the civil suit on wrongful act and has been claimed for compensation at the total amount of Baht 17.00 million plus interest. The company has already submitted the statement of fact to fight the case in the court and expected to win the case as the company was only the distributor of its products with no involvement in such wrongful act as being filed. For this reason, the company has not reserved any of this debt in the accounting book.

## **21. Transactions in Business - related parties**

21.1 The Company has a number of transactions related to assets, liabilities, revenues and expenses of related parties with joint shareowners and/or joint directors. Therefore, these financial statements have incorporated such transactions based on normal practice of pricing policy applied to other clients. Details are as follow :

## 21.1 Transactions in Business-related parties as of December 31, 2006 and 2005

(Unit : Baht)

No.	Name of companies	Relation-ship	December 31, 2006				December 31, 2005		
			Accounts receivable and Accrued revenue	Accounts payable and Accrued expenses	Purchase of property, plant and equipment/ Leasehold	Selling of property, plant and equipment/ Leasehold	Accounts receivable and Accrued revenue	Accounts payable and Accrued expenses	Purchase of property, plant and equipment/ Leasehold
1	Textile Prestige	A	0.00	1,694,013.30	0.00	0.00	0.00	1,328,441.71	0.00
2	Thai Wacoal	A	131,531.90	453,888,298.22	0.00	0.00	175,086.01	417,896,844.18	0.00
3	Thanulux	A	193,594.11	221,302,250.81	0.00	0.00	585,991.05	252,720,984.70	0.00
4	People's Garment	A	288,635.63	224,434,500.71	0.00	0.00	405,304.95	194,646,315.88	0.00
5	Far East DDB	A	0.00	11,412,792.28	0.00	0.00	0.00	16,996,501.11	0.00
6	Sahapathanapibul	A	10,544,239.35	30,471,269.98	1,198,683.50	0.00	8,139,269.44	4,023,488.41	0.00
7	Saha Pathana Inter-holding	A	316,438.35	160,500.00	0.00	0.00	1,035,853.26	160,500.00	0.00
8	S & J International Enterprises	A	9,913,349.35	1,616,193.15	0.00	0.00	2,771,927.08	2,962,706.13	0.00
9	Bangkok Nylon	A	0.00	424,144.52	0.00	0.00	0.00	2,089,111.87	0.00
10	Champ Ace	A	90,233.98	42,177,354.04	0.00	0.00	140,191.40	37,726,083.36	0.00
11	Lion Corporation (Thailand)	A	4,210,698.33	153,602,246.81	0.00	0.00	6,782,570.59	137,745,177.03	0.00
12	Saha Sehwa	AC	11,469,999.98	0.00	0.00	0.00	29,244,999.98	0.00	0.00
13	International Laboratories	A	1,239,926.03	157,539,206.91	0.00	0.00	5,065,114.48	125,767,003.31	0.00
14	Siam DCM	A	1,713,067.06	0.00	0.00	0.00	1,817,566.34	0.00	0.00
15	Suncolor	A	786,383.53	3,417,920.69	63,000.00	0.00	0.00	0.00	0.00
16	INTERNATIONAL COMMERCIAL COORDINATION (HONG KONG)(ICCHK)	A	6,876,642.60	0.00	0.00	0.00	4,703,429.69	0.00	0.00
17	International Commercial Coordination	A	0.00	17,694,229.73	0.00	0.00	0.00	13,139,271.94	0.00
18	Kai I.T. Service	B	0.00	4,368,653.78	20,278,111.63	0.00	3,707.55	4,695,590.76	15,962,885.07
19	Can	AB	5,400,427.49	0.00	0.00	0.00	8,585,187.13	0.00	0.00
20	Koraj Wattana	A	9,318,685.61	0.00	0.00	0.00	6,680,937.54	0.00	0.00
21	Sun and Sand	A	5,046,895.90	0.00	0.00	0.00	6,985,449.79	0.00	0.00
22	D F Inter	A	22,777,140.60	93,625.00	0.00	0.00	4,727.26	110,745.00	0.00
23	The Mall Ratchasima	A	30,498,299.89	7,722.80	0.00	0.00	29,374,241.71	0.00	0.00
24	Thai Gunze	A	7,152.61	14,096,946.25	0.00	0.00	30,401.25	13,609,221.39	0.00
25	Tiger Distribution & Logistics	AB	27,832.25	5,889,713.45	0.00	0.00	27,000.00	4,733,293.09	0.00
26	Paknumpo Wattana	A	3,717,963.83	0.00	0.00	0.00	2,778,264.35	0.00	0.00
27	Maharachapreuk	A	2,861,012.35	0.00	0.00	0.00	3,663,919.77	0.00	0.00
28	Sukhatasana	B	0.00	15,619,838.00	2,668,329.66	0.00	0.00	27,867,624.49	423,353.01
29	Thai Itokin	AB	798,264.72	30,170,991.69	0.00	0.00	121,917.63	(3,903,561.04)	0.00
30	Intersouth	A	6,834,208.15	0.00	0.00	0.00	9,245,224.30	0.00	0.00
31	Intanin Chiangmai	A	7,464,427.81	0.00	0.00	0.00	6,194,040.04	0.00	0.00
32	Eastern I.C.C.	A	4,744,678.94	0.00	0.00	0.00	5,862,954.28	0.00	0.00
33	Raja Uchino	AB	2,028,314.60	30,446,289.71	0.00	21,130,235.00	1,354,367.08	28,723,224.95	0.00
34	Thai Arusu	A	472,827.04	62,745,720.50	61,313,400.94	0.00	6,020.66	54,197,213.55	41,486,957.97
35	Pattaya Manufacturing	A	1,027,015.51	61,084,108.73	0.00	0.00	1,164,027.06	68,880,059.50	0.00
36	Saha Asia Pacific	AC	0.00	4,589,270.48	0.00	0.00	0.00	5,315,196.42	0.00
37	E.P.F.	A	1,039,158.79	0.00	0.00	0.00	373,549.18	0.00	0.00
38	H & B Intertex	A	275,153.47	25,090,539.55	0.00	0.00	469,817.45	26,250,160.06	0.00
39	Total Way Image	A	0.00	22,357,676.68	0.00	0.00	0.00	17,935,603.14	0.00



## 21.1 Transactions in Business-related parties as of December 31, 2006 and 2005 (continued)

(Unit : Baht)

No.	Name of companies	Relation- ship	December 31, 2006				December 31, 2005		
			Accounts receivable and Accrued revenue	Accounts payable and Accrued expenses	Purchase of property, plant and equipment/ Leasehold	Selling of property, plant and equipment/ Leasehold	Accounts receivable and Accrued revenue	Accounts payable and Accrued expenses	Purchase of property, plant and equipment/ Leasehold
40	International Leather Fashion	A	108,883.96	30,880,114.48	0.00	0.00	157,519.68	30,460,356.39	0.00
41	Thai Monster	A	0.00	5,883,789.10	0.00	0.00	0.00	8,017,945.91	0.00
42	Siam Cement	D	0.00	0.00	0.00	0.00	2,410,273.94	0.00	0.00
Total			152,223,083.72	1,633,159,921.35	85,521,525.73	21,130,235.00	146,360,851.92	1,494,095,103.24	57,873,196.05
39 companies having related transaction less than Baht 1 million per each company			1,734,830.32	2,812,173.39	305,283.48	0.00	2,117,333.96	1,825,230.82	306,841.00
Grand Total			153,957,914.04	1,635,972,094.74	85,826,809.21	21,130,235.00	148,478,185.88	1,495,920,334.06	58,180,037.05

## Remarks : Relationship

- A - Companies sharing management team
- B - Guaranteed by the company
- C - Loan given by the company
- D - The company related in the previous quarter

## 21.1 Transactions in Business-related parties as of January – December 2006 and 2005

(Unit : Baht)

No.	Name of companies	Relation-ship	January - December 2006				January - December 2005			
			Sales revenue	Incomes	Purchases of goods	Expenses	Sales revenue	Incomes	Purchases of goods	Expenses
1	Textile Prestige	A	0.00	9,572,910.60	8,976,520.00	0.00	0.00	9,009,376.00	6,725,357.73	0.00
2	Thai President Foods	A	0.00	6,662,425.00	0.00	0.00	0.00	4,412,775.00	0.00	0.00
3	Thai Wacoal	A	5,250.00	6,604,073.55	2,319,535,524.51	10,113,932.17	0.00	6,234,555.52	2,229,818,865.22	9,113,018.00
4	Thanulux	A	0.00	16,080,851.48	1,189,785,399.75	7,968,686.44	0.00	13,757,895.76	1,160,920,653.90	6,921,611.02
5	Boutique Newcity	A	0.00	598,627.67	0.00	1,247,907.50	0.00	900,879.86	(25,045.23)	3,383,260.00
6	People's Garment	A	0.00	5,911,570.20	968,002,553.88	2,554,270.14	0.00	2,744,736.93	910,438,108.42	718,997.23
7	Far East DDB	A	0.00	3,989,000.00	0.00	145,401,570.86	0.00	3,989,000.00	0.00	105,652,422.79
8	Sahapathanapibul	A	42,344,695.59	18,640,765.16	206,182,965.16	6,737,448.34	48,336,145.84	10,868,791.07	13,956,198.78	6,508,867.07
9	Saha Pathana Inter-holding	A	35,943.73	12,694,639.52	0.00	11,548,303.88	28,085.23	13,868,212.23	0.00	9,020,024.17
10	S & J International Enterprises	A	36,712,689.36	9,604,165.13	11,292,203.82	1,180,641.84	5,520,749.72	9,328,308.29	13,643,701.47	2,251,200.38
11	O.C.C.	A	0.00	6,588,524.10	55,855.24	0.00	26,820.00	5,408,920.19	(80,806.62)	500.00
12	Bangkok Nylon	A	0.00	0.00	4,991,944.69	0.00	0.00	37,500.00	7,557,696.84	0.00
13	Sahacogen (Chonburi)	A	0.00	19,886,592.00	0.00	0.00	0.00	27,344,064.00	0.00	0.00
14	Amata (Vietnam)	A	0.00	2,085,480.36	0.00	0.00	0.00	457,711.21	0.00	0.00
15	Champ Ace	A	19,464.30	5,710,957.30	289,785,689.13	1,220,138.19	0.00	5,822,211.13	278,721,020.91	2,249,111.38
16	Thai Arai	A	0.00	4,063,500.00	0.00	0.00	0.00	2,709,000.00	0.00	0.00
17	Bangkok Tokyo Socks	A	0.00	200,000.00	4,793,483.10	0.00	0.00	200,000.00	2,440,651.50	0.00
18	First United Industry	A	0.00	787,020.00	0.00	243,315.00	0.00	787,020.00	0.00	1,341,945.00
19	Monten (Thailand)	A	0.00	2,883,157.34	32,700.00	0.00	0.00	2,509,926.64	0.00	0.00
20	Monten Asia Polymer Products	A	0.00	1,872,000.00	0.00	0.00	0.00	1,872,000.00	0.00	0.00
21	Lion Corporation (Thailand)	A	0.00	17,187,990.36	765,593,637.38	3,763,288.08	45,273.06	26,355,860.00	666,828,374.39	1,479,725.97
22	Saha Sehwa	AC	0.00	1,109,688.35	0.00	0.00	0.00	1,259,616.44	0.00	0.00
23	International Laboratories	A	0.00	25,231,778.69	754,740,917.15	28,304,550.70	124,961.62	19,833,231.35	677,994,714.47	22,594,786.46
24	Thai Hoover Industry	A	0.00	2,564,100.00	0.00	1,100,000.00	0.00	2,564,100.00	0.00	1,750,000.00
25	K R S Logistics	A	196,858.86	310,000.00	0.00	15,949,512.70	154,992.62	310,000.00	0.00	16,235,435.00
26	Thai Q.P.	AB	0.00	2,169,600.00	0.00	136,196.26	0.00	1,953,600.00	0.00	0.00
27	Siam DCM	A	5,048,163.68	0.00	0.00	0.00	5,499,672.87	0.00	0.00	0.00
28	Suncolor	A	24,318,396.77	1,551,009.84	62,735,003.13	768,329.53	0.00	0.00	0.00	0.00
29	INTERNATIONAL COMMERCIAL COORDINATION (HONG KONG)(ICCHK)	A	6,964,919.00	0.00	0.00	0.00	2,482,191.19	0.00	0.00	0.00
30	International Commercial Coordination	A	0.00	90,000.00	92,899,506.71	2,142,944.87	0.00	60,000.00	115,944,478.37	2,458,466.51
31	Kai I.T. Service	B	0.00	521,208.21	0.00	12,316,808.62	1,312.43	464,216.03	0.00	8,743,112.17
32	K. Commercial and Construction	A	0.00	975,000.00	0.00	180,000.00	0.00	1,950,000.00	0.00	24,000.00
33	Can	AB	20,888,052.88	15,019.28	0.00	77,287.38	54,205,716.58	5,000.02	0.00	104,174.27
34	Koraj Wattana	A	26,716,485.80	0.00	0.00	1,467,632.45	23,946,557.42	0.00	0.00	1,320,401.69
35	Sun and Sand	A	33,597,222.60	7,690.00	0.00	1,807,061.77	47,151,036.69	0.00	0.00	1,789,296.05
36	Silver Rain	B	0.00	8,137.02	0.00	7,080,578.91	0.00	7,500.03	0.00	6,420,000.00
37	D F Inter	A	38,383,122.63	2,402,686.33	0.00	316,500.00	0.00	2,241,179.49	0.00	117,700.00
38	The Mall Ratchasima	A	115,297,770.93	1,800,000.00	0.00	27,360.04	108,025,887.76	0.00	0.00	34,010.21
39	Thai Gunze	A	0.00	4,656,704.91	61,990,599.68	6,575.12	0.00	6,929,279.57	57,021,968.80	74,005.79
40	Tiger Distribution & Logistics	AB	15,118.40	13,312,229.82	0.00	51,872,560.69	873.06	10,904,841.56	0.00	38,581,913.47
41	Thai Cubic Technology	AB	0.00	753,616.92	0.00	0.00	0.00	2,311,962.86	0.00	0.00
42	Thai Takeda Lace	AB	0.00	2,508,112.15	0.00	0.00	0.00	2,586,000.00	0.00	0.00
43	Better Way (Thailand)	A	99,508.00	47,935,040.00	0.00	0.00	97,838.00	65,910,680.00	0.00	0.00
44	Belle Mason (Thailand)	A	264,604.40	2,065,408.96	52,336.45	549,346.17	(17,888.90)	1,966,536.46	(3,728.97)	259,620.29
45	Paknumpo Wattana	A	13,393,549.89	130,193.01	0.00	330,959.36	14,024,757.19	120,000.00	0.00	282,975.47
46	Maharachapreuk	A	14,972,180.31	130,000.00	0.00	602,847.80	18,409,019.04	120,000.00	0.00	353,209.78
47	Rajchasrima Shopping Complex	A	0.00	1,844,640.00	0.00	370,037.61	0.00	0.00	0.00	438,361.95
48	Sukhatasana	B	0.00	23,845.27	13,300.00	66,645,336.44	0.00	23,474.98	0.00	64,265,755.14
49	Thai Itokin	AB	1,023,373.00	3,311,526.68	161,795,891.09	23,603,964.32	0.00	4,211,975.68	172,179,832.49	10,642,972.80
50	Intersouth	A	55,503,172.93	621.79	0.00	1,518,862.18	128,981,118.34	0.00	0.00	1,787,909.77
51	Intanin Chiangmai	A	31,007,422.57	0.00	0.00	2,595,269.59	51,013,990.46	0.00	0.00	2,900,581.45
52	Eastern I.C.C.	A	40,531,412.52	1,520.69	0.00	1,799,883.80	26,630,633.91	0.00	0.00	1,145,579.09
53	Raja Uchino	AB	0.00	17,531,033.25	72,351,944.99	367,281.19	110,213.04	5,867,835.70	67,823,844.04	352,796.11

No.	Name of companies	Relation-ship	January - December 2006				January - December 2005			
			Sales revenue	Incomes	Purchases of goods	Expenses	Sales revenue	Incomes	Purchases of goods	Expenses
54	Thai Arusu	A	739,701.11	1,850,788.00	2,093,820.00	135,493,593.00	4,646.61	1,731,224.55	112,574.00	102,526,806.09
55	Thai Secom Pitakkij	A	0.00	1,392,000.00	0.00	1,155,527.00	0.00	1,914,000.00	0.00	841,082.00
56	Thai Shikibo	A	0.00	3,664,462.83	0.00	0.00	0.00	3,640,700.00	0.00	0.00
57	MIT Pathana Homeshopping	A	84,012.18	1,409,872.47	0.00	0.00	0.00	0.00	0.00	0.00
58	Grand Star Industry	A	0.00	2,763,952.76	0.00	10,087.19	0.00	2,780,794.26	0.00	12,831.70
59	Thai Janome	A	0.00	4,744,960.00	0.00	0.00	0.00	3,414,400.00	0.00	0.00
60	Pattaya Manufacturing	A	0.00	12,501,385.52	453,097,001.42	258,855.35	0.00	10,045,220.75	390,662,374.27	1,405,210.32
61	SSDC (Tigertex)	A	0.00	2,261,232.06	0.00	0.00	0.00	130,249.89	0.00	0.00
62	Thai Nanasai	D	0.00	0.00	0.00	0.00	0.00	42,000.00	0.00	1,292,035.00
63	Saha Direction International	D	17,692.27	1,319,273.44	(156.74)	0.00	63,874.04	1,213,770.00	1,293.65	0.00
64	Saha Asia Pacific	AC	0.00	3,766,952.05	30,213,436.86	648,663.27	0.00	0.00	22,631,102.25	0.00
65	E.P.F.	A	5,073,320.15	0.00	0.00	0.00	349,111.38	2,999,999.99	0.00	0.00
66	H & B Intertex	A	7,609.19	5,447,645.78	84,005,514.93	442,339.64	84,188.67	7,872,358.50	90,418,840.04	323,191.52
67	Total Way Image	A	0.00	700,000.00	109,881,944.13	13,346.00	0.00	700,000.00	97,460,826.54	0.00
68	International Leather Fashion	A	0.00	1,526,078.18	173,988,039.20	510,173.42	0.00	907,514.02	148,263,706.40	637,975.36
69	Thai Takaya	A	0.00	93.46	1,227,180.00	5,450.00	(31,120.20)	300,000.00	0.00	0.00
70	Thai Monster	A	0.00	150,000.00	30,704,718.63	190,652.44	0.00	250,000.00	26,841,072.49	192,178.56
71	Shaldan (Thailand)	AB	120,605.75	0.00	2,113,642.74	45,296.88	(55,662.15)	0.00	199,223.54	0.00
72	Top Trend Manufacturing	A	0.00	2,700,000.00	240,855.00	0.00	11,041.55	2,700,000.00	0.00	0.00
73	T.U.C. Elastic	A	0.00	2,496,000.00	0.00	0.00	0.00	2,496,000.00	0.00	0.00
74	Thai Staflex	A	0.00	1,200,112.15	0.00	0.00	0.00	1,200,000.00	0.00	0.00
75	Thai Asahi Kasei Spandex	C	0.00	1,128,428.51	0.00	0.00	0.00	712,784.68	0.00	0.00
76	Thai Sports Garment	A	0.00	600,000.00	0.00	0.00	0.00	3,600,000.00	0.00	0.00
77	Shiseido Professional (Thailand)	A	0.00	6,515,196.39	0.00	0.00	0.00	178,500.00	0.00	0.00
78	Siam Cement	D	0.00	0.00	0.00	0.00	110,000.00	11,709,931.64	0.00	0.00
79	Vira Law Office	A	0.00	206,230.38	0.00	4,929,820.00	0.00	244,936.21	0.00	4,538,892.00
	Total		513,382,318.80	342,929,324.92	7,863,173,972.03	557,620,994.13	535,336,037.07	341,004,158.49	7,158,496,899.69	443,087,949.03
	25 companies having related transaction less than Baht 1 million per each company		19,582.49	3,443,045.33	1,083,005.84	504,910.24	168,849.81	3,596,022.42	1,288,335.47	800,071.66
	Grand Total		513,401,901.29	346,372,370.25	7,864,256,977.87	558,125,904.37	535,504,886.88	344,600,180.91	7,159,785,235.16	443,888,020.69

## Remarks : 1. Relationship

- A - Companies sharing management team
- B - Guaranteed by the company
- C - Loan given by the company
- D - The company related in the previous quarter

( Unit : Millions Baht )

## 2. Incomes from related business consist of

	2006	2005
Dividend income	216.87	227.54
Interest income	7.07	19.32
Rental income	37.22	32.10
Gain from disposal of property	11.54	0.00
Other incomes	73.67	65.64
Total	<b>346.37</b>	<b>344.60</b>

## 3. Expenses in related business consist of

	2006	2005
Display supplies	135.21	118.58
Advertising expenses	203.65	144.88
Warehouse management fee	42.33	23.06
Sale expenses	67.73	56.57
Packaging supplies	19.12	18.62
Other expenses	90.09	82.18
Total	<b>558.13</b>	<b>443.89</b>

21.2 The company has not submitted for an approval from the General Shareowners in 2006 and 2005 to allocate the loan and guarantee to the related parties. This was due to the fact that an approval shall be submitted to the Board of Director's Meeting from time to time or to the General Shareowners, depending on the amount of the transaction, ( this practice was change in accordance with the announcement by the Board of the Stock Exchange of Thailand on the disclosure of information and business operations of the listed companies in connection with the related transaction in the year 2003).

As of December 31, 2006 and 2005, the Company's total amount of loans and guarantees are as follows:

Type of business	Loans				Guarantee line (B)						
	Number of Company		Millions Baht		Rate of guarantee annual fee	Number of Company		Dec 31, 2006		Dec 31, 2005	
	Dec 31, 2006	Dec 31, 2005	Dec 31, 2006	Dec 31, 2005		Dec 31, 2006	Dec 31, 2005	Millions		Millions	
								Baht	US\$	Baht	US\$
Business-related parties	2	3	13.741	14.781	0.50, 0.25	10	10	150.205	0.000	190.205	0.000
Joint-venture companies	3	3	94.333	109.800	(A) -	8	9	182.582	0.006	202.011	0.006
Total	5	6	108.074	124.581		18	19	332.787	0.006	392.216	0.006

Remarks : (A) According to joint-venture agreement, each group of shareowners has committed to guarantee the joint-venture companies in proportion of the shares being held. No fee is charged for this transaction as long as it has not been charged by the oversea shareowners.

(B) As of December 31, 2006 and 2005, the back guarantee by the Thai investors in accordance with Thai investment proportion, amounted Baht 96.972 million.

## 22. Segment Information

As the Company has run a business as a distributor of fashion - oriented consumer products with export value less than 10 percent of the total sales, so it was deemed no significance to disclose any segment information on this matter.

## 23. Financial Instruments

### 23.1 Risk Management

The company has no policy to speculate in or trade in any monetary transaction.

### 23.2 Interest Rate Risk

The interest rate risk arises from the fluctuation of the market rate which has affected business performance and cash flow. Hence the company's financial data mostly bear the interest rate adjusted according to the market interest rate.

### 23.3 Foreign Currency Risk

Due to the very small number of foreign trade debtors and creditors, the company then has not entered into the forward exchange contracts for hedging such exchange risk as the risk is immaterial.

### 23.4 Credit risk

Due to the cautious policy in providing credit facilities with strictly-controlled debt follow up and most of the debtors have long time dealt with the company, so no significant loss from debt collection is expected. As of December 31, 2006 and 2005, the company has reserved the doubtful accounts amounting to Baht 86.58 million and Baht 92.81 million equivalent to 3.68% and 4.31% of accounts and notes receivable respectively. Consequently, the contingent credit risk has already been reserved.

### 23.5 Fair value

Financial instruments held to maturity in the normal course of business are recorded at cost or at the amount of payment at call as appropriate.

Fair value is the amount for which an asset could be exchanged, or a liability settled between knowledgeable, willing parties under independent negotiation and non-related business.

The company uses the following methods and assumptions in estimate the fair value of each significant class of financial instruments :

- Cash and Cash equivalents, current investment, loans to related parties, accounts receivable and accounts payable including other debtors and creditors.

The value stated in the balance sheet is close to the fair value due to the short term period of payment and payment receivable.

- Investment in securities

The fair value of investments in marketable securities is the current quoted market prices. While the reasonable estimation of fair value in the investments in non-marketable securities has been calculated on the net asset of such investments, of which its value is close to the one stated in the company's balance sheet.

- Investment in debt securities

The fair value is estimated by the present value method based on the present interest rate for the financial asset at nearly the same maturity date.

Followings are the carrying value stated in the financial statements and estimated net fair values of significant financial assets held on December 31, 2006 and 2005 :

	December 31, 2006		Baht	December 31, 2005	
	Amount shown in the Balance Sheets	Fair value		Amount shown in the Balance Sheets	Fair value
Investment in debt- securities	328,333,500.00	321,576,205.74		416,666,700.00	411,429,639.85

#### 24. Approval of financial statements

The financial statements have been approved to be issued by the Executive Board on February 9, 2007.

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Certified correct.

.....Director .....Director