

I.C.C. INTERNATIONAL PUBLIC COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
AS OF JUNE 30, 2008 (UNAUDITED / REVIEWED)
AND DECEMBER 31, 2007 (AUDITED)

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 Expenses on employee for the six - month period ended June 30, 2008 and 2007 totalled Baht 786.18 million and Baht 824.93 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.

2.1 The revised Accounting Standards are adopted for the financial statements beginning on or after January 1, 2007 as follows:

No. 44 "Consolidated Financial Statements and Separate Financial Statements" (revised 2007)

No. 45 "Investments in Associates" (revised 2007)

No. 46 "Interests in Joint Ventures" (revised 2007)

The Company has no transactions relating to those three Accounting Standards.

2.2 The revised Accounting Standards are adopted for the financial statements beginning on or after January 1, 2008 as follows:

No. 25 "Cash Flows Statements" (revised 2007)

No. 29 "Leases" (revised 2007)

No. 31 "Inventories" (revised 2007)

No. 33 "Borrowing Costs" (revised 2007)

No. 35 "Presentation of Financial Statements" (revised 2007)

No. 39 "Accounting Policies, Changes in Accounting Estimates and Fundamental Errors" (revised 2007)

No. 41 "Interim Financial Reporting" (revised 2007)

No. 43 "Business Combinations" (revised 2007)

No. 49 "Construction Contracts" (revised 2007)

No. 51 "Intangible assets"

The Company has adopted the said Accounting Standards for the related transactions which is not materially affected to the Company's financial statements.

3. Summary of significant accounting policies

3.1 Income and expense

Revenues from sales is recognized when goods is delivered after deduction 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 is 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
Cash register	1	year

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

3.7 Trade mark has been written off by using the Straight-Line Method for the period of 10 years.

3.8 Leasehold has been written off by using the Straight-Line Method according to the lease period.

3.9 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.

3.10 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 is converted into Thai Baht, corresponding to the selling and buying average exchange rate of commercial bank in accordance with the announcement of Bank of Thailand as of the date thereof.

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

3.11 Income tax

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

3.12 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 with the net weighted average number of common shares issued during the period.

No diluted earning per share for the three - month period ended March 31, 2008 and 2007 is presented as the Company has no equivalent common shares.

	3 month period		6 month period	
	Apr - Jun 2008	Apr - Jun 2007	Jan - Jun 2008	Jan - Jun 2007
Number of weighted average - common shares	290,633,730	290,633,730	290,633,730	290,633,730

3.13 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.

3.14 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. Statements of Cash Flows

	<u>June 30, 2008</u>	Baht	<u>June 30, 2007</u>
4.1 Cash and cash equivalents consist of			
Cash on hand	7,129,427.32		60,607,639.70
Cash at banks	256,515,663.12		127,290,072.06
Credit card - sales slip receivable	845,988.57		25,557,246.30
Total	<u>264,491,079.01</u>		<u>213,454,958.06</u>

4.2 Non - cash transaction

4.2.1 In the 1st quarter of 2007, the Company has received payment of goods from accounts receivable in the form of fixed asset amount of Baht 24.49 million.

4.2.2 As of June 30, 2007, the Company has reclassified the property, plant and equipment - net, to add two more categories : intangible assets at the amount of Baht 10.38 million and leasehold-net at the amount of Baht 140.22 million, while the balance amount of property, plant and equipment - net was Baht 2,089.05 million.

5. Current investment consist of

	<u>June 30, 2008</u>	Baht	<u>December 31, 2007</u>
Saving Account	262,890,000.00		88,255,000.00
Time Deposit	0.00		80,000,000.00
Total	<u>262,890,000.00</u>		<u>168,255,000.00</u>

As of June 30, 2008 and December 31, 2007, the Company invested in Gold Saving account with one commercial bank at the higher interest rate than the normal rate.

As of December 31, 2007, the Company invested in Time Deposit with one commercial bank for the period 12 days at the interest rate 3.02% per annum.

6. Accounts and notes receivable - net consist of

	<u>June 30, 2008</u>	Baht	<u>December 31, 2007</u>
6.1 Accounts and notes receivable - related companies			
Accounts receivable	79,225,629.95		87,514,520.62
Notes receivable	2,889,503.70		4,956,990.16
Total	<u>82,115,133.65</u>		<u>92,471,510.78</u>
6.2 Accounts and notes receivable - other companies			
Accounts receivable	1,235,847,711.47		1,681,966,633.66
Bounced cheques awaiting clearance	21,373,643.39		21,544,048.91
Total	<u>1,257,221,354.86</u>		<u>1,703,510,682.57</u>
<u>Less</u> Advance payment from debtor	(6,645,269.71)		(8,871,207.03)
Allowance for doubtful accounts	<u>(65,634,019.56)</u>		<u>(66,198,329.61)</u>
Accounts receivable - net	1,184,942,065.59		1,628,441,145.93
Notes receivable	<u>124,413,014.98</u>		<u>121,507,554.26</u>
Total	<u>1,309,355,080.57</u>		<u>1,749,948,700.19</u>
Total accounts and notes receivable - net	<u>1,391,470,214.22</u>		<u>1,842,420,210.97</u>

6.3 Aging of Accounts and notes receivable

(Unit : Millions Baht)

As of June 30, 2008	Undue	Overdue (days)					Total	Allowance for doubtful accounts	Total-net
		1-30	31-60	61-90	Over 91	Total			
Accounts receivable on credit	454.16	183.17	51.78	34.73	47.58	317.26	771.42	(21.04)	750.38
Accounts receivable on sale by retailers	523.88	0.00	0.00	0.00	19.77	19.77	543.65	(25.61)	518.04
Bounced cheques awaiting clearance	0.00	0.22	0.34	0.43	20.38	21.37	21.37	(18.98)	2.39
Total	978.04	183.39	52.12	35.16	87.73	358.40	1,336.44	(65.63)	1,270.81
Add Notes receivable	127.30	0.00	0.00	0.00	0.00	0.00	127.30	0.00	127.30
Less Advance payment from debtor	(6.64)	0.00	0.00	0.00	0.00	0.00	(6.64)	0.00	(6.64)
Total accounts and notes receivable - net	1,098.70	183.39	52.12	35.16	87.73	358.40	1,457.10	(65.63)	1,391.47
% / Total	75.40	12.59	3.58	2.41	6.02	24.60	100.00	(4.50)	95.50

As of December 31, 2007	Undue	Overdue (days)					Total	Allowance for doubtful accounts	Total-net
		1-30	31-60	61-90	Over 91	Total			
Accounts receivable on credit	473.05	219.32	68.13	22.15	57.82	367.42	840.47	(21.60)	818.87
Accounts receivable on sale by retailers	909.44	0.00	0.00	0.00	19.57	19.57	929.01	(25.61)	903.40
Bounced cheques awaiting clearance	0.00	0.78	0.01	0.06	20.69	21.54	21.54	(18.98)	2.56
Total	1,382.49	220.10	68.14	22.21	98.08	408.53	1,791.02	(66.19)	1,724.83
Add Notes receivable	126.46	0.00	0.00	0.00	0.00	0.00	126.46	0.00	126.46
Less Advance payment from debtor	(8.87)	0.00	0.00	0.00	0.00	0.00	(8.87)	0.00	(8.87)
Total accounts and notes receivable - net	1,500.08	220.10	68.14	22.21	98.08	408.53	1,908.61	(66.19)	1,842.42
% / Total	78.60	11.53	3.57	1.16	5.14	21.40	100.00	(3.47)	96.53

7. Short - term loans given to related parties - net

As of June 30, 2008 and December 31, 2007, the Company has provided loans to related parties at interest rates between 5.00% - 7.00% per annum.

(Unit : Baht)

Name of companies	Relation- ship	Amount as of Dec 31, 2007	Increase (Decrease)	Amount as of Jun 30, 2008
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
Siam Zoeki	B	0.00	150,000,000.00	150,000,000.00
Erawan Textile	A, B	0.00	255,150,000.00	255,150,000.00
Total		13,741,126.31	405,150,000.00	418,891,126.31
<u>Less</u> Allowance for doubtful accounts		(13,741,126.31)	0.00	(13,741,126.31)
Balance		0.00	405,150,000.00	405,150,000.00
<u>Add</u> Current portion of long - term loan		16,000,000.00	8,000,000.00	24,000,000.00
Short - term loans - net		16,000,000.00	413,150,000.00	429,150,000.00

Remarks : Relationship

A - Company invested in common shares

B - Companies sharing management team

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. For 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 until now. The total outstanding debt amounting Baht 9,631,126.31 is pending under judgement of seizure 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.

The loan totalling Baht 150.00 million has been given to Siam Zoeki Co.,Ltd. for a period of one year at 7% interest rate as of the loan date, and payment shall be made within January 27, 2009. This loan has been guaranteed by another one company and two plots of land in Phuket province, with totalling area of 17 rai, 1 ngarn and 79.7 square wah.

The company has given a loan amounting Baht 255.15 million to Erawan Textile Co.,Ltd. The interest rate as of the loan date is 5.50%. The period of payment is at call.

8. Inventories - net consist of

	<u>June 30, 2008</u>	<u>December 31, 2007</u>
	<u>Baht</u>	<u>Baht</u>
Inventories on trading - Finished goods	743,796,222.17	699,164,000.67
- Sale by retailers	1,963,043,213.51	1,925,215,662.11
- Goods in transit	0.00	5,150,835.95
Total	<u>2,706,839,435.68</u>	<u>2,629,530,498.73</u>
<u>Less</u> Allowance for devaluation of inventories	<u>(27,548,927.80)</u>	<u>(25,795,191.20)</u>
Inventories on trading - net	2,679,290,507.88	2,603,735,307.53
Real estate awaiting for sale - Condominium	<u>23,434,488.97</u>	<u>23,754,188.50</u>
Grand Total	<u><u>2,702,724,996.85</u></u>	<u><u>2,627,489,496.03</u></u>

9. Long - term loans given to related parties consist of

Name of companies	Relation- ship	Interest rate %	Maturity year	As of Dec 31, 2007 (Baht)	Increase (decrease) (Baht)	As of Jun 30, 2008 (Baht)	Collateral
Saha Asia Pacific	A, B	5.25	2009	75,000,000.00	(75,000,000.00)	0.00	Four related companies and one other company
Thai Itokin	A, B	5.00	2009	40,000,000.00	(4,000,000.00)	36,000,000.00	
Total				115,000,000.00	(79,000,000.00)	36,000,000.00	
<u>Less</u> Current portion of long - term loan				(16,000,000.00)	(8,000,000.00)	(24,000,000.00)	
Long - term loans - net				99,000,000.00	(87,000,000.00)	12,000,000.00	

Remarks : Relationship

A - Company invested in common shares

B - Companies sharing management team

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 was extended six times, at one time per one year for the date due on every January 31 starting from the year 2004 to 2009. Payment of interest to the company has been consistently done on time without failure, and this is the type of strategic investment. As of June 20, 2008, Saha Asia Pacific Co.,Ltd. paid the whole amount of loan totalling Baht 75.00 million with interest to the Company.

The loan totalling Baht 40.00 million has been given to Thai Itokin Co.,Ltd. for a period of 2 years starting from December 19, 2007 to December 15, 2009. Payment would be done in monthly basis within 20 installments at Baht 2.00 million per installment. The first payment will start in May 2008 and the last installment will be in December 2009.

10. Long - term loans given to employee

A financial-aided welfare for employees has been initiated by the Company in January 2008. This loan-typed welfare has the payment period of not over 72 monthly installments starting from the loan date with MOR divide-by-three interest rate, by using the employee's car registration certificate as a guarantee. Employee who is entitled to this welfare should meet the required qualification and comply with the Company's announcement on "Employees' Financial Welfare". As of June 30, 2008, the total loan given to employees according to this welfare has amounted Baht 14,958,863.37.

11. Receivables under financial lease contracts - net

	<u>June 30, 2008</u>	<u>December 31, 2007</u>
	<u>Baht</u>	<u>Baht</u>
Related parties		
Receivables under financial lease contracts - Saha Sehwa Co.,Ltd.	6,155,833.32	7,416,666.64
<u>Less</u> unearned interest income	(296,666.66)	(445,000.00)
Receivables under financial lease contracts - net	<u>5,859,166.66</u>	<u>6,971,666.64</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. In February 2007, one plastic injection mold was sold to Saha Sehwa Co.,Ltd. at the agreed price.

12. Long - term investments - net

	<u>June 30, 2008</u>	<u>December 31, 2007</u>
	<u>Baht</u>	<u>Baht</u>
12.1 Investment - related parties		
12.1.1 Marketable securities - at fair value	2,765,942,317.40	2,963,420,215.12
12.1.2 Investment for general purpose - at cost after deducting provision for loss from impairment	940,459,568.87	812,563,471.46
Total	<u>3,706,401,886.27</u>	<u>3,775,983,686.58</u>
12.2 Investment - other companies		
12.2.1 Marketable securities - at fair value	126,483,745.30	133,834,692.75
12.2.2 Investment for general purpose - at cost after deducting provision for loss from impairment	248,401,206.67	207,873,206.67
12.2.3 Debt securities - at cost	260,000,000.00	312,500,300.00
Total	<u>634,884,951.97</u>	<u>654,208,199.42</u>
Total long - term investments - net	<u>4,341,286,838.24</u>	<u>4,430,191,886.00</u>

12.1 Investment - related parties consist of

12.1.1 Marketable securities - securities available for sale

Name of companies	Relation-ship	Type of business	Paid-up capital (Million Baht)	(%) Ratio of investment	As of Jun 30, 2008 (Baht)		As of Dec 31, 2007 (Baht)		Dividend (Baht)	
					Cost	Market price	Cost	Market price	Jan - Jun 2008	Jan - Jun 2007
1 S & J International Enterprises	A	Cosmetics As of Dec 31, 2007	103.49 102.82	14.81 14.91	110,618,302.50	170,145,761.70	110,618,302.50	190,072,742.80	11,496,335.25	9,963,490.55
2 Textile Prestige	A	Embroidered lace, sponge	108.00	10.43	11,771,071.97	108,112,512.00	11,771,071.97	144,150,016.00	5,630,860.00	8,446,290.00
3 Far East DDB	A	Advertising	75.00	10.64	20,772,388.66	58,239,400.00	20,772,388.66	59,835,000.00	3,989,000.00	3,989,000.00
4 Saha Pathana Inter-holding	A	Investment	494.03	8.98	213,324,717.11	825,082,422.00	213,324,717.11	869,441,692.00	8,871,854.00	8,806,254.00
5 Boutique Newcity	A	Ladies' wear	120.00	5.98	5,299,907.70	7,030,520.00	5,299,907.70	6,492,470.00	78,914.00	0.00
6 O.C.C.	A	Distributor	60.00	19.73	100,332,288.32	100,639,830.00	100,332,288.32	106,559,820.00	5,327,991.00	6,511,989.00
7 Sahapathanapibul	A	Consumer products As of Dec 31, 2007	275.88 275.88	10.43 10.07	157,607,130.80	454,708,990.00	139,558,980.80	527,801,950.00	15,278,477.50	13,889,525.00
8 Thanulux	A	Garment, Leather products	120.00	10.02	148,311,451.44	190,027,232.00	148,311,451.44	200,851,568.00	9,020,280.00	12,027,040.00
9 Sahacogen (Chonburi)	A	Power plant	955.00	10.41	167,744,689.87	443,471,001.60	167,744,689.87	421,595,750.40	29,829,888.00	29,829,888.00
10 People's Garment	A	Garment	96.00	5.25	70,293,843.00	64,008,000.00	70,293,843.00	77,616,000.00	2,167,200.00	4,536,000.00
Total					1,006,075,791.37	2,421,465,669.30	988,027,641.37	2,604,417,009.20	91,690,799.75	97,999,476.55
Investment less than 5% (As of Jun 30, 2008 and Dec 31, 2007 totalling 4 companies)					146,574,353.09	344,476,648.10	139,756,163.09	359,003,205.92	9,549,625.00	10,912,834.00
Grand Total					1,152,650,144.46	2,765,942,317.40	1,127,783,804.46	2,963,420,215.12	101,240,424.75	108,912,310.55

Remarks : Relationship

A - Companies sharing management team

12.1.2 General investments

Name of companies	Relation - ship	Type of business	Registered capital (Million Baht)	(%) Ratio of investment	Investment (Baht)		Dividend (Baht)	
					As of Jun 30, 2008	As of Dec 31, 2007	Jan - Jun 2008	Jan - Jun 2007
1 Thai Cubic Technology	A, B	A three dimensional printing service	40.00	19.00	7,600,000.00	7,600,000.00	1,520,000.00	0.00
2 Thai Itokin	A, B, C	Ladies' wear	50.00	7.00	5,132,400.00	5,132,400.00	0.00	0.00
3 SSDC (Tigertex)	A	Dyeing & finishing	270.00	19.58	22,559,272.78	22,559,272.78	4,759,141.50	4,230,348.00
4 Sunrise Garment	A	Knitted wear	10.00	6.00	2,435,000.00	2,435,000.00	90,000.00	210,000.00
5 Janome (Thailand) former name : Thai Janome	A	Sewing machine & accessories	88.00	8.00	7,040,000.00	7,040,000.00	3,615,040.00	2,104,960.00
6 Thai Shikibo	A	Textile (spinning)	237.50	11.74	26,539,112.00	26,539,112.00	3,067,900.00	3,625,700.00
7 Kewpie (Thailand)	A, B	Food	200.00	14.00	27,273,400.00	27,273,400.00	0.00	0.00
8 Shaldan (Thailand)	A, B	Air freshener	20.00	10.00	2,000,000.00	2,000,000.00	0.00	0.00
9 Thai Q.P.	A, B	Processed food	120.00	10.00	12,000,000.00	12,000,000.00	840,000.00	720,000.00
10 International Leather Fashion	A	Leather shoes	50.00	14.00	7,000,000.00	7,000,000.00	840,000.00	1,400,000.00
11 Total Way Image	A	Leather goods	20.00	10.00	2,000,000.00	2,000,000.00	800,000.00	700,000.00
12 Raja Uchino	A, B	Towels	81.00	13.59	10,817,496.00	10,817,496.00	110,100.00	1,651,500.00
13 Thai Takeda Lace	A, B	Lace	127.00	12.76	20,482,860.00	20,482,860.00	2,430,000.00	2,430,000.00
14 Thai Staflex	A	Woven and non-woven fusible interlining	60.00	8.00	4,800,000.00	4,800,000.00	552,000.00	600,000.00
15 Champ Ace	A	Garment	40.00	12.50	5,000,000.00	5,000,000.00	1,250,000.00	1,250,000.00
16 Thai Sports Garment	A	Garment	10.00	12.00	1,200,000.00	1,200,000.00	600,000.00	600,000.00
17 Sahachol Food Supplies	A	Agricultural produces	100.00	7.80	7,980,000.00	7,980,000.00	0.00	0.00
18 Lion Corporation (Thailand)	A	Detergent	300.00	12.00	36,000,000.00	36,000,000.00	18,921,600.00	12,600,000.00
19 Molten Asia Polymer Products	A	Automobile rubber parts	120.00	7.80	9,360,000.00	9,360,000.00	1,872,000.00	936,000.00
20 Molten (Thailand)	A	Sport balls	100.00	6.00	6,000,000.00	6,000,000.00	600,000.00	1,200,000.00
21 Thai Arai	A	Automobile parts	126.00	10.75	14,162,504.36	14,162,504.36	4,063,500.00	4,740,750.00
22 Dairy Thai	A	Yogurt	36.25	9.00	13,050,000.00		0.00	
		As of Dec 31, 2007	145.00	9.00		13,050,000.00		0.00
23 Nissin Foods (Thailand)	A	Instant noodles	310.00	10.00	27,002,500.00	27,002,500.00	0.00	0.00
24 Grand Star Industry	A	Textiles	20.00	19.50	4,346,300.00	4,346,300.00	2,730,000.00	2,340,000.00
25 Pattaya Manufacturing	A	Lingeries	30.00	5.33	2,241,400.00	2,241,400.00	560,000.00	720,000.00
26 General Glass	A	Glass packaging	100.00	19.50	19,579,330.00	19,579,330.00	0.00	0.00
27 H & B Intertex	A	Soft and plush toys	40.00	19.00	7,600,000.00	7,600,000.00	0.00	0.00
28 International Laboratories	A	Cosmetics	60.00	19.56	195,729,800.00		3,336,000.00	
		As of Dec 31, 2007	60.00	5.56		12,929,000.00		3,336,000.00
29 Saha Sehwa	A	Plastic parts (injection)	145.00	7.03	10,200,000.00	10,200,000.00	0.00	0.00
30 Top Trend Manufacturing	A	Plastic packaging	60.00	18.00	10,800,000.00	10,800,000.00	2,700,000.00	2,376,000.00
31 Thai Gunze	A	Knit wear	180.00	16.00	28,800,000.00	28,800,000.00	1,526,400.00	2,304,000.00
32 T.U.C. Elastic	A	Elastic bands	160.00	12.00	18,200,000.00	18,200,000.00	384,000.00	2,496,000.00

12.1.2 General investments (continued)

Name of companies	Relation - ship	Type of business	Registered capital (Million Baht)	(%) Ratio of investment	Investment (Baht)		Dividend (Baht)	
					As of Jun 30, 2008	As of Dec 31, 2007	Jan - Jun 2008	Jan - Jun 2007
33 K. Commercial and Construction	A	Construction	50.00	19.50	34,084,104.13	34,084,104.13	975,000.00	975,000.00
34 Treasure Hill	A, B	Golf course	200.00	12.00	16,178,000.00	16,178,000.00	0.00	0.00
35 D F Inter	A	Made-to-order furniture	5.00	19.00	1,060,200.00	1,060,200.00	0.00	950,000.00
36 Thai Fujiya	A	Restaurant	30.00	13.33	7,789,400.00	7,789,400.00	0.00	0.00
37 First United Industry	A	Investment & apartment rent	40.00	9.12	3,646,800.00	3,646,800.00	547,020.00	0.00
38 Laem Cha-Bang Warehouse	A	Warehouse	5.00	19.00	1,013,650.00	1,013,650.00	190,000.00	0.00
39 Sahapat Properties	A	Real estate development	20.00	5.75	1,150,000.00	1,150,000.00	0.00	0.00
40 Sahapat Real Estate	A	Real estate development	250.00	19.90	49,750,000.00	49,750,000.00	0.00	0.00
41 K R S Logistics	A	Warehouse management	10.00	15.50	1,550,000.00	1,550,000.00	465,000.00	310,000.00
42 Pan Land	A	Land development	300.00	16.67	49,367,900.00	49,367,900.00	0.00	0.00
43 C.V.V. Hotel Business	A, B	Hotel	44.00	19.61	10,219,584.00	10,219,584.00	0.00	0.00
44 United Utilities	A	Real estate	34.23	18.56	13,721,002.82	13,721,002.82	0.00	0.00
45 SDKC former name : Saha Daiichikoshō	A	Karaoke	50.00	7.50	3,749,900.00	3,749,900.00	0.00	0.00
46 International Commercial Coordination (HK)	#	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)			
47 Belle Maison (Thailand)	A	Catalog sales business	80.00	15.20	12,160,000.00	12,160,000.00	0.00	0.00
48 I & I (Itokin I.C.C.) PTE. LTD.	#	Distributor As of Dec 31, 2007	Business dissolution on Sept 11, 2007 with liquidation settled on Mar 31, 2008 S\$ 2.00	19.00		6,696,550.00		0.00
					(1S\$ = Baht 17.6225 as of Dec 31, 1995)			
49 Wien	A	Lingeries	10.00	9.00	900,000.00	900,000.00	540,000.00	540,000.00
50 Better Way (Thailand)	A	Direct sale	70.00	17.12	99,814,371.65	99,814,371.65	41,943,160.00	41,943,160.00
51 E.P.F.	##	Distributor, retailer	6.50	10.00	390,000.00	390,000.00	170,040.00	140,000.00
52 Kai I.T. Service	B	Assembling and selling computer	4.00	10.00	1,125,600.00	1,125,600.00	0.00	0.00
53 Tiger Distribution & Logistics	A, B	Distribution and logistics	10.00	19.90	4,992,399.12	4,992,399.12	0.00	796,000.00
54 Saha Nam Textile	A	Elastic yarn, twisted and texturized yarn	36.00	5.00	1,557,000.00	1,557,000.00	90,000.00	90,000.00
55 4 People Foods	##	Instant noodles 4me	200.00	14.00	18,249,000.00	18,249,000.00	0.00	0.00
56 Guangdong XieZhong Garment	#	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)			
57 Sriracha Aviation	A	Maintenance services of airplane engines	33.00	6.06	2,000,000.00	2,000,000.00	0.00	0.00
58 Waseda Education (Thailand)	A	Institute of Japanese Language and Cultural Studies	28.00	10.71	3,000,000.00	3,000,000.00	0.00	0.00

12.1.2 General investments (continued)

Name of companies	Relation - ship	Type of business	Registered capital (Million Baht)	(%) Ratio of investment	Investment (Baht)		Dividend (Baht)	
					As of Jun 30, 2008	As of Dec 31, 2007	Jan - Jun 2008	Jan - Jun 2007
59 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
60 BSC Entertainment	A	Bowling entertainment center	174.00	18.75	41,594,600.77	41,594,600.77	0.00	0.00
61 Morgan De Toi (Thailand)	A	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	240,000.00
62 Thai Secom Pitakkij	A	Security	378.86	15.00	94,680,056.00	94,680,056.00	4,318,973.60	0.00
63 Thai Sun Foods	A	Producing and trading fruit juice "Greenmate" and distribution of "Homey" biscuits	50.00	19.00	9,500,000.00	9,500,000.00	190,000.00	190,000.00
64 Thai Takaya	A	Jean trousers	30.00	10.00	3,000,000.00	3,000,000.00	0.00	300,000.00
65 Otsuka Saha Asia Research	A	Consultant on production research and development	80.00	16.33	13,066,600.00	13,066,600.00	0.00	0.00
66 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
67 Ladprao Sport Plaza	A	Ice skating complex As of Dec 31, 2007	30.00 30.00	0.00 6.00	0.00	1,800,000.00	0.00	0.00
68 Thai Monster	A	Knit polo and T-shirts manufacture	20.00	5.00	1,000,000.00	1,000,000.00	0.00	300,000.00
69 Kenmin Foods (Thailand)	A	Rice noodle manufacture and export	30.00	5.00	1,500,000.00	1,500,000.00	75,000.00	75,000.00
70 Siam DCM	A	To conduct wholesale trading and logistics business	50.00	10.00	5,000,000.00	5,000,000.00	0.00	0.00
71 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	705,600.00	462,000.00
72 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
73 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

12.1.2 General investments (continued)

Name of companies	Relation - ship	Type of business	Registered capital (Million Baht)	(%) Ratio of investment	Investment (Baht)		Dividend (Baht)	
					As of Jun 30, 2008	As of Dec 31, 2007	Jan - Jun 2008	Jan - Jun 2007
74 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
75 Sriracha BSC Bowling	A	Bowling entertainment center	47.00	10.64	5,000,000.00	5,000,000.00	0.00	0.00
76 MIT Pathana Homeshopping	A	TV direct sale	30.00	13.33	4,000,000.00	4,000,000.00	0.00	0.00
77 Dome Composites (Thailand)	A	Manufacture of carbon composite for racing car parts	50.00	7.50	3,750,000.00	3,750,000.00	0.00	0.00
78 Sun108 former name : Suncolor	A	Wholesale & retail, logistics	100.00	8.25	8,250,000.00	8,250,000.00	0.00	0.00
79 Erawan Textile	A,C	Producing and weaving threads of such kind as cotton and polyester T/C	72.73	13.00	9,426,862.91	0.00	0.00	0.00
Total					1,153,040,773.24	969,309,660.33	107,794,325.10	100,299,268.00
Investment less than 5% (As of Jun 30, 2008 totalling 12 companies and Dec 31, 2007 totalling 14 companies)					88,246,950.00	123,246,950.00	2,969,075.00	2,887,284.92
Grand Total					1,241,287,723.24	1,092,556,610.33	110,763,400.10	103,186,552.92
(Less) Provision for loss from impairment of investment					(300,828,154.37)	(279,993,138.87)	0.00	0.00
General investments - net					940,459,568.87	812,563,471.46	110,763,400.10	103,186,552.92

Remarks : 1. Relationship

A - Companies sharing management team

B - Guaranteed by the company

C - Loan given by the company

2. # - Located in other countries

3. ## - Company with unpaid-capital: As of June 30, 2008 and December 31, 2007, the unpaid-capital shares of all these companies totalling Baht 10,011,000.00.

12.2 Long - term investments - other companies

12.2.1 Marketable securities consist of

Name of companies	As of Jun 30, 2008 (Baht)		As of Dec 31, 2007 (Baht)	
	Cost	Market Price	Cost	Market Price
1. Daidomon Group	0.00	0.00	1,254,756.00	0.00
2. President Bakery	13,950,000.00	33,480,000.00	13,950,000.00	33,015,000.00
3. Nation Multimedia Group	8,609,338.54	4,689,479.00	8,609,338.54	4,821,577.00
4. Wacoal Holdings Corp. (Japan)	124,001,955.19	88,314,266.30	124,001,955.19	95,998,115.75
Total	146,561,293.73	126,483,745.30	147,816,049.73	133,834,692.75

12.2.2 General investments - other companies

Name of companies	As of Jun 30, 2008		As of Dec 31, 2007	
	(%) 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	3.08	4,000,000.00	3.08	4,000,000.00
3. Thai Flying Service	0.00	0.00	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	3,845,896.79	2.83	3,845,896.79
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
8. Saha Seiren	0.58	4,500,000.00	0.58	4,500,000.00
9. Thai Herbal Products	2.25	1,800,000.00	2.25	1,800,000.00
10. Imperial Technology Management Service	0.71	6,250,000.00	0.71	6,250,000.00
11. P.T. Intermode Apparelindo	7.50	1,517,400.00	7.50	1,517,400.00
12. Hashimoto (Thailand)	5.00	300,000.00	5.00	300,000.00
13. Thai flying Maintenance	15.00	300,000.00	15.00	300,000.00
14. Fairyland Department Store	10.62	15,930,000.00	10.62	15,930,000.00
15. Sompo Japan Insurance (Thailand)	6.00	18,000,000.00	6.00	18,000,000.00
16. Khon kaen Vithes Suksa	1.67	1,000,000.00	1.67	1,000,000.00
17. Udorn Panyavej Hospital	0.06	200,000.00	0.06	200,000.00
18. Muang-Ake Vista Golf Course	0.0625	150,000.00	0.0625	150,000.00
19. Winstore	2.30	3,269,680.00	2.30	3,269,680.00
20. Saha Rattanakorn	12.50	22,500,000.00	12.50	22,500,000.00

12.2.2 General investments - other companies (continued)

Name of companies	As of Jun 30, 2008		As of Dec 31, 2007	
	(%) Ratio of investment	Baht	(%) Ratio of investment	Baht
21. Arcecyber	1.25	5,789,125.00	1.25	5,789,125.00
22. Thai Otsuka Pharmaceutical	3.00	6,300,000.00	3.00	6,300,000.00
23. Dihon Pharmaceutical (Thailand)	7.50	450,000.00	7.50	450,000.00
24. Kyoshun	19.17	2,088,400.00	19.17	2,088,400.00
25. Daiso Sangyo (Thailand)	11.61	13,926,315.00	11.61	13,926,315.00
26. Southern Rubber	Business dissolution on Sept 11, 2007 with liquidation settled on Mar 31, 2008		19.00	3,800,000.00
27. Saha Ubol Nakorn	19.00	8,750,000.00	19.00	8,750,000.00
28. SFM Holding	5.16	5,000,000.00	5.16	5,000,000.00
29. Value Added Textile	6.00	3,000,000.00	6.00	3,000,000.00
30. Osoth Inter Laboratories	6.25	7,500,000.00	6.25	7,500,000.00
31. Thai Kamaya	12.80	14,528,000.00	8.00	8,000,000.00
32. Worldclass Rent a Car	17.76	67,500,000.00	17.76	67,500,000.00
33. Thai Samsung Electronics	3.71	15,491,517.67	3.71	15,491,517.67
34. The International Knitting Mills	5.63	3,000,000.00	5.63	3,000,000.00
35. Siam Samsung Life Insurance	16.00	88,840,000.00	16.00	88,840,000.00
36. U C C Ueshima Coffee (Thailand)	10.00	1,500,000.00	10.00	1,500,000.00
37. Thai Nanasai	14.00	840,000.00	14.00	840,000.00
38. Surin Cosmic Bowl	16.13	4,500,000.00	16.13	4,500,000.00
39. Siam Autobacs	12.53	5,000,000.00	12.53	5,000,000.00
40. Thai Asahi Kasei Spandex	4.00	34,000,000.00	0.00	0.00
Total		376,676,334.46		340,698,334.46
Less Provision for loss from impairment of investment		(128,275,127.79)		(132,825,127.79)
General investments - net		248,401,206.67		207,873,206.67

12.2.3 Investments in debt securities - other companies

Name of companies	Years	Redemption date	Interest rate	Amount (Baht)	
				As of Jun 30, 2008	As of Dec 31, 2007
Unsecured Debenture					
PTT	8	May 20, 2012	4.25% (year 1-4) ,5.75% (year 5-8)	20,000,000.00	20,000,000.00
Krung Thai Bank	10	Oct 22, 2014	5.15% (year 1-5) ,6.70% (year 6-10)	10,000,000.00	10,000,000.00
	10	May 18, 2015	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	Jun 30, 2008	3.67%	0.00	2,500,300.00
	4 years 11 months	Jun 30, 2010	3.67% (year 1 - 2) average MLR - 2.00% (year 3 - 5)	10,000,000.00	10,000,000.00
Ch.Karnchang	3	Oct 28, 2008	6.50%	20,000,000.00	20,000,000.00
Siam Cement	4	Apr 1, 2008	Fixed 4.25%	0.00	50,000,000.00
		Nov 1, 2008	Fixed 4.50%	100,000,000.00	100,000,000.00
		Apr 1, 2009	Fixed 4.75%	50,000,000.00	50,000,000.00
Total investments in debt securities - other companies				260,000,000.00	312,500,300.00

13. Property, plant and equipment - net consist of

(Unit : Baht)

<u>Cost</u> :	<u>Dec 31, 2007</u>	<u>Increase</u>	<u>Transfer in</u> <u>(Transfer out)</u>	<u>Disposal</u>	<u>Jun 30, 2008</u>
Land	1,611,419,682.99	0.00	0.00	0.00	1,611,419,682.99
Buildings and improvements	745,474,005.81	6,167,069.50	21,905,322.93	0.00	773,546,398.24
Office equipment and vehicles	613,431,187.29	8,167,308.76	0.00	(43,507,601.57)	578,090,894.48
Furniture and fixtures	421,888,706.70	16,389,063.98	0.00	(58,632.95)	438,219,137.73
Property in process	21,905,322.93	0.00	(21,905,322.93)	0.00	0.00
Total property, plant and equipment	3,414,118,905.72	30,723,442.24	0.00	(43,566,234.52)	3,401,276,113.44
<u>Accumulated depreciation</u> :					
Buildings and improvements	(432,506,422.66)	(18,627,998.65)	0.00	0.00	(451,134,421.31)
Office equipment and vehicles	(476,458,594.98)	(24,116,510.31)	0.00	21,554,003.45	(479,021,101.84)
Furniture and fixtures	(277,032,289.90)	(23,665,491.80)	0.00	14,028.31	(300,683,753.39)
Total accumulated depreciation	(1,185,997,307.54)	(66,410,000.76)	0.00	21,568,031.76	(1,230,839,276.54)
Property, plant and equipment - net	2,228,121,598.18	(35,686,558.52)	0.00	(21,998,202.76)	2,170,436,836.90
Depreciation for the period					66,410,000.76

As of December 31, 2007, the Company has reclassified the currently non-performed property, plant and equipment (net) into the non-performed fixed assets at the total amount Baht 31.31 million as stated in the Note No.14 .

	<u>Jun 30, 2008</u>	<u>Dec 31, 2007</u>
Net book value of usable assets balance at Baht 1.00 each		
Cost	666,440,833.26	638,542,215.00
<u>Less</u> Accumulated depreciation	<u>(666,419,779.26)</u>	<u>(638,521,590.00)</u>
Net cost	<u>21,054.00</u>	<u>20,625.00</u>
Number of items	21,054	20,625

14. Non-performed fixed assets - net

	(Unit : Baht)				
	<u>Dec 31, 2007</u>	<u>Increase</u>	<u>Transfer in</u>	<u>Disposal</u>	<u>Jun 30, 2008</u>
Cost:					
Land	828,892,561.50	0.00	0.00	0.00	828,892,561.50
Infrastructure development cost	12,572,927.11	0.00	0.00	0.00	12,572,927.11
Buildings	45,471,703.50	0.00	0.00	0.00	45,471,703.50
Furniture and fixtures	7,496,899.24	0.00	0.00	0.00	7,496,899.24
Total	894,434,091.35	0.00	0.00	0.00	894,434,091.35
<u>Less</u> Accumulated depreciation	(48,901,226.49)	0.00	0.00	0.00	(48,901,226.49)
Balance	845,532,864.86	0.00	0.00	0.00	845,532,864.86
<u>Less</u> Provision for loss from impairment of assets	(189,074,523.23)	0.00	0.00	0.00	(189,074,523.23)
Non - performed fixed assets - net	656,458,341.63	0.00	0.00	0.00	656,458,341.63

As of December 31, 2007, the Company has reclassified the currently non-performed property, plant and equipment (net) into the non-performed fixed assets at the total amount Baht 31.31 million as stated in the Note No.13 .

15. Land under an agreement to buy or to sell - net

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.

In January 2008, the Company has entered into an agreement to sell this plot of land with the third party and could sell it at higher price than the historical cost . The buyer agreed to proceed the construction of building according to the ownership transfer condition as stated in the agreement to buy or sell the land between the Company and North Park Real Estate Co.,Ltd. The Company then reversed provision for loss from impairment of assets at the whole amount in the year 2007.

16. Intangible assets - net

	(Unit : Baht)			
	<u>Dec 31, 2007</u>	<u>Increase</u>	<u>Decrease</u>	<u>Jun 30, 2008</u>
Trade mark - net				
Cost	17,336,448.60	5,760,869.50	0.00	23,097,318.10
Accumulated amortization	(5,452,881.58)	(1,010,844.12)	0.00	(6,463,725.70)
Trade mark - net	11,883,567.02	4,750,025.38	0.00	16,633,592.40
Amortization for the period				1,010,844.12

17. Leasehold - net

(Unit : Baht)

	<u>Dec 31, 2007</u>	<u>Increase</u>	<u>Decrease</u>	<u>Jun 30, 2008</u>
Cost :				
Land	47,397,035.38	0.00	0.00	47,397,035.38
Building	37,108,000.00	0.00	0.00	37,108,000.00
Building space in the shopping center	167,564,142.88	0.00	0.00	167,564,142.88
Total	<u>252,069,178.26</u>	<u>0.00</u>	<u>0.00</u>	<u>252,069,178.26</u>
Accumulated amortization :				
Land	(29,225,110.84)	(609,443.96)	0.00	(29,834,554.80)
Building	(20,398,988.01)	(708,067.38)	0.00	(21,107,055.39)
Building space in the shopping center	(67,160,272.49)	(3,479,608.02)	0.00	(70,639,880.51)
Total	<u>(116,784,371.34)</u>	<u>(4,797,119.36)</u>	<u>0.00</u>	<u>(121,581,490.70)</u>
Leasehold - net	<u>135,284,806.92</u>	<u>(4,797,119.36)</u>	<u>0.00</u>	<u>130,487,687.56</u>
Amortization for the period				4,797,119.36

18. Overdrafts and short - term loans from financial institutions

As of June 30, 2008, the Company has overdraft lines from 10 domestic commercial banks totalling Baht 186.00 million at interest rates ranging from MOR to MOR - 3.50%. Three trust receipt lines amounted Baht 183.805 million, 9 short - term local loan lines amounting Baht 1,662.87 million, letter of guarantee lines amounting Baht 358.00 million, and forward lines amounting US\$ 3.50 million and Yen 25.00 million. All these credit lines are gained without collateral or personal guarantee.

As of December 31, 2007, the Company has overdraft lines from 10 domestic commercial banks totalling Baht 186.00 million at interest rates ranging from MOR to MOR - 3.50%. Three trust receipt lines amounted Baht 187.35 million, 8 short - term local loan lines amounting Baht 1,365.23 million, letter of guarantee lines amounting Baht 258.00 million, and forward lines amounting US\$ 3.50 million and Yen 25.00 million. All these credit lines are gained without collateral or personal guarantee.

19. Dividend

According to the 43rd General Shareowners' Meeting 2008 held on April 21, 2008, a resolution was passed to pay dividend for the 2007 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 20, 2008.

According to the 42nd General Shareowners' Meeting 2007 held on April 23, 2007, a resolution was passed to pay dividend for the 2006 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 22, 2007.

20. Statutory reserve

The statutory reserve as of June 30, 2008 and December 31, 2007 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.

21. 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. The Company has paid its contributions to the provident fund for the six-month period ended June 30, 2008 and 2007 totalled Baht 6.48 million and Baht 6.29 million, respectively.

22. Directors' remuneration policy

According to the 43rd General Shareowners' Meeting 2008 held on April 21, 2008, 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.

23. Commitment and contingent liabilities

23.1 As of June 30, 2008 and December 31, 2007, the Company has been obliged to provide bank guarantees to government agencies and a private company totalling Baht 11,887,500.00 and Baht 2,871,400.00, respectively.

23.2 As of June 30, 2008 and December 31, 2007, 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.17. According to these long-term lease contracts, the total amount of rental payment throughout the contract period are Baht 35,399,865.66 and Baht 36,445,456.88, respectively.

23.3 In 2007, 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 195,000.00 per month.

23.4 As of June 30, 2008 and December 31, 2007, the Company has contingent liabilities incurred by the Customs Department to restore the money used from tax cards totalling Baht 3,508,903.12 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.

23.5 In March 2007, Mr.Thanakhan Pho-on or Mr.Thana Chinpanitkul, has filed the Company as the second defendant, together with La Chemise Lacoste as the first defendant and its group, with the Central Intellectual Property and International Trade Court, on wrongful act and has been claimed for compensation at the total amount of Baht 17.00 million plus interest.

In June 2008, Mr.Thanakhan Pho-on or Mr.Thana Chinpanitkul has dismissed the Company from the charge as the Company has been found no relation with such wrongful act. Consequently, the Central Intellectual Property and International Trade Court withdrew the case on the part of the Company.

24. Transactions in business - related parties

24.1 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 :

24.1 Transactions in business-related parties as of June 30, 2008 and December 31, 2007

(Unit : Baht)

No.	Name of companies	June 30, 2008				December 31, 2007			
		Relation- ship	Accounts receivable and Accrued revenue	Accounts payable and Accrued expenses	Purchase of property, plant and equipment/ leasehold	Relation- ship	Accounts receivable and Accrued revenue	Accounts payable and Accrued expenses	Purchase of property, plant and equipment/ leasehold
1	Textile Prestige	A	0.00	1,643,584.20	0.00	A	0.00	612,617.80	0.00
2	Thai Wacoal	A	43,739.46	438,527,342.51	0.00	A	142,849.10	357,643,902.10	40,000.00
3	Thanulux	A	0.00	156,662,894.04	0.00	A	247,536.32	159,584,205.86	0.00
4	Boutique Newcity	A	78,916.67	1,886,217.40	0.00	A	86,266.67	(15,141.48)	0.00
5	People's Garment	A	0.00	118,162,780.62	0.00	A	359,268.20	154,176,525.68	0.00
6	Far East DDB	A	0.00	6,713,729.60	0.00	A	0.00	4,784,831.12	0.00
7	Sahapathanapibul	A	5,651,460.53	3,802,951.73	30,810.00	A	5,919,253.93	22,878,737.51	357,986.00
8	S & J International Enterprises	A	7,067,837.92	960,970.06	0.00	A	1,891,899.63	266,189.20	0.00
9	Bangkok Nylon	A	0.00	1,519,562.09	0.00	A	0.00	644,182.59	0.00
10	Champ Ace	A	5.00	52,195,055.84	0.00	A	85,687.64	33,193,206.71	0.00
11	Monten (Thailand)	A	575,090.04	0.00	0.00	A	1,087,171.10	0.00	0.00
12	Lion Corporation (Thailand)	A	0.00	140,870,308.90	0.00	A	170,000.00	155,310,736.25	0.00
13	Saha Sehwa	A	5,859,166.66	0.00	0.00	A	6,971,666.64	0.00	0.00
14	International Laboratories	A	725,346.86	132,352,077.71	0.00	A	1,091,955.72	133,956,870.06	0.00
15	Siam DCM	A	539,442.26	0.00	0.00	A	1,081,619.93	0.00	0.00
16	Sun108 (former name : Suncolor)	A	537,541.62	3,433,541.20	0.00	A	1,272,679.44	4,961,178.07	882,660.00
17	INTERNATIONAL COMMERCIAL COORDINATION (HONG KONG)(ICCHK)	A	258,620.45	0.00	0.00	A	5,521,956.80	0.00	0.00
18	Kai I.T. Service	B	0.00	1,290,236.08	3,738,224.00	B	0.00	2,810,450.23	11,485,393.00
19	Can	A,B	3,574,557.73	0.00	0.00	A,B	3,056,543.94	0.00	2,708,947.43
20	Koraj Wattana	A	3,009,564.66	0.00	0.00	A	2,690,194.24	0.00	2,248,494.07
21	Sun and Sand	A	5,678,970.13	0.00	0.00	A	5,975,270.17	0.00	872,153.13
22	D F Inter	A	0.00	0.00	0.00	A	1,063,736.65	40,660.00	4,467,623.00
23	The Mall Ratchasima	A	24,962,159.44	0.00	0.00	A	28,886,092.59	3,319.80	0.00
24	Thai Gunze	A	0.00	16,169,128.78	0.00	A	0.00	17,842,212.66	0.00
25	Tiger Distribution & Logistics	A,B	842,329.66	7,925,618.22	0.00	A,B	27,823.25	6,826,387.09	0.00
26	Better Way (Thailand)	A	7,162,994.64	0.00	0.00	A	0.00	0.00	0.00
27	Pakumpo Wattana	A	3,490,599.06	0.00	0.00	A	3,677,601.44	0.00	1,720,208.74
28	Maharachapreuk	A	1,607,446.51	0.00	0.00	A	1,867,935.99	0.00	1,624,798.77
29	Sukhatasana	B	0.00	12,349,477.67	122,000.00	B	0.00	17,216,999.57	3,320,885.60
30	Thai Itokin	A,B,C	0.00	26,667,611.03	0.00	A,B,C	0.00	21,604,104.47	0.00
31	Intersouth	A	6,891,931.12	0.00	0.00	A	5,263,172.34	0.00	2,501,488.56
32	Intanin Chiangmai	A	6,508,847.70	0.00	0.00	A	21,826,833.64	0.00	1,675,473.87
33	Eastern I.C.C.	A	2,939,834.53	0.00	0.00	A	3,123,020.97	0.00	3,119,524.03
34	I.D.F.	B	0.00	0.00	5,760,869.50	B	14,863.01	0.00	2,336,448.60
35	Raja Uchino	A,B	4,198,700.00	9,912,808.11	0.00	A,B	3,442,915.48	28,127,924.86	0.00
36	Thai Arusu	A	0.00	19,072,050.79	1,467,081.00	A	25,681.85	40,675,325.33	22,733,448.86
37	BSC Entertainment	A	116,532.42	102,076.93	0.00	A	49,129.17	78,320.00	13,572,875.00
38	Pattaya Manufacturing	A	0.00	38,913,855.83	0.00	A	476,113.00	27,107,916.60	0.00
39	Saha Asia Pacific	A	0.00	1,648,533.40	0.00	A,C	0.00	2,123,919.15	0.00
40	H & B Intertex	A	1,625,190.28	11,898,976.60	0.00	A	1,112,648.19	17,188,423.55	0.00
41	Total Way Image	A	0.00	17,571,571.50	0.00	A	0.00	19,905,067.53	0.00
42	International Leather Fashion	A	0.00	32,157,533.15	0.00	A	58,070.43	23,006,213.24	0.00
43	Thai Monster	A	0.00	2,933,402.76	0.00	A	0.00	3,333,441.89	0.00
44	Shaldan (Thailand)	A,B	0.00	2,279,366.20	0.00	A,B	70,910.31	1,124,062.72	0.00
	Total		93,946,825.35	1,259,623,262.95	11,118,984.50		108,638,367.78	1,257,012,790.16	75,668,408.66
	27 companies having related transaction less than Baht 1 million per each company		3,004,867.31	1,149,845.77	160,000.00		1,783,419.49	369,341.79	80,000.00
	Grand Total		96,951,692.66	1,260,773,108.72	11,278,984.50		110,421,787.27	1,257,382,131.95	75,748,408.66

Remarks : Relationship

- A - Companies sharing management team
- B - Guaranteed by the company
- C - Loan given by the company

24.1 Transactions in business-related parties as of January – June 2008 and 2007

(Unit : Baht)

No.	Name of companies	January - June 2008					January - June 2007				
		Relation-ship	Sales revenue	Incomes	Purchases of goods	Expenses	Relation-ship	Sales revenue	Incomes	Purchases of goods	Expenses
1	Textile Prestige	A	0.00	5,630,860.00	4,906,690.00	0.00	A	0.00	8,446,290.00	4,146,100.00	0.00
2	Thai President Foods	A	0.00	2,107,749.00	0.00	0.00	A	0.00	3,731,014.07	0.00	0.00
3	Thai Wacoal	A	0.00	7,734,824.36	1,102,224,602.29	2,933,919.32	A	0.00	7,412,354.35	1,060,831,642.51	2,844,027.71
4	Thanulux	A	0.00	9,948,629.42	439,718,138.70	5,044,115.82	A	0.00	12,857,445.41	450,719,729.43	2,705,171.04
5	Boutique Newcity	A	0.00	140,435.00	14,150.91	2,188,970.00	A	0.00	17,967.29	0.00	2,111,200.00
6	People's Garment	A	0.00	3,216,705.79	386,302,863.51	2,036,342.13	A	0.00	5,682,407.84	537,889,250.39	437,694.43
7	Far East DDB	A	0.00	3,989,000.00	0.00	30,747,861.40	A	0.00	3,989,000.00	0.00	55,422,901.54
8	Sahapathanapibul	A	14,871,794.58	15,469,969.78	8,188,790.46	135,280.57	A	18,635,359.70	14,035,407.73	236,288,987.01	796,945.98
9	Saha Pathana Inter-holding	A	1,570.10	10,340,783.99	0.00	1,359,402.74	A	454,790.68	10,188,460.27	0.00	1,267,282.05
10	S & J International Enterprises	A	14,100,017.30	11,809,794.73	1,923,133.44	1,731,576.35	A	8,920,044.64	10,704,913.10	3,212,321.38	272,291.38
11	O.C.C.	A	0.00	5,505,260.73	0.00	0.00	A	0.00	6,572,221.16	0.00	0.00
12	Bangkok Nylon	A	0.00	0.00	2,699,177.99	0.00	A	0.00	0.00	2,419,126.91	0.00
13	Sahacogen (Chonburi)	A	22,400.00	29,843,388.00	0.00	0.00	A	129,600.00	29,843,481.46	0.00	0.00
14	Champ Ace	A	4,709.25	1,504,456.40	136,301,408.87	272,817.03	A	0.00	1,706,780.91	140,084,824.84	648,731.81
15	Thai Arai	A	0.00	4,063,500.00	0.00	0.00	A	0.00	4,740,750.00	0.00	0.00
16	Bangkok Tokyo Socks	A	0.00	0.00	1,215,606.60	41,000.00	A	0.00	0.00	1,657,965.75	0.00
17	Monten (Thailand)	A	0.00	1,241,249.69	0.00	0.00	A	0.00	1,763,597.84	0.00	0.00
18	Monten Asia Polymer Products	A	0.00	1,872,000.00	0.00	0.00	A	0.00	936,000.00	0.00	0.00
19	Lion Corporation (Thailand)	A	0.00	20,577,859.00	332,121,226.68	3,122,771.78	A	0.00	12,686,000.00	333,012,462.45	4,267,038.35
20	Sahachol Food Supplies	A	0.00	23,597.91	1,539,407.64	435,703.21	A	0.00	0.00	314,889.32	155,326.16
21	International Laboratories	A	131,760.00	5,939,805.18	363,803,975.15	14,988,976.02	A	62,069.35	5,999,128.08	357,715,196.01	10,899,713.91
22	Thai Hoover Industry	A	0.00	1,282,050.00	0.00	1,160,000.00	A	0.00	46.73	0.00	200,000.00
23	K R S Logistics	A	68,955.56	465,000.00	0.00	9,070,481.10	A	72,208.10	310,000.00	0.00	5,579,461.70
24	Thai Q.P.	A,B	0.00	1,358,400.00	0.00	1,869.18	A,B	0.00	1,558,215.09	0.00	4,672.90
25	Siam DCM	A	1,601,299.24	0.00	0.00	0.00	A	2,254,104.45	0.00	0.00	0.00
26	Sun108 (former name : Suncolor)	A	1,371,554.10	1,131,682.79	73,573,757.87	270,529.24	A	1,255,496.11	1,214,708.33	83,586,971.22	119,313.22
27	INTERNATIONAL COMMERCIAL COORDINATION (HONG KONG)(ICCHK)	A	0.00	0.00	0.00	0.00	A	2,521,948.95	0.00	0.00	0.00
28	International Commercial Coordination	A	0.00	46,496.07	(2,851,906.89)	2,093,260.02	A	0.00	45,225.00	0.00	1,072,478.98
29	Kai I.T. Service	B	0.00	189,116.22	0.00	4,907,960.11	B	0.00	195,694.68	0.00	5,528,092.14
30	Can	A,B	7,630,162.75	2,370.32	0.00	864,330.31	A,B	6,150,056.91	2,068.50	197,424.98	1,405,098.02
31	Koraj Wattana	A	7,910,408.23	931.20	0.00	1,423,086.66	A	5,871,111.39	0.00	0.00	2,133,797.53
32	Sun and Sand	A	10,852,499.21	1,620.10	0.00	1,466,596.24	A	9,960,550.36	13,881.67	0.00	2,550,725.50
33	Silver Rain	B	0.00	3,123.59	0.00	3,733,650.53	B	0.00	3,102.75	0.00	3,636,394.40
34	D F Inter	A	0.00	949,281.80	0.00	70,000.00	A	7,470,752.98	1,883,595.13	0.00	144,500.00
35	The Mall Ratchasima	A	59,522,927.24	920,000.00	0.00	20,852.48	A	52,778,278.32	0.00	0.00	20,940.90
36	Thai Gunze	A	0.00	1,664,556.83	30,324,063.50	14,661.00	A	0.00	2,429,137.82	31,030,419.10	6,850.00
37	Tiger Distribution & Logistics	A,B	2,922,338.84	8,782,905.66	3,697.57	24,005,717.43	A,B	6,613.84	6,920,413.05	0.00	28,639,227.88
38	Thai Cubic Technology	A,B	0.00	1,701,160.07	0.00	0.00	A,B	0.00	352,957.72	0.00	0.00
39	Thai Takeda Lace	A,B	0.00	2,500,929.90	0.00	0.00	A,B	0.00	2,503,200.00	0.00	0.00
40	Better Way (Thailand)	A	8,301,202.80	41,943,160.00	0.00	0.00	A	799,886.12	41,943,160.00	0.00	0.00
41	Belle Masion (Thailand)	A	1,271,616.69	975,567.28	59,520.00	422,705.63	A	708,429.70	802,993.42	0.00	723,272.70
42	Paknumpo Wattana	A	8,219,206.39	60,806.55	0.00	853,216.51	A	5,616,136.49	60,193.01	0.00	1,042,643.32
43	Maharachapreuk	A	3,242,476.83	60,477.57	0.00	1,048,407.05	A	4,236,209.91	60,621.79	116,595.68	1,331,656.99
44	Sukhatasana	B	0.00	10,356.31	16,500.00	35,599,146.13	B	0.00	10,064.68	0.00	31,351,727.01
45	Thai Itokin	A,B,C	0.00	2,356,485.04	65,018,586.06	1,388,363.70	A,B	0.00	1,326,581.11	86,889,938.27	6,239,979.58
46	Intersouth	A	16,860,965.47	211.20	0.00	1,219,626.99	A	12,131,945.60	38,738.81	130,995.71	2,591,288.60
47	Intanin Chiangmai	A	5,389,159.51	907.20	0.00	2,145,804.20	A	12,386,835.76	0.00	942,672.55	1,746,017.69
48	Eastern I.C.C.	A	7,621,149.25	489.73	0.00	2,315,576.50	A	7,079,839.55	0.00	0.00	3,111,931.76

24.1 Transactions in business-related parties as of January – June 2008 and 2007 (continued)

(Unit : Baht)

No.	Name of companies	January - June 2008					January - June 2007				
		Relation-ship	Sales revenue	Incomes	Purchases of goods	Expenses	Relation-ship	Sales revenue	Incomes	Purchases of goods	Expenses
49	Raja Uchino	A,B	0.00	3,252,132.90	24,388,716.01	169,217.73	A,B	0.00	2,501,439.57	17,229,309.46	116,592.36
50	Thai Arusu	A	13,644.94	869,357.89	42,437.50	63,988,909.50	A	155,358.44	1,092,358.00	1,142,881.56	57,569,603.10
51	BSC Entertainment	A	202,426.50	3,403.92	25,296.00	1,293,857.48	A	190,606.33	0.00	0.00	47,004.64
52	Thai Secom Pitakkij	A	0.00	4,318,973.60	0.00	468,420.00	A	0.00	46.73	0.00	468,720.00
53	Thai Shikibo	A	0.00	3,084,007.48	0.00	0.00	A	0.00	3,640,200.00	0.00	0.00
54	MIT Pathana Homeshopping	A	248,188.92	921,501.33	0.00	183,600.00	A	(15,140.20)	855,494.75	0.00	0.00
55	Siam Zokei	A,C	0.00	4,102,958.90	0.00	0.00	-	0.00	0.00	0.00	0.00
56	Erawan Textile	A,C	0.00	2,306,835.62	0.00	0.00	-	0.00	0.00	0.00	0.00
57	Grand Star Industry	A	0.00	2,955,397.16	0.00	363,344.00	A	0.00	2,568,106.64	0.00	360,000.00
58	Thai Janome	A	0.00	3,615,040.00	0.00	0.00	A	0.00	2,104,960.00	0.00	0.00
59	Pattaya Manufacturing	A	0.00	4,259,118.51	138,327,678.21	370,567.94	A	0.00	4,146,934.54	152,520,343.85	87,320.61
60	SSDC (Tigertex)	A	0.00	4,965,672.80	0.00	0.00	A	0.00	4,427,030.23	0.00	0.00
61	Saha Asia Pacific	A	0.00	1,844,691.79	5,923,719.65	0.00	A,C	0.00	1,952,568.50	8,460,870.55	770,719.70
62	E.P.F.	A	3,748,278.46	170,040.00	0.00	0.00	A	2,476,199.29	140,000.00	0.00	0.00
63	H & B Intertex	A	0.00	3,186,342.19	35,216,321.20	128,702.28	A	3,363.54	2,262,887.27	29,347,417.18	170,716.96
64	Total Way Image	A	0.00	800,000.00	48,451,613.44	0.00	A	0.00	700,000.00	50,993,407.03	0.00
65	International Leather Fashion	A	0.00	1,050,734.55	72,590,739.03	147,776.87	A	0.00	1,530,652.09	68,760,910.06	253,884.21
66	Thai Monster	A	0.00	0.00	9,392,440.33	359,672.90	A	0.00	300,000.00	11,269,450.41	750.00
67	Shaldan (Thailand)	A,B	0.00	4,672.90	4,023,086.87	1,233,499.20	A,B	0.00	140.19	1,844,764.15	10,000.00
68	Top Trend Manufacturing	A	0.00	2,700,000.00	0.00	0.00	A	0.00	2,376,000.00	0.00	0.00
69	T.U.C. Elastic	A	0.00	384,000.00	0.00	0.00	A	0.00	2,496,000.00	0.00	0.00
70	Thai Asahi Kasei Spandex	-	0.00	0.00	0.00	0.00	C	0.00	2,170,212.97	0.00	0.00
71	Shiseido Professional (Thailand)	A	0.00	4,711,871.93	0.00	0.00	A	0.00	4,032,206.22	0.00	0.00
72	Vira Law Office	A	0.00	111,155.61	0.00	2,891,802.00	A	0.00	113,271.42	0.00	2,633,928.00
Total			176,130,712.16	256,985,863.49	3,285,485,438.59	230,733,947.28		162,312,656.31	242,398,327.92	3,672,756,867.76	243,497,634.76
27 companies having related transaction less than Baht 1 million per each company			147,163.32	6,124,508.69	45,449.65	401,536.68		181,138.60	6,230,540.93	516,309.64	513,640.60
Grand Total			176,277,875.48	263,110,372.18	3,285,530,888.24	231,135,483.96		162,493,794.91	248,628,868.85	3,673,273,177.40	244,011,275.36

Remarks : 1. Relationship

- A - Companies sharing management team
- B - Guaranteed by the company
- C - Loan given by the company

(Unit : Millions Baht)

2. Incomes from related business consist of

	Jan - Jun 2008	Jan - Jun 2007
Dividend income	212.00	212.10
Interest income	9.38	2.86
Rental income	20.53	18.01
Other incomes	21.20	15.66
Total	263.11	248.63

3. Expenses in related business consist of

	Jan - Jun 2008	Jan - Jun 2007
Display supplies	72.62	63.03
Advertising expenses	59.85	78.59
Warehouse management fee	12.33	16.51
Sale expenses	31.77	38.01
Packaging supplies	7.69	10.25
Other expenses	46.88	37.62
Total	231.14	244.01

24.2 The Company has not submitted for an approval from the general shareowners' meetings in 2008 and 2007 to allocate the loan and guarantee to the related parties. This was due to the fact that an approval shall be submitted for approval from time to time from the board of director's meeting or the general shareowners' meeting, depending on the amount of the transaction, (this practice was changed 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 June 30, 2008 and December 31, 2007, 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		Millions Baht	
	Jun 30, 2008	Dec 31, 2007	Jun 30, 2008	Dec 31, 2007		Jun 30, 2008	Dec 31, 2007	Jun 30, 2008	Dec 31, 2007
Business-related parties	3	2	163.741	13.741	0.50, 0.25	9	10	150.000	150.205
Joint-venture companies	2	2	291.150	115.000	(A) -	6	7	179.882	181.382
Total	5	4	454.891	128.741		15	17	329.882	331.587

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 June 30, 2008 and December 31, 2007, the back guarantee by the Thai investors in accordance with Thai investment proportion, amounted Baht 95.766 million and Baht 96.972 million, respectively.

25. 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.

26. Financial instruments

26.1 Risk management

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

26.2 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.

26.3 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.

26.4 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 June 30, 2008 and December 31, 2007, the Company has reserved the doubtful accounts amounting to Baht 65.63 million and Baht 66.20 million equivalent to 4.50% and 3.47% of accounts and notes receivable respectively. Consequently, the contingent credit risk has already been reserved.

26.5 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 investments in non-marketable securities have been reasonably calculated on the net assets of such investments, of which their values are close to the ones stated in their balance sheets.

- 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 June 30, 2008 and December 31, 2007 :

	June 30, 2008		Baht	December 31, 2007	
	Amount			Amount	
	shown in the Balance Sheets	Fair value		shown in the Balance Sheets	Fair value
Investment in debt- securities	260,000,000.00	256,495,968.50		312,500,300.00	313,872,484.64

27. Approval of financial statements

The financial statements have been approved by the Executive Board on July 25, 2008.

Certified correct.

.....DirectorDirector