

Premier Technology Public Company Limited and its subsidiary

Balance sheets

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2008 (Unaudited but reviewed)	31 December 2007 (Audited)	31 March 2008 (Unaudited but reviewed)	31 December 2007 (Audited)
Assets					
Current assets					
Cash and cash equivalents		18,603	14,454	2,419	1,476
Current investment - fixed deposits with banks		3,366	7,414	3,366	7,414
Trade accounts receivable					
Related parties	2	5,149	3,076	-	-
Unrelated parties		288,840	393,447	-	-
Less: Allowance for doubtful accounts		(8,896)	(7,916)	-	-
Trade accounts receivable - net	3	285,093	388,607	-	-
Inventories - net		65,819	58,177	-	-
Other current assets					
Withholding income tax deducted at source		8,739	10,521	644	644
Accrued service income		3,547	5,506	-	-
Prepaid service cost		42,573	37,520	-	-
Others		12,981	9,455	425	356
Total current assets		440,721	531,654	6,854	9,890
Non-current assets					
Restricted fixed deposits with banks	13.2	38,356	35,484	-	-
Accounts receivable from transfer of rights					
of claim - related party	2	-	-	-	-
Investment in subsidiary - net	4	-	-	152,727	117,627
Leasehold right and equipment - net	5	128,147	137,202	2	2
Other non-current assets					
Prepaid rental expenses		5,918	6,023	-	-
Deposit on share - related party	2	-	18,100	-	18,100
Others		3,351	3,635	-	-
Total non-current assets		175,772	200,444	152,729	135,729
Total assets		616,493	732,098	159,583	145,619

The accompanying notes are an integral part of the financial statements.

Premier Technology Public Company Limited and its subsidiary

Balance sheets (continued)

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2008	31 December 2007	31 March 2008	31 December 2007
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loan from financial institution	6	10,000	-	-	-
Trade accounts payable		176,131	242,071	-	-
Amounts due to related parties	2	55	514	-	-
Accounts payable - factoring company	3	5,108	21,394	-	-
Current portion of long-term loans	7	3,428	4,863	-	-
Current portion of long-term liabilities	8	40,776	38,974	-	-
Current portion of long-term liabilities under rehabilitation plan	9	2,244	2,275	2,244	2,275
Other current liabilities					
Accrued expenses		66,183	106,280	259	1,332
Deferred service income		77,325	62,520	-	-
Others		14,295	18,472	27	2
Total current liabilities		395,545	497,363	2,530	3,609
Non-current liabilities					
Long-term loans - net of current portion	7	1,179	1,687	-	-
Long-term liabilities - net of current portion	8	33,269	32,015	-	-
Long-term liabilities under rehabilitation plan - net of current portion	9	3,156	4,203	3,156	4,203
Other non-current liabilities		252	252	-	-
Total non-current liabilities		37,856	38,157	3,156	4,203
Total liabilities		433,401	535,520	5,686	7,812

The accompanying notes are an integral part of the financial statements.

Premier Technology Public Company Limited and its subsidiary

Balance sheets (continued)

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2008	31 December 2007	31 March 2008	31 December 2007
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity					
Share capital					
Registered					
142,440,489 ordinary shares of Baht 1 each		142,440	142,440	142,400	142,440
Issued and fully paid-up					
141,944,471 ordinary shares of Baht 1 each		141,944	141,944	141,944	141,944
Company's shares held by subsidiary	10	(230)	(230)	-	-
Gain on sale of investment to related company	2	17,000	-	17,000	-
Retained earnings					
Appropriated - statutory reserve		750	3,150	750	750
Unappropriated (deficit)		23,628	16,389	(5,797)	(4,887)
Equity attributable to the company's shareholders		183,092	161,253	153,897	137,807
Minority interest - equity attributable to minority shareholders of subsidiary					
		-	35,325	-	-
Total shareholders' equity		183,092	196,578	153,897	137,807
Total liabilities and shareholders' equity		616,493	732,098	159,583	145,619
		-	-	-	-

The accompanying notes are an integral part of the financial statements.

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Directors
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(Unaudited but reviewed)

Premier Technology Public Company Limited and its subsidiary

Income statements

For the three-month periods ended 31 March 2008 and 2007

(Unit: Thousand Baht except basic earnings per share expressed in Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2008	2007	2008	2007
Revenues					
Sales		252,493	159,656	-	-
Service income		75,685	58,469	-	-
Other income		4,526	7,013	30	1,305
Total revenues		<u>332,704</u>	<u>225,138</u>	<u>30</u>	<u>1,305</u>
Expenses					
Cost of sales and services		243,053	165,596	-	-
Selling and administrative expenses		80,094	67,867	940	1,472
Total expenses		<u>323,147</u>	<u>233,463</u>	<u>940</u>	<u>1,472</u>
Income (loss) before interest expenses					
and income tax		9,557	(8,325)	(910)	(167)
Interest expenses		(952)	(1,667)	-	-
Corporate income tax	11	(3,766)	-	-	-
Net income (loss) for the period		<u>4,839</u>	<u>(9,992)</u>	<u>(910)</u>	<u>(167)</u>
Net income (loss) attributable to:					
Equity holders of the parent		4,839	(8,027)	(910)	(167)
Minority interests of the subsidiary		-	(1,965)	-	-
Net income (loss) for the period		<u>4,839</u>	<u>(9,992)</u>		
Basic earnings per share					
Net income (loss) attributable to equity holders of the parent		<u>0.034</u>	<u>(0.057)</u>	<u>(0.006)</u>	<u>(0.001)</u>

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Premier Technology Public Company Limited and its subsidiary

Cash flow statements

For the three-month periods ended 31 March 2008 and 2007

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Cash flows from operating activities				
Net income (loss) before tax	8,605	(9,992)	(910)	(167)
Adjustments to reconcile net income (loss) to net cash provided by (paid from) operating activities:				
Increase (decrease) in allowance for doubtful accounts	980	(79)	-	-
Allowance for diminution in value of inventories	23	116	-	-
Depreciation and amortisation	17,237	17,351	-	-
(Gain) loss on sale of equipment	92	(1,446)	-	-
Interest expenses	<u>1,862</u>	<u>1,688</u>	<u>-</u>	<u>-</u>
	28,799	7,638	(910)	(167)
Operating assets (increase) decrease				
Trade accounts receivable	102,534	187,523	-	-
Inventories	(7,665)	(33,875)	-	-
Other current assets	(3,357)	(15,847)	(69)	92
Other non-current assets	284	(5,653)	-	522
Operating liabilities increase (decrease)				
Trade accounts payable	(65,940)	(134,428)	-	-
Amounts due to related parties	(459)	(2,978)	-	(3,019)
Other current liabilities	<u>(29,408)</u>	<u>(3,136)</u>	<u>(1,048)</u>	<u>(878)</u>
Cash from (used in) operating activities	24,788	(756)	(2,027)	(3,450)
Cash paid for interest expenses	(1,923)	(2,037)	-	-
Cash paid for corporate income tax	<u>(5,247)</u>	<u>(4,368)</u>	<u>-</u>	<u>-</u>
Net cash from (used in) operating activities	<u>17,618</u>	<u>(7,161)</u>	<u>(2,027)</u>	<u>(3,450)</u>

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Premier Technology Public Company Limited and its subsidiary

Cash flow statements (continued)

For the three-month periods ended 31 March 2008 and 2007

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Cash flows from investing activities				
Decrease (increase) in current investments	4,048	(25,000)	4,048	(25,000)
Increase in restricted bank deposits	(2,872)	(5,475)	-	-
Acquisition of equipment	(3,748)	(9,023)	-	-
Proceeds from sales of equipment	20	2,724	-	-
Net cash from (used in) investing activities	(2,552)	(36,774)	4,048	(25,000)
Cash flows from financing activities				
Increase in short-term loan from financial institution	10,000	-	-	-
Increase (decrease) in accounts payable - factoring company	(16,286)	22,674	-	-
Repayment of long-term loans	(1,943)	(1,867)	-	-
Cash receipt from long-term liabilities	9,842	-	-	-
Repayment of long-term liabilities	(11,452)	(9,174)	-	-
Repayment of long-term liabilities under rehabilitation plan	(1,078)	(1,105)	(1,078)	(1,105)
Net cash from (used in) financing activities	(10,917)	10,528	(1,078)	(1,105)
Net increase (decrease) in cash and cash equivalents	4,149	(33,407)	943	(29,555)
Cash and cash equivalents at beginning of period	14,454	79,680	1,476	64,004
Cash and cash equivalents at end of period	18,603	46,273	2,419	34,449
	-	-	-	-

Supplementary disclosures of cash flows information

Non cash items

Assets under financial lease agreements	4,666	1,998	-	-
Settlement of payable from investment in subsidiary by offsetting with accounts receivable from transfer of right of claim	17,000	-	17,000	-
Settlement of payable from investment in subsidiary by offsetting with deposits on shares	18,100	-	18,100	-

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Premier Technology Public Company Limited and its subsidiary

Statements of changes in shareholders' equity

For the three-month periods ended 31 March 2008 and 2007

(Unit: Thousand Baht)

		Consolidated financial statements						
	Note	Issued and paid-up share capital	Company's shares held by subsidiary	Gain on sale of investment to related company	Retained earnings		Minority interest- equity attributable to minority shareholders of subsidiary	Total
					Appropriated - statutory reserve	Unappropriated		
Balance as at 31 December 2006		141,944	(230)	-	2,400	12,553	29,406	186,073
Net loss for the period		-	-	-	-	(8,027)	(1,965)	(9,992)
Balance as at 31 March 2007		<u>141,944</u>	<u>(230)</u>	<u>-</u>	<u>2,400</u>	<u>4,526</u>	<u>27,441</u>	<u>176,081</u>
Balance as at 31 December 2007		141,944	(230)	-	3,150	16,389	35,325	196,578
Net income for the period		-	-	-	-	4,839	-	4,839
Gain on sale of investment to related company	2	-	-	17,000	-	-	-	17,000
Minority interest - equity attributable to minority shareholders of subsidiary		-	-	-	(2,400)	2,400	(35,325)	(35,325)
Balance as at 31 March 2008		<u>141,944</u>	<u>(230)</u>	<u>17,000</u>	<u>750</u>	<u>23,628</u>	<u>-</u>	<u>183,092</u>

The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Premier Technology Public Company Limited and its subsidiary

Statements of changes in shareholders' equity

For the three-month periods ended 31 March 2008 and 2007

(Unit: Thousand Baht)

		Separate financial statements				
Note	Issued	Gain on sale	Retained earnings (deficit)		Total	
	and paid-up share capital	of investment to related company	Appropriated- statutory reserve	Unappropriated (deficit)		
	141,944	-	-	14,953	156,897	
	-	-	-	(167)	(167)	
	<u>141,944</u>	<u>-</u>	<u>-</u>	<u>14,786</u>	<u>156,730</u>	
	141,944	-	750	(4,887)	137,807	
	-	-	-	(910)	(910)	
2	-	17,000	-	-	17,000	
	<u>141,944</u>	<u>17,000</u>	<u>750</u>	<u>(5,797)</u>	<u>153,897</u>	

The accompanying notes are an integral part of the financial statements.

Premier Technology Public Company Limited and its subsidiary
Notes to consolidated interim financial statements
For the three-month period ended 31 March 2008

1. General information

1.1 Corporate information

Premier Technology Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. The Company is principally engaged in a holding company, with a registered office located at One Premier Corporate Park, Soi Premier 2, Srinakarin Road, Nongbon, Prawet, Bangkok.

1.2 Basis for the preparation of the interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 41 (revised 2007) “Interim financial statements”, with the Company choosing to present condensed interim financial statements. However, the Company has presented the balance sheets, and the statements of income, changes in shareholders’ equity, and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events, and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

1.3 Accounting standards which are effective for the current year

TAS 25 (revised 2007)	Cash Flow Statements
TAS 29 (revised 2007)	Leases
TAS 31 (revised 2007)	Inventories
TAS 33 (revised 2007)	Borrowing Costs
TAS 35 (revised 2007)	Presentation of Financial Statements
TAS 39 (revised 2007)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 41 (revised 2007)	Interim Financial Reporting
TAS 43 (revised 2007)	Business Combinations
TAS 49 (revised 2007)	Construction Contracts
TAS 51	Intangible Assets

(Unaudited but reviewed)

These accounting standards become effective for the financial statements for fiscal years beginning on or after 1 January 2008. The management has assessed the effect of these accounting standards and believes that TAS 33 and TAS 49 are not relevant to the business of the Company, whereas the other accounting standards do not have any significant impact on the financial statements for the current period.

1.4 Basis of consolidation

These consolidated financial statements include the financial statements of Premier Technology Public Company Limited and its subsidiary (“the Group”) and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2007, except that during the current quarter the Company acquired 60,000 ordinary shares of Datapro Computer Systems Company Limited (Datapro) from a former shareholder at Baht 585 per share, paying a total of Baht 35.1 million. The Company therefore holds all shares of Datapro.

1.5 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2007.

2. Related party transactions

During the periods, the Company and its subsidiary had significant business transactions with related parties, which have been concluded on commercial terms and bases agree upon in the ordinary course of business between the Company and those companies. Below is a summary of those transactions.

	(Unit : Million Baht)				
	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	For the three-month periods ended 31 March		For the three-month periods ended 31 March		<u>Pricing policy</u>
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	
<u>Transactions with related companies</u>					
Sales and service income	14.1	14.6	-	-	Note 2.1
Selling and administrative expenses	5.2	4.4	0.6	0.6	Contract price, which is price in the ordinary course of business

(Unaudited but reviewed)

- 2.1 Sale prices are determined based on cost plus a margin of approximately 3 to 7 percent while prices of service are based on the contract price, which is price in the ordinary course of business. However, pricing depend on the type of product or service and the pricing policy may change according to the type of business and the market situation at the time of the transaction.

The balances of accounts as at 31 March 2008 and 31 December 2007 between the Company and those related companies are as follows:

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate financial statements	
	31 March 2008	31 December 2007	31 March 2008	31 December 2007
		(Audited)		(Audited)
<u>Trade accounts receivable - related parties</u>				
Premier Motors Company Limited	2,170	1,353	-	-
Premier Metrobus Company Limited	640	-	-	-
Premier Inter Leasing Company Limited	410	-	-	-
IQA Laboratory Company Limited	363	379	-	-
Seri Premier Company Limited	328	219	-	-
Broadband Technology Services Company Limited	288	-	-	-
Premier LMS Company Limited	229	-	-	-
Premier Fission Capital Company Limited	169	211	-	-
Premier Resort Krabi Limited	22	601	-	-
Others	530	313	-	-
Total trade accounts receivable - related parties	5,149	3,076	-	-
<u>Account receivable from transfer of rights of claim - related party</u>				
Premier Manufacturing Company Limited	68,000	85,000	68,000	85,000
Less : Deferred gain from sales of investments	(68,000)	(85,000)	68,000	(85,000)
Total account receivable from transfer of rights of claim - related party - net	-	-	-	-
<u>Deposit on share - related party</u>				
Premier Fission Capital Company Limited	-	18,100	-	18,100

(Unaudited but reviewed)

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate financial statements	
	31 March 2008	31 December 2007 (Audited)	31 March 2008	31 December 2007 (Audited)
<u>Amounts due to related parties</u>				
Seri Center Management Company Limited	-	468	-	-
Others	55	46	-	-
Total amounts due to related parties	55	514	-	-

Accounts receivable from transfer of rights of claim - related party

During the fourth quarter of 2005, the Company sold investments in two subsidiaries to Premier Manufacturing Company Limited with a gain on the sale of the investments amounting to Baht 143.6 million. The Company also transferred to the related company rights of claim in loans and receivable of Premier CE Company Limited and Premier Home Appliance Company Limited, with balances as at 30 November 2005, amounting to Baht 70 million and Baht 20 million, respectively, for which it is to receive remuneration amounting to Baht 90 million. The Company has received partial remuneration of Baht 5 million, and as at 31 December 2007 the balance of Baht 85 million was recorded as account receivable from transfer of rights of claim - related party in the balance sheet. Such remuneration, on which no interest is charged, is to be paid in 5 annual installments of Baht 17 million each, commencing from 1 December 2006. However, for reasons of prudence, the Company has deferred the recognition of the gains on sale of the Baht 85 million of investments until the payment is received. During the current quarter the Company transferred the Baht 17 million of accounts receivable from transfer of rights of claim to net them with the payment of share purchase from a related company (as discussed in note 4). The Company recognised the deferred gain of Baht 17 million in shareholders' equity in the balance sheet.

Directors and management's remuneration

During the three-month period ended 31 March 2008, the Company and its subsidiary paid salaries, meeting allowances and gratuities to their directors and management totaling Baht 8.0 million. (the Company only: Baht 0.1 million) (2007: Baht 6.9 million, the Company only: Baht 0.03 million).

Guarantee obligations with subsidiary

The Company has outstanding guarantee obligations with its subsidiary as described in Note 7 to the interim financial statements.

(Unaudited but reviewed)

3. Trade accounts receivable

The aging of the outstanding balances of trade accounts receivable as at 31 March 2008 and 31 December 2007 are aged, based on due date, as follows:

	(Unit: Thousand Baht)	
	Consolidated financial statements	
	31 March 2008	31 December 2007
		(Audited)
<u>Ages of receivable</u>		
<u>Related parties</u>		
Not yet due	2,895	1,937
Past due		
Within 3 months	797	1,139
3 - 6 months	987	-
6 - 12 months	470	-
Longer than 12 months	-	-
Total	5,149	3,076
Less: Allowance for doubtful accounts	-	-
Net	5,149	3,076
 <u>Unrelated parties</u>		
Not yet due	188,264	339,946
Past due		
Within 3 months	82,193	33,909
3 - 6 months	7,152	9,625
6 - 12 months	3,401	2,140
Longer than 12 months	7,830	7,827
Total	288,840	393,447
Less: Allowance for doubtful accounts	(8,896)	(7,916)
Net	279,944	385,531
Trade accounts receivable - net	285,093	388,607

The balance of trade accounts receivable as at 31 March 2008 included trade receivables amounting to Baht 5.7 million (31 December 2007: Baht 23.7 million) which the subsidiary has assigned its rights over collection to factoring company in accordance with the factoring agreements with interest as stipulated in the agreements. If the assignee is unable to make collection from the subsidiary's debtors, the subsidiary agrees to pay the outstanding debt balances to the assignee.

(Unaudited but reviewed)

4. Investment in subsidiary

(Unit: Thousand Baht)

Company's name	Separate financial statements					
	Paid-up capital		Shareholding percentage		Cost	
	31 March	31 December	31 March	31 December	31 March	31 December
	2008	2007	2008	2007	2008	2007
			(%)	(%)		(Audited)
Datapro Computer Systems Company Limited	30,000	30,000	100	80	255,887	220,787
Less : Provision for loss in value of investment in subsidiary					(103,160)	(103,160)
Investment in subsidiary - net					<u>152,727</u>	<u>117,627</u>

During the current quarter, the Company received the transfer of 60,000 ordinary shares of Datapro Computer System Company Limited from Premier Fission Capital Company Limited, or equivalent to 20 percent of its registered capital, at a price of Baht 585 per share, for a total of Baht 35.1 million. The above transaction is in accordance with a share purchase and sale agreement made in 2006 with such company. The Company paid Baht 18.1 million as a deposit for share purchase in 2007 and transferred Baht 17.0 million of accounts receivable from transfer of rights of claim to net with the outstanding balance of share purchase during the current quarter (as discussed in note 2).

5. Leasehold right and equipment

Movements of the leasehold right and equipment account during the three-month period ended 31 March 2008 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements
Net book value as at 1 January 2008	137,202
Acquisitions during period - at cost	8,414
Disposals during period - net book value at disposal date	(112)
Depreciation for period	(17,357)
Net book value as at 31 March 2008	<u>128,147</u>

(Unaudited but reviewed)

6. Short-term loan from financial institution

(Unit: Thousand Baht)

	Consolidated financial statements	
	31 March 2008	31 December 2007
		(Audited)
Short-term loan	10,000	-
Total	10,000	-

As at 31 March 2008, Baht 10 million short-term loan from financial institution of the subsidiary carries interest at the rates of MLR per annum which is guaranteed by a part of fixed deposits with bank of the subsidiary.

7. Long-term loans

Long-term loans (including current portion) of the subsidiary consist of the followings:

(Unit: Thousand Baht)

	Consolidated financial statements	
	31 March 2008	31 December 2007
		(Audited)
Long-term loans from banks	1,500	3,000
Other long-term loans	3,107	3,550
Total	4,607	6,550
Less: Current portion	(3,428)	(4,863)
Long-term loans - net of current portion	1,179	1,687

Movements in the long-term loans account during the three-month period ended 31 March 2008 are summarised below:

(Unit: Thousand Baht)

	Consolidated financial statements
Balance as at 1 January 2008	6,550
Less: Repayment	(1,943)
Balance as at 31 March 2008	4,607

(Unaudited but reviewed)

Long-term loan from bank of the subsidiary is a long-term loan under a composition agreement with a local commercial bank, dated 11 April 2001, under which the terms of repayment of a defaulted bank overdraft were relaxed. The principal of Baht 40 million is to be repaid in quarterly installments within 7 years from July 2001, together with interest charged at MLR per annum. The above loan is guaranteed by the Company and if the bank exercises its right of claim in this respect the Company will settle the debt with its shares, in accordance with the business rehabilitation plan.

Other long-term loans of the subsidiary represent loans obtained from a company for use in the purchase of assets of the subsidiary. The loans are to be repaid in monthly installments within 3 years from the dates specified in the agreements, together with interest as stipulated in the agreements.

8. Long-term liabilities

Long-term liabilities (including current portion) of the subsidiary consist of the followings:

	(Unit: Thousand Baht)	
	Consolidated financial statements	
	31 March 2008	31 December 2007
		(Audited)
Liabilities under finance lease agreements - net of deferred interest	74,029	70,923
Hire purchase payable	16	66
Total	74,045	70,989
Less: Current portion	(40,776)	(38,974)
Long-term liabilities - net of current portion	<u>33,269</u>	<u>32,015</u>

Movements in the long-term liabilities account during the three-month period ended 31 March 2008 are summarised below.

	(Unit: Thousand Baht)
	Consolidated financial statements
Balance as at 1 January 2008	70,989
Add: Additional borrowings	14,508
Less: Repayment	(11,452)
Balance as at 31 March 2008	<u>74,045</u>

These represent liabilities under financial lease agreements which repayment is scheduled over 36 - 60 months. The assets acquired by the subsidiary under the financial lease agreements have been recorded at their cash price.

(Unaudited but reviewed)

9. Long-term liabilities under rehabilitation plan

As at 31 March 2008 and 31 December 2007, the outstanding long-term liabilities restructuring under rehabilitation plan are as follows:

	(Unit: Thousand Baht)	
	Consolidated/ Separate financial statements	
	31 March 2008	31 December 2007
		(Audited)
Senior creditors of loans and financial instruments		
- Principal is to be repaid in semi-annual installments within 10 years from the date the court issues its final order approving the plan, with a grace period of 3 years (repayment as from the year 2004). Interest is charged at the lower of 6 percent per annum or MLR.	5,000	6,000
Add: Interest expenses pending recognition in future year	400	478
Long-term liabilities under rehabilitation plan	5,400	6,478
Less: Current portion	(2,244)	(2,275)
Long-term liabilities under rehabilitation plan - net of current portion	3,156	4,203

Movements in the long-term liabilities under rehabilitation plan account during the three-month period ended 31 March 2008 are summarised below.

	(Unit: Thousand Baht)
	Consolidated /Separate financial statements
Balance as at 1 January 2008	6,478
Less: Repayment	(1,078)
Balance as at 31 March 2008	5,400

10. Company's shares held by subsidiary

As at 31 March 2008, 230,175 shares of the Company were held by subsidiary (31 December 2007: 230,175 shares). They are presented as a deduction in shareholders' equity and are stated at cost.

11. Corporate income tax

Interim corporate income tax was calculated on net income before income tax for the periods, after adding back expenses and deducting income which are disallowable for tax computation purposes, using the estimated effective tax rate for the year.

12. Facilities from financial institution

The subsidiary has been granted various types of credit facilities, by a financial institution of which Baht 52.2 million has not been utilised. Most of the facilities have been guaranteed by a part of fixed deposits with bank of the subsidiary.

13. Commitments

As at 31 March 2008, the Company and its subsidiary had commitments as follows:

13.1 The Company has commitments from guarantees on the loan facilities of its subsidiary totaling approximately Baht 40 million (31 December 2007: Baht 40 million). The Company will settle the debt with its share as described in Note 7 to the interim financial statements.

13.2 The subsidiary has commitments of Baht 36.0 million (31 December 2007: Baht 33.3 million) in respect of letters of guarantee issued by banks on its behalf.

A Baht 38.4 million (31 December 2007: Baht 35.5 million) fixed bank deposits of the subsidiary have been pledged with banks to secure those bank guarantees and short-term loan as described in Note 6 to the interim financial statements.

13.3 The subsidiary has several long-term lease agreements in respect of rental building, office space and related services. Expenses which shall be payable in the future are as follows:

<u>Year</u>	<u>Million Baht</u>
2008	10.6
2009	13.7
2010 - 2022	20.4

13.4 The Company and its subsidiary have entered into management service agreements with a related company, whereby management fees totaling Baht 0.7 million per month are payable in the future, with Baht 0.2 million per month payable by the Company. The agreements end in December 2008 but they automatically renew for periods of one year each time until terminated.

14. Foreign exchange risk

As at 31 March 2008, the subsidiary had the net foreign currency - denominated liabilities, amounting to USD 0.5 million (31 December 2007: USD 0.7 million) which had not been hedged against foreign exchange rate risk.

15. Financial information by segment

The Company and its subsidiary's operations involve a single industry segment, information and communications technology, and are carried on in the single geographic area of Thailand. As a result, all of the revenues, operating income (loss) and assets reflected in these financial statements pertain to the aforementioned industry segment and geographic area.

16. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 8 May 2008.