

**Rayong Purifier Public Company Limited and its subsidiaries**

**Statement of financial position**

**As at 31 December 2012**

(Unit: Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2012	2011	2012	2011
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents	6	618,176,180	523,807,608	555,721,879	420,383,176
Current investments	7	228,994,798	90,408,602	133,320,663	90,408,602
Trade and other receivables	8, 9	107,724,649	620,533,279	14,587,324	668,088,809
Inventories	10	73,467,043	1,064,370,091	4,898,054	977,154,389
Short-term loans to and interest receivable from					
unrelated parties	11	400,000	3,100,000	400,000	3,100,000
Short-term loans to related parties	9	-	1,577,525	353,988,439	16,577,525
Current portion of long-term loans to unrelated parties	12	487,227	886,987	-	427,595
Other current assets	13	24,485,217	157,291,047	5,608,623	94,230,362
<b>Total current assets</b>		<b>1,053,735,114</b>	<b>2,461,975,139</b>	<b>1,068,524,982</b>	<b>2,270,370,458</b>
<b>Non-current assets</b>					
Pledged deposits at banks	14	87,303,714	97,780,291	81,200,000	90,000,000
Long-term loans to unrelated parties	12	2,646,073	3,064,649	1,000,000	931,349
Investments in associates	15	421,338,201	125,649,604	426,946,265	132,355,892
Investments in subsidiaries	16	-	-	481,134,443	431,849,079
Property, plant and equipment	17	1,077,309,445	1,319,883,158	544,525,075	601,974,986
Intangible assets	18	10,207,295	12,840,441	6,936,737	9,040,858
Other non-current assets	19	37,930,231	46,305,330	28,922,006	32,829,818
<b>Total non-current assets</b>		<b>1,636,734,959</b>	<b>1,605,523,473</b>	<b>1,570,664,526</b>	<b>1,298,981,982</b>
<b>Total assets</b>		<b>2,690,470,073</b>	<b>4,067,498,612</b>	<b>2,639,189,508</b>	<b>3,569,352,440</b>

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

**Rayong Purifier Public Company Limited and its subsidiaries**  
**Statement of financial position (continued)**  
**As at 31 December 2012**

(Unit: Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2012	2011	2012	2011
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Short-term loans from financial institutions	20	-	275,000,000	-	-
Trade and other payables	9, 21	1,770,599,268	1,596,404,294	1,538,996,916	1,575,913,399
Short-term loans from unrelated parties	22	1,690,000	12,690,000	-	1,000,000
Current portion of long-term loans from financial institution	23	-	140,000,000	-	-
Current portion of long-term loans from unrelated parties	24	-	24,000,000	-	24,000,000
Current portion of long-term loans from related parties	9	-	207,000,000	-	207,000,000
Current portion of liabilities under finance leases	17, 25	2,944,009	44,704,673	737,618	2,085,686
Income tax payable		139,728	19,135,055	-	17,376,549
Provision for termination benefits	26	-	80,855,209	-	63,173,938
Other current liabilities	27	15,257,248	46,604,346	762,789	17,737,990
<b>Total current liabilities</b>		<b>1,790,630,253</b>	<b>2,446,393,577</b>	<b>1,540,497,323</b>	<b>1,908,287,562</b>
<b>Non-current liabilities</b>					
Liabilities under finance leases	17, 25	3,551,362	69,903,301	1,233,470	3,629,174
Provision for long-term employee benefits	26	3,063,855	2,717,299	-	-
Rental deposits		-	394,576	-	-
<b>Total non-current liabilities</b>		<b>6,615,217</b>	<b>73,015,176</b>	<b>1,233,470</b>	<b>3,629,174</b>
<b>Total liabilities</b>		<b>1,797,245,470</b>	<b>2,519,408,753</b>	<b>1,541,730,793</b>	<b>1,911,916,736</b>
<b>Shareholders' equity</b>					
Share capital					
Registered					
802,870,229 ordinary shares of Baht 1 each		802,870,229	802,870,229	802,870,229	802,870,229
Issued and paid-up					
529,870,229 ordinary shares of Baht 1 each		529,870,229	529,870,229	529,870,229	529,870,229
Premium on ordinary shares		335,065,699	335,065,699	335,065,699	335,065,699
Retained earnings					
Appropriated					
Statutory reserve - the Company	28	80,304,817	80,304,817	80,304,817	80,304,817
- the subsidiary	28	-	50,000	-	-
Unappropriated (deficit)		(235,072,543)	400,669,993	(22,419,001)	516,857,307
Other components of shareholders' equity		174,636,971	195,337,652	174,636,971	195,337,652
Equity attributable to owners of the Company		884,805,173	1,541,298,390	1,097,458,715	1,657,435,704
Non-controlling interests of the subsidiaries		8,419,430	6,791,469	-	-
<b>Total shareholders' equity</b>		<b>893,224,603</b>	<b>1,548,089,859</b>	<b>1,097,458,715</b>	<b>1,657,435,704</b>
<b>Total liabilities and shareholders' equity</b>		<b>2,690,470,073</b>	<b>4,067,498,612</b>	<b>2,639,189,508</b>	<b>3,569,352,440</b>
		0	0	0	

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

Directors

**Rayong Purifier Public Company Limited and its subsidiaries**

**Income statement**

**For the year ended 31 December 2012**

(Unit: Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2012	2011	2012	2011
<b>Revenues</b>					
Sales		6,653,567,583	24,211,666,064	2,521,850,798	19,267,878,633
Service income		146,989,600	195,779,911	-	-
Other income	30	135,340,258	44,951,495	207,664,852	96,190,043
<b>Total revenues</b>		<b>6,935,897,441</b>	<b>24,452,397,470</b>	<b>2,729,515,650</b>	<b>19,364,068,676</b>
<b>Expenses</b>					
Cost of sales		6,423,424,320	23,342,811,240	2,457,865,953	18,472,506,793
Cost of services		110,230,190	156,082,819	-	-
Selling expenses		63,254,462	120,611,012	23,284,191	164,173,053
Administrative expenses		459,428,441	472,613,525	247,408,010	289,612,471
Loss on impairment of investments		-	-	33,577,042	-
<b>Total expenses</b>		<b>7,056,337,413</b>	<b>24,092,118,596</b>	<b>2,762,135,196</b>	<b>18,926,292,317</b>
<b>Profit (loss) before share of loss from investments in associates, finance cost and income tax expenses</b>					
Share of loss from investments in associates	15	(2,076,676)	(4,623,038)	-	-
<b>Profit (loss) before finance cost and income tax expenses</b>		<b>(122,516,648)</b>	<b>355,655,836</b>	<b>(32,619,546)</b>	<b>437,776,359</b>
Finance cost		(12,764,794)	(67,360,773)	(4,455,327)	(30,483,074)
<b>Profit (loss) before income tax expenses</b>		<b>(135,281,442)</b>	<b>288,295,063</b>	<b>(37,074,873)</b>	<b>407,293,285</b>
Income tax expenses	32	(216,864)	(115,301,443)	-	(108,291,708)
<b>Profit (loss) for the year</b>		<b>(135,498,306)</b>	<b>172,993,620</b>	<b>(37,074,873)</b>	<b>299,001,577</b>
<b>Profit (loss) attributable to:</b>					
Equity holders of the Company		(133,591,101)	170,732,464	(37,074,873)	299,001,577
Non-controlling interests of the subsidiaries		(1,907,205)	2,261,156		
		(135,498,306)	172,993,620		
		0	0		
<b>Basic earnings per share</b>					
Profit (loss) attributable to equity holders of the Company	33	(0.25)	0.32	(0.07)	0.56

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

**Rayong Purifier Public Company Limited and its subsidiaries**  
**Statement of comprehensive income**  
**For the year ended 31 December 2012**

(Unit: Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2012	2011	2012	2011
<b>Profit (loss) for the year</b>	<u>(135,498,306)</u>	<u>172,993,620</u>	<u>(37,074,873)</u>	<u>299,001,577</u>
<b>Other comprehensive income:</b>				
Exchange differences on translation of financial statements in foreign currency	<u>-</u>	<u>(1,477,378)</u>	<u>-</u>	<u>-</u>
<b>Other comprehensive income for the year</b>	<u>-</u>	<u>(1,477,378)</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income for the year</b>	<u><u>(135,498,306)</u></u>	<u><u>171,516,242</u></u>	<u><u>(37,074,873)</u></u>	<u><u>299,001,577</u></u>
<b>Total comprehensive income attributable to:</b>				
Equity holders of the Company	<u>(133,591,101)</u>	<u>169,255,086</u>	<u><u>(37,074,873)</u></u>	<u><u>299,001,577</u></u>
Non-controlling interests of the subsidiaries	<u>(1,907,205)</u>	<u>2,261,156</u>		
	<u><u>(135,498,306)</u></u>	<u><u>171,516,242</u></u>		

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

**Rayong Purifier Public Company Limited and its subsidiaries**
**Statement of cash flows**
**For the year ended 31 December 2012**

(Unit: Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2012	2011	2012	2011
<b>Cash flows from operating activities</b>				
Profit (loss) before income tax expenses	(135,281,442)	288,295,063	(37,074,873)	407,293,285
Adjustments to reconcile profit (loss) before income tax expenses to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	162,124,009	170,046,179	68,381,455	64,042,621
Bad debts and allowance for doubtful debts (reversal)	(679,321)	(2,073,059)	16,720,113	-
Reduce cost of inventories to net realisable value (reversal)	8,032,394	(250,811)	7,876,730	-
Gains on sales of current investments	(14,345,773)	(642,471)	(14,078,615)	(491,376)
Gains on the change in value of current investments	(588,715)	(108,787)	(418,518)	(108,787)
Losses (gains) on sales of equipment	(67,270,868)	(733,322)	(85,335,873)	806
Provision for termination benefits and provision for long-term employee benefits	16,111,951	59,689,754	10,018,028	41,579,063
Unrealised exchange loss (gain)	1,148,197	(154,400)	1,148,197	(154,400)
Loss on impairment of investments	-	-	33,577,042	-
Dividend income from a subsidiary	-	-	(44,207,975)	-
Interest income	(21,238,635)	(5,863,630)	(39,027,258)	(6,743,976)
Interest expense	9,852,305	63,407,427	4,198,613	27,226,442
Share of loss from investments in associates	2,076,676	4,623,038	-	-
Loss (gain) on recognising investment retained in the former subsidiary at fair value	-	1,122,896	-	(14,431,392)
Profit (loss) from operating activities before changes in operating assets and liabilities	(40,059,222)	577,357,877	(78,222,934)	518,212,286
Operating assets (increase) decrease				
Trade and other receivables	515,504,931	10,675,188	653,806,734	89,465,482
Inventories	982,870,654	317,350,047	964,379,605	209,565,962
Other current assets	135,715,856	(448,940)	87,706,796	609,313
Other non-current assets	8,375,099	(628,106)	3,907,812	208,742
Operating liabilities increase (decrease)				
Trade and other payables	174,681,412	162,491,721	(36,823,805)	181,772,503
Cash paid for termination benefits	(96,620,604)	-	(73,191,966)	-
Other current liabilities	(31,361,503)	(85,099,768)	(16,975,201)	(88,802,030)
Other non-current liabilities	(394,576)	(9,227,491)	-	-
Cash from operating activities	1,648,712,047	972,470,528	1,504,587,041	911,032,258
Cash paid for interest expense	(9,069,516)	(46,900,878)	(4,291,291)	(27,302,811)
Cash received from income tax refunded	3,150,675	7,677,863	3,150,675	5,025,962
Cash paid for income tax	(24,178,541)	(99,820,290)	(18,517,930)	(90,915,159)
<b>Net cash from operating activities</b>	<b>1,618,614,665</b>	<b>833,427,223</b>	<b>1,484,928,495</b>	<b>797,840,250</b>

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

**Rayong Purifier Public Company Limited and its subsidiaries**
**Statement of cash flows (continued)**
**For the year ended 31 December 2012**

(Unit: Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2012	2011	2012	2011
<b>Cash flows from investing activities</b>				
Decrease (increase) in pledged deposits at banks	10,476,577	(7,780,291)	8,800,000	-
Interest received	18,556,632	5,488,734	36,336,873	6,369,080
Dividend received from a subsidiary	-	-	44,207,975	-
Cash paid for purchases of current investments	(2,678,310,000)	(1,936,000,000)	(1,688,300,000)	(1,269,000,000)
Proceeds from sales of current investments	2,554,658,292	1,890,342,471	1,659,885,072	1,190,191,376
Net cash paid for acquisitions of investments				
in subsidiaries (Note 16)	-	-	(79,861,821)	(26,000,615)
Proceed from sale of investment in a subsidiary (Note 16)	-	-	174,315	-
Net cash paid for acquisitions of investments				
in associates (Note 15)	-297,765,273	-	-297,765,273	-
Decrease (increase) in short-term loans to unrelated parties	2,700,000	(2,100,000)	2,700,000	(2,100,000)
Increase in short-term loans to related parties	-	-	(353,988,439)	(12,000,000)
Decrease in long-term loans to unrelated parties	818,336	841,961	358,944	408,815
Proceeds from sales of equipment	187,030,509	3,888,424	151,028,051	9,510
Acquisitions of investment properties	-	(33,916,730)	-	-
Acquisitions of property, plant and equipment	(36,090,469)	(52,574,725)	(32,943,109)	(2,092,485)
Acquisitions of intangible assets	(7,000)	(204,820)	-	(23,750)
<b>Net cash used in investing activities</b>	<b>(237,932,396)</b>	<b>(132,014,976)</b>	<b>(549,367,412)</b>	<b>(114,238,069)</b>
<b>Cash flows from financing activities</b>				
Decrease in short-term loans from financial institutions	(275,000,000)	(199,954,746)	-	(213,235,036)
Increase (decrease) in short-term loans from unrelated parties	(11,000,000)	10,100,000	(1,000,000)	-
Increase in short-term loans from related parties	-	300,000	-	-
Cash receipt from long-term loans from financial institution	-	30,265,389	-	-
Repayment of long-term loans from financial institution	(140,000,000)	(59,164,529)	-	-
Repayment of long-term loans from unrelated parties	(24,000,000)	-	(24,000,000)	-
Repayment of long-term loans from related parties	(207,000,000)	(85,000,000)	(207,000,000)	(85,000,000)
Repayment of liabilities under finance leases	(108,691,925)	(39,238,247)	(45,320,264)	(2,118,113)
Acquisitions of investments by non-controlling interests of the subsidiaries	9,174,215	-	-	-
Acquisitions of investments from non-controlling interests of the subsidiaries	(5,625,768)	-	-	-
Decrease in cash placed against guarantee - related party	-	-	-	(6,240,000)
Dividend paid to non-controlling interests of subsidiaries	(13,281)	-	-	-
Dividend paid to shareholders by the Company	-522,902,116	-21,194,738	(522,902,116)	(21,194,738)
Cash paid for interest expense	(1,254,822)	(17,101,166)	-	-
<b>Net cash used in financing activities</b>	<b>(1,286,313,697)</b>	<b>(380,988,037)</b>	<b>(800,222,380)</b>	<b>(327,787,887)</b>
<b>Net increase in cash and cash equivalents</b>	<b>94,368,572</b>	<b>320,424,210</b>	<b>135,338,703</b>	<b>355,814,294</b>
Cash and cash equivalents at beginning of year	523,807,608	203,383,398	420,383,176	64,568,882
<b>Cash and cash equivalents at end of year</b>	<b>618,176,180</b>	<b>523,807,608</b>	<b>555,721,879</b>	<b>420,383,176</b>
<b>Supplemental cash flows information:</b>				
Non-cash transactions				
Decrease in other payables from purchases of equipment	-	(12,190,753)	-	-
Acquisitions of vehicles by finance leases	579	76,916,455	41,576,492	-
Amortisation of revaluation surplus on assets	20,700,681	21,704,889	20,700,681	21,074,889
Increase in investment properties due to change in fair value	-	76,507,278	-	-

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

Rayong Purifier Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the year ended 31 December 2012

(Unit: Baht)

	Consolidated financial statements										
	Equity attributable to owners of the Company										
						Other components of shareholders' equity					
						Other comprehensive income - exchange differences on translation of financial statements in foreign currency		Total other components of shareholders' equity	Total equity attributable to shareholders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Unappropriated (deficit)		Revaluation surplus on assets				
			The Company	The subsidiary							
Balance as at 1 January 2011	529,870,229	335,065,699	53,004,817	50,000	257,357,378	1,477,378	216,412,541	217,889,919	1,393,238,042	129,723,292	1,522,961,334
Total comprehensive income for the year	-	-	-	-	170,732,464	(1,477,378)	-	(1,477,378)	169,255,086	2,261,156	171,516,242
Amortisation of revaluation surplus on assets (Note 29)	-	-	-	-	21,074,889	-	(21,074,889)	(21,074,889)	-	-	-
Lost control of a subsidiary	-	-	-	-	-	-	-	-	-	(125,192,979)	(125,192,979)
Unappropriated retained earnings transferred to statutory reserve (Note 28)	-	-	27,300,000	-	(27,300,000)	-	-	-	-	-	-
Dividend paid (Note 36)	-	-	-	-	(21,194,738)	-	-	-	(21,194,738)	-	(21,194,738)
Balance as at 31 December 2011	529,870,229	335,065,699	80,304,817	50,000	400,669,993	-	195,337,652	195,337,652	1,541,298,390	6,791,469	1,548,089,859
Balance as at 1 January 2012	529,870,229	335,065,699	80,304,817	50,000	400,669,993	-	195,337,652	195,337,652	1,541,298,390	6,791,469	1,548,089,859
Total comprehensive income for the year	-	-	-	-	(133,591,101)	-	-	-	(133,591,101)	(1,907,205)	(135,498,306)
Amortisation of revaluation surplus on assets (Note 29)	-	-	-	-	20,700,681	-	(20,700,681)	(20,700,681)	-	-	-
Restructured the ordinary shareholdings of the related companies	-	-	-	(50,000)	50,000	-	-	-	-	-	-
Dividend paid (Note 36)	-	-	-	-	(522,902,116)	-	-	-	(522,902,116)	-	(522,902,116)
Dividend paid to non-controlling interests of the subsidiaries	-	-	-	-	-	-	-	-	-	(13,281)	(13,281)
Acquisitions of investments by non-controlling interests of the subsidiaries	-	-	-	-	-	-	-	-	-	9,174,215	9,174,215
Acquisitions of investments from non-controlling interests of the subsidiaries	-	-	-	-	-	-	-	-	-	(5,625,768)	(5,625,768)
Balance as at 31 December 2012	529,870,229	335,065,699	80,304,817	-	(235,072,543)	-	174,636,971	174,636,971	884,805,173	8,419,430	893,224,603
	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-

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

Rayong Purifier Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the year ended 31 December 2012

(Unit: Baht)

	Separate financial statements						
					Other components of shareholders' equity		
	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Revaluation surplus on assets	Total other components of shareholders' equity	Total shareholders' equity
			Appropriated - statutory reserve	Unappropriated (deficit)			
<b>Balance as at 1 January 2011</b>	529,870,229	335,065,699	53,004,817	245,275,579	216,412,541	216,412,541	1,379,628,865
Total comprehensive income for the year	-	-	-	299,001,577	-	-	299,001,577
Amortisation of revaluation surplus on assets (Note 29)	-	-	-	21,074,889	(21,074,889)	(21,074,889)	-
Unappropriated retained earnings transferred to statutory reserve (Note 28)	-	-	27,300,000	(27,300,000)	-	-	-
Dividend paid (Note 36)	-	-	-	(21,194,738)	-	-	(21,194,738)
<b>Balance as at 31 December 2011</b>	<u>529,870,229</u>	<u>335,065,699</u>	<u>80,304,817</u>	<u>516,857,307</u>	<u>195,337,652</u>	<u>195,337,652</u>	<u>1,657,435,704</u>
<b>Balance as at 1 January 2012</b>	529,870,229	335,065,699	80,304,817	516,857,307	195,337,652	195,337,652	1,657,435,704
Total comprehensive income for the year	-	-	-	(37,074,873)	-	-	(37,074,873)
Amortisation of revaluation surplus on assets (Note 29)	-	-	-	20,700,681	(20,700,681)	(20,700,681)	-
Dividend paid (Note 36)	-	-	-	(522,902,116)	-	-	(522,902,116)
<b>Balance as at 31 December 2012</b>	<u>529,870,229</u>	<u>335,065,699</u>	<u>80,304,817</u>	<u>(22,419,001)</u>	<u>174,636,971</u>	<u>174,636,971</u>	<u>1,097,458,715</u>
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-

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