

Rayong Purifier Public Company Limited and its subsidiaries

Balance sheets

As at 31 December 2010 and 2009

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2010	2009	2010	2009
Assets					
Current assets					
Cash and cash equivalents	6	203,383,398	474,573,333	64,568,882	323,335,873
Current investments - net	7	43,999,815	76,000,000	10,999,815	-
Trade accounts receivable - unrelated parties, net	8	613,640,904	140,337,465	415,370,095	16,616,761
Trade accounts receivable - related parties	8, 10	1,015,068	841,007	329,702,365	440,153,728
Amounts due from related parties	10	2,679,260	2,037,327	8,335,286	25,801,488
Inventories - net	11	1,381,469,327	1,045,622,714	1,186,720,351	891,035,485
Short-term loans to and interest receivable from unrelated party - net	12	-	-	-	-
Short-term loans to related parties	10	1,498,520	-	4,498,520	-
Current portion of long-term loan to unrelated party	13	433,147	500,000	-	-
Current portion of long-term loan to related party	10	408,815	-	408,815	-
Other current assets - net	14	199,906,619	231,944,842	104,952,167	160,947,407
Total current assets		2,448,434,873	1,971,856,688	2,125,556,296	1,857,890,742
Non-current assets					
Pledged deposits at banks	9	90,000,000	90,000,000	90,000,000	90,000,000
Advance to related party	10	-	30,000,000	-	30,000,000
Long-term loan to unrelated party	13	2,592,691	2,900,000	-	-
Long-term loan to related party	10	1,358,944	-	1,358,944	-
Investments in subsidiaries	15	-	-	520,598,064	391,380,564
Investment in an associate	16	2,569,030	2,488,476	3,174,900	3,174,900
Property, plant and equipment - net	17	1,755,664,765	1,553,277,757	661,429,045	710,756,130
Intangible assets - net	18	15,984,528	17,342,093	11,523,501	13,656,506
Other non-current assets - net	19	47,202,976	45,262,032	33,038,560	32,529,996
Total non-current assets		1,915,372,934	1,741,270,358	1,321,123,014	1,271,498,096
Total assets		4,363,807,807	3,713,127,046	3,446,679,310	3,129,388,838

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

Rayong Purifier Public Company Limited and its subsidiaries

Balance sheets (continued)

As at 31 December 2010 and 2009

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2010	2009	2010	2009
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans from banks	20	475,625,312	911,994,215	213,625,312	850,104,215
Trade accounts payable - unrelated parties		1,407,201,813	970,651,887	1,320,797,701	926,135,169
Trade accounts payable - related parties	10	544,464	10,274	46,475,734	53,396,959
Accounts payable - unrelated parties		48,959,600	51,675,943	13,895,075	18,067,503
Amounts due to related parties	10	831,786	50,277	10,256,362	13,712,440
Short-term loans from unrelated parties	21	2,590,000	82,515,000	1,000,000	1,000,000
Short-term loans from related parties	10	-	31,300,000	-	-
Current portion of long-term loans from banks	22	79,055,014	54,504,000	-	-
Current portion of liabilities under finance leases	17, 23	25,581,099	12,412,533	2,118,114	1,525,707
Other current liabilities	24	168,805,036	169,964,297	109,332,413	136,837,924
Total current liabilities		2,209,194,124	2,285,078,426	1,717,500,711	2,000,779,917
Non-current liabilities					
Long-term loans from banks	22	278,578,900	228,803,978	-	-
Long-term loans from unrelated parties	25	24,000,000	-	24,000,000	-
Long-term loans from related parties	10	292,000,000	-	292,000,000	-
Liabilities under finance leases	17, 23	51,348,667	39,081,517	5,714,859	4,511,483
Cash placed against guarantee - related party	10	-	-	6,240,000	-
Rental deposits		37,933,560	20,469,894	-	-
Total non-current liabilities		683,861,127	288,355,389	327,954,859	4,511,483
Total liabilities		2,893,055,251	2,573,433,815	2,045,455,570	2,005,291,400

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

Rayong Purifier Public Company Limited and its subsidiaries

Balance sheets (continued)

As at 31 December 2010 and 2009

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2010	2009	2010	2009
Shareholders' equity					
Share capital	26				
Registered					
802,870,229 ordinary shares of Baht 1 each (2009: 529,870,229 ordinary shares of Baht 1 each)		802,870,229	529,870,229	802,870,229	529,870,229
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
Unrealised gain					
Revaluation surplus on assets	27	216,412,541	237,734,952	216,412,541	237,734,952
Translation adjustment		1,477,378	-	-	-
Retained earnings					
Appropriated					
Statutory reserve - the Company	28	53,004,817	53,004,817	53,004,817	53,004,817
- the subsidiary	28	50,000	-	-	-
Treasury stock reserve	29	-	220,549,808	-	220,549,808
Retained earnings (deficit)		242,459,698	(49,565,860)	266,870,454	(31,578,259)
Equity attributable to the Company's shareholders		1,378,340,362	1,326,659,645	1,401,223,740	1,344,647,246
Less: Treasury stock	30	-	(220,549,808)	-	(220,549,808)
Equity attributable to the Company's shareholders - net		1,378,340,362	1,106,109,837	1,401,223,740	1,124,097,438
Minority interest - equity attributable to minority shareholders of subsidiaries		92,412,194	33,583,394	-	-
Total shareholders' equity		1,470,752,556	1,139,693,231	1,401,223,740	1,124,097,438
Total liabilities and shareholders' equity		4,363,807,807	3,713,127,046	3,446,679,310	3,129,388,838
		0	0	0	0

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

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Directors
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Rayong Purifier Public Company Limited and its subsidiaries

Income statements

For the years ended 31 December 2010 and 2009

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2010	2009	2010	2009
Revenues					
Sales - net	31	19,544,492,930	15,356,838,565	15,787,560,694	12,818,686,147
Service income		166,551,011	107,112,014	-	-
Other income	32	32,889,866	20,134,391	116,435,387	154,962,989
Total revenues		19,743,933,807	15,484,084,970	15,903,996,081	12,973,649,136
Expenses					
Cost of sales		18,893,634,041	14,542,998,027	15,330,018,289	12,129,673,200
Cost of services		142,010,435	94,358,730	-	-
Selling expenses		103,008,633	110,548,624	150,450,677	201,379,009
Administrative expenses		287,542,771	306,172,810	145,688,044	189,641,453
Management benefit expenses		56,973,644	34,267,008	40,213,997	34,267,008
Total expenses		19,483,169,524	15,088,345,199	15,666,371,007	12,554,960,670
Income before share of loss from investment in an associate, finance cost and corporate income tax					
		260,764,283	395,739,771	237,625,074	418,688,466
Share of loss from investment in an associate	16	(1,396,824)	(686,424)	-	-
Income before finance cost and corporate income tax		259,367,459	395,053,347	237,625,074	418,688,466
Finance cost		(54,127,292)	(60,252,984)	(31,708,869)	(41,912,104)
Income before corporate income tax		205,240,167	334,800,363	205,916,205	376,776,362
Corporate income tax	34	(9,188,533)	(5,666,549)	-	-
Net income for the year		196,051,634	329,133,814	205,916,205	376,776,362
Net income (loss) attributable to:					
Equity holders of the parent		199,543,050	333,195,279	205,916,205	376,776,362
Minority interests of the subsidiaries		(3,491,416)	(4,061,465)		
		196,051,634	329,133,814		
Basic earnings per share					
	35				
Net income attributable to equity holders of the parent		0.40	0.69	0.42	0.78
Weighted average number of ordinary shares (shares)		495,191,955	483,163,329	495,191,955	483,163,329

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

Rayong Purifier Public Company Limited and its subsidiaries

Statements of cash flows

For the years ended 31 December 2010 and 2009

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2010	2009	2010	2009
Cash flows from operating activities				
Net income before tax	205,240,167	334,800,363	205,916,205	376,776,362
Adjustments to reconcile net income before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	166,841,080	145,065,951	64,123,382	59,947,495
Bad debts and allowance for doubtful accounts	91,473	1,541,253	206,799	2,633,075
Allowance for diminution in value of inventories (reversal)	279,591	(15,645,158)	-	(15,226,833)
Gains on sales of current investments	(262,445)	(123,662)	(88,238)	-
Loss on the change in value of current investments	185	-	185	-
Reversal of impairment of investment in subsidiary	-	-	-	(40,484,114)
Gains on sales of equipment and intangible asset	(905,977)	(3,220,407)	(852,542)	(1,155,560)
Unrealised exchange gain	(1,409,838)	-	(1,409,838)	-
Interest income	(1,862,541)	(2,408,536)	(3,532,984)	(6,390,608)
Interest expense	50,717,850	53,941,104	29,009,256	36,788,248
Share of loss from investment in an associate	1,396,824	686,424	-	-
Dividend income from subsidiary	-	-	(46,499,907)	-
Income from operating activities before changes in operating assets and liabilities	420,126,369	514,637,332	246,872,318	412,888,065
Operating assets (increase) decrease				
Trade accounts receivable - unrelated parties	(472,854,266)	(15,224,115)	(398,419,487)	33,124,826
Trade accounts receivable - related parties	(174,061)	(387,421)	110,451,363	(130,534,304)
Amounts due from related parties	(641,933)	(4,117,952)	17,466,202	(11,362,538)
Inventories	(336,126,204)	(245,856,982)	(295,684,866)	(173,309,727)
Other current assets	36,159,462	75,583,894	59,900,001	68,411,610
Other non-current assets	(1,940,944)	(5,040,192)	(508,564)	505,355
Operating liabilities increase (decrease)				
Trade accounts payable - unrelated parties	436,549,926	403,926,441	394,662,532	382,865,954
Trade accounts payable - related parties	534,190	(631,451)	(6,921,225)	41,773,255
Accounts payable - unrelated parties	5,077,948	960,508	(4,172,428)	(2,360,849)
Amounts due to related parties	781,509	(10,216,766)	(3,456,078)	(12,036,198)
Other current liabilities	286,420	74,885,957	(24,687,805)	69,829,402
Other non-current liabilities	17,463,666	6,735,153	-	-
Cash from operating activities	105,242,082	795,254,406	95,501,963	679,794,851
Cash paid for interest expense	(32,345,950)	(43,488,478)	(31,826,962)	(35,369,068)
Cash received from corporate income tax refunded	-	94,693,302	-	94,693,302
Cash paid for corporate income tax	(10,976,136)	(12,867,056)	(3,150,675)	(5,025,963)
Net cash from operating activities	61,919,996	833,592,174	60,524,326	734,093,122

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

Rayong Purifier Public Company Limited and its subsidiaries

Statements of cash flows (continued)

For the years ended 31 December 2010 and 2009

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2010	2009	2010	2009
Cash flows from investing activities				
Decrease in pledged deposits at banks	-	30,000,000	-	30,000,000
Interest income	1,977,647	4,504,161	3,648,090	9,279,987
Dividend received from a subsidiary	-	-	46,499,907	-
Cash paid for purchases of current investments	(1,551,100,000)	(644,000,000)	(549,000,000)	-
Proceeds from sales of current investments	1,583,362,445	568,123,662	538,088,238	-
Net cash paid for acquisitions of investments in subsidiaries (Note 15)	-	-	(129,217,500)	(105,882,499)
Cash paid for acquisition of investment in an associate	-	(3,174,900)	-	(3,174,900)
Increase in short-term loans to unrelated party	-	(2,633,075)	-	(2,633,075)
Decrease (increase) in short-term loans to related parties	(1,498,520)	-	(4,498,520)	85,981,500
Cash received from advance to related party	30,000,000	-	30,000,000	-
Decrease (increase) in long-term loan to unrelated party	374,162	(3,400,000)	-	-
Increase in long-term loan to related party	(1,767,759)	-	(1,767,759)	-
Proceeds from sales of equipment	1,590,958	6,027,158	1,315,040	2,634,582
Acquisitions of property, plant and equipment	(330,281,866)	(174,278,184)	(8,781,890)	(31,499,218)
Proceeds from sales of intangible assets	-	-	-	788,550
Acquisitions of intangible assets	(1,391,492)	(4,161,636)	(121,589)	(1,113,144)
Net cash used in investing activities	(268,734,425)	(222,992,814)	(73,835,983)	(15,618,217)
Cash flows from financing activities				
Decrease in bank overdrafts and short-term loans from banks	(436,368,903)	(219,913,312)	(636,478,903)	(273,584,173)
Increase (decrease) in short-term loans from unrelated parties	(79,925,000)	12,281,500	-	-
Increase (decrease) in short-term loans from related parties	(31,300,000)	31,300,000	-	-
Cash receipt from long-term loans from banks	128,829,936	118,903,309	-	-
Repayment of long-term loans from banks	(54,504,000)	(163,504,000)	-	(120,000,000)
Increase in long-term loans from unrelated parties	24,000,000	-	24,000,000	-
Increase (decrease) in long-term loans from related parties	292,000,000	(9,000,000)	292,000,000	-
Repayment of liabilities under finance leases	(19,240,721)	(9,326,589)	(2,426,528)	(1,239,058)
Increase in cash placed against guarantee - related party	-	-	6,240,000	-
Net cash receipt from disposals of treasury stock	113,588,235	-	113,588,235	-
Capital increase of minority shareholders of subsidiaries	62,832,501	24,874,781	-	-
Dividend paid to shareholders by the Company	(42,378,138)	-	(42,378,138)	-
Dividend paid to minority interest by subsidiaries	(512,285)	-	-	-
Cash paid for interest expense	(21,397,131)	(13,311,189)	-	(2,808,822)
Net cash used in financing activities	(64,375,506)	(227,695,500)	(245,455,334)	(397,632,053)
Net increase (decrease) in cash and cash equivalents	(271,189,935)	382,903,860	(258,766,991)	320,842,852
Cash and cash equivalents at beginning of year	474,573,333	91,669,473	323,335,873	2,493,021
Cash and cash equivalents at end of year	203,383,398	474,573,333	64,568,882	323,335,873
	0	0	0	0

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

Rayong Purifier Public Company Limited and its subsidiaries

Statements of cash flows (continued)

For the years ended 31 December 2010 and 2009

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2010	2009	2010	2009
Supplemental cash flows information:				
Non-cash transactions				
Decrease in accounts payable - unrelated parties				
from purchases of plant and equipment	(7,794,291)	(26,195,729)	-	-
Acquisitions of vehicles by finance leases	44,676,437	55,830,238	4,222,311	3,690,713
Amortisation of revaluation surplus on assets	21,322,411	21,322,411	21,322,411	21,322,411

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

Rayong Purifier Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity

For the years ended 31 December 2010 and 2009

(Unit: Baht)

Consolidated financial statements														
Equity attributable to the parent's shareholders														
	Note	Issued and paid-up share capital	Premium on ordinary shares	Revaluation surplus on assets	Translation adjustment	Retained earnings				Treasury stock	Total equity attributable to the parent's shareholders	Minority interest - equity attributable to minority shareholders of subsidiaries	Total	
						Appropriated		Unappropriated (deficit)	Treasury stock reserve					Treasury
						The Company	The subsidiary							
Balance as at 31 December 2008		529,870,229	335,065,699	259,057,363	-	53,004,817	-	220,549,808	(404,083,550)	(220,549,808)	772,914,558	12,770,078	785,684,636	
Income and expenses recognised directly in equity:														
Amortisation of revaluation surplus on assets	27	-	-	(21,322,411)	-	-	-	-	21,322,411	-	-	-	-	
Net income and expenses recognised directly in equity		-	-	(21,322,411)	-	-	-	-	21,322,411	-	-	-	-	
Net income (loss) for the year		-	-	-	-	-	-	-	333,195,279	-	333,195,279	(4,061,465)	329,133,814	
Total income and expenses for the year		-	-	(21,322,411)	-	-	-	-	354,517,690	-	333,195,279	(4,061,465)	329,133,814	
Capital increase of minority shareholders in a subsidiary		-	-	-	-	-	-	-	-	-	-	24,874,781	24,874,781	
Balance as at 31 December 2009		529,870,229	335,065,699	237,734,952	-	53,004,817	-	220,549,808	(49,565,860)	(220,549,808)	1,106,109,837	33,583,394	1,139,693,231	
Balance as at 31 December 2009		529,870,229	335,065,699	237,734,952	-	53,004,817	-	220,549,808	(49,565,860)	(220,549,808)	1,106,109,837	33,583,394	1,139,693,231	
Income and expenses recognised directly in equity:														
Amortisation of revaluation surplus on assets	27	-	-	(21,322,411)	-	-	-	-	21,322,411	-	-	-	-	
Translation adjustment		-	-	-	1,477,378	-	-	-	-	-	1,477,378	-	1,477,378	
Net income and expenses recognised directly in equity		-	-	(21,322,411)	1,477,378	-	-	-	21,322,411	-	1,477,378	-	1,477,378	
Net income (loss) for the year		-	-	-	-	-	-	-	199,543,050	-	199,543,050	(3,491,416)	196,051,634	
Total income and expenses for the year		-	-	(21,322,411)	1,477,378	-	-	-	220,865,461	-	201,020,428	(3,491,416)	197,529,012	
Dividend paid	38	-	-	-	-	-	-	-	(42,378,138)	-	(42,378,138)	-	(42,378,138)	
Unappropriated retained earnings transferred														
to statutory reserve	28	-	-	-	-	-	50,000	-	(50,000)	-	-	-	-	
Adjustment of treasury stock reserve	30	-	-	-	-	-	-	(220,549,808)	220,549,808	-	-	-	-	
Disposals of treasury stock	30	-	-	-	-	-	-	-	(106,961,573)	220,549,808	113,588,235	-	113,588,235	
Capital increase of minority shareholders of subsidiaries		-	-	-	-	-	-	-	-	-	-	62,832,501	62,832,501	
Dividend paid to minority interest by subsidiaries		-	-	-	-	-	-	-	-	-	-	(512,285)	(512,285)	
Balance as at 31 December 2010		529,870,229	335,065,699	216,412,541	1,477,378	53,004,817	50,000	-	242,459,698	-	1,378,340,362	92,412,194	1,470,752,556	
		-	-	-	-	-	-	-	-	-	-	-	-	
		-	-	-	-	-	-	-	-	-	-	-	-	

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

Rayong Purifier Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity (continued)

For the years ended 31 December 2010 and 2009

(Unit: Baht)

Separate financial statements									
	Note	Retained earnings							Total
		Issued and paid-up share capital	Premium on ordinary shares	Revaluation surplus on assets	Appropriated		Unappropriated (deficit)	Treasury stock	
					Statutory reserve	Treasury stock reserve			
Balance as at 31 December 2008		529,870,229	335,065,699	259,057,363	53,004,817	220,549,808	(429,677,032)	(220,549,808)	747,321,076
Income and expenses recognised directly in equity:									
Amortisation of revaluation surplus on assets	27	-	-	(21,322,411)	-	-	21,322,411	-	-
Net income and expenses recognised directly in equity		-	-	(21,322,411)	-	-	21,322,411	-	-
Net income for the year		-	-	-	-	-	376,776,362	-	376,776,362
Total income and expenses for the year		-	-	(21,322,411)	-	-	398,098,773	-	376,776,362
Balance as at 31 December 2009		529,870,229	335,065,699	237,734,952	53,004,817	220,549,808	(31,578,259)	(220,549,808)	1,124,097,438
Balance as at 31 December 2009		529,870,229	335,065,699	237,734,952	53,004,817	220,549,808	(31,578,259)	(220,549,808)	1,124,097,438
Income and expenses recognised directly in equity:									
Amortisation of revaluation surplus on assets	27	-	-	(21,322,411)	-	-	21,322,411	-	-
Net income and expenses recognised directly in equity		-	-	(21,322,411)	-	-	21,322,411	-	-
Net income for the year		-	-	-	-	-	205,916,205	-	205,916,205
Total income and expenses for the year		-	-	(21,322,411)	-	-	227,238,616	-	205,916,205
Dividend paid	38	-	-	-	-	-	(42,378,138)	-	(42,378,138)
Adjustment of treasury stock reserve	30	-	-	-	-	(220,549,808)	220,549,808	-	-
Disposals of treasury stock	30	-	-	-	-	-	(106,961,573)	220,549,808	113,588,235
Balance as at 31 December 2010		529,870,229	335,065,699	216,412,541	53,004,817	-	266,870,454	-	1,401,223,740
		-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-

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