

Rayong Purifier Public Company Limited and its subsidiaries

Balance sheets

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	Note	30 September 2010	31 December 2009	30 September 2010	31 December 2009
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		119,564	474,573	12,050	323,336
Current investments - investment units in mutual funds		13,600	76,000	-	-
Trade accounts receivable - unrelated parties, net	2	753,620	140,338	635,724	16,617
Trade accounts receivable - related parties	2, 4	315	841	275,765	440,154
Amounts due from related parties	4	12,196	2,037	15,266	25,802
Inventories - net	5	1,124,143	1,045,623	958,751	891,035
Short-term loans to and interest receivable from unrelated party - net	6	-	-	-	-
Short-term loans to related party	4	-	-	3,000	-
Current portion of long-term loan to unrelated party	7	427	600	-	-
Other current assets - net	8	181,832	231,945	118,360	160,947
Total current assets		2,205,697	1,971,957	2,018,916	1,857,891
Non-current assets					
Pledged deposits at banks	3	90,000	90,000	90,000	90,000
Advance to related party	4	30,000	30,000	30,000	30,000
Long-term loan to unrelated party	7	4,571	3,600	1,867	-
Investments in subsidiaries	9	-	-	499,178	391,381
Investment in an associate	10	1,291	2,488	3,175	3,175
Property, plant and equipment - net	11	1,726,971	1,553,489	673,718	710,756
Intangible assets - net		15,549	17,131	12,151	13,656
Other non-current assets - net	12	47,537	45,262	33,093	32,530
Total non-current assets		1,915,919	1,741,970	1,343,182	1,271,498
Total assets		4,121,616	3,713,927	3,362,098	3,129,389

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

Rayong Purifier Public Company Limited and its subsidiaries

Balance sheets (continued)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	Note	30 September 2010	31 December 2009	30 September 2010	31 December 2009
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans from banks	13	816,306	911,994	591,766	850,104
Trade accounts payable - unrelated parties		1,057,221	970,652	1,027,806	926,135
Trade accounts payable - related parties	4	11	10	19,713	53,397
Accounts payable - unrelated parties		50,799	51,676	26,437	18,068
Amounts due to related parties	4	728	50	24,520	13,712
Short-term loans from unrelated parties	14	2,290	82,515	1,000	1,000
Short-term loans from related parties	4	-	31,300	-	-
Current portion of long-term loans from banks	15	62,841	54,504	-	-
Current portion of liabilities under finance leases	11	23,689	12,413	1,800	1,526
Other current liabilities	16	124,257	170,765	80,366	136,838
Total current liabilities		2,138,142	2,285,879	1,773,408	2,000,780
Non-current liabilities					
Long-term loans from banks	15	292,238	228,804	-	-
Long-term loan from unrelated party	17	20,000	-	20,000	-
Long-term loans from related parties	4	209,000	-	209,000	-
Liabilities under finance leases	11	52,848	39,081	4,464	4,511
Cash placed against guarantee - related party	4	-	-	17,655	-
Rental deposits		33,712	20,470	-	-
Total non-current liabilities		607,798	288,355	251,119	4,511
Total liabilities		2,745,940	2,574,234	2,024,527	2,005,291

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

Rayong Purifier Public Company Limited and its subsidiaries

Balance sheets (continued)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	Note	30 September 2010 (Unaudited but reviewed)	31 December 2009 (Audited)	30 September 2010 (Unaudited but reviewed)	31 December 2009 (Audited)
Shareholders' equity					
Share capital	18				
Registered					
802,870,229 ordinary shares of Baht 1 each (31 December 2009: 529,870,229 ordinary shares of Baht 1 each)		802,870	529,870	802,870	529,870
Issued and paid-up					
529,870,229 ordinary shares of Baht 1 each		529,870	529,870	529,870	529,870
Premium on ordinary shares		335,066	335,066	335,066	335,066
Unrealised gain					
Revaluation surplus on assets		221,743	237,735	221,743	237,735
Translation adjustment		(151)	-	-	-
Retained earnings					
Appropriated					
Statutory reserve		53,005	53,005	53,005	53,005
Treasury stock reserve	19	-	220,550	-	220,550
Unappropriated (deficit)		163,359	(49,566)	197,887	(31,578)
Equity attributable to the Company's shareholders		1,302,892	1,326,660	1,337,571	1,344,648
Less: Treasury stock	19	-	(220,550)	-	(220,550)
Equity attributable to the Company's shareholders - net		1,302,892	1,106,110	1,337,571	1,124,098
Minority interest - equity attributable to minority shareholders of subsidiaries		72,784	33,583	-	-
Total shareholders' equity		1,375,676	1,139,693	1,337,571	1,124,098
Total liabilities and shareholders' equity		4,121,616	3,713,927	3,362,098	3,129,389
		0	0	0	0

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

Directors

(Unaudited but reviewed)

Rayong Purifier Public Company Limited and its subsidiaries**Income statements****For the three-month periods ended 30 September 2010 and 2009**

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2010	2009	2010	2009
Revenues					
Sales - net		4,792,492	4,285,418	3,970,312	3,689,643
Service income		23,838	23,127	-	-
Management fee income		-	-	2,603	16,953
Dividend income from subsidiary		-	-	46,500	-
Other income		10,286	5,525	11,395	8,895
Total revenues		4,826,616	4,314,070	4,030,810	3,715,491
Expenses					
Cost of sales		4,722,674	4,084,905	3,943,284	3,501,613
Cost of services		24,334	21,913	-	-
Selling expenses		24,192	26,009	43,185	52,530
Administrative expenses		70,825	71,054	32,382	42,706
Management benefit expenses		(3,041)	7,751	(5,362)	7,751
Total expenses		4,838,984	4,211,632	4,013,489	3,604,600
Income (loss) before share of loss from investment in an associate, finance cost and corporate income tax		(12,368)	102,438	17,321	110,891
Share of loss from investment in an associate		(322)	-	-	-
Income (loss) before finance cost and corporate income tax		(12,690)	102,438	17,321	110,891
Finance cost		(13,014)	(14,477)	(8,666)	(9,539)
Income (loss) before corporate income tax		(25,704)	87,961	8,655	101,352
Corporate income tax	20	(3,353)	(2,449)	-	-
Net income (loss) for the period		(29,057)	85,512	8,655	101,352
Net income (loss) attributable to:					
Equity holders of the parent		(28,022)	86,446	8,655	101,352
Minority interests of the subsidiaries		(1,035)	(934)		
		<u>0</u>	<u>0</u>		
(Unit: Baht)					
Basic earnings per share					
Net income (loss) attributable to equity holders of the parent		(0.06)	0.18	0.02	0.21
Weighted average number of ordinary shares (shares)		<u>484,178,696</u>	<u>483,163,329</u>	<u>484,178,696</u>	<u>483,163,329</u>

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

(Unaudited but reviewed)

Rayong Purifier Public Company Limited and its subsidiaries**Income statements****For the nine-month periods ended 30 September 2010 and 2009**

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2010	2009	2010	2009
Revenues					
Sales - net		14,239,378	11,030,265	11,552,329	9,196,329
Service income		108,921	61,227	-	-
Management fee income		-	-	11,714	51,573
Dividend income from subsidiary		-	-	46,500	-
Gain on reversal of impairment on investment in subsidiary		-	-	-	20,000
Gain on forward contracts to purchase and sell crude oil and oil products		-	5,734	-	5,734
Other income		23,894	16,888	35,926	29,003
Total revenues		14,372,193	11,114,114	11,646,469	9,302,639
Expenses					
Cost of sales		13,837,102	10,363,586	11,277,237	8,614,188
Cost of services		102,939	56,251	-	-
Selling expenses		71,548	82,250	122,474	158,658
Administrative expenses		199,668	218,790	97,526	133,525
Management benefit expenses		32,988	23,345	25,608	23,345
Total expenses		14,244,245	10,744,222	11,522,845	8,929,716
Income before share of loss from investment in an associate, finance cost and corporate income tax					
		127,948	369,892	123,624	372,923
Share of loss from investment in an associate		(1,046)	-	-	-
Income before finance cost and corporate income tax		126,902	369,892	123,624	372,923
Finance cost		(38,491)	(46,968)	(23,739)	(34,607)
Income before corporate income tax		88,411	322,924	99,885	338,316
Corporate income tax	20	(7,605)	(6,730)	-	-
Net income for the period		80,806	316,194	99,885	338,316
Net income (loss) attributable to:					
Equity holders of the parent		83,345	320,250	99,885	338,316
Minority interests of the subsidiaries		(2,539)	(4,056)	-	-
		<u>80,806</u>	<u>316,194</u>		
		0	0		(Unit: Baht)
Basic earnings per share					
Net income attributable to equity holders of the parent		0.17	0.66	0.21	0.70
Weighted average number of ordinary shares (shares)		<u>483,505,504</u>	<u>483,163,329</u>	<u>483,505,504</u>	<u>483,163,329</u>

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

(Unaudited but reviewed)

Rayong Purifier Public Company Limited and its subsidiaries**Statements of cash flows****For the nine-month periods ended 30 September 2010 and 2009**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2010	2009	2010	2009
Cash flows from operating activities				
Net income before tax	88,411	322,924	99,885	338,316
Adjustments to reconcile net income before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	119,707	106,455	47,892	44,634
Bad debts and allowance for doubtful accounts (reversal)	(68)	2,250	-	2,760
Reversal of allowance for diminution in value of inventories	(54)	(13,935)	-	(15,227)
Reversal of impairment of investment in subsidiary	-	-	-	(20,000)
Gain on sales of equipment and intangible assets	(506)	(2,249)	(437)	(1,143)
Gain on sales of current investments	(101)	(60)	-	-
Unrealised exchange loss (gain)	1,664	(1,547)	1,664	(1,547)
Interest income	(1,180)	(1,427)	(3,052)	(5,622)
Interest expense	35,874	46,968	21,750	34,607
Share of loss from investment in an associate	1,046	-	-	-
Dividend income from subsidiary	-	-	(46,500)	-
Income from operating activities before changes in operating assets and liabilities	244,793	459,379	121,202	376,778
Operating assets (increase) decrease				
Trade accounts receivable - unrelated parties	(613,214)	(463,634)	(619,107)	(414,329)
Trade accounts receivable - related parties	526	1	164,389	(95,927)
Amounts due from related parties	(10,159)	15	10,539	(5,527)
Inventories	(78,466)	(17,475)	(67,716)	3,833
Other current assets	51,227	63,018	43,626	37,018
Other non-current assets	(2,275)	606	(563)	612
Operating liabilities increase (decrease)				
Trade accounts payable - unrelated parties	86,569	381,430	101,671	365,345
Trade accounts payable - related parties	1	(631)	(33,684)	28,936
Accounts payable - unrelated parties	13,643	(504)	8,369	1,429
Amounts due to related parties	678	(10,175)	10,808	(2,812)
Other current liabilities	(51,274)	4,475	(59,563)	8,547
Other non-current liabilities	13,242	4,453	-	-
Cash flows from (used in) operating activities	(344,709)	420,958	(320,029)	303,903
Cash paid for interest expense	(24,670)	(42,334)	(18,659)	(28,775)
Cash received from corporate income tax refunded	-	94,693	-	94,693
Cash paid for corporate income tax	(8,447)	(9,038)	(2,872)	(3,135)
Net cash from (used in) operating activities	(377,826)	464,279	(341,560)	366,686

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

(Unaudited but reviewed)

Rayong Purifier Public Company Limited and its subsidiaries**Statements of cash flows (continued)**

For the nine-month periods ended 30 September 2010 and 2009

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2010	2009	2010	2009
Cash flows from investing activities				
Decrease in pledged deposits at banks	-	30,000	-	30,000
Interest income	1,331	1,427	3,218	8,683
Dividend received from subsidiary	-	-	46,500	-
Cash paid for purchases of current investments	(235,100)	(375,000)	-	-
Proceeds from sales of current investments	297,601	375,060	-	-
Net cash paid for acquisitions of investments in subsidiaries (Note 9)	-	-	(107,797)	(102,312)
Increase in short-term loans to unrelated party	-	(2,760)	-	(2,760)
Decrease (increase) in short-term loans to related parties	-	-	(3,000)	14,982
Increase in long-term loans to unrelated party	(798)	-	(1,867)	-
Proceeds from sales of equipment	1,042	3,851	754	1,900
Acquisitions of property, plant and equipment	(270,513)	(121,093)	(8,021)	(25,762)
Proceeds from sales of intangible assets	-	-	-	788
Acquisitions of intangible assets	(354)	(1,178)	(122)	(1,104)
Net cash used in investing activities	(206,791)	(89,693)	(70,335)	(75,585)
Cash flows from financing activities				
Decrease in bank overdrafts and short-term loans from banks	(95,688)	(75,134)	(258,338)	(66,914)
Increase (decrease) in short-term loans from unrelated parties	(80,225)	24,382	-	-
Increase (decrease) in short-term loans from related parties	(31,300)	19,300	-	-
Cash receipt from long-term loans from banks	112,649	103,000	-	-
Repayment of long-term loans from banks	(40,878)	(149,378)	-	(120,000)
Increase in long-term loan from unrelated party	20,000	-	20,000	-
Increase (decrease) in long-term loans from related parties	209,000	(4,500)	209,000	-
Repayment of liabilities under finance leases	(10,753)	(1,209)	(1,296)	(875)
Increase in cash placed against guarantee - related party	-	-	17,655	-
Net cash receipt from disposals of treasury stock	113,588	-	113,588	-
Capital increase of minority shareholders of subsidiaries	42,253	21,445	-	-
Dividend paid to minority interest by subsidiaries	(513)	-	-	-
Cash paid for interest expense	(8,525)	-	-	-
Net cash from (used in) financing activities	229,608	(62,094)	100,609	(187,789)
Net increase (decrease) in cash and cash equivalents	(355,009)	312,492	(311,286)	103,312
Cash and cash equivalents at beginning of period	474,573	91,669	323,336	2,493
Cash and cash equivalents at end of period	119,564	404,161	12,050	105,805
	-	-	-	-
Supplemental cash flows information:				
Non-cash items				
Decrease in accounts payable - unrelated parties due to purchases of plant and equipment	(14,520)	(31,758)	-	-
Acquisitions of vehicles by finance leases	35,796	4,971	1,523	3,691
Amortisation of revaluation surplus on assets	15,992	15,992	15,992	15,992

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

(Unaudited but reviewed)

Rayong Purifier Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity

For the nine-month periods ended 30 September 2010 and 2009

(Unit: Thousand Baht)

	Consolidated financial statements										
	Equity attributable to the parent's shareholders										
	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	Total
					Statutory reserve	Treasury stock reserve	Unappropriated (deficit)				
Balance as at 31 December 2008	529,870	335,066	259,057	-	53,005	220,550	(404,083)	(220,550)	772,915	12,770	785,685
Income and expenses recognised directly in equity:											
Amortisation of revaluation surplus on assets	-	-	(15,992)	-	-	-	15,992	-	-	-	-
Total income and expenses recognised directly in equity	-	-	(15,992)	-	-	-	15,992	-	-	-	-
Net income (loss) for the period	-	-	-	-	-	-	320,250	-	320,250	(4,056)	316,194
Total income and expenses for the period	-	-	(15,992)	-	-	-	336,242	-	320,250	(4,056)	316,194
Capital increase of minority shareholders of a subsidiary	-	-	-	-	-	-	-	-	-	21,445	21,445
Balance as at 30 September 2009	529,870	335,066	243,065	-	53,005	220,550	(67,841)	(220,550)	1,093,165	30,159	1,123,324
Balance as at 31 December 2009	529,870	335,066	237,735	-	53,005	220,550	(49,566)	(220,550)	1,106,110	33,583	1,139,693
Income and expenses recognised directly in equity:											
Amortisation of revaluation surplus on assets	-	-	(15,992)	-	-	-	15,992	-	-	-	-
Translation adjustment	-	-	-	(151)	-	-	-	-	(151)	-	(151)
Total income and expenses recognised directly in equity	-	-	(15,992)	(151)	-	-	15,992	-	(151)	-	(151)
Net income (loss) for the period	-	-	-	-	-	-	83,345	-	83,345	(2,539)	80,806
Total income and expenses for the period	-	-	(15,992)	(151)	-	-	99,337	-	83,194	(2,539)	80,655
Adjustment of treasury stock reserve (Note 19)	-	-	-	-	-	(220,550)	220,550	-	-	-	-
Disposals of treasury stock (Note 19)	-	-	-	-	-	-	(106,962)	220,550	113,588	-	113,588
Capital increase of minority shareholders of subsidiaries	-	-	-	-	-	-	-	-	-	42,253	42,253
Dividend paid to minority interest by subsidiaries	-	-	-	-	-	-	-	-	-	(513)	(513)
Balance as at 30 September 2010	529,870	335,066	221,743	(151)	53,005	-	163,359	-	1,302,892	72,784	1,375,676
	-	-	-	-	-	-	-	-	-	-	-

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

(Unaudited but reviewed)

Rayong Purifier Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity (continued)

For the nine-month periods ended 30 September 2010 and 2009

(Unit: Thousand Baht)

	Separate financial statements							
	Issued and paid-up share capital	Premium on ordinary shares	Revaluation surplus on assets	Retained earnings				Total
				Appropriated		Unappropriated (deficit)	Treasury stock	
Statutory reserve	Treasury stock reserve							
Balance as at 31 December 2008	529,870	335,066	259,057	53,005	220,550	(429,677)	(220,550)	747,321
Income and expense recognised directly in equity:								
Amortisation of revaluation surplus on assets	-	-	(15,992)	-	-	15,992	-	-
Total income and expense recognised directly in equity	-	-	(15,992)	-	-	15,992	-	-
Net income for the period	-	-	-	-	-	338,316	-	338,316
Total income and expense for the period	-	-	(15,992)	-	-	354,308	-	338,316
Balance as at 30 September 2009	529,870	335,066	243,065	53,005	220,550	(75,369)	(220,550)	1,085,637
Balance as at 31 December 2009	529,870	335,066	237,735	53,005	220,550	(31,578)	(220,550)	1,124,098
Income and expense recognised directly in equity:								
Amortisation of revaluation surplus on assets	-	-	(15,992)	-	-	15,992	-	-
Total income and expense recognised directly in equity	-	-	(15,992)	-	-	15,992	-	-
Net income for the period	-	-	-	-	-	99,885	-	99,885
Total income and expense for the period	-	-	(15,992)	-	-	115,877	-	99,885
Adjustment of treasury stock reserve (Note 19)	-	-	-	-	(220,550)	220,550	-	-
Disposals of treasury stock (Note 19)	-	-	-	-	-	(106,962)	220,550	113,588
Balance as at 30 September 2010	529,870	335,066	221,743	53,005	-	197,887	-	1,337,571
	-	-	-	-	-	-	-	-

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