

Rayong Purifier Public Company Limited and its subsidiaries

Balance sheets

As at 31 December 2009 and 2008

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2009	2008	2009	2008
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		474,573,333	91,669,473	323,335,873	2,493,021
Current investments	6	76,000,000	-	-	-
Trade accounts receivable - unrelated parties, net	7	140,337,465	124,021,528	16,616,761	49,741,587
Trade accounts receivable - related parties	7, 9	841,007	453,586	440,153,728	309,619,424
Amounts due from related parties	9	2,037,327	15,000	25,801,488	17,328,329
Inventories - net	10	1,045,622,714	784,120,574	891,035,485	702,498,925
Short-term loans to and interest receivable from unrelated party - net	11	-	-	-	-
Short-term loans to related parties	9	-	-	-	85,981,500
Other current assets - net	12	231,944,842	386,878,572	160,947,407	319,026,356
<b>Total current assets</b>		<b>1,971,356,688</b>	<b>1,387,158,733</b>	<b>1,857,890,742</b>	<b>1,486,689,142</b>
<b>Non-current assets</b>					
Pledged deposits at banks	8	90,000,000	120,000,000	90,000,000	120,000,000
Advance to related party	9	30,000,000	30,000,000	30,000,000	30,000,000
Investments in subsidiaries - net	13	-	-	391,380,564	245,013,951
Investment in an associate	14	2,488,476	-	3,174,900	-
Property, plant and equipment - net	15	1,556,988,896	1,496,004,880	710,756,130	735,911,285
Intangible assets - net	16	17,130,954	14,413,343	13,656,506	14,413,343
Other non-current assets - net	17	45,262,032	48,037,769	32,529,996	33,035,351
<b>Total non-current assets</b>		<b>1,741,870,358</b>	<b>1,708,455,992</b>	<b>1,271,498,096</b>	<b>1,178,373,930</b>
<b>Total assets</b>		<b>3,713,227,046</b>	<b>3,095,614,725</b>	<b>3,129,388,838</b>	<b>2,665,063,072</b>

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 2009 and 2008

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2009	2008	2009	2008
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Bank overdrafts and short-term loans from banks	18	911,994,215	1,131,907,527	850,104,215	1,123,688,388
Trade accounts payable - unrelated parties		970,651,887	566,725,446	926,135,169	543,269,215
Trade accounts payable - related parties	9	10,274	641,725	53,396,959	11,623,704
Accounts payable - unrelated parties		51,675,943	76,911,164	18,067,503	20,428,352
Amounts due to related parties	9	50,277	10,267,043	13,712,440	25,748,638
Short-term loans from unrelated parties	19	82,515,000	70,233,500	1,000,000	1,000,000
Short-term loans from related parties	9	31,300,000	-	-	-
Current portion of long-term loans from banks	20	54,504,000	119,504,000	-	80,000,000
Current portion of long-term loans from related parties	9	-	9,000,000	-	-
Current portion of liabilities under finance leases	15, 21	12,412,533	1,119,888	1,525,707	795,688
Other current liabilities	22	170,064,297	97,609,873	136,837,924	68,398,164
<b>Total current liabilities</b>		<b>2,285,178,426</b>	<b>2,083,920,166</b>	<b>2,000,779,917</b>	<b>1,874,952,149</b>
<b>Non-current liabilities</b>					
Long-term loans from banks	20	228,803,978	208,404,669	-	40,000,000
Liabilities under finance leases	15, 21	39,081,517	3,870,513	4,511,483	2,789,847
Rental deposits - unrelated parties		20,469,894	13,516,653	-	-
Rental deposits - related party	9	-	218,088	-	-
<b>Total non-current liabilities</b>		<b>288,355,389</b>	<b>226,009,923</b>	<b>4,511,483</b>	<b>42,789,847</b>
<b>Total liabilities</b>		<b>2,573,533,815</b>	<b>2,309,930,089</b>	<b>2,005,291,400</b>	<b>1,917,741,996</b>

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 2009 and 2008

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2009	2008	2009	2008
<b>Shareholders' equity</b>					
Share capital	23				
Registered					
529,870,229 ordinary shares of Baht 1 each		529,870,229	529,870,229	529,870,229	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	24	237,734,952	259,057,363	237,734,952	259,057,363
Retained earnings					
Appropriated					
Statutory reserve	25	53,004,817	53,004,817	53,004,817	53,004,817
Treasury stock reserve	26	220,549,808	220,549,808	220,549,808	220,549,808
Deficit		(49,565,860)	(404,083,550)	(31,578,259)	(429,677,032)
Equity attributable to the Company's shareholders		1,326,659,645	993,464,366	1,344,647,246	967,870,884
Less: Treasury stock	27	(220,549,808)	(220,549,808)	(220,549,808)	(220,549,808)
Equity attributable to the Company's shareholders - net		1,106,109,837	772,914,558	1,124,097,438	747,321,076
Minority interest - equity attributable to minority shareholders of subsidiaries		33,583,394	12,770,078	-	-
<b>Total shareholders' equity</b>		<b>1,139,693,231</b>	<b>785,684,636</b>	<b>1,124,097,438</b>	<b>747,321,076</b>
<b>Total liabilities and shareholders' equity</b>		<b>3,713,227,046</b>	<b>3,095,614,725</b>	<b>3,129,388,838</b>	<b>2,665,063,072</b>
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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 2009 and 2008**

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2009	2008	2009	2008
<b>Revenues</b>					
Sales - net	28	15,356,838,565	22,506,903,260	12,818,686,147	20,026,951,060
Revenue from services		104,032,522	71,265,105	-	-
Gain on sales of fixed assets and land use right		3,220,407	77,691,709	1,155,560	651,633
Management fee income		-	-	71,470,723	70,740,739
Gain on reversal of impairment on investment in subsidiary	13	-	-	40,484,114	-
Gain on forward contracts to purchase and sell crude oil and oil products		5,734,106	15,283,964	5,734,106	15,283,964
Net gain on return of capital by subsidiary	13	-	-	-	22,615,566
Gain on exchange rate		1,099,255	31,135,060	1,099,255	30,343,858
Other income		13,160,115	27,506,352	35,019,231	25,460,356
<b>Total revenues</b>		<b>15,484,084,970</b>	<b>22,729,785,450</b>	<b>12,973,649,136</b>	<b>20,192,047,176</b>
<b>Expenses</b>					
Cost of sales		14,542,998,027	22,548,944,995	12,129,673,200	20,096,246,021
Cost of services		94,358,730	65,000,183	-	-
Selling expenses		110,548,624	112,990,675	201,379,009	250,574,984
Administrative expenses		306,172,810	354,577,591	189,641,453	237,729,056
Management benefit expenses		34,267,008	54,557,051	34,267,008	54,557,051
<b>Total expenses</b>		<b>15,088,345,199</b>	<b>23,136,070,495</b>	<b>12,554,960,670</b>	<b>20,639,107,112</b>
<b>Income (loss) before share of loss from investment in an associate, finance cost and income tax</b>					
Share of loss from investment in an associate	14	(686,424)	-	-	-
<b>Income (loss) before finance cost and income tax</b>		<b>395,053,347</b>	<b>(406,285,045)</b>	<b>418,688,466</b>	<b>(447,059,936)</b>
Finance cost		(60,252,984)	(68,365,651)	(41,912,104)	(62,693,257)
<b>Income (loss) before income tax</b>		<b>334,800,363</b>	<b>(474,650,696)</b>	<b>376,776,362</b>	<b>(509,753,193)</b>
Corporate income tax	30	(5,666,549)	(5,970,044)	-	-
<b>Net income (loss) for the year</b>		<b>329,133,814</b>	<b>(480,620,740)</b>	<b>376,776,362</b>	<b>(509,753,193)</b>
<b>Net income (loss) attributable to:</b>					
Equity holders of the parent		333,195,279	(504,468,778)	376,776,362	(509,753,193)
Minority interests of the subsidiaries		(4,061,465)	23,848,038		
		<u>329,133,814</u>	<u>(480,620,740)</u>		
<b>Basic earnings per share</b>					
31					
Net income (loss) attributable to equity holders of					
the parent		0.69	(1.01)	0.78	(1.02)
Weighted average number of ordinary shares (shares)		<u>483,163,329</u>	<u>497,590,280</u>	<u>483,163,329</u>	<u>497,590,280</u>

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 2009 and 2008**

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2009	2008	2009	2008
<b>Cash flows from operating activities</b>				
Net income (loss) before tax	334,800,363	(474,650,696)	376,776,362	(509,753,193)
Adjustments to reconcile net income (loss) before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	145,068,967	122,413,534	59,947,495	71,826,173
Bad debts and allowance for doubtful accounts	1,541,253	21,423,944	2,633,075	18,683,932
Allowance for diminution in value of inventories (reversal)	(15,645,158)	16,153,150	(15,226,833)	15,226,833
Gain on sales of current investments	(123,662)	(1,354,018)	-	-
Loss on return of capital by subsidiary	-	-	-	32,403,087
Gain on reversal of impairment on investment in subsidiary	-	-	(40,484,114)	(55,018,653)
Gain on sales of fixed assets and land use right	(3,220,407)	(77,691,709)	(1,155,560)	(651,633)
Unrealised exchange loss	-	892,035	-	892,035
Loss on the change in value of current investments	-	32,340	-	-
Interest income	(2,408,536)	(10,543,899)	(6,390,608)	(6,353,136)
Interest expense	53,941,104	64,094,331	36,788,248	57,947,173
Share of loss from investment in an associate	686,424	-	-	-
Income (loss) from operating activities before changes in operating assets and liabilities	514,640,348	(339,230,988)	412,888,065	(374,797,382)
Operating assets (increase) decrease				
Trade accounts receivable - unrelated parties	(15,224,115)	389,277,231	33,124,826	327,704,700
Trade accounts receivable - related parties	(387,421)	(347,673)	(130,534,304)	187,504,774
Amounts due from related parties	(4,117,952)	2,643,099	(11,362,538)	(8,334,192)
Inventories	(245,856,982)	813,616,373	(173,309,727)	758,286,027
Other current assets	75,583,894	32,057,750	68,411,610	30,428,091
Other non-current assets	(5,040,192)	37,782,887	505,355	1,389,265
Operating liabilities increase (decrease)				
Trade accounts payable - unrelated parties	403,926,441	(1,033,642,841)	382,865,954	(1,011,834,132)
Trade accounts payable - related parties	(631,451)	641,725	41,773,255	2,245,904
Accounts payable - unrelated parties	960,508	(7,320,424)	(2,360,849)	(438,306)
Amounts due to related parties	(10,216,766)	7,507,648	(12,036,198)	(1,096,421)
Other current liabilities	74,985,957	(63,912,769)	69,829,402	(54,792,459)
Other non-current liabilities	6,735,153	7,910,116	-	-
Cash from (used in) operating activities	795,357,422	(153,017,866)	679,794,851	(143,734,131)
Cash paid for interest expense	(43,488,478)	(48,119,119)	(35,369,068)	(46,247,655)
Cash received from corporate income tax refunded	94,693,302	15,909,834	94,693,302	15,909,834
Cash paid for corporate income tax	(12,867,056)	(173,917,850)	(5,025,963)	(163,743,005)
<b>Net cash from (used in) operating activities</b>	<b>833,695,190</b>	<b>(359,145,001)</b>	<b>734,093,122</b>	<b>(337,814,957)</b>

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 2009 and 2008**

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2009	2008	2009	2008
<b>Cash flows from investing activities</b>				
Decrease in pledged deposits at banks	30,000,000	-	30,000,000	-
Interest income	4,504,161	7,521,179	9,279,987	4,677,362
Cash paid for purchases of current investments	(644,000,000)	(1,398,000,000)	-	-
Proceeds from sales of current investments	568,123,662	1,444,892,194	-	-
Net cash paid for acquisition of investment in a subsidiary (Note 13)	-	(1,501,264)	(105,882,499)	(76,000,000)
Cash paid for acquisition of investment in an associate	(3,174,900)	-	(3,174,900)	-
Cash receipt from return of capital by subsidiary	-	-	-	54,186,243
Increase in short-term loans to unrelated party	(2,633,075)	(231,926)	(2,633,075)	(231,926)
Decrease (increase) in short-term loans to related parties	-	-	85,981,500	(85,981,500)
Proceeds from sales of fixed assets and land use right	6,027,158	196,106,526	2,634,582	3,673,107
Acquisitions of property, plant and equipment	(177,778,184)	(525,776,829)	(31,499,218)	(72,692,992)
Proceeds from sales of intangible assets	-	-	788,550	-
Acquisitions of intangible assets	(4,164,652)	(3,761,796)	(1,113,144)	(3,761,796)
<b>Net cash used in investing activities</b>	<b>(223,095,830)</b>	<b>(280,751,916)</b>	<b>(15,618,217)</b>	<b>(176,131,502)</b>
<b>Cash flows from financing activities</b>				
Increase (decrease) in bank overdrafts and short-term loans from banks	(219,913,312)	911,674,023	(273,584,173)	903,454,884
Increase (decrease) in short-term loans from unrelated parties	12,281,500	17,118,500	-	(50,000,000)
Increase (decrease) in short-term loans from related parties	31,300,000	(2,000,000)	-	-
Decrease in long-term loans from related parties	(9,000,000)	-	-	-
Cash receipt from long-term loans from banks	118,903,309	390,863,006	-	200,000,000
Repayment of long-term loans from banks	(163,504,000)	(193,179,121)	(120,000,000)	(80,000,000)
Cash paid for treasury stock	-	(220,549,808)	-	(220,549,808)
Capital increase of minority shareholders in a subsidiary	24,874,781	1,225,000	-	-
Cash paid for return capital of a subsidiary to minority shareholders	-	(37,336,060)	-	-
Repayment of liabilities under finance leases	(9,326,589)	(1,544,036)	(1,239,058)	(513,586)
Cash paid for interest expense	(13,311,189)	(10,513,740)	(2,808,822)	(7,796,986)
Dividend paid	-	(236,757,186)	-	(236,757,186)
<b>Net cash from (used in) financing activities</b>	<b>(227,695,500)</b>	<b>619,000,578</b>	<b>(397,632,053)</b>	<b>507,837,318</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>382,903,860</b>	<b>(20,896,339)</b>	<b>320,842,852</b>	<b>(6,109,141)</b>
Cash and cash equivalents at beginning of year	91,669,473	112,565,812	2,493,021	8,602,162
<b>Cash and cash equivalents at end of year</b>	<b>474,573,333</b>	<b>91,669,473</b>	<b>323,335,873</b>	<b>2,493,021</b>
	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 2009 and 2008**

(Unit: Baht)

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>
<b>Supplemental cash flows information:</b>				
Non-cash transactions				
Increase (decrease) in accounts payable - unrelated parties from purchases of plant and equipment	(26,195,729)	38,853,770	-	-
Acquisitions of vehicles by finance leases	55,830,238	5,720,121	3,690,713	4,099,121
Decrease of advance received from sale of assets	-	84,503,929	-	-
Property, plant and equipment increase from revaluation	-	260,834,230	-	260,834,230
Amortisation of revaluation surplus on assets	21,322,411	1,776,867	21,322,411	1,776,867

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 2009 and 2008

(Unit: Baht)

Consolidated financial statements												
Equity attributable to the parent's shareholders												
	Note	Retained earnings							Total equity attributable to the parent's shareholders	Minority interest - equity attributable to		
		Issued and paid-up share capital	Premium on ordinary shares	Revaluation surplus on assets	Translation adjustment	Appropriated				Treasury stock	of subsidiaries	Total
						Statutory reserve	Treasury stock reserve	Unappropriated				
<b>Balance as at 31 December 2007</b>		529,870,229	335,065,699	-	(10,193,145)	53,004,817	-	566,108,500	-	1,473,856,100	23,460,628	1,497,316,728
<b>Income and expenses recognised directly in equity:</b>												
Gain from revaluation of assets	15, 24	-	-	260,834,230	-	-	-	-	-	260,834,230	-	260,834,230
Amortisation of revaluation surplus on assets	24	-	-	(1,776,867)	-	-	-	1,776,867	-	-	-	-
Translation adjustment		-	-	-	10,193,145	-	-	(10,193,145)	-	-	-	-
<b>Net income and expenses recognised directly in equity</b>		-	-	259,057,363	10,193,145	-	-	(8,416,278)	-	260,834,230	-	260,834,230
Net income (loss) for the year 2008		-	-	-	-	-	-	(504,468,778)	-	(504,468,778)	23,848,038	(480,620,740)
<b>Total income and expenses for the year</b>		-	-	259,057,363	10,193,145	-	-	(512,885,056)	-	(243,634,548)	23,848,038	(219,786,510)
Acquisition of investment in a subsidiary		-	-	-	-	-	-	-	-	-	1,572,472	1,572,472
Capital increase of minority shareholders in a subsidiary		-	-	-	-	-	-	-	-	-	1,225,000	1,225,000
Return capital of a subsidiary to minority shareholders		-	-	-	-	-	-	-	-	-	(37,336,060)	(37,336,060)
Dividend paid	34	-	-	-	-	-	-	(236,757,186)	-	(236,757,186)	-	(236,757,186)
Unappropriated retained earnings transferred to treasury stock reserve	26	-	-	-	-	-	220,549,808	(220,549,808)	-	-	-	-
Increase in treasury stock during the year	27	-	-	-	-	-	-	-	(220,549,808)	(220,549,808)	-	(220,549,808)
<b>Balance as at 31 December 2008</b>		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
<b>Balance as at 31 December 2008</b>		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
<b>Income and expenses recognised directly in equity:</b>												
Amortisation of revaluation surplus on assets	24	-	-	(21,322,411)	-	-	-	21,322,411	-	-	-	-
<b>Net income and expenses recognised directly in equity</b>		-	-	(21,322,411)	-	-	-	21,322,411	-	-	-	-
Net income (loss) for the year 2009		-	-	-	-	-	-	333,195,279	-	333,195,279	(4,061,465)	329,133,814
<b>Total income and expenses for the year</b>		-	-	(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
<b>Balance as at 31 December 2009</b>		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
		-	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-

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 2009 and 2008

(Unit: Baht)

		Separate financial statements							
				Retained earnings					
				Appropriated					
				Treasury					
Note	Issued and paid-up share capital	Premium on ordinary shares	Revaluation surplus on assets	Statutory reserve	stock reserve	Unappropriated	Treasury stock	Total	
<b>Balance as at 31 December 2007</b>	529,870,229	335,065,699	-	53,004,817	-	535,606,288	-	1,453,547,033	
<b>Income and expenses recognised directly in equity:</b>									
Gain from revaluation of assets	15, 24	-	-	260,834,230	-	-	-	260,834,230	
Amortisation of revaluation surplus on assets	24	-	-	(1,776,867)	-	1,776,867	-	-	
<b>Net income and expenses recognised directly in equity</b>		-	-	259,057,363	-	1,776,867	-	260,834,230	
Net loss for the year 2008		-	-	-	-	(509,753,193)	-	(509,753,193)	
<b>Total income and expenses for the year</b>		-	-	259,057,363	-	(507,976,326)	-	(248,918,963)	
Dividend paid	34	-	-	-	-	(236,757,186)	-	(236,757,186)	
Unappropriated retained earnings transferred to treasury stock reserve	26	-	-	-	-	220,549,808	(220,549,808)	-	
Increase in treasury stock during the year	27	-	-	-	-	-	(220,549,808)	(220,549,808)	
<b>Balance as at 31 December 2008</b>	<u>529,870,229</u>	<u>335,065,699</u>	<u>259,057,363</u>	<u>53,004,817</u>	<u>220,549,808</u>	<u>(429,677,032)</u>	<u>(220,549,808)</u>	<u>747,321,076</u>	
<b>Balance as at 31 December 2008</b>	529,870,229	335,065,699	259,057,363	53,004,817	220,549,808	(429,677,032)	(220,549,808)	747,321,076	
<b>Income and expenses recognised directly in equity:</b>									
Amortisation of revaluation surplus on assets	24	-	-	(21,322,411)	-	21,322,411	-	-	
<b>Net income and expenses recognised directly in equity</b>		-	-	(21,322,411)	-	21,322,411	-	-	
Net income for the year 2009		-	-	-	-	376,776,362	-	376,776,362	
<b>Total income and expenses for the year</b>		-	-	(21,322,411)	-	398,098,773	-	376,776,362	
<b>Balance as at 31 December 2009</b>	<u>529,870,229</u>	<u>335,065,699</u>	<u>237,734,952</u>	<u>53,004,817</u>	<u>220,549,808</u>	<u>(31,578,259)</u>	<u>(220,549,808)</u>	<u>1,124,097,438</u>	
	-	-	-	-	-	-	-	-	
	-	-	-	-	-	-	-	-	

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