

Tipco Asphalt Public Company Limited and its subsidiaries  
Report and interim consolidated financial statements  
For the three-month and six-month periods ended  
30 June 2013

## **Independent Auditor's Report on Review of Interim Financial Information**

To the Shareholders of Tipco Asphalt Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Tipco Asphalt Public Company Limited and its subsidiaries as at 30 June 2013, the related consolidated statements of comprehensive income for the three-month and six-month periods ended 30 June 2013, and the related consolidated statements of changes in shareholders' equity, and cash flows for the six-months period then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of Tipco Asphalt Public Company Limited for the same period. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

### **Scope of review**

I conducted my review in accordance with Thai Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

### **Conclusion**

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*.



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#### Other matter

The consolidated statement of financial position of Tipco Asphalt Public Company Limited and its subsidiaries, and the separate statement of financial position of Tipco Asphalt Public Company Limited as at 31 December 2012, presented as comparative information, were audited by another auditor of our firm who expressed an unqualified opinion on those statements and drew attention to the change in accounting policy, under her report dated 11 February 2013. The consolidated statements of comprehensive income for the three-month and six-month periods ended 30 June 2012, and the related consolidated statements of changes in shareholders' equity and cash flows for the six-month periods then ended of Tipco Asphalt Public Company Limited and its subsidiaries, and the separate financial statements of Tipco Asphalt Public Company Limited for the same periods, presented herein as comparative information, were also reviewed by the aforementioned auditor who concluded, under her report dated 8 August 2012, that nothing had come to her attention that caused her to believe that the interim financial information was not prepared, in all material respects, in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*.

Supachai Phanyawattano

Certified Public Accountant (Thailand) No. 3930

Ernst & Young Office Limited

Bangkok 7 August 2013

Tipco Asphalt Public Company Limited and its subsidiaries

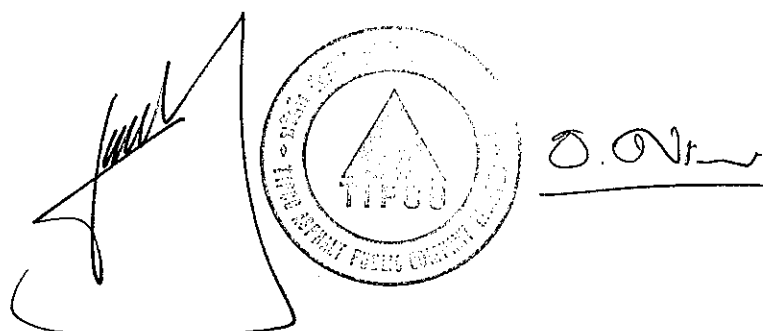
Statement of financial position

As at 30 June 2013

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	30 June 2013	31 December 2012	30 June 2013	31 December 2012
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		432,076	739,597	44,456	44,141
Trade and other receivables	3,4	4,346,232	5,347,921	4,564,426	5,442,063
Short-term loans to related parties	4	-	-	40,330	40,244
Inventories	5	6,957,176	7,048,483	5,662,110	6,443,284
Price hedging contracts	18	43,611	27,359	43,611	27,359
Forward exchange contracts	17	7,339	7,801	7,329	6,650
Other current assets		237,142	104,971	58,788	35,456
<b>Total current assets</b>		<b>12,023,576</b>	<b>13,276,132</b>	<b>10,421,050</b>	<b>12,039,197</b>
Assets held for sales - Vessel		-	45,424	-	-
<b>Non-current assets</b>					
Investments in subsidiaries	6	-	-	3,827,730	3,827,571
Investment in associate		91,525	60,649	18,404	18,404
Investment properties		199,433	199,433	100,394	101,198
Property, plant and equipment	7	4,811,756	4,595,801	448,765	490,570
Goodwill		146,294	146,294	-	-
Other intangible assets - Computer software		19,841	19,973	19,200	17,982
Leasehold rights		209,160	207,872	3,988	4,102
Deferred tax assets - net	11	109,924	106,846	52,226	44,777
Other non-current assets		10,757	11,331	5,270	5,381
<b>Total non-current assets</b>		<b>5,598,690</b>	<b>5,348,199</b>	<b>4,475,977</b>	<b>4,509,985</b>
<b>Total assets</b>		<b>17,622,266</b>	<b>18,669,755</b>	<b>14,897,027</b>	<b>16,549,182</b>

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



Tipco Asphalt Public Company Limited and its subsidiaries

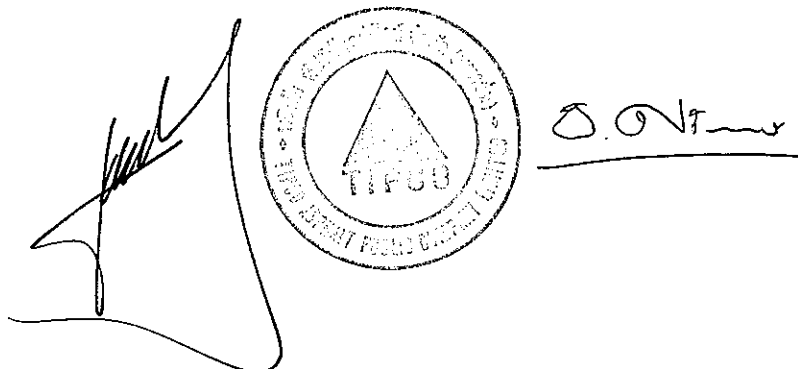
Statement of financial position (continued)

As at 30 June 2013

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	30 June 2013	31 December 2012	30 June 2013	31 December 2012
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Short-term loans from financial institutions		5,136,693	8,236,834	4,844,532	8,158,510
Trade and other payables	8	3,495,116	2,202,837	3,560,855	2,212,017
Current portion of liabilities under					
finance lease agreements		8,804	8,596	5,400	4,618
Current portion of long-term loans	9	675,431	596,304	345,000	322,383
Income tax payable		96,218	69,329	73,859	38,502
Price hedging contracts	18	29,754	12,709	29,754	12,709
Forward exchange contracts	17	27,912	503	27,479	492
Other current liabilities		95,127	26,040	30,723	16,777
<b>Total current liabilities</b>		<b>9,565,055</b>	<b>11,153,152</b>	<b>8,917,602</b>	<b>10,766,008</b>
<b>Non-current liabilities</b>					
Liabilities under finance lease agreements -					
net of current portion		12,033	13,416	9,856	9,938
Long-term loans - net of current portion	9	2,287,428	2,371,819	937,500	1,103,408
Interest rate swap contracts	9	20,899	19,445	20,899	19,445
Provision for long-term employee benefits		73,930	69,231	60,502	56,822
<b>Total non-current liabilities</b>		<b>2,394,290</b>	<b>2,473,911</b>	<b>1,028,757</b>	<b>1,189,613</b>
<b>Total liabilities</b>		<b>11,959,345</b>	<b>13,627,063</b>	<b>9,946,359</b>	<b>11,955,621</b>

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



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**Tipco Asphalt Public Company Limited and its subsidiaries**

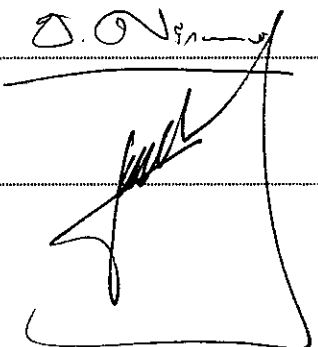
**Statement of financial position (continued)**

**As at 30 June 2013**

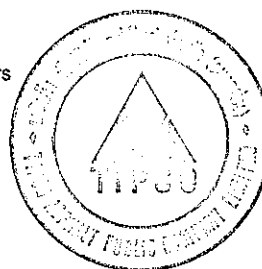
(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	30 June 2013	31 December 2012	30 June 2013	31 December 2012
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Shareholders' equity</b>					
Share capital	13				
Registered					
171,059,929 ordinary shares (31 December 2012:					
170,043,729 ordinary shares) of Baht 10 each		<u>1,710,599</u>	<u>1,700,437</u>	<u>1,710,599</u>	<u>1,700,437</u>
Issued and fully paid					
152,548,068 ordinary shares of Baht 10 each		1,525,481	1,525,481	1,525,481	1,525,481
Premium on share capital		886,112	886,112	886,112	886,112
Shares subscription	14	2,040	-	2,040	-
Non-controlling interests of subsidiary acquired					
by the Company at price lower than book value		6,238	6,238	-	-
Change in the Company's interest in subsidiary					
which not resulted in loss of control		12,904	12,904	-	-
Capital reserve for share-based payment transactions		17,850	13,141	16,893	13,141
Retained earnings					
Appropriated - statutory reserve		140,503	140,503	140,503	140,503
Unappropriated		2,618,930	2,024,808	2,384,487	2,032,967
Other components of shareholders' equity		<u>(165,220)</u>	<u>(184,521)</u>	<u>(4,848)</u>	<u>(4,643)</u>
Equity attributable to owners of the Company		5,044,838	4,424,666	4,950,668	4,593,561
Non-controlling interests of the subsidiaries		<u>618,083</u>	<u>618,026</u>	<u>-</u>	<u>-</u>
<b>Total shareholders' equity</b>		<u>5,662,921</u>	<u>5,042,692</u>	<u>4,950,668</u>	<u>4,593,561</u>
<b>Total liabilities and shareholders' equity</b>		<u>17,622,266</u>	<u>18,669,755</u>	<u>14,897,027</u>	<u>16,549,182</u>

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



Directors



(Unaudited but reviewed)

## Tipco Asphalt Public Company Limited and its subsidiaries

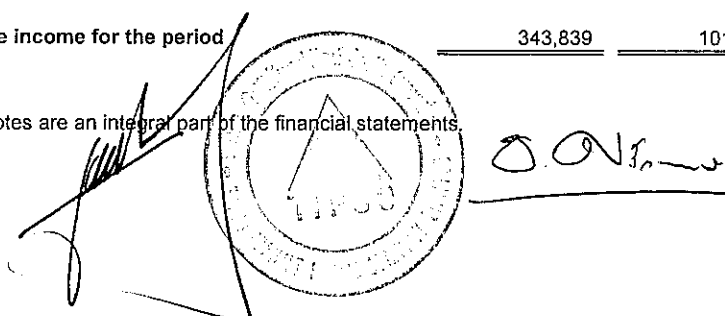
## Statement of comprehensive income

For the three-month period ended 30 June 2013

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

		Consolidated financial statements		Separate financial statements	
	Note	2013	2012	2013	2012
			(Restated)		(Restated)
<b>Revenues</b>					
Sales and service income		8,189,289	9,160,281	8,104,091	8,942,635
Other income					
Dividend income from subsidiary	4	-	-	16,100	-
Compensation received from claim for damages		-	50,304	-	-
Others		22,829	39,985	21,538	18,005
<b>Total revenues</b>		<b>8,212,118</b>	<b>9,250,570</b>	<b>8,141,729</b>	<b>8,960,640</b>
<b>Expenses</b>					
Cost of sales and services		7,918,805	9,107,038	8,031,030	9,058,921
Gain from price hedging contracts	18	(172,356)	(303,926)	(172,356)	(303,926)
Reversal of reduce cost of inventories to net realisable value	5	(135,818)	(2,950)	(124,561)	(28,374)
		7,610,631	8,800,162	7,734,113	8,726,621
Selling expenses		30,203	24,433	15,770	9,840
Administrative expenses		161,582	143,893	102,496	93,189
Other expenses					
Allowance for doubtful accounts (reversal)		(29,490)	14,277	(1,576)	8,317
Loss on exchange	17	175,222	44,653	182,111	15,132
<b>Total expenses</b>		<b>7,948,148</b>	<b>9,027,418</b>	<b>8,032,914</b>	<b>8,853,099</b>
<b>Profit before share of gain from investment in associate,</b>					
<b>finance cost and income tax expenses</b>		263,970	223,152	108,815	107,541
Share of gain from investment in associate		16,132	11,316	-	-
<b>Profit before finance cost and income tax expenses</b>		280,102	234,468	108,815	107,541
Finance cost		(44,031)	(80,478)	(31,220)	(71,767)
<b>Profit before income tax expenses</b>		236,071	153,990	77,595	35,774
Income tax expenses	11	(26,755)	(60,163)	(5,216)	(26,595)
<b>Profit for the period</b>		<b>209,316</b>	<b>93,827</b>	<b>72,379</b>	<b>9,179</b>
<b>Other comprehensive income:</b>					
Change in fair value of interest rate swap contract		(785)	(6,872)	(785)	(6,872)
Exchange differences on translation of					
financial statements in foreign currencies		135,151	13,210	-	-
Income tax effect	11	157	1,581	157	1,581
<b>Other comprehensive income for the period</b>		<b>134,523</b>	<b>7,919</b>	<b>(628)</b>	<b>(5,291)</b>
<b>Total comprehensive income for the period</b>		<b>343,839</b>	<b>101,746</b>	<b>71,751</b>	<b>3,888</b>

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



(Unaudited but reviewed)

Tipco Asphalt Public Company Limited and its subsidiaries

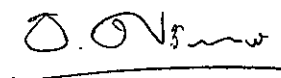
Statement of comprehensive income (continued)

For the three-month period ended 30 June 2013

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

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
<u>Note</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
		(Restated)		(Restated)
<b>Profit attributable to:</b>				
Equity holders of the Company	184,754	97,279	<u>72,379</u>	<u>9,179</u>
Non-controlling interests of the subsidiaries	<u>24,562</u>	<u>(3,452)</u>		
	<u>209,316</u>	<u>93,827</u>		
<b>Total comprehensive income attributable to:</b>				
Equity holders of the Company	295,385	112,131	<u>71,751</u>	<u>3,888</u>
Non-controlling interests of the subsidiaries	<u>48,454</u>	<u>(10,385)</u>		
	<u>343,839</u>	<u>101,746</u>		
<b>Earnings per share (Baht)</b>	12			
Basic earnings per share				
Profit attributable to equity holders of the Company	<u>1.21</u>	<u>0.64</u>	<u>0.47</u>	<u>0.06</u>
Diluted earnings per share				
Profit attributable to equity holders of the Company	<u>1.21</u>	<u>0.64</u>	<u>0.47</u>	<u>0.06</u>

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





(Unaudited but reviewed)

## Tipco Asphalt Public Company Limited and its subsidiaries

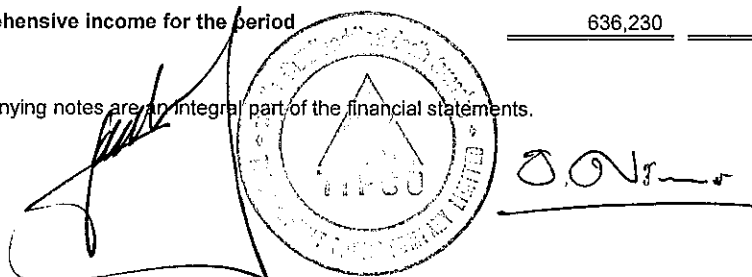
## Statement of comprehensive income

For the six-month period ended 30 June 2013

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

		<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>Note</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
			(Restated)		(Restated)
<b>Revenues</b>					
Sales and service income		16,254,423	17,831,902	15,934,829	17,313,521
Other income					
Dividend income from subsidiaries	4	-	-	16,100	112,947
Gain on exchange	17	200,047	243,287	166,322	227,873
Compensation received from claim for damages		-	50,304	-	-
Others		35,894	60,102	35,500	36,796
<b>Total revenues</b>		<b>16,490,364</b>	<b>18,185,595</b>	<b>16,152,751</b>	<b>17,691,137</b>
<b>Expenses</b>					
Cost of sales and services		15,488,816	17,255,190	15,563,917	17,104,787
(Gain) loss from price hedging contracts	18	(146,910)	228,483	(146,910)	227,181
Reduce cost of inventories to net realisable value	5	950	87,358	5,824	62,294
		15,342,856	17,571,031	15,422,831	17,394,262
Selling expenses		57,162	55,073	31,159	27,980
Administrative expenses		333,335	281,238	217,234	174,727
Other expenses					
Allowance for doubtful accounts (reversal)		(19,447)	20,228	(3,017)	11,456
<b>Total expenses</b>		<b>15,713,906</b>	<b>17,927,570</b>	<b>15,668,207</b>	<b>17,608,425</b>
<b>Profit before share of gain from investment in associate,</b>					
<b>finance cost and income tax expenses</b>		<b>776,458</b>	<b>258,025</b>	<b>484,544</b>	<b>82,712</b>
Share of gain from investment in associate		30,564	24,928	-	-
<b>Profit before finance cost and income tax expenses</b>		<b>807,022</b>	<b>282,953</b>	<b>484,544</b>	<b>82,712</b>
Finance cost		(94,731)	(150,944)	(66,250)	(129,510)
<b>Profit (loss) before income tax expenses</b>		<b>712,291</b>	<b>132,009</b>	<b>418,294</b>	<b>(46,798)</b>
Income tax income (expenses)	11	(97,312)	(23,201)	(66,774)	28,760
<b>Profit (loss) for the period</b>		<b>614,979</b>	<b>108,808</b>	<b>351,520</b>	<b>(18,038)</b>
<b>Other comprehensive income:</b>					
Change in fair value of interest rate swap contract		(256)	774	(256)	774
Exchange differences on translation of					
financial statements in foreign currencies		21,456	(44,450)	-	-
Income tax effect	11	51	(178)	51	(178)
<b>Other comprehensive income for the period</b>		<b>21,251</b>	<b>(43,854)</b>	<b>(205)</b>	<b>596</b>
<b>Total comprehensive income for the period</b>		<b>636,230</b>	<b>64,954</b>	<b>351,315</b>	<b>(17,442)</b>

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



(Unaudited but reviewed)

Tipco Asphalt Public Company Limited and its subsidiaries

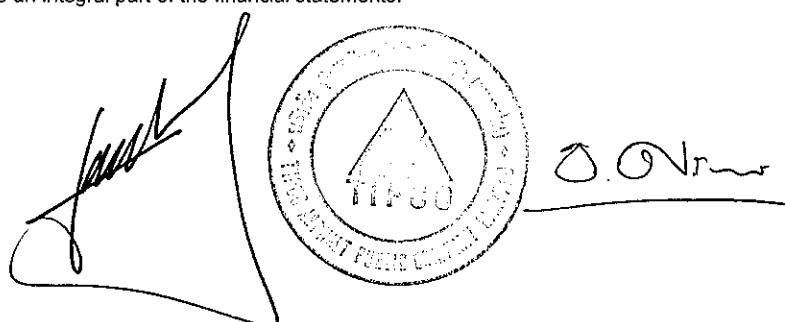
Statement of comprehensive income (continued)

For the six-month period ended 30 June 2013

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

	Consolidated financial statements		Separate financial statements	
Note	2013	2012	2013	2012
		(Restated)		(Restated)
Profit (loss) attributable to:				
Equity holders of the Company	594,122	105,031	351,520	(18,038)
Non-controlling interests of the subsidiaries	20,857	3,777		
	<u>614,979</u>	<u>108,808</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	613,423	76,870	351,315	(17,442)
Non-controlling interests of the subsidiaries	22,807	(11,916)		
	<u>636,230</u>	<u>64,954</u>		
Earnings per share (Baht)	12			
Basic earnings per share				
Profit (loss) attributable to equity holders of the Company	<u>3.89</u>	<u>0.69</u>	<u>2.30</u>	<u>(0.12)</u>
Diluted earnings per share				
Profit (loss) attributable to equity holders of the Company	<u>3.88</u>	<u>0.69</u>	<u>2.30</u>	<u>(0.12)</u>

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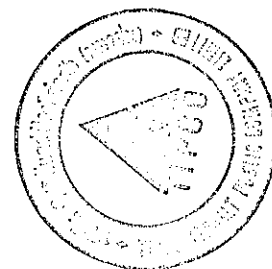
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## Consolidated financial statements

Equity attributable to owners of the Company														
	Issued and paid-up share capital	Premium on share capital	Shares subscription	Non-controlling interests of subsidiary acquired by the Company	Change in the Company's interest in subsidiary which not resulted in loss of control	Capital reserve for share-base payment transactions	Other components of equity							
							Retained earnings	Fair value of interest rate swap contract	Exchange differences on translation of financial statements in foreign currencies	Total other components of shareholders' equity	Total equity attributable to shareholders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total	
Balance as at 31 December 2011	1,525,481	886,112	-	6,238	12,904	4,645	115,503	1,598,219	(5,709)	(129,581)	(135,290)	4,013,812	594,364	4,608,176
Share-base payment transactions	-	-	-	-	-	3,644	-	-	-	-	-	3,644	-	3,644
Dividend paid	-	-	-	-	-	-	-	(190,684)	-	-	-	(190,684)	-	(190,684)
Dividend paid to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	(6)	(6)
Total comprehensive income for the period - restated	-	-	-	-	-	-	-	105,031	596	(28,757)	(28,161)	76,870	(11,916)	64,954
Balance as at 30 June 2012 - as restated	1,525,481	886,112	-	6,238	12,904	8,289	115,503	1,512,566	(5,113)	(158,338)	(163,451)	3,903,642	582,442	4,486,084
Balance as at 31 December 2012	1,525,481	886,112	-	6,238	12,904	13,141	140,503	2,024,808	(4,643)	(179,878)	(184,521)	4,424,666	618,026	5,042,692
Cash receipts from shares subscription (Note 14)	-	-	2,040	-	-	-	-	-	-	-	-	2,040	-	2,040
Share-base payment transactions	-	-	-	-	-	4,709	-	-	-	-	-	4,709	-	4,709
Dividend paid to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	-	-	594,122	(205)	19,506	19,301	613,423	(22,750)	(22,750)
Balance as at 30 June 2013	1,525,481	886,112	2,040	6,238	12,904	17,850	140,503	2,618,930	(4,848)	(160,372)	(165,220)	5,044,838	618,083	5,662,921

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

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(Unaudited but reviewed)

## Tipco Asphalt Public Company Limited and its subsidiaries

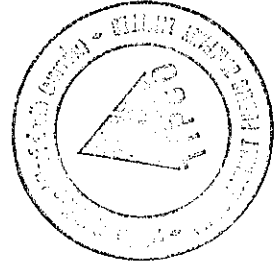
## Statement of changes in shareholders' equity (continued)

For the six-month period ended 30 June 2013

(Unit: Thousand Baht)

	Separate financial statements									
	Issued and paid-up share capital	Premium on share capital	Shares subscription	Capital reserve for share-base payment transactions	Retained earnings		Unappropriated	Other component of equity		
					Appropriated - statutory reserve	Fair value of interest rate swap contract		comprehensive income	Total other component of shareholders' equity	Total shareholders' equity
Balance as at 31 December 2011	1,525,481	886,112	-	4,645	115,503	1,794,744	(5,709)	(5,709)	4,320,776	
Share-base payment transactions	-	-	-	3,644	-	-	-	-	3,644	
Dividend paid	-	-	-	-	-	(190,684)	-	-	(190,684)	
Total comprehensive income for the period - restated	-	-	-	-	-	(18,038)	596	596	(17,442)	
Balance as at 30 June 2012 - as restated	1,525,481	886,112	-	8,289	115,503	1,586,022	(5,113)	(5,113)	4,116,294	
Balance as at 31 December 2012	1,525,481	886,112	-	13,141	140,503	2,032,967	(4,643)	(4,643)	4,593,561	
Cash receipts from shares subscription (Note 14)	-	-	2,040	-	-	-	-	-	2,040	
Share-base payment transactions	-	-	-	3,752	-	-	-	-	3,752	
Total comprehensive income for the period	-	-	-	-	-	351,520	(205)	(205)	351,315	
Balance as at 30 June 2013	1,525,481	886,112	2,040	16,893	140,503	2,384,487	(4,848)	(4,848)	4,950,668	

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



(Unaudited but reviewed)

## Tipco Asphalt Public Company Limited and its subsidiaries

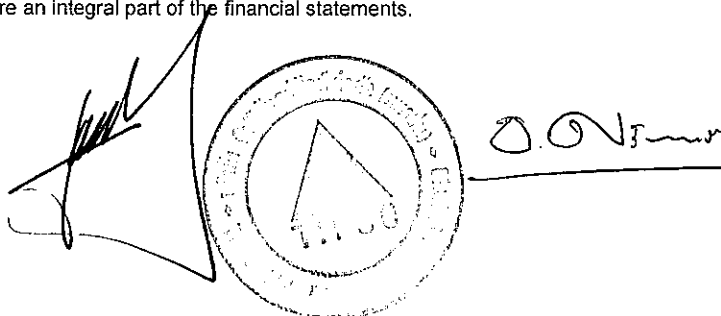
## Cash flow statement

For the six-month period ended 30 June 2013

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
		(Restated)		(Restated)
<b>Cash flows from operating activities:</b>				
Profit (loss) before income tax expenses	712,291	132,009	418,294	(46,798)
Adjustments to reconcile profit (loss) before income tax expenses to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	220,641	198,873	38,943	38,666
Allowance for doubtful accounts (reversal)	(19,447)	20,228	(3,017)	11,456
Reduce cost of inventories to net realisable value	950	87,358	5,824	62,294
Dividend income from subsidiaries	-	-	(16,100)	(112,947)
Unrealised (gain) loss on exchange	184,352	(18,174)	168,562	(41,354)
Gain on sales of equipment	(16,884)	(3,562)	(4,635)	(2,453)
Share of gain from investment in associate	(30,564)	(24,928)	-	-
Share-base payment transactions	4,709	3,644	3,593	2,577
Provision for long-term employee benefits	4,699	5,124	3,680	4,063
Change in fair value of forward exchange contracts	27,871	(4,648)	26,308	2,794
Change in fair value of price hedging contracts	793	(194,047)	793	(194,047)
Change in fair value of interest rate swap contract recognised in income statement	387	10,066	387	12,735
Interest expenses	87,961	133,425	62,437	112,387
Profit (loss) from operating activities before changes in operating assets and liabilities	1,177,759	345,368	705,069	(150,627)
(Increase) decrease in operating assets				
Trade and other receivables	1,087,777	(1,012,308)	935,533	(2,715,407)
Inventories	90,282	217,318	770,152	177,592
Other current assets	(152,646)	(115,472)	(12,595)	(13,044)
Other non-current assets	92,751	(11,719)	(22,989)	(12,544)
Increase (decrease) in operating liabilities				
Trade and other payables	1,241,405	(2,519,491)	1,290,079	(1,599,824)
Other current liabilities	69,897	12,214	14,757	4,854
<b>Cash flows from (used in) operating activities</b>	<b>3,607,225</b>	<b>(3,084,090)</b>	<b>3,680,006</b>	<b>(4,309,000)</b>
Cash paid for interest expenses	(73,459)	(131,312)	(46,727)	(109,304)
Cash paid for corporate income tax	(71,289)	(27,402)	(38,815)	(18,729)
<b>Net cash flows from (used in) operating activities</b>	<b>3,462,477</b>	<b>(3,242,804)</b>	<b>3,594,464</b>	<b>(4,437,033)</b>

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



The image shows a handwritten signature in black ink over a circular stamp. The stamp contains the text 'Tipco Asphalt Public Company Limited' around the perimeter and a stylized triangle in the center. To the right of the stamp, the signature 'D. O. N. S. M.' is written in a cursive script.

(Unaudited but reviewed)

## Tipco Asphalt Public Company Limited and its subsidiaries

## Cash flow statement (continued)

For the six-month period ended 30 June 2013

(Unit: Thousand Baht)

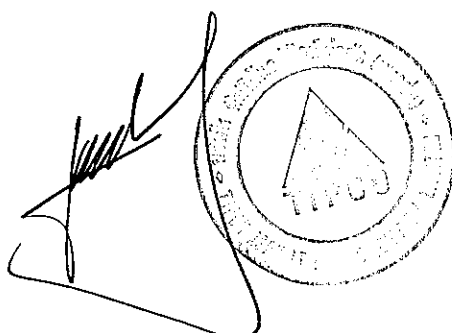
	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
		(Restated)		(Restated)
<b>Cash flows from investing activities:</b>				
Increase in restricted bank deposits	-	(53,635)	-	-
Cash receipts from business transfer to subsidiary	-	-	61,068	-
Dividend received from subsidiaries	-	-	16,100	112,947
Decrease in short-term loans to related parties	-	-	-	19,977
Acquisition of equipment	(503,405)	(371,719)	(29,093)	(19,865)
Acquisition of computer software	(1,874)	(14,093)	(1,856)	(13,934)
Proceeds from sales of equipment	51,621	6,230	1,640	2,641
<b>Net cash flows from (used in) investing activities</b>	<b>(453,658)</b>	<b>(433,217)</b>	<b>47,859</b>	<b>101,766</b>
<b>Cash flows from financing activities:</b>				
Increase (decrease) in short-term loans from financial institutions	(3,286,277)	2,874,441	(3,498,523)	4,050,496
Increase in short-term loan from related parties	-	-	-	215,000
Cash paid under finance lease agreements	(4,153)	(5,895)	(2,233)	(3,371)
Cash receipt from long-term loans	289,978	619,407	-	-
Repayment of long-term loans	(284,465)	(228,973)	(143,292)	(121,817)
Cash receipts from shares subscription	2,040	-	2,040	-
Dividend paid to shareholders	-	(190,578)	-	(190,578)
Dividend paid to non-controlling interests of subsidiaries	(22,750)	(6)	-	-
<b>Net cash flows from (used in) financing activities</b>	<b>(3,305,627)</b>	<b>3,068,396</b>	<b>(3,642,008)</b>	<b>3,949,730</b>
<b>Exchange differences on translation of</b>				
<b>financial statements in foreign currencies</b>	<b>(10,713)</b>	<b>(47,682)</b>	<b>-</b>	<b>-</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(307,521)</b>	<b>(655,307)</b>	<b>315</b>	<b>(385,537)</b>
Cash and cash equivalents at beginning of period	739,597	1,001,819	44,141	430,514
<b>Cash and cash equivalents at end of period</b>	<b>432,076</b>	<b>346,512</b>	<b>44,456</b>	<b>44,977</b>

## Supplemental cash flows information

## Non-cash transactions:

Acquisition of assets through finance lease	2,629	6,812	2,629	5,927
Purchase of equipment for which cash has not been paid	2,838	-	-	-

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



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**Tipco Asphalt Public Company Limited and its subsidiaries**

**Notes to interim consolidated financial statements**

**For the three-month and six-month period ended 30 June 2013**

**1. General information**

**1.1 Corporate information**

On 10 August 2012, the Meeting of the Company's Board of Directors passed a resolution to transfer Tasco I operation to its subsidiary. This business transfer was completed on 30 April 2013. The Company transferred assets amounting to Baht 63.2 million and transferred liabilities amounting to Baht 2.1 million. The Company received cash payment for the net assets value amounting to Baht 61.1 million, on 30 April 2013 and 17 May 2013.

**1.2 Basis for the preparation of interim financial statements**

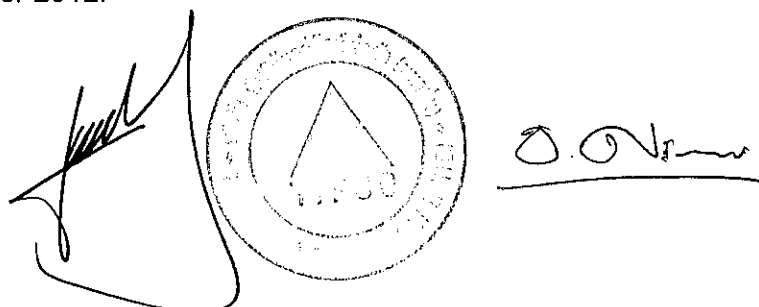
These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (revised 2009) "Interim Financial Reporting", with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive 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.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language interim financial statements.

**1.3 Basis of consolidation**

The consolidated interim financial statements include the financial statements of Tipco Asphalt Public Company Limited and its subsidiaries and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2012.

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#### 1.4 Application of new accounting standards during the period

The Federation of Accounting Professions issued the following accounting standards, financial reporting standard, accounting standard interpretations and accounting treatment guidance that are effective for fiscal years beginning on or after 1 January 2013.

Accounting standards:

TAS 12 Income Taxes

TAS 20 (revised 2009) Accounting for Government Grants and Disclosure of Government Assistance

TAS 21 (revised 2009) The Effects of Changes in Foreign Exchange Rates

Financial Reporting Standard:

TFRS 8 Operating Segments

Accounting Standard Interpretations:

TSIC 10 Government Assistance - No Specific Relation to Operating Activities

TSIC 21 Income Taxes - Recovery of Revalued Non-Depreciable Assets

TSIC 25 Income Taxes - Changes in the Tax Status of an Entity or its Shareholders

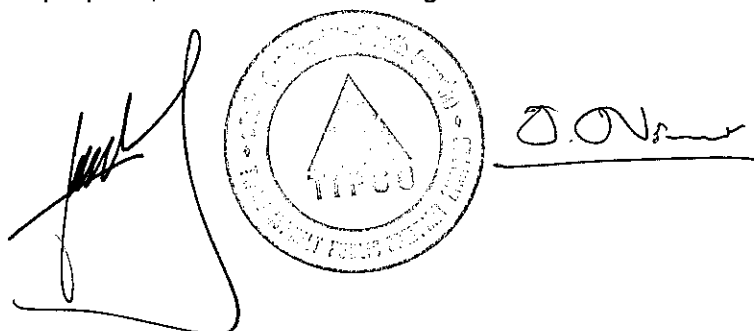
Accounting Treatment Guidance for Transfers of Financial Assets

These accounting standards, financial reporting standard, accounting standard interpretations and accounting treatment guidance do not have any significant impact on the financial statements. However, the Company and its subsidiaries have early adopted TAS 12 "Income Taxes" before the effective date.

#### 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 2012.

In the fourth quarter of 2012, the Company and its subsidiaries changed their accounting policy in respect of the method used for calculating the value of their raw material and finished goods from the first-in, first-out method to the weighted average method. In this regard, the Company and its subsidiaries have restated the statements of comprehensive income for the three-month and six-month period ended 30 June 2012, presented here in for comparative purpose, to reflect such change.



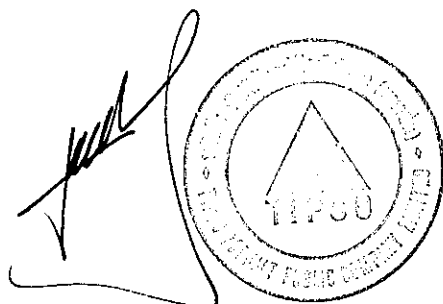
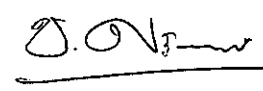


## 2. New accounting standards issued during the period and not yet effective

The Federation of Accounting Professions has issued notifications, which are published in the Royal Gazette during the current period, mandating the use of financial reporting standard, accounting standard interpretation and financial reporting standard interpretations as follows.

		<u>Effective date</u>
Financial Reporting Standard:		
TFRS 4	Insurance Contracts	1 January 2016
Accounting Standard Interpretation:		
TSIC 29	Service Concession Arrangements: Disclosures	1 January 2014
Financial Reporting Standard Interpretations:		
TFRIC 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities	1 January 2014
TFRIC 4	Determining whether an Arrangement contains a Lease	1 January 2014
TFRIC 5	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds	1 January 2014
TFRIC 7	Applying the Restatement Approach under TAS 29 <i>Financial Reporting in Hyperinflationary Economies</i>	1 January 2014
TFRIC 10	Interim Financial Reporting and Impairment	1 January 2014
TFRIC 12	Service Concession Arrangements	1 January 2014
TFRIC 13	Customer Loyalty Programmes	1 January 2014

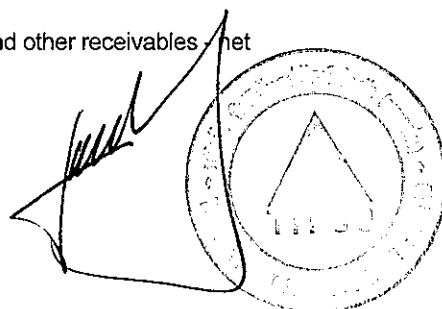
The management of the Company and its subsidiaries has assessed the effect of the above financial reporting standard, accounting standard interpretation and financial reporting standard interpretations and believes that they are not relevant to the business of the Company and its subsidiaries, except TFRIC 4, for which the management is still evaluating the first-year impact to the financial statements and has yet to reach a conclusion.

**3. Trade and other receivables**

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2013	2012	2013	2012
		(Audited)		(Audited)
<b><u>Trade receivables - related parties (Note 4)</u></b>				
Aged on the basis of due dates				
Not yet due	462,167	453,024	1,470,749	1,139,533
Past due				
Up to 3 months	22,720	448,143	317,949	1,019,038
3 - 6 months	61	-	3,198	83,755
6 - 9 months	-	176	-	-
9 - 12 months	98	-	61,796	-
Over 12 months	79	-	-	-
Total trade receivables - related parties	485,125	901,343	1,853,692	2,242,326
<b><u>Trade receivables - unrelated parties</u></b>				
Aged on the basis of due dates				
Not yet due	3,217,446	3,521,307	2,455,425	2,646,853
Past due				
Up to 3 months	405,791	731,293	153,217	460,384
3 - 6 months	123,656	51,350	4,094	14,881
6 - 9 months	16,972	22,591	4,268	2,537
9 - 12 months	8,243	70,262	813	5,514
Over 12 months	131,568	114,826	94,447	92,791
Total	3,903,676	4,511,629	2,712,264	3,222,960
Less: Allowance for doubtful accounts	(114,509)	(132,390)	(78,008)	(81,025)
Total trade receivables - unrelated parties, net	3,789,167	4,379,239	2,634,256	3,141,935
Total trade receivables - net	4,274,292	5,280,582	4,487,948	5,384,261
<b><u>Other receivables</u></b>				
Amounts due from related parties (Note 4)	7,819	7,809	30,117	16,497
Accounts receivable from price hedging contracts	33,600	39,410	33,600	39,410
Other receivables	30,521	20,120	12,761	1,895
Total other receivables	71,940	67,339	76,478	57,802
Trade and other receivables - net	4,346,232	5,347,921	4,564,426	5,442,063



*Signature*

#### 4. Related party transactions

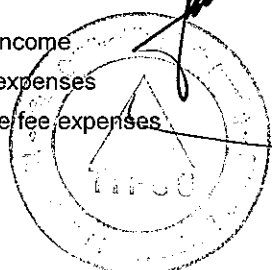
During the periods, the Company and its subsidiaries had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon among the Company, its subsidiaries and those related parties.

(Unit: Million Baht)

	For the three-month periods ended 30 June				
	Consolidated financial statements		Separate financial statements		Transfer pricing policies
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	
<b><u>Transactions with subsidiary companies</u></b>					
(eliminated from the consolidated financial statements)					
Sales and services	-	-	1,734	1,285	Cost plus certain margin
Rental and service income	-	-	9	9	Contract price
Technical assistance fee income	-	-	3	3	Contract price
Dividend income	-	-	16	-	
Purchase of goods	-	-	1	9	Cost plus certain margin
Rental and service expenses	-	-	371	370	Contract price
<b><u>Transactions with related companies</u></b>					
Sales and services	789	945	745	873	Market price / Contract price
Rental and service expenses	10	8	8	7	Contract price
Technical assistance fee expenses	11	9	6	5	Contract price

(Unit: Million Baht)

For the six-month periods ended 30 June					
	Consolidated financial statements		Separate financial statements		Transfer pricing policies
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	
<b><u>Transactions with subsidiary companies</u></b>					
(eliminated from the consolidated financial statements)					
Sales and services	-	-	3,112	2,309	Cost plus certain margin
Rental and service income	-	-	13	13	Contract price
Technical assistance fee income	-	-	6	6	Contract price
Dividend income	-	-	16	113	
Purchase of goods	-	-	5	522	Cost plus certain margin
Rental and service expenses	-	-	748	791	Contract price
<b><u>Transactions with related companies</u></b>					
Sales and services	1,770	2,471	1,689	2,351	Market price / Contract price
Rental and service income	1	2	1	1	Contract price
Rental and service expenses	19	16	16	13	Contract price
Technical assistance fee expenses	21	18	12	10	Contract price



*[Handwritten signature]*

(Unaudited but reviewed)

The balances of the accounts as at 30 June 2013 and 31 December 2012 between the Company and its subsidiaries and those related parties are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
		(Audited)		(Audited)
<b><u>Trade and other receivables- related parties (Note 3)</u></b>				
Subsidiaries	-	-	1,421,185	1,364,109
Related companies				
(common shareholders and directors)	492,944	909,152	462,624	894,714
<b>Total trade and other receivables - related parties</b>	<b>492,944</b>	<b>909,152</b>	<b>1,883,809</b>	<b>2,258,823</b>

**Short-term loans to related parties**

Subsidiaries	-	-	40,330	40,244
<b>Total short-term loans to related parties</b>	<b>-</b>	<b>-</b>	<b>40,330</b>	<b>40,244</b>

**Trade and other payables - related parties (Note 8)**

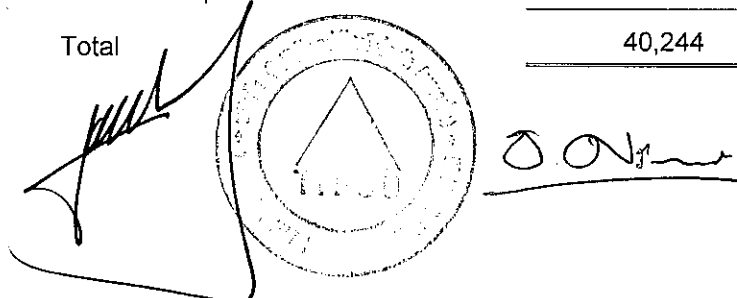
Subsidiaries	-	-	385,349	338,560
Related companies				
(common shareholders and directors)	60,386	47,273	48,334	35,412
<b>Total trade and other payables - related parties</b>	<b>60,386</b>	<b>47,273</b>	<b>433,683</b>	<b>373,972</b>

**Loans to related parties**

As at 30 June 2013 and 31 December 2012, the balances of loans between the Company and its subsidiaries and the movements are as follows:

(Unit: Thousand Baht)

	Separate financial statements		
	Balance as at 31 December 2012	Unrealise gain on exchange rate	Balance as at 30 June 2013
<b>Loans to related parties</b>			
Alpha Maritime Co., Ltd.	35,000	-	35,000
Kemaman Oil Corporation Sdn Bhd	5,244	86	5,330
<b>Total</b>	<b>40,244</b>	<b>86</b>	<b>40,330</b>



Directors and management's benefits

For the three-month and six-month periods ended 30 June 2013 and 2012, the Company and its subsidiaries had employee benefit expenses of their directors and management as detailed below.

(Unit: Million Baht)

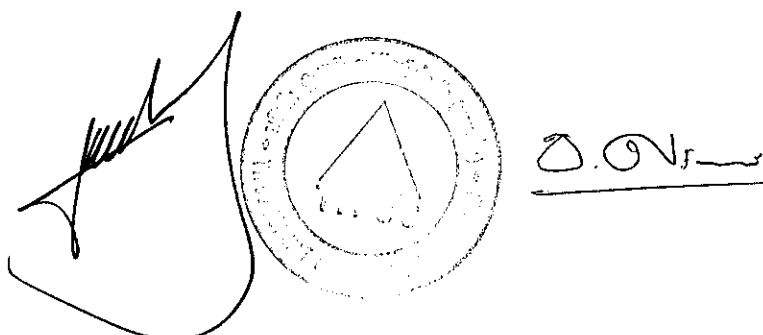
	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Short-term employee benefits	25	27	21	22
Post-employment benefits	1	1	1	1
Share-based payment transactions	1	1	2	1
Total	<u>27</u>	<u>29</u>	<u>24</u>	<u>24</u>

(Unit: Million Baht)

	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Short-term employee benefits	53	54	45	45
Post-employment benefits	2	2	2	2
Share-based payment transactions	2	2	3	2
Total	<u>57</u>	<u>58</u>	<u>50</u>	<u>49</u>

Guarantee obligations with related parties

The Company and its subsidiaries have outstanding guarantee obligations with its related parties, as described in Note 10 to the financial statements.



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## 5. Inventories

Movements in the reduce cost to net realisable value of inventories account during the six-month period ended 30 June 2013 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
<b>Balance as at 31 December 2012 (Audited)</b>	3,416	2,085
Reduce cost of inventories to net realisable value during the period	950	5,824
Exchange differences on translation of financial statements in foreign currencies	107	-
<b>Balance as at 30 June 2013</b>	<b>4,473</b>	<b>7,909</b>

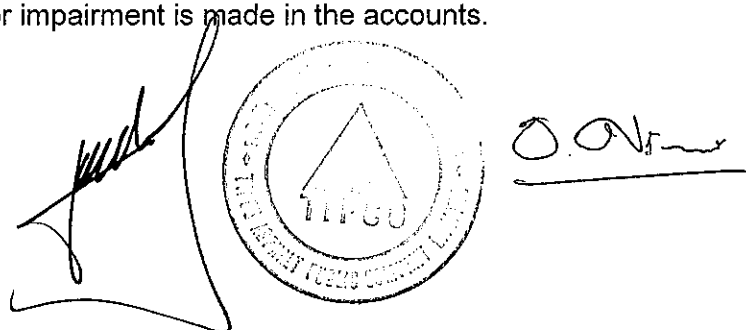
## 6. Investments in subsidiaries

During the six-month period ended 30 June 2013, the Company recorded cost of share-base payment transactions, under warrants to purchase new ordinary shares of the Company issued to the subsidiaries' employees amounted to Baht 0.2 million (2012: Baht 1.1 million), as a cost of investments in subsidiaries.

### Kemaman Oil Corporation Sdn Bhd (KOC) and Kemaman Bitumen Company Sdn Bhd (KBC)

Currently, the Appeal Court in Malaysia is during the consideration of the petition filed by Aras Jalinan Sdn Bhd (Aras) regarding the convention of the extraordinary general meeting of KOC. The management of the Company and Thai Bitumen believe that the outcome of the Appeal Court, of which the result has yet been reached, will not affect the value of the investments and the equity interests of the Company and Thai Bitumen in KOC and KBC.

At the end of reporting period, the values of the Company's investment costs in KOC and KBC accounted for under the cost method in the separate financial statements were higher than the Company's attributable net worth in these subsidiaries. The Company believes that the recoverable benefits from these investments will exceed their costs. Therefore no allowance for impairment is made in the accounts.



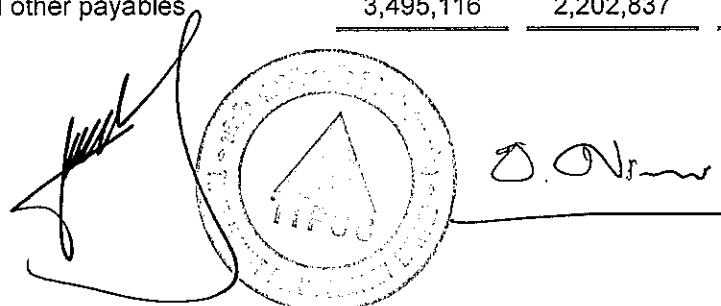
## 7. Property, plant and equipment

Movements of the property, plant and equipment account during the six-month period ended 30 June 2013 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
<b>Net book value as at 31 December 2012 (Audited)</b>	4,595,801	490,570
Acquisitions during period - at cost	356,850	35,308
Disposals/write-off during period - net book value at disposal/write-off date	(1,466)	(49,993)
Depreciation for the period	(183,843)	(27,120)
Exchange differences on translation of financial statements in foreign currencies	44,414	-
<b>Net book value as at 30 June 2013</b>	<b>4,811,756</b>	<b>448,765</b>

## 8. Trade and other payables

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
		(Audited)		(Audited)
Trade payables - related parties (Note 4)	2,751	11,165	386,202	339,036
Trade payables - unrelated parties	3,194,874	1,894,277	3,034,656	1,748,531
Amounts due to related parties (Note 4)	57,635	36,108	47,481	34,936
Accounts payable from price hedging contracts	18,859	-	18,859	-
Other payables for purchase of machineries	2,839	15,080	-	-
Accrued expenses	166,106	191,548	62,188	73,849
Other payables	52,052	54,659	11,469	15,665
<b>Total trade and other payables</b>	<b>3,495,116</b>	<b>2,202,837</b>	<b>3,560,855</b>	<b>2,212,017</b>



## 9. Long-term loans

Movements in the long-term loan account during the six-month period ended 30 June 2013 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
<b>Balance as at 31 December 2012 (Audited)</b>	2,968,123	1,425,791
Additions	289,978	-
Repayments	(284,465)	(143,291)
Unrealised gain on exchange	(23,473)	-
Exchange differences on translation of financial statements in foreign currencies	12,696	-
<b>Balance as at 30 June 2013</b>	2,962,859	1,282,500
Less: Current portion	(675,431)	(345,000)
<b>Long-term loans - net of current portion</b>	<u>2,287,428</u>	<u>937,500</u>

### Long-term loans of the Company

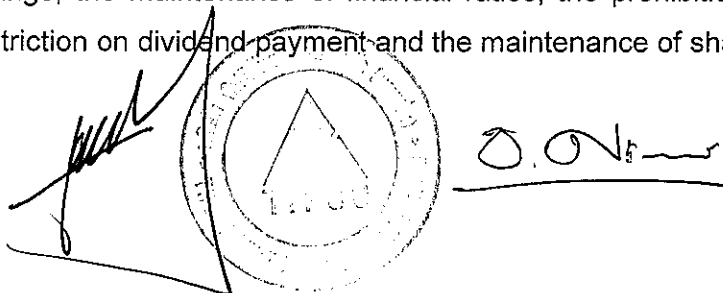
The agreements contain certain restrictive covenants pertaining to, among others things, the maintenance of financial ratios, the prohibition from creating lien over assets, the loan to related parties, the maintenance of trade receivables and inventory balance, the maintenance of shareholders and the limitation on creation of additional long-term debt.

### Long-term loans of subsidiaries

In March 2013, Alpha Maritime Company Limited obtained a long-term loan amounting to USD 12.1 million from a local bank. The loan is subject to interest rate with reference to LIBOR. Repayment is scheduled to be made in quarterly installments, commencing in June 2015.

In April 2013, Tasco Shipping Company Limited has amended long-term loan agreement from a local bank to change currency from United States Dollar to Thai Baht and the interest rate of long-term loan from interest rate with referenced to LIBOR to interest rate with referenced to THBFIX.

The loan agreements of subsidiaries contain certain restrictive covenants pertaining to, among other things, the maintenance of financial ratios, the prohibition from creating lien over assets, restriction on dividend payment and the maintenance of shareholding.



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Interest rate swap agreements

In May 2009, the Company entered into an interest rate swap agreement to swap a floating interest rate on a long-term loan from a local bank to a fixed interest rate at 4.365 percent per annum. As at 30 June 2013, the notional amount of Baht 600 million (31 December 2012: Baht 720 million) was outstanding, and this will reduce every quarter in accordance with the related long-term loan repayment schedule, starting from May 2009 and ending when the loan mature in November 2015.

In May 2012, the Company entered into an interest rate swap agreement to swap a floating interest rate on a long-term loan from a local bank to a fixed interest rate at 5.21 percent per annum. As at 30 June 2013, the notional amount of Baht 683 million (31 December 2012: Baht 701 million) was outstanding, and this will reduce every quarter in accordance with the related long-term loan repayment schedule, starting from June 2012 and ending when the loan mature in March 2018.

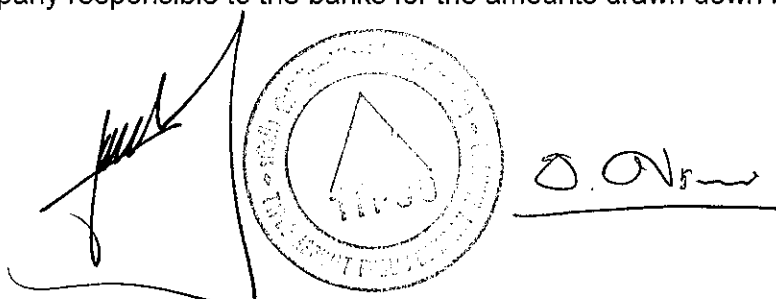
**10. Credit facilities**

The credit facilities of the Company and its subsidiaries granted by financial institutions are secured by the following collaterals:

- a) The guarantees of the Company, its subsidiaries and a shareholder of a subsidiary
- b) The pledges/mortgages of the assets of subsidiaries of which the net book value as at 30 June 2013 and 31 December 2012 is summarised below.

	(Unit: Million Baht)	
	Consolidated financial statements	
	30 June 2013	31 December 2012
		(Audited)
Leasehold rights - net	173	151
Property, plant and equipment - net	3,060	2,880
Computer software - net	-	1

- c) The prohibition from creating lien over assets of the Company and a subsidiary
- d) Financial support letters provided by the Company and its subsidiaries to banks
- e) The Company allows its subsidiaries to use its facilities obtained from banks, with the Company responsible to the banks for the amounts drawn down by the subsidiaries.



**11. Income tax**

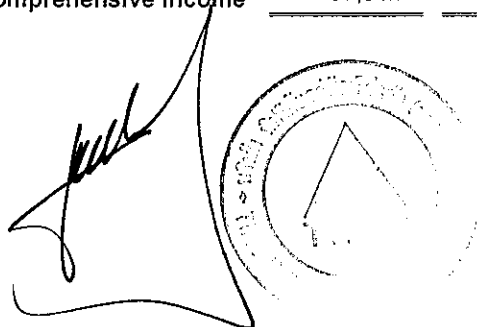
Income tax expenses for the three-month and six-month periods ended 30 June 2013 and 2012 are made up as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2013</u>	<u>2012</u> (Restated)	<u>2013</u>	<u>2012</u> (Restated)
<b>Current income tax:</b>				
Current income tax charge	5,305	(11,336)	(9,439)	(21,565)
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	22,457	103,528	14,655	98,632
Record of tax loss carried forward during the period	(1,007)	(32,029)	-	(50,472)
<b>Income tax expenses reported in the statement of comprehensive income</b>	<u>26,755</u>	<u>60,163</u>	<u>5,216</u>	<u>26,595</u>

(Unit: Thousand Baht)

	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2013</u>	<u>2012</u> (Restated)	<u>2013</u>	<u>2012</u> (Restated)
<b>Current income tax:</b>				
Current income tax charge	100,339	14,695	74,172	-
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	(1,379)	18,661	(7,398)	21,712
Record of tax loss carried forward during the period	(1,648)	(10,155)	-	(50,472)
<b>Income tax expenses (income) reported in the statement of comprehensive income</b>	<u>97,312</u>	<u>23,201</u>	<u>66,774</u>	<u>(28,760)</u>



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(Unaudited but reviewed)

The amounts of income tax relating to each component of other comprehensive income for the three-month and six-month periods ended 30 June 2013 and 2012 are as follows:

(Unit : Thousand Baht)

	For the three-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
		(Restated)		(Restated)
Deferred tax relating to change in fair value of interest rate swap contract	<u>(157)</u>	<u>(1,581)</u>	<u>(157)</u>	<u>(1,581)</u>

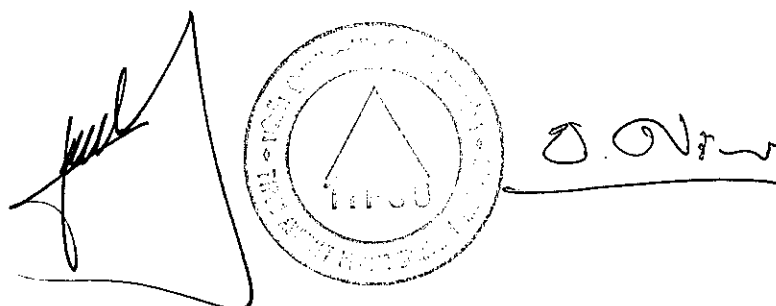
(Unit : Thousand Baht)

	For the six-month periods ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
		(Restated)		(Restated)
Deferred tax relating to change in fair value of interest rate swap contract	<u>(51)</u>	<u>178</u>	<u>(51)</u>	<u>178</u>

## 12. Earnings per share

Basic earnings per share are calculated by dividing profit (loss) for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

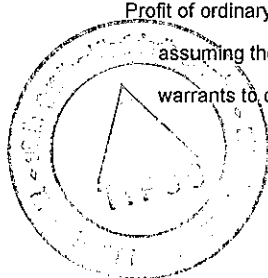
Diluted earnings per share is calculated by dividing profit (loss) for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period plus the weighted average number of ordinary shares which would need to be issued to convert all potential ordinary shares into ordinary shares. The calculation assumes that the conversion took place either at the beginning of the period or on the date the potential ordinary shares were issued.

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The following tables set forth the computation of basic and diluted earnings per share:

Consolidated financial statements					
For the three-month period ended 30 June					
Profit for the period		Weighted average number		Earnings per share	
		of ordinary shares			
<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
	(Restated)				(Restated)
<b>Basic earnings per share</b>					
Profit attributable to equity holders					
of the Company	184,754	97,279	152,549	152,549	1.21 0.64
<b>Effect of potential ordinary shares</b>					
ESOP-W1	-	-	126	-	
ESOP-W2	-	-	345	-	
ESOP-W3	-	-	202	-	
	-	-	673	-	
<b>Diluted earnings per share</b>					
Profit of ordinary shareholders					
assuming the conversion of warrants to ordinary shares	184,754	97,279	153,222	152,549	1.21 0.64

Separate financial statements					
For the three-month period ended 30 June					
Profit for the period		Weighted average number		Earnings per share	
		of ordinary shares			
<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
	(Restated)				(Restated)
<b>Basic earnings per share</b>					
Profit attributable to equity holders					
of the Company	72,379	9,179	152,549	152,549	0.47 0.06
<b>Effect of potential ordinary shares</b>					
ESOP-W1	-	-	126	-	
ESOP-W2	-	-	345	-	
ESOP-W3	-	-	202	-	
	-	-	673	-	



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(Unaudited but reviewed)

## Consolidated financial statements

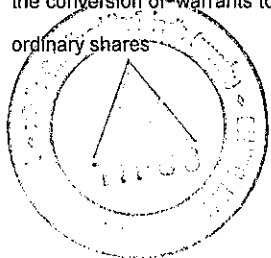
For the six-month period ended 30 June

	Profit for the period		Weighted average number of ordinary shares		Earnings per share	
	2013	2012	2013	2012	2013	2012
	(Thousand Baht)	(Thousand Baht) (Restated)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht) (Restated)
<b>Basic earnings per share</b>						
Profit attributable to equity holders of the Company	594,122	105,031	152,549	152,549	3.89	0.69
<b>Effect of potential ordinary shares</b>						
ESOP-W1	-	-	55	-		
ESOP-W2	-	-	284	-		
ESOP-W3	-	-	77	-		
	-	-	416	-		
<b>Diluted earnings per share</b>						
Profit of ordinary shareholders assuming the conversion of warrants to ordinary shares	594,122	105,031	152,965	152,549	3.88	0.69

## Separate financial statements

For the six-month period ended 30 June

	Profit for the period		Weighted average number of ordinary shares		Earnings per share	
	2013	2012	2013	2012	2013	2012
	(Thousand Baht)	(Thousand Baht) (Restated)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht) (Restated)
<b>Basic earnings per share</b>						
Profit (loss) attributable to equity holders of the Company	351,520	(18,038)	152,549	152,549	2.30	(0.12)
<b>Effect of potential ordinary shares</b>						
ESOP-W1	-	-	55	-		
ESOP-W2	-	-	284	-		
ESOP-W3	-	-	77	-		
	-	-	416	-		
<b>Diluted earnings per share</b>						
Profit (loss) of ordinary shareholders assuming the conversion of warrants to ordinary shares	351,520	(18,038)	152,965	152,549	2.30	(0.12)



There is no calculation of diluted earnings per share for the three-month and six-month period ended 30 June 2012 since the exercise prices to purchase ordinary shares of the Company were higher than the average market price of the Company's shares for the periods.

### 13. Share capital

The Annual General Meeting of the shareholders held on 5 April 2013 approved the following resolutions.

#### Decrease of share capital

Decrease the Company's registered capital by Baht 1,838,000 from Baht 1,700,437,290 (170,043,729 ordinary shares of Baht 10 each) to Baht 1,698,599,290 (169,859,929 ordinary shares of Baht 10 each), by decreasing the ordinary shares reserved for the exercise of ESOP-W1 and ESOP-W2 of 183,800 shares at the par value of Baht 10 each.

The Company registered the capital decrease on 18 April 2013.

#### Increase of share capital

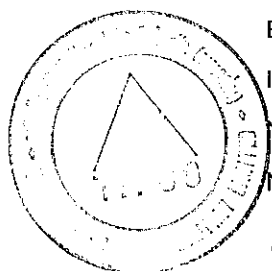
- 1) Increase the Company's registered capital by Baht 12,000,000 from Baht 1,698,599,290 (169,859,929 ordinary shares of Baht 10 each) to Baht 1,710,599,290 (171,059,929 ordinary shares of Baht 10 each), through the issue of 1,200,000 new ordinary shares of Baht 10 each.
- 2) Allocate and reserve the 1,200,000 new ordinary shares to support the exercise of the ESOP-W3 warrants (Note 14).

The Company registered the capital increase on 19 April 2013.

### 14. Warrants to purchase new ordinary shares of the Company issued to the executive directors and/or employees of the Company and subsidiaries (ESOP)

The Annual General Meetings of the shareholders each approved the issuance of 1,200,000 warrants to purchase new ordinary shares of the Company to the executive directors and/or employees of the Company and its subsidiaries, without charge. Details of these issues of ESOP warrants are summarised below.

	<u>ESOP-W1</u>	<u>ESOP-W2</u>	<u>ESOP-W3</u>
Annual General Meeting of the shareholders date	5 April 2011	27 April 2012	5 April 2013
Exercise price	62.19 Baht per share	49.13 Baht per share	53.06 Baht per share
Issue date	18 April 2011	18 May 2012	30 April 2013
Number of warrants subscribed	970,500 warrants	1,060,500 warrants	1,182,600 warrants
Number of warrants unsubscribed	229,500 warrants	139,500 warrants	17,400 warrants



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Each ESOP warrant can be exercised to purchase 1 new ordinary share at the exercise prices specified above. However, these exercise prices are subject to change in accordance with the conditions of any subsequent rights adjustment.

The holders of ESOP-W1 and ESOP-W2 warrants can exercise their rights to purchase the Company's ordinary shares after the second year and the holders of ESOP-W3 can exercise their rights to purchase the Company's ordinary shares after the third year counting from the warrant issue date. Moreover, they must still be executive directors and/or employees of the Company or its subsidiaries on the date the warrants are exercised. The warrants have terms of 5 years.

The Company plans to cancel the unallocated ESOP warrant specified above later.

In June 2013, the Company received advance subscription of Baht 10 per share to 32,800 of the additional ordinary shares arising from the exercise of the warrants (ESOP-W1) of 32,800 units, a total of Baht 328,000. The Company registered the resulting increase of Baht 328,000 in its capital with the Ministry of Commerce on 9 July 2013. As at 30 June 2013, there were a total of 937,700 outstanding unexercised warrants (ESOP-W1).

## 15. Segment information

The Company and its subsidiaries are engaged in single operating segment which is manufacturing and trading of asphalt and petroleum oil products. Whereas, the marine logistic business complements the manufacturing and trading of asphalt and petroleum oil products. The Board of Directors of the group is the chief operating decision makers of the Company and its subsidiaries. As a result, all of the revenues, operating profits and assets as reflected in these financial statements pertain to the aforementioned reportable operating segment. Therefore, financial information by segment has been presented only by geographical area, as follows:

(Unit: Million Baht)

	For three-month periods ended 30 June							
	Geographic segment		Geographic segment		Eliminated		Consolidated	
	located in Thailand		located in overseas		transactions		financial statements	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
		(Restated)		(Restated)		(Restated)		(Restated)
Revenues from external customers	6,994	8,382	1,195	779	-	-	8,189	9,161
Inter-segment revenues	1,438	974	202	235	(1,640)	(1,209)	-	-
Total revenues	<u>8,432</u>	<u>9,356</u>	<u>1,397</u>	<u>1,014</u>	<u>(1,640)</u>	<u>(1,209)</u>	<u>8,189</u>	<u>9,161</u>
Segment operating profit (loss)	<u>118</u>	<u>88</u>	<u>71</u>	<u>(17)</u>	<u>(4)</u>	<u>26</u>	<u>185</u>	<u>97</u>

(Unaudited but reviewed)

(Unit: Million Baht)

	For six-month periods ended 30 June							
	Geographic segment		Geographic segment		Eliminated		Consolidated	
	located in Thailand		located in overseas		transactions		financial statements	
	2013	2012	2013	2012	2013	2012	2013	2012
	(Restated)		(Restated)		(Restated)		(Restated)	
Revenues from external customers	14,084	16,317	2,170	1,515	-	-	16,254	17,832
Inter-segment revenues	2,538	1,857	400	524	(2,938)	(2,381)	-	-
Total revenues	16,622	18,174	2,570	2,039	(2,938)	(2,381)	16,254	17,832
Segment operating profit	498	61	87	33	9	11	594	105

(Unit: Million Baht)

	Geographic segment		Geographic segment		Eliminated		Consolidated financial	
	located in Thailand		located in overseas		transactions		statements	
	30 June	31 December	30 June	31 December	30 June	31 December	30 June	31 December
	2013	2012	2013	2012	2013	2012	2013	2012
Property, plant and equipment	2,186	2,119	2,626	2,477	-	-	4,812	4,596
Other assets							12,810	14,074
Total assets							17,622	18,670

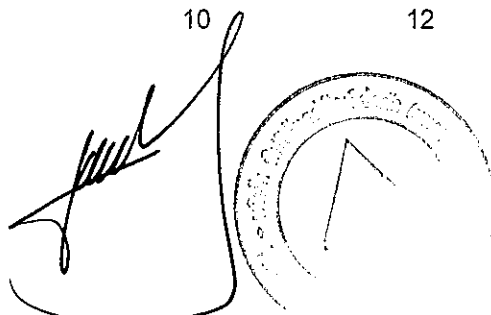
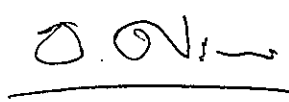
Transfer prices between the segments are as set out in Note 4 to the financial statements.

## 16. Commitments and contingent liabilities

### 16.1 Capital commitments

The Company and its subsidiaries had outstanding capital commitments relating to the purchase of land, machinery, equipment, computer software and vessel, as follows:

Foreign currency	Consolidated financial statements		Separate financial statements	
	30 June	31 December	30 June	31 December
	2013	2012	2013	2012
	(Million)	(Million)	(Million)	(Million)
Baht	3	6	3	5
Ringgit	13	18	-	-
US Dollar	10	12	-	-



## 16.2 Operating lease commitments

The Company and its subsidiaries have entered into several agreements in respect of the lease of buildings, warehouses and motor vehicles, and other service agreements.

Future minimum rental and service fees payable under these agreements are as follows:

	Consolidated financial statements				Separate financial statements	
	Million Baht		Million ringgit		Million Baht	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012
Payable:						
In up to 1 year	53	31	1	1	36	32
In over 1 and up to 5 years	39	45	-	-	31	39

## 16.3 Long-term service commitments

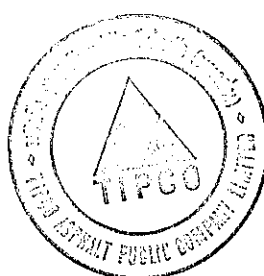
Service agreements with Colas S.A. to receive management and marketing services and advice on methods and systems of management and technical assistance in the manufacture of Asphalt Emulsion and Modified Asphalt are as follows:

Counterparty	Agreement term	Expiry date	Fee
The Company	5 years	31 December 2017	Annual lump sum administrative fee of Euro 145,000 plus a technical assistance fee equivalent to 0.75 percent of the consolidated revenues of the Company generated from the stipulated products
A subsidiary	5 years	30 September 2017	Annual fee of at least Baht 8 million

## 16.4 Bank guarantees

The outstanding bank guarantees issued by the banks on behalf of the Company and its subsidiaries in respect of certain performance bonds as required in the normal course of business which are summarised below.

Foreign currency	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
	(Million)	(Million)	(Million)	(Million)
Baht	3	3	2	2
Ringgit	5	5	-	-
Renminbi	5	5	5	5



## 17. Foreign currency risk

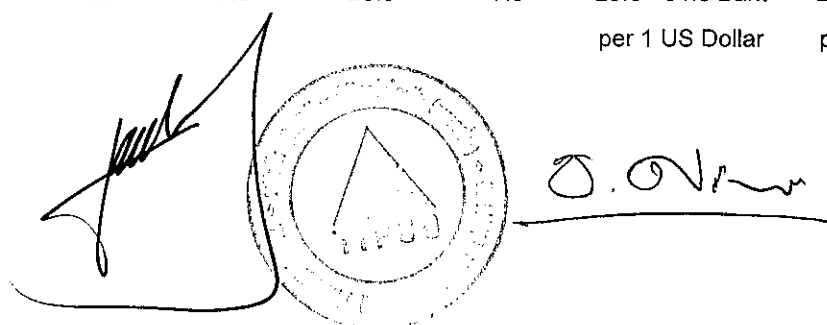
The balances of financial assets and liabilities of the Company and its subsidiaries denominated in foreign currencies are summarised below.

Foreign currency	Consolidated financial statements					
	Financial assets		Financial liabilities		Average exchange rate	
	30 June	31 December	30 June	31 December	30 June	31 December
	2013	2012	2013	2012	2013	2012
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
US Dollar	69	87	321	306	31.1	30.6
Renminbi	-	1	-	-	5.1	4.9
Yen	-	-	1	7	0.3	0.4
Ringgit	-	26	-	7	9.8	10.0
Euro	-	-	1	-	40.6	40.6
VND	7	-	-	-	0.0015	0.0015

Foreign currency	Separate financial statements					
	Financial assets		Financial liabilities		Average exchange rate	
	30 June	31 December	30 June	31 December	30 June	31 December
	2013	2012	2013	2012	2013	2012
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
US Dollar	105	118	319	288	31.1	30.6
Renminbi	-	1	-	-	5.1	4.9
HK Dollar	1	1	-	-	4.0	4.0
Ringgit	-	-	3	1	9.8	10.0
Euro	-	-	1	-	40.6	40.6

The Company and its subsidiaries had outstanding foreign exchange contracts which maturity date within one year are summarised below.

As at 30 June 2013						
Foreign currency	Consolidated		Separate		Contractual exchange rate	
	financial statements		financial statements			
	Sold	Bought	Sold	Bought	Sold	Bought
	amount	amount	amount	amount		
	(Million)	(Million)	(Million)	(Million)		
US Dollar	24.7	7.6	23.3	7.5	29.0 - 31.5 Baht per 1 US Dollar	29.6 - 31.2 Baht per 1 US Dollar



As at 31 December 2012

Foreign currency	Consolidated		Separate		Contractual exchange rate	
	financial statements		financial statements		Sold	Bought
	Sold amount (Million)	Bought amount (Million)	Sold amount (Million)	Bought amount (Million)		
US Dollar	30.6	18.6	29.1	18.6	30.6 - 32.1 Baht per 1 US Dollar	30.6 - 30.9 Baht per 1 US Dollar

In addition, the Company and its subsidiaries are exposed to foreign exchange risk on their investments in overseas subsidiaries and associate. These investments are currently not hedged by derivative financial instruments.

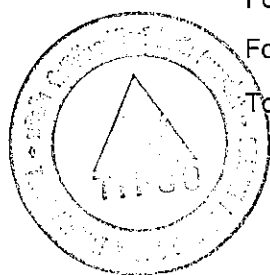
#### 18. Raw materials and finished goods price risk

The Company is exposed to risk from fluctuations in the price of raw materials and finished goods. To manage these risks, the Company has entered into forward contracts to purchase/sell of raw materials and finished goods, and option contract to purchase/sell of raw materials and finished goods with banks to hedge the risk from fluctuation in such prices.

As at 30 June 2013 and 31 December 2012, the Company had outstanding price hedging contracts which are presented in the statements of financial position at fair value and were summarised below.

(Unit: Million Baht)

	Consolidated/Separate financial statements	
	30 June 2013	31 December 2012
		(Audited)
<b><u>Contracts presented as assets</u></b>		
Forward contracts to purchase raw materials	19	-
Forward contracts to sell finished goods	21	13
Four-ways collar options to purchase raw materials	4	14
Total price hedging contracts presented as assets	44	27
<b><u>Contracts presented as liabilities</u></b>		
Forward contracts to sell finished goods	28	13
Four-ways collar options to purchase raw materials	2	-
Total price hedging contracts presented as liabilities	30	13

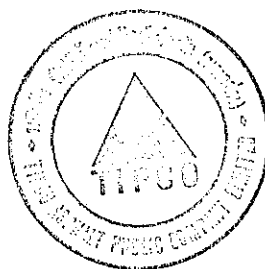


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**19. Approval of interim financial statements**

These interim financial statements were authorised for issue by the Company's authorised directors on 7 August 2013.



A handwritten signature, possibly 'D. O. N.', written in ink. Below the signature are the initials 'D. O. N.' and a horizontal line.