

Tipco Asphalt Public Company Limited and its subsidiaries
Report and interim consolidated financial statements
For the three-month and nine-month periods ended
30 September 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 September 2013, the related consolidated statements of comprehensive income for the three-month and nine-month periods ended 30 September 2013, and the related consolidated statements of changes in shareholders' equity, and cash flows for the nine-month 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*.

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 nine-month periods ended 30 September 2012, and the related consolidated statements of changes in shareholders' equity and cash flows for the nine-month period 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 (before restatement), were also reviewed by the aforementioned auditor who concluded, under her report dated 8 November 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: 11 November 2013

Tipco Asphalt Public Company Limited and its subsidiaries

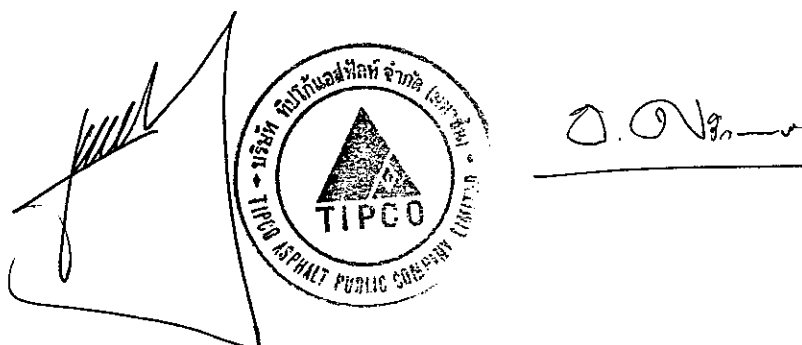
Statement of financial position

As at 30 September 2013

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2013	31 December 2012	30 September 2013	31 December 2012
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents		450,100	739,597	108,816	44,141
Trade and other receivables	2, 3	3,050,585	5,347,921	3,119,262	5,442,063
Short-term loans to related parties	3	-	-	40,424	40,244
Inventories	4	6,345,586	7,048,483	5,300,754	6,443,284
Price hedging contracts	18	121,549	27,359	121,549	27,359
Forward exchange contracts	17	8,988	7,801	8,987	6,650
Other current assets		185,122	104,971	61,686	35,456
Total current assets		10,161,930	13,276,132	8,761,478	12,039,197
Assets held for sales - Vessel		-	45,424	-	-
Non-current assets					
Investments in subsidiaries	5	-	-	3,828,403	3,827,571
Investment in associate		96,183	60,649	18,404	18,404
Investment properties		199,433	199,433	100,789	101,198
Property, plant and equipment	6	4,943,894	4,595,801	446,128	490,570
Goodwill		146,294	146,294	-	-
Other intangible assets - Computer software		19,314	19,973	18,721	17,982
Leasehold rights		209,634	207,872	3,931	4,102
Deferred tax assets - net	10	130,109	106,846	77,867	44,777
Other non-current assets		10,516	11,331	5,028	5,381
Total non-current assets		5,755,377	5,348,199	4,499,271	4,509,985
Total assets		15,917,307	18,669,755	13,260,749	16,549,182

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 September 2013

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	30 September 2013	31 December 2012	30 September 2013	31 December 2012
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from financial institutions		5,831,468	8,236,834	5,693,094	8,158,510
Trade and other payables	3, 7	1,057,480	2,202,837	1,147,688	2,212,017
Current portion of liabilities under					
finance lease agreements		8,636	8,596	5,400	4,618
Current portion of long-term loans	8	654,336	596,304	330,000	322,383
Income tax payable		71,827	69,329	60,179	38,502
Price hedging contracts	18	26,775	12,709	26,775	12,709
Forward exchange contracts	17	18,291	503	18,261	492
Other current liabilities		118,025	26,040	68,402	16,777
Total current liabilities		7,786,838	11,153,152	7,349,799	10,766,008
Non-current liabilities					
Liabilities under finance lease agreements -					
net of current portion		9,705	13,416	8,557	9,938
Long-term loans - net of current portion	8	2,218,765	2,371,819	855,000	1,103,408
Interest rate swap contracts	8	16,043	19,445	16,043	19,445
Provision for long-term employee benefits		76,279	69,231	62,343	56,822
Total non-current liabilities		2,320,792	2,473,911	941,943	1,189,613
Total liabilities		10,107,630	13,627,063	8,291,742	11,955,621

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



Tipco Asphalt Public Company Limited and its subsidiaries

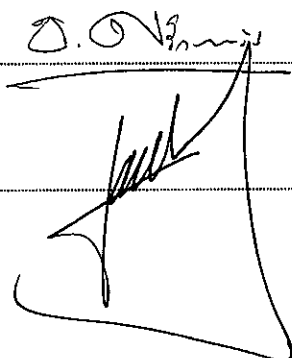
Statement of financial position (continued)

As at 30 September 2013

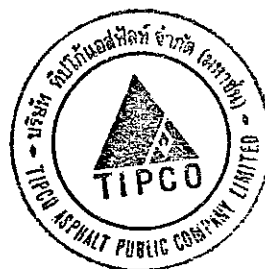
(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	Note	30 September 2013	31 December 2012	30 September 2013	31 December 2012
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity					
Share capital	12				
Registered					
171,059,929 ordinary shares (31 December 2012:					
170,043,729 ordinary shares) of Baht 10 each		1,710,599	1,700,437	1,710,599	1,700,437
Issued and fully paid					
152,580,868 ordinary shares (31 December 2012:					
152,548,068 ordinary shares) of Baht 10 each		1,525,809	1,525,481	1,525,809	1,525,481
Premium on share capital		887,824	886,112	887,824	886,112
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		20,343	13,141	20,343	13,141
Retained earnings					
Appropriated - statutory reserve		140,503	140,503	140,503	140,503
Unappropriated		2,754,024	2,024,808	2,397,889	2,032,967
Other components of shareholders' equity		(153,775)	(184,521)	(3,361)	(4,643)
Equity attributable to owners of the Company		5,193,870	4,424,666	4,969,007	4,593,561
Non-controlling interests of the subsidiaries		615,807	618,026	-	-
Total shareholders' equity		5,809,677	5,042,692	4,969,007	4,593,561
Total liabilities and shareholders' equity		15,917,307	18,669,755	13,260,749	16,549,182

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



Directors



(Unaudited but reviewed)

Tipco Asphalt Public Company Limited and its subsidiaries

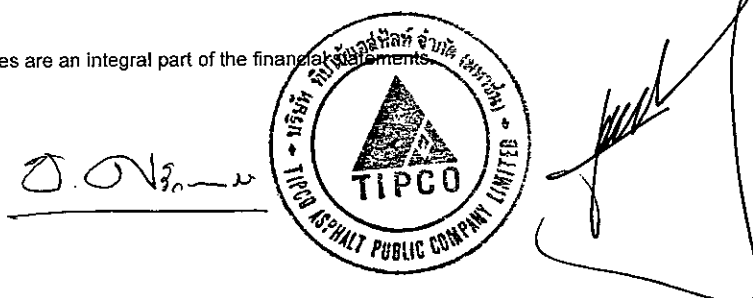
Statement of comprehensive income

For the three-month period ended 30 September 2013

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

		Consolidated financial statements		Separate financial statements	
	Note	2013	2012	2013	2012
			(Restated)		(Restated)
Revenues					
Sales and service income		8,772,153	9,824,729	7,953,504	9,186,218
Other income					
Dividend income from subsidiaries		-	-	-	92,000
Income from liquidation of subsidiary		-	-	-	26,660
Gain on exchange	17	82,084	239,899	85,601	216,109
Others		18,549	19,467	22,798	14,958
Total revenues		8,872,786	10,084,095	8,061,903	9,535,945
Expenses					
Cost of sales and services		8,164,329	9,252,356	7,577,735	8,823,398
(Gain) loss on price hedging contracts	18	(88,739)	575,979	(88,739)	575,979
Reduce cost of inventories to net realisable value (reversal)	4	203,923	(87,404)	224,495	(62,340)
		8,279,513	9,740,931	7,713,491	9,337,037
Selling expenses		32,712	22,967	16,303	13,529
Administrative expenses		162,707	146,422	102,198	89,068
Other expenses					
Allowance for doubtful accounts (reversal)		17,892	5,763	(537)	(10,645)
Total expenses		8,492,824	9,916,083	7,831,455	9,428,989
Profit before share of income from investment in associate,					
finance cost and income tax income (expenses)		379,962	168,012	230,448	106,956
Share of income from investment in associate		3,599	1,085	-	-
Profit before finance cost and income tax income (expenses)		383,561	169,097	230,448	106,956
Finance cost		(49,332)	(66,770)	(29,803)	(52,433)
Profit before income tax income (expenses)		334,229	102,327	200,645	54,523
Income tax income (expenses)	10	(49,906)	(3,311)	(34,664)	6,273
Profit for the period		284,323	99,016	165,981	60,796
Other comprehensive income:					
Change in fair value of interest rate swap contract		1,859	2,605	1,859	2,605
Exchange differences on translation of					
financial statements in foreign currencies		11,032	8,707	-	-
Income tax effect	10	(372)	(599)	(372)	(599)
Other comprehensive income for the period		12,519	10,713	1,487	2,006
Total comprehensive income for the period		296,842	109,729	167,468	62,802

The accompanying notes are an integral part of the financial statements



Tipco Asphalt Public Company Limited and its subsidiaries

For the three-month period ended 30 September 2013

Consolidated financial statements

Separate financial statements

Earnings per share (Baht)

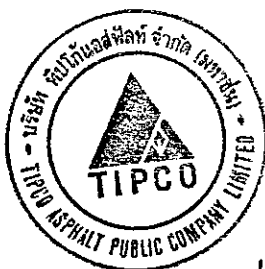
Basic earnings per share

Profit attributable to equity holders of the Company

Diluted earnings per share

Profit attributable to equity holders of the Company

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



0. $\nabla_{\mathbb{R}^n} \sim \mu$

Tipco Asphalt Public Company Limited and its subsidiaries

Statement of comprehensive income

For the nine-month period ended 30 September 2013

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

		Consolidated financial statements		Separate financial statements	
	Note	2013	2012	2013	2012
			(Restated)		(Restated)
Revenues					
Sales and service income		25,026,576	27,656,631	23,888,333	26,499,739
Other income					
Dividend income from subsidiaries		-	-	16,100	204,947
Income from liquidation of subsidiary		-	-	-	26,660
Compensation received from claim for damages		-	50,304	-	-
Gain on exchange	17	282,131	483,186	251,923	443,982
Others		54,443	79,569	58,298	51,754
Total revenues		25,363,150	28,269,690	24,214,654	27,227,082
Expenses					
Cost of sales and services		23,653,145	26,507,546	23,141,652	25,928,185
(Gain) loss on price hedging contracts	18	(235,649)	804,462	(235,649)	803,160
Reduce cost of inventories to net realisable value (reversal)	4	204,873	(46)	230,319	(46)
		23,622,369	27,311,962	23,136,322	26,731,299
Selling expenses		89,874	78,040	47,462	41,509
Administrative expenses		496,042	427,660	319,432	263,795
Other expenses					
Allowance for doubtful accounts (reversal)		(1,555)	25,991	(3,554)	811
Total expenses		24,206,730	27,843,653	23,499,662	27,037,414
Profit before share of income from investment in associate,					
finance cost and income tax income (expenses)		1,156,420	426,037	714,992	189,668
Share of income from investment in associate		34,163	26,013	-	-
Profit before finance cost and income tax income (expenses)		1,190,583	452,050	714,992	189,668
Finance cost		(144,063)	(217,714)	(96,053)	(181,943)
Profit before income tax income (expenses)		1,046,520	234,336	618,939	7,725
Income tax income (expenses)	10	(147,218)	(26,512)	(101,438)	35,033
Profit for the period		899,302	207,824	517,501	42,758
Other comprehensive income:					
Change in fair value of interest rate swap contract		1,603	3,379	1,603	3,379
Exchange differences on translation of					
financial statements in foreign currencies		32,488	(35,743)	-	-
Income tax effect	10	(321)	(777)	(321)	(777)
Other comprehensive income for the period		33,770	(33,141)	1,282	2,602
Total comprehensive income for the period		933,072	174,683	518,783	45,360

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





{Unaudited but reviewed}

(Unit: Thousand Baht)

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

D. V. 2

(Unaudited but reviewed)

Tipco Asphalt Public Company Limited and its subsidiaries

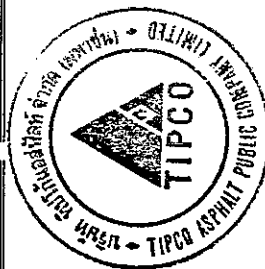
Statement of changes in shareholders' equity (continued)

For the nine-month period ended 30 September 2013

(Unit: Thousand Baht)

	Separate financial statements									
	Other component of equity									
	Other									
	comprehensive income									
	Issued and paid-up share capital	Premium on share capital	Capital reserve for share-base payment transactions	Retained earnings - Appropriated - statutory reserve	Unappropriated	Fair value of interest rate swap contract	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 (Note 13)	-	-	6,070	-	-	-	-	6,070		
Dividend paid	-	-	-	-	(190,684)	-	-	(190,684)		
Total comprehensive income for the period - restated	-	-	-	-	42,758	2,602	2,602	45,360		
Balance as at 30 September 2012 - as restated	<u>1,525,481</u>	<u>886,112</u>	<u>10,715</u>	<u>115,503</u>	<u>1,646,818</u>	<u>(3,107)</u>	<u>(3,107)</u>	<u>4,181,522</u>		
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		
Increase in share capital (Note 12)	328	1,712	-	-	-	-	-	2,040		
Share-base payment transactions (Note 13)	-	-	7,202	-	-	-	-	7,202		
Dividend paid (Note 14)	-	-	-	-	(152,579)	-	-	(152,579)		
Total comprehensive income for the period	-	-	-	-	517,501	1,282	1,282	518,783		
Balance as at 30 September 2013	<u>1,525,809</u>	<u>887,824</u>	<u>20,343</u>	<u>140,503</u>	<u>2,397,889</u>	<u>(3,361)</u>	<u>(3,361)</u>	<u>4,969,007</u>		

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



[Signature]

(Unaudited but reviewed)

Tipco Asphalt Public Company Limited and its subsidiaries

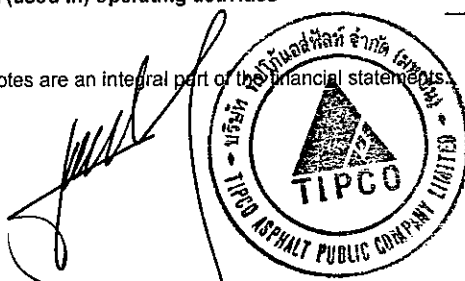
Cash flow statement

For the nine-month period ended 30 September 2013

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
		(Restated)		(Restated)
Cash flows from operating activities:				
Profit before tax	1,046,520	234,336	618,939	7,725
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	332,616	308,114	56,624	59,552
Write-off withholding tax	-	785	-	-
Allowance for doubtful accounts (reversal)	(1,555)	25,991	(3,554)	811
Reduce cost of inventories to net realisable value (reversal)	204,873	(46)	230,319	(46)
Dividend income from subsidiaries	-	-	(16,100)	(204,947)
Income from liquidation of subsidiary	-	-	-	(26,660)
Unrealised gain on exchange	(24,780)	(149,200)	(59,163)	(126,414)
Realised gain on exchange from amendment of long-term loan agreement	(28,989)	-	-	-
Gain on sale of equipment	(15,435)	(2,884)	(4,962)	(2,490)
Share of income from investment in associate	(34,163)	(26,013)	-	-
Share-base payment transactions	7,202	6,070	6,371	4,321
Provision for long-term employee benefits	7,048	7,702	5,521	6,094
Change in fair value of forward exchange contracts	16,602	(15,215)	15,431	(9,661)
Change in fair value of price hedging contracts	(80,124)	141,971	(80,124)	141,971
Change in fair value of interest rate swap contract recognised in income statement	(2,351)	7,589	(2,351)	8,629
Interest expenses	136,897	198,359	93,052	166,863
Income from operating activities before changes in operating assets and liabilities	1,564,361	737,559	860,003	25,748
(Increase) decrease in operating assets				
Trade and other receivables	2,343,580	(624,554)	2,348,336	(2,360,387)
Inventories	497,904	1,145,442	907,013	938,475
Other current assets	(111,155)	(108,727)	(29,462)	(32,071)
Other non-current assets	(113)	(754)	(13,534)	(4,600)
Increase (decrease) in operating liabilities				
Trade and other payables	(1,168,449)	(2,181,747)	(1,083,385)	(1,549,954)
Other current liabilities	92,693	(34,561)	52,177	(29,938)
Cash flows from (used in) operating activities	3,218,821	(1,067,342)	3,041,148	(3,012,727)
Cash paid for interest expenses	(130,116)	(200,409)	(83,528)	(164,133)
Cash paid for corporate income tax	(164,558)	(44,333)	(113,171)	(18,729)
Net cash flows from (used in) operating activities	2,924,147	(1,312,084)	2,844,449	(3,195,589)

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



Tipco Asphalt Public Company Limited and its subsidiaries

Cash flow statement (continued)

For the nine-month period ended 30 September 2013

(Unit: Thousand Baht)

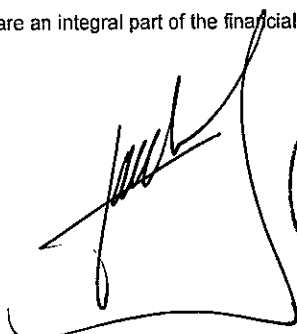

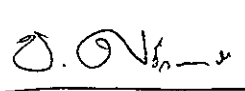
	Consolidated financial statements		Separate financial statements	
	2013	2012 (Restated)	2013	2012 (Restated)
Cash flows from investing activities:				
Decrease in restricted bank deposits	-	66,065	-	-
Cash receipt from business transfer to subsidiary	-	-	61,068	-
Investment in subsidiary	-	-	-	(98,000)
Cash receipt from liquidation of subsidiary	-	-	-	968
Cash receipt from share capital reduction of subsidiary	-	-	-	800,000
Dividend income from subsidiaries	-	-	16,100	204,947
Decrease in short-term loans to related parties	-	-	-	20,148
Acquisition of equipment	(608,588)	(644,085)	(39,728)	(31,069)
Acquisition of computer software	(1,634)	(17,016)	(1,616)	(16,531)
Proceeds from sales of equipment and vessel	51,986	5,925	1,981	2,684
Net cash flows from (used in) investing activities	(558,236)	(589,111)	37,805	883,147
Cash flows from financing activities:				
Increase (decrease) in short-term loans from banks	(2,367,524)	2,042,737	(2,424,032)	3,101,310
Cash paid under finance lease agreements	(6,240)	(8,026)	(3,299)	(4,465)
Cash receipt from long-term loans	380,623	762,034	-	-
Repayment of long-term loans	(472,407)	(1,247,081)	(240,791)	(932,725)
Cash receipt from capital increase	2,040	-	2,040	-
Dividend paid to shareholders	(151,497)	(190,615)	(151,497)	(190,615)
Dividend paid to non-controlling interests of subsidiary	(22,750)	(6)	-	-
Net cash flows from (used in) financing activities	(2,637,755)	1,359,043	(2,817,579)	1,973,505
Exchange differences on translation of				
financial statements in foreign currencies	(17,653)	17,798	-	-
Net increase (decrease) in cash and cash equivalents	(289,497)	(524,354)	64,675	(338,937)
Cash and cash equivalents at beginning of period	739,597	1,001,819	44,141	430,514
Cash and cash equivalents at end of period	450,100	477,465	108,816	91,577

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	15,521	15,675	-	-
Settlement of income from liquidation of subsidiary with account payable	-	-	-	125,690

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

Tipco Asphalt Public Company Limited and its subsidiaries

Notes to interim consolidated financial statements

For the three-month and nine-month periods ended 30 September 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

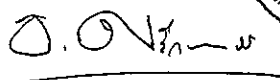
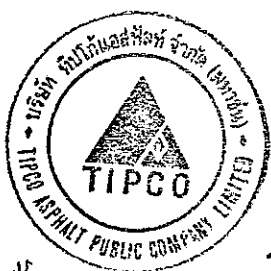
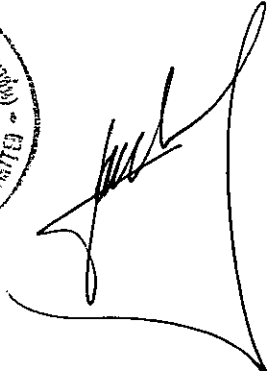
These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (revised 2009) "Interim Financial Reporting", with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive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

1.4 New accounting standards

Below is a summary of accounting standards that became effective in the current accounting period and those that will become effective in the future.

(a) Accounting standards that became effective in the current accounting period

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:

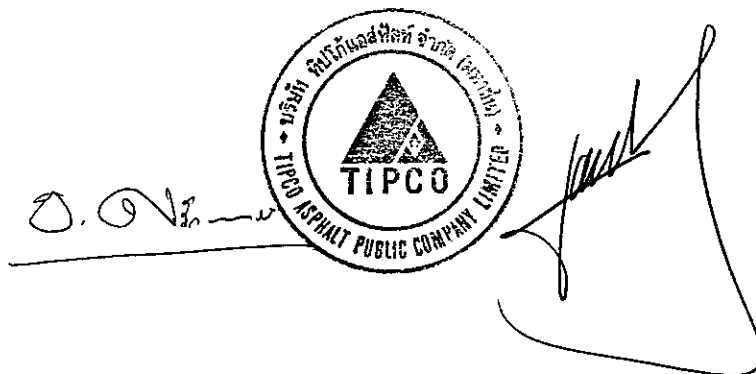
TSIC 10 Government Assistance - No Specific Relation to Operating Activities

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

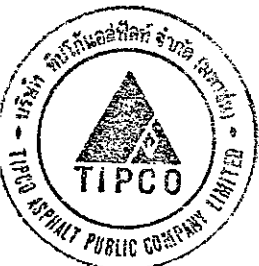
These accounting standards, financial reporting standard, accounting standard interpretations and accounting treatment guidance do not have any significant impact on the financial statements. However, the Company and its subsidiaries have early adopted TAS 12 "Income Taxes" before the effective date.

The image shows a handwritten signature in black ink. To the right of the signature is a circular stamp. The stamp has a double border. The outer border contains the text "TPCO ASPHALT PUBLIC COMPANY LIMITED" in English and Thai. The inner circle features a stylized triangle logo with the letters "TPCO" below it.

(b) Accounting standards that will become effective in the future

		<u>Effective date</u>
Accounting Standard:		
TAS 12 (revised 2012)	Income taxes	1 January 2014
Financial Reporting Standard:		
TFRS 4	Insurance Contracts	1 January 2016
Accounting Standard Interpretations:		
TSIC 15	Operating Leases - Incentives	1 January 2014
TSIC 27	Evaluating the Substance of Transactions Involving the Legal Form of a Lease	1 January 2014
TSIC 29	Service Concession Arrangements: Disclosures	1 January 2014
TSIC 32	Intangible Assets - Web Site Costs	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
TFRIC 17	Distributions of Non-cash Assets to Owners	1 January 2014
TFRIC 18	Transfers of Assets from Customers	1 January 2014

The management of the Company and its subsidiaries have assessed the effect of the above accounting standard, financial reporting standard, accounting standard interpretations and financial reporting standard interpretations and believes that they are not relevant to the business of the Company and its subsidiaries, except for TAS 12 (revised 2012) and TFRIC 10, which the management believes will not have any significant impact on the financial statements for the year when they are initially applied, and TFRIC 4, of which the management is still evaluating the first-year impact to the financial statements and has yet to reach a conclusion.



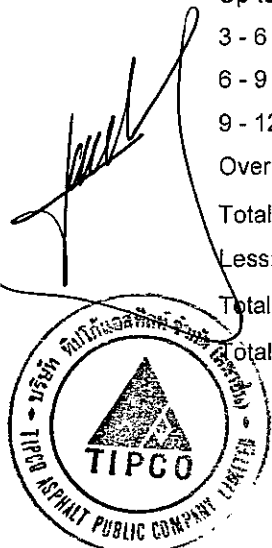
1.5 Significant accounting policies

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 materials and finished goods from the first-in, first-out method to the weighted average method. In this regard, the Company and its subsidiaries restated the statements of comprehensive income for the three-month and nine-month period ended 30 September 2012, presented here in for comparative purpose, to reflect such change.

2. Trade and other receivables

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
	30 September	31 December	30 September	31 December
	2013	2012	2013	2012
		(Audited)		(Audited)
<u>Trade receivables - related parties (Note 3)</u>				
Aged on the basis of due dates				
Not yet due	400,519	453,024	911,288	1,139,533
Past due				
Up to 3 months	4,793	448,143	569,207	1,019,038
3 - 6 months	58	-	108,864	83,755
6 - 9 months	61	176	3,232	-
Over 12 months	176	-	42,755	-
Total trade receivables - related parties	405,607	901,343	1,635,346	2,242,326
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	2,067,995	3,521,307	1,320,446	2,646,853
Past due				
Up to 3 months	377,764	731,293	116,780	460,384
3 - 6 months	84,382	51,350	6,064	14,881
6 - 9 months	48,881	22,591	3,097	2,537
9 - 12 months	48,827	70,262	3,760	5,514
Over 12 months	117,837	114,826	82,138	92,791
Total	2,745,686	4,511,629	1,532,285	3,222,960
Less: Allowance for doubtful accounts	(132,374)	(132,390)	(77,470)	(81,025)
Total trade receivables - unrelated parties, net	2,613,312	4,379,239	1,454,815	3,141,935
Total trade receivables - net	3,018,919	5,280,582	3,090,161	5,384,261



D. N. N. N.

(Unaudited but reviewed)

(Unit: Thousand Baht)

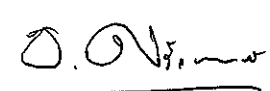
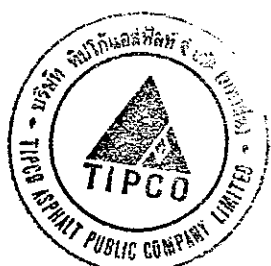

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2013	31 December 2012	30 September 2013	31 December 2012
		(Audited)		(Audited)
<u>Other receivables</u>				
Amounts due from related parties (Note 3)	7,718	7,809	27,177	16,497
Accounts receivable from price hedging contracts	33	39,410	33	39,410
Other receivables	23,915	20,120	1,891	1,895
Total other receivables	31,666	67,339	29,101	57,802
Trade and other receivables - net	3,050,585	5,347,921	3,119,262	5,442,063

3. 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 September				
	Consolidated financial		Separate financial		
	statements		statements		Transfer pricing policies
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	
<u>Transactions with subsidiary companies</u>					
(eliminated from the consolidated financial statements)					
Sales and services	-	-	1,210	1,432	Cost plus certain margin
Rental and service income	-	-	6	8	Contract price
Technical assistance fee income	-	-	3	3	Contract price
Dividend income	-	-	-	92	
Purchase of goods	-	-	3	8	Cost plus certain margin
Rental and service expenses	-	-	373	506	Contract price
<u>Transactions with related companies</u>					
Sales and services	948	1,178	913	1,117	Market price/Contract price
Rental and service income	1	2	1	1	Contract price
Rental and service expenses	10	8	7	7	Contract price
Technical assistance fee expenses	11	13	6	8	Contract price

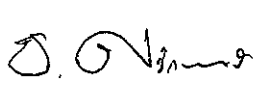


(Unaudited but reviewed)

(Unit : Million Baht)

For the nine-month periods ended 30 September					
	Consolidated financial		Separate financial		
	statements		statements		Transfer pricing policies
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>	
<u>Transactions with subsidiary companies</u>					
(eliminated from the consolidated financial statements)					
Sales and services	-	-	4,322	3,741	Cost plus certain margin
Rental and service income	-	-	19	21	Contract price
Technical assistance fee income	-	-	9	9	Contract price
Dividend income	-	-	16	205	
Purchase of goods	-	-	8	530	Cost plus certain margin
Rental and service expenses	-	-	1,121	1,297	Contract price
<u>Transactions with related companies</u>					
Sales and services	2,718	3,649	2,602	3,468	Market price/Contract price
Rental and service income	2	4	2	2	Contract price
Rental and service expenses	31	24	23	20	Contract price
Technical assistance fee expenses	32	31	18	18	Contract price

The balances of the accounts as at 30 September 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 September	31 December	30 September	31 December	
2013	2012	2013	2012	
	(Audited)		(Audited)	
<u>Trade and other receivables- related parties (Note 2)</u>				
Subsidiaries	-	-	1,268,484	1,364,109
Related companies				
(common shareholders and directors)	413,325	909,152	394,039	894,714
Total trade and other receivables - related parties	413,325	909,152	1,662,523	2,258,823
<u>Short-term loans to related parties</u>				
Subsidiaries	-	-	40,424	40,244
Total short-term loans to related parties	-	-	40,424	40,244

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2013	31 December 2012 (Audited)	30 September 2013	31 December 2012 (Audited)
Trade and other payables - related parties (Note 7)				
Subsidiaries	-	-	397,842	338,560
Related companies				
(common shareholders and directors)	40,380	47,273	23,932	35,412
Total trade and other payables - related parties	40,380	47,273	421,774	373,972

Loans to related parties

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

(Unit: Thousand Baht)

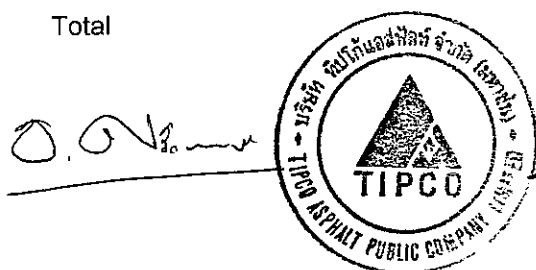
	Separate financial statements		
	Balance as at 31 December 2012	Unrealise gain on exchange rate	Balance as at 30 September 2013
Loans to related parties			
Alpha Maritime Co., Ltd.	35,000	-	35,000
Kemaman Oil Corporation Sdn Bhd	5,244	180	5,424
Total	40,244	180	40,424

Directors and management's benefits

For the three-month and nine-month periods ended 30 September 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 September			
	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
Short-term employee benefits	25	15	21	12
Post-employment benefits	1	1	1	1
Share-based payment transactions	2	1	2	1
Total	28	17	24	14



(Unaudited but reviewed)

(Unit: Million Baht)

	For the nine-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
Short-term employee benefits	78	69	66	57
Post-employment benefits	3	3	3	3
Share-based payment transactions	4	3	5	3
Total	<u>85</u>	<u>75</u>	<u>74</u>	<u>63</u>

Guarantee obligations with related parties

The Company and its subsidiaries have outstanding guarantee obligations with its related parties, as described in Note 9 to the financial statements.

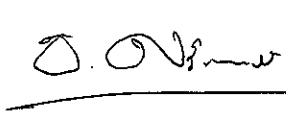
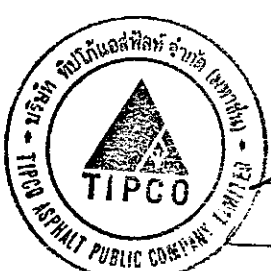

4. Inventories

Movements in the reduction of cost to net realisable value of inventories account during the nine-month period ended 30 September 2013 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Balance as at 31 December 2012 (Audited)	3,416	2,085
Reduce cost of inventories to net realisable value during the period	204,873	230,319
Exchange differences on translation of financial statements in foreign currencies	152	-
Balance as at 30 September 2013	<u>208,441</u>	<u>232,404</u>

5. Investments in subsidiaries

During the nine-month period ended 30 September 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 0.8 million (2012: Baht 1.7 million), as a cost of investments in subsidiaries.

(Unaudited but reviewed)

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

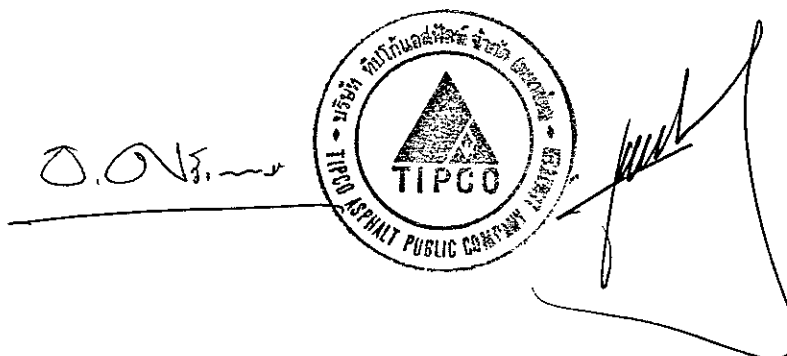
Currently, the Appeal Court in Malaysia is during the consideration of the petition filed by Aras Jalinan Sdn Bhd (Aras) regarding the convention of the extraordinary general meeting of KOC. The management of the Company and Thai Bitumen believe that the outcome of the Appeal Court, of which the result 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.

6. Property, plant and equipment

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

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 31 December 2012 (Audited)	4,595,801	490,570
Acquisitions during period - at cost	569,073	46,104
Disposals/write-off during period - net book value		
at disposal/write-off date	(3,275)	(340)
Business transfer to subsidiary	-	(49,668)
Depreciation for the period	(283,526)	(40,538)
Exchange differences on translation of financial statements		
in foreign currencies	65,821	-
Net book value as at 30 September 2013	4,943,894	446,128

The image shows a handwritten signature in black ink, followed by a circular official stamp. The stamp contains the text 'TIPCO ASPHALT PUBLIC COMPANY LIMITED' around the perimeter and a central logo featuring a triangle with the letters 'TIPCO' inside. To the right of the stamp is another handwritten mark, possibly a date or initials.

(Unaudited but reviewed)

7. Trade and other payables

(Unit: Thousand Baht)

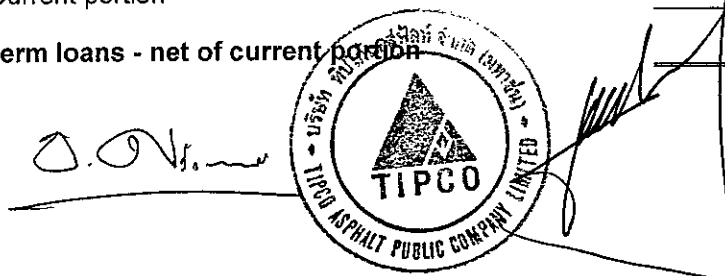
	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2013	2012	2013	2012
		(Audited)		(Audited)
Trade payables - related parties (Note 3)	1,445	11,165	390,580	339,036
Trade payables - unrelated parties	763,440	1,894,277	630,423	1,748,531
Amounts due to related parties (Note 3)	38,935	36,108	31,194	34,936
Accounts payable from price hedging contracts	591	-	591	-
Other payables for purchase of fixed assets	15,521	15,080	-	-
Accrued expenses	186,973	191,548	78,944	73,849
Other payables	50,575	54,659	15,956	15,665
Total trade and other payables	1,057,480	2,202,837	1,147,688	2,212,017

8. Long-term loans

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

(Unit: Thousand Baht)

	Consolidated	Separate
	financial statements	financial statements
Balance as at 31 December 2012 (Audited)	2,968,123	1,425,791
Additions	380,623	-
Repayments	(472,407)	(240,791)
Realised gain on exchange from amendment of long-term loan agreement	(28,989)	-
Unrealised loss on exchange	6,319	-
Exchange differences on translation of financial statements in foreign currencies	19,432	-
Balance as at 30 September 2013	2,873,101	1,185,000
Less: Current portion	(654,336)	(330,000)
Long-term loans - net of current portion	2,218,765	855,000



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 is from June 2015.


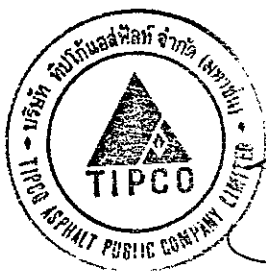
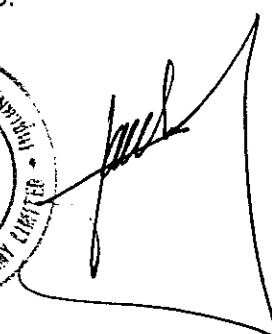
In April 2013, Tasco Shipping Company Limited has amended long-term loan agreement from a local bank to change currency from United States Dollar to Thai Baht and the interest rate of long-term loan from interest rate with referenced to LIBOR to interest rate with referenced to THBFIX.

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.

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 September 2013, the notional amount of Baht 540 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 September 2013, the notional amount of Baht 645 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.

9. 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 September 2013 and 31 December 2012 are summarised below.

(Unit: Million Baht)

	Consolidated financial statements	
	30 September 2013	31 December 2012
		(Audited)
Leasehold rights - net	173	151
Property, plant and equipment - net	3,245	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.

10. Income tax

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

(Unit: Thousand Baht)

	For the three-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
		(Restated)		(Restated)
Current income tax:				
Current income tax charge	70,148	15,716	60,677	-
Deferred tax:				
Relating to origination and reversal of temporary differences	(22,877)	(60,465)	(26,013)	(55,125)
Utilisation of tax loss carried forward during the period	2,635	48,060	-	48,852
Income tax expense (income) reported in the statement of comprehensive income	<u>49,906</u>	<u>3,311</u>	<u>34,664</u>	<u>(6,273)</u>



[Signature]

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2013</u>	<u>2012</u>	<u>2013</u>	<u>2012</u>
		(Restated)		(Restated)
Current income tax:				
Current income tax charge	170,487	30,411	134,849	-
Deferred tax:				
Relating to origination and reversal of				
temporary differences	(24,256)	(41,804)	(33,411)	(33,413)
Utilisation (record) of tax loss carried forward				
during the period	987	37,905	-	(1,620)
Income tax expense (income) reported in				
the statement of comprehensive income	<u>147,218</u>	<u>26,512</u>	<u>101,438</u>	<u>(35,033)</u>

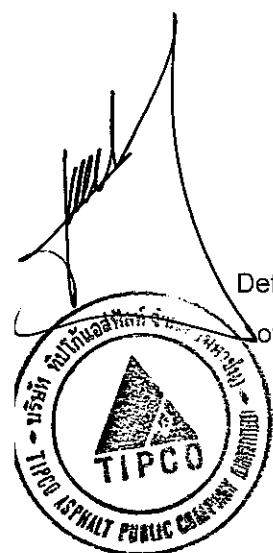
The amounts of income tax relating to each component of other comprehensive income for the three-month and nine-month periods ended 30 September 2013 and 2012 are as follows:

(Unit : Thousand Baht)

	For the three-month periods ended 30 September			
	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>372</u>	<u>599</u>	<u>372</u>	<u>599</u>

(Unit : Thousand Baht)

	For the nine-month periods ended 30 September			
	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>321</u>	<u>777</u>	<u>321</u>	<u>777</u>



[Handwritten signature]

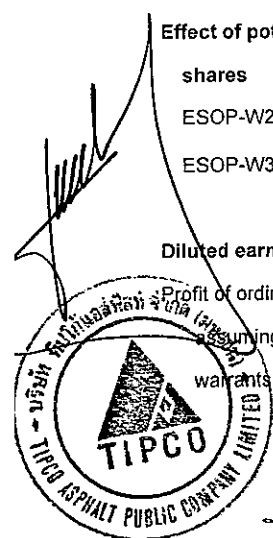
11. Earnings per share

Basic earnings per share is calculated by dividing profit 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 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. However, TASCO-W3 was not included in calculation of diluted earnings per share for the three-month and nine-month periods ended 30 September 2013 and ESOP-W1 was not included in calculation of diluted earnings per share for the three-month period ended 30 September 2013 since the exercise price was higher than the average market price for the period. In addition, there is no calculation of diluted earnings per share for the three-month and nine-month period ended 30 September 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.

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

Consolidated financial statements					
For the three-month periods ended 30 September					
Profit for the period		Weighted average number of ordinary shares		Earnings per share	
<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)
Basic earnings per share					
Profit attributable to equity holders of the Company					
287,673	74,695	152,581	152,548	1.89	0.49
Effect of potential ordinary shares					
ESOP-W2	-	130	-		
ESOP-W3	-	63	-		
	-	193	-		
Diluted earnings per share					
Profit of ordinary shareholders assuming the conversion of warrants to ordinary shares					
287,673	74,695	152,774	152,548	1.88	0.49



(Unaudited but reviewed)

Separate financial statements

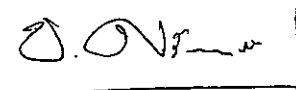
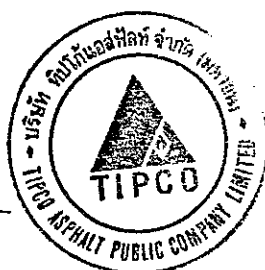
For the three-month periods ended 30 September

	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)
Basic earnings per share						
Profit attributable to equity holders of the Company	165,981	60,796	152,581	152,548	1.09	0.40
Effect of potential ordinary shares						
ESOP-W2	-	-	130	-		
ESOP-W3	-	-	63	-		
	-	-	193	-		
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of warrants to ordinary shares	165,981	60,796	152,774	152,548	1.09	0.40

Consolidated financial statements

For the nine-month periods ended 30 September

	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)
Basic earnings per share						
Profit attributable to equity holders of the Company	881,795	179,726	152,560	152,548	5.78	1.18
Effect of potential ordinary shares						
ESOP-W1	-	-	25	-		
ESOP-W2	-	-	254	-		
ESOP-W3	-	-	112	-		
	-	-	391	-		
Diluted earnings per share						
Profit of ordinary shareholders assuming the conversion of warrants to ordinary shares	881,795	179,726	152,951	152,548	5.77	1.18


(Unaudited but reviewed)

Separate financial statements					
For the nine-month periods ended 30 September					
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)
Basic earnings per share					
Profit attributable to equity holders					
of the Company	517,501	42,758	152,560	152,548	3.39 0.28
Effect of potential ordinary shares					
ESOP-W1	-	-	25	-	
ESOP-W2	-	-	254	-	
ESOP-W3	-	-	112	-	
	-	-	391	-	
Diluted earnings per share					
Profit of ordinary shareholders					
assuming the conversion of warrants to ordinary shares	517,501	42,758	152,951	152,548	3.38 0.28

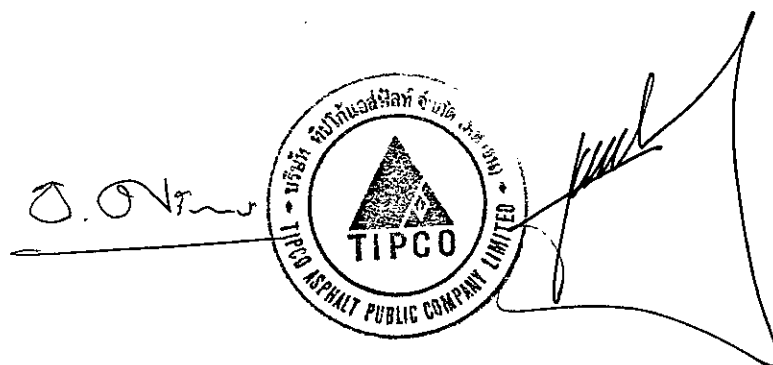
12. Share capital

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.

The image shows a handwritten signature in black ink, followed by a circular official stamp. The stamp contains the text 'TIPCO ASPHALT PUBLIC COMPANY LIMITED' around the perimeter and a central logo with the letters 'TIPCO'.

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 13).

The Company registered the capital increase on 19 April 2013.

Below is the summarisation of the exercise of ESOP-W1 warrants during second quarter of 2013.

No. of warrants exercised (warrants)	32,800
No. of ordinary shares issued (shares)	32,800
Amount of cash received (Baht)	2,039,832
Share registration date	9 July 2013
Paid-up capital after share registration	Baht 1,525,808,680 (152,580,868 ordinary shares of Baht 10 each)

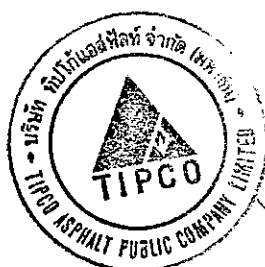
13. Warrants to purchase new ordinary shares of the Company issued to the executive directors and/or employees of the Company and subsidiaries (ESOP)

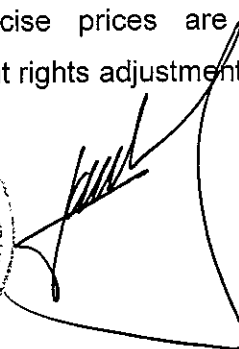
The Annual General Meetings of the shareholders each approved the issuance of 1,200,000 warrants to purchase new ordinary shares of the Company to the executive directors and/or employees of the Company and its subsidiaries, without charge. Details of these issues of ESOP warrants are summarised below.

	<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

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.







(Unaudited but reviewed)

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.

14. Dividend

On 14 August 2013, the Board of Directors Meeting No. 4/2013 approved the payment of an interim dividend for the year 2013 of Baht 1 per share, or a total of Baht 152,578,968 to the Company's shareholders. Dividends were paid to the shareholders on 12 September 2013.

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 September							
	Geographic segment located in Thailand		Geographic segment located in overseas		Eliminated transactions		Total	
	2013	2012	2013	2012	2013	2012	2013	2012
	(Restated)		(Restated)		(Restated)		(Restated)	
Revenue from external customers	7,338	8,596	1,435	1,229	-	-	8,773	9,825
Inter-segment revenues	910	1,029	197	316	(1,107)	(1,345)	-	-
Total revenue	8,248	9,625	1,632	1,545	(1,107)	(1,345)	8,773	9,825
Segment operating profit	247	52	25	60	16	(37)	288	75



(Unaudited but reviewed)

(Unit: Million Baht)

	For nine-month periods ended 30 September							
	Geographic segment located in Thailand		Geographic segment located in overseas		Eliminated transactions		Total	
	2013	2012	2013	2012	2013	2012	2013	2012
	(Restated)		(Restated)		(Restated)		(Restated)	
Revenue from external customers	21,422	24,913	3,605	2,744	-	-	25,027	27,657
Inter-segment revenues	3,448	2,886	597	840	(4,045)	(3,726)	-	-
Total revenue	24,870	27,799	4,202	3,584	(4,045)	(3,726)	25,027	27,657
Segment operating profit	745	113	112	93	25	(26)	882	180

(Unit: Million Baht)

	Geographic segment located in Thailand		Geographic segment located in overseas		Eliminated transactions		Consolidated financial statements	
	30 September	31 December	30 September	31 December	30 September	31 December	30 September	31 December
	2013	2012	2013	2012	2013	2012	2013	2012
Property, plant and equipment	2,175	2,119	2,769	2,477	-	-	4,944	4,596
Other assets							10,973	14,074
Total assets							15,917	18,670

Transfer prices between the segments are as set out in Note 3 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 September	31 December	30 September	31 December
	2013	2012	2013	2012
	(Million)	(Million)	(Million)	(Million)
Baht	4	6	3	5
Ringgit	11	18	-	-
US Dollar	15	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 September 2013	31 December 2012	30 September 2013	31 December 2012	30 September 2013	31 December 2012
Payable:						
In up to 1 year	28	31	1	1	25	32
In over 1 and up to 5 years	30	45	-	-	26	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 Crude oil purchase commitments

As at 30 September 2013, the Company had outstanding commitment in respect of the purchase of crude oil approximately 0.8 million barrels (31 December 2012: 0.8 million barrels).

16.5 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 September 2013	31 December 2012	30 September 2013	31 December 2012
	(Million)	(Million)	(Million)	(Million)
Baht	3	3	2	2
Ringgit	-	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 September	31 December	30 September	31 December	30 September	31 December
	2013	2012	2013	2012	2013	2012
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
US Dollar	33	87	199	306	31.4	30.6
Renminbi	-	1	-	-	5.1	4.9
Yen	-	-	1	7	0.3	0.4
Ringgit	-	26	-	7	9.6	10.0
Vietnam Dong	7	-	-	-	0.0015	0.0015
Indonesia Rupiah	3	-	-	-	0.0027	0.0032

Foreign currency	Separate financial statements					
	Financial assets		Financial liabilities		Average exchange rate	
	30 September	31 December	30 September	31 December	30 September	31 December
	2013	2012	2013	2012	2013	2012
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
US Dollar	68	118	196	288	31.4	30.6
Renminbi	-	1	-	-	5.1	4.9
HK Dollar	1	1	-	-	4.0	4.0
Ringgit	-	-	2	1	9.6	10.0

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

Foreign currency	As at 30 September 2013				Contractual exchange rate	
	Consolidated financial statements		Separate financial statements		Sold	Bought
	Sold	Bought	Sold	Bought		
	amount	amount	amount	amount		
	(Million)	(Million)	(Million)	(Million)		
US Dollar	30.0	14.0	29.5	14.0	29.6 - 32.5 Baht per 1 US Dollar	30.1 - 32.5 Baht per 1 US Dollar
Euro	-	0.2	-	-	-	42.3 - 42.7 Baht per 1 Euro

[Signature]



[Signature]

(Unaudited but reviewed)

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 September 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 September 2013	31 December 2012
		(Audited)
<u>Contracts presented as assets</u>		
Forward contracts to sell finished goods	67	13
Four-ways collar options to purchase raw materials	55	14
Total price hedging contracts presented as assets	122	27
<u>Contracts presented as liabilities</u>		
Forward contracts to sell finished goods	24	13
Four-ways collar options to purchase raw materials	3	-
Total price hedging contracts presented as liabilities	27	13

19. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's authorised directors on 11 November 2013.

