

(UNAUDITED BUT REVIEWED)

CHRISTIANI & NIELSEN (THAI) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2007 AND 2006

1. GENERAL INFORMATION

1.1 Corporate information

Christiani & Nielsen (Thai) Public Company Limited ("the Company") is a public limited company incorporated under Thai laws and domiciled in Thailand. The Company operates in Thailand and is principally engaged in the construction business. Its registered address is at No. 451, La Salle Road (Sukhumvit 105), Kwaeng Bangna, Khet Bangna, Bangkok

1.2 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Accounting Standard Pronouncement No. 41 "Interim Financial Reporting", with the Company choosing to present condensed interim financial statements. However, the Company has presented the balance sheets, and the statements of income, changes in shareholders' equity and cash flows in the same format as that used for the annual financial statements.

These 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.

1.3 Basis of consolidation

These interim consolidated financial statements include the financial statements of Christiani & Nielsen (Thai) Public Company Limited and its subsidiaries (collectively called "the Group") and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2006, with no significant changes in the structure of the Group during the current period, except that the Company entered into a joint venture agreement with Pan Asia Engineering & Construction (Thailand) Co., Ltd., forming a joint venture namely "PANASIA-CNT" Joint Venture, to construct the civil work of HMC PDH petrochemical plant. The Company will invest in 45% interest in this joint venture. As at 30 September 2007, the investments have not been made by the participants.

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The financial statements of the overseas subsidiaries for the three-month and nine-month periods ended 30 September 2007 as included in the consolidated financial statements were prepared by the management of those subsidiaries, and have not been reviewed by their auditors. Their aggregate assets were approximately Baht 345 million or 8.83% of the consolidated assets as at 30 September 2007 and their aggregate revenues were approximately Baht 0.3 million and Baht 1.1 million, respectively, or 0.02% and 0.02% of the consolidated revenues for the three-month and nine-month periods then ended.

The consolidated financial statements as at 30 September 2007 included the proportion of the assets of NWR, ITD, CNT & AS Joint Venture of Baht 1 million.

1.4 Significant accounting policies

These interim financial statements are prepared using the same accounting policies and method of computation as were used for the financial statements for the year ended 31 December 2006.

1.5 Adoption of new accounting standards

The Federation of Accounting Professions (FAP) has issued Notifications No. 9/2550 and 38/2550 regarding Thai Accounting Standards (TAS), and these have been published in the Royal Gazette. The Notifications mandate the use of the following Thai Accounting Standards (Revised 2007) in place of the previous versions, which are cancelled.

a) Thai Accounting Standards (revised version) which are effective for the current year

TAS 44	Consolidated Financial Statements and Separate Financial Statements
TAS 45	Investments in Associates
TAS 46	Interests in Joint Ventures

These accounting standards become effective for the financial statements for fiscal years beginning on or after 1 January 2007. During the fourth quarter of 2006, the Company changed its accounting policy for recording investments in subsidiaries and joint venture in the separate financial statements in order to comply with the Notification No. 26/2549 of the Federation of Accounting Professions and the revised Thai Accounting Standard No. 44, as discussed in Note 2.

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b) Thai Accounting Standards (revised version) which are not effective for the current year

TAS 25	Cash Flow Statements
TAS 33	Borrowing Costs
TAS 35	Presentation of Financial Statements
TAS 39	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 41	Interim Financial Reporting
TAS 49	Construction Contracts

These accounting standards will become effective for the financial statements for fiscal years beginning on or after 1 January 2008. The management has assessed the effect of these revised accounting standards and believes that they will not have any significant impact on the financial statements for the year in which they are initially applied.

2. CHANGE IN ACCOUNTING POLICY FOR RECORDING INVESTMENTS IN SUBSIDIARIES AND JOINT VENTURE IN THE SEPARATE FINANCIAL STATEMENTS

During the fourth quarter of 2006, the Company changed its accounting policy for recording investments in subsidiaries and joint venture in the separate financial statements from the equity method to the cost method, in compliance with Notification No. 26/2549 regarding Accounting Standard No. 44 “Consolidated Financial Statements and Accounting for Investments in Subsidiaries” (Amendment No. 1), issued by the Federation of Accounting Professions, under which investments in subsidiaries, jointly controlled entities and associates are to be presented in the separate financial statements under the cost method rather than the equity method.

During the current period, the Company has restated the separate financial statements for the three-month and nine-month periods ended 30 September 2006, as though the investments in the subsidiaries and joint venture had originally been recorded using the cost method. The change has the effect of decreasing net income in the separate income statements for the three-month and nine-month periods ended 30 September 2006 by approximately Baht 12 million (Baht 0.03 per share) and Baht 7 million (Baht 0.02 per share), respectively. The cumulative effect of the change in accounting policy has been presented under the heading of “Cumulative effect of the change in accounting policy for investments in subsidiaries and joint venture” in the separate statement of changes in shareholders’ equity.

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Such change in accounting policy affects only the accounts related to investments in subsidiaries and joint venture in the separate financial statements, with no effect to the consolidated financial statements.

3 CASH AND CASH EQUIVALENTS/RESTRICTED DEPOSITS

Cash and cash equivalents as at 30 September 2007 and 2006 as reflected in the statements of cash flows consist of the following:-

	(Unit : Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	2007	2006	2007	2006
Cash and deposits at banks	259,250	467,121	213,753	402,882
Fixed deposits at banks	85,475	46,257	85,475	46,257
Deposits at finance companies	-	3,200	-	-
Total	344,725	516,578	299,228	449,139
Less : Restricted deposits	(178,553)	(137,730)	(178,553)	(137,730)
Cash and cash equivalents	166,172	378,848	120,675	311,409

As at 30 September 2007, the Company had pledged its bank deposits of approximately Baht 179 million (31 December 2006 : Baht 140 million) with banks to secure the bank overdrafts and the letters of guarantees issued by the banks on behalf of the Company.

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4 CONSTRUCTION CONTRACT DEBTORS

The balance included amounts receivable from several construction projects of which the developers have experienced financial difficulties and delayed payments for the construction service provided and some of these projects have been subject to legal actions taken by the Company. All outstanding contract debtors as at 30 September 2007 and 31 December 2006 were as follows :-

	Consolidated financial		(Unit : Thousand Baht)	
	statements		Separate financial	
	30 September	31 December	30 September	31 December
	2007	2006	2007	2006
Construction contract debtors	900,888	548,113	900,888	548,113
Retention payment under construction contracts	332,200	330,862	332,200	330,862
Total	1,233,088	878,975	1,233,088	878,975
Less : Allowance for doubtful accounts	(107,923)	(107,923)	(107,923)	(107,923)
Construction contracts debtors - net	1,125,165	771,052	1,125,165	771,052

As at 30 September 2007 and 31 December 2006, the balance of construction contract debtors classified by aging from the due date was as follows :-

	Consolidated financial		(Unit : Thousand Baht)	
	statements		Separate financial	
	30 September	31 December	30 September	31 December
	2007	2006	2007	2006
<u>Overdue</u>				
Not over 3 months	757,476	432,244	757,476	432,244
3- 6 months	28,240	18,806	28,240	18,806
6- 12 months	32,445	12,383	32,445	12,383
Over 12 months	82,727	84,680	82,727	84,680
Total	900,888	548,113	900,888	548,113

The Company has transferred the calling right for the collections from the construction contract debtors of certain projects to banks to secure the credit facilities of the Company granted by that banks.

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5. INVESTMENTS IN THE SUBSIDIARIES AND JOINT VENTURE

Investments in the subsidiaries and joint venture in the separate financial statements are the investments in ordinary shares of the following companies, which are accounted for using the cost method :-

	(Unit : Thousand Baht)			
	Separate financial statements			
	Investment value under cost method			
	Shareholding percentage			
30 September 2007	31 December 2006	30 September 2007	31 December 2006	
Percent	Percent			
<u>Investments in the Subsidiaries</u>				
<u>Construction business</u>				
<u>Christiani & Nielsen Construction (Thai) Company Limited</u>				
100	100	1,000	1,000	
<u>Holding company</u>				
<u>CNT Holdings Limited</u>				
100	100	2,600,000	2,600,000	
<u>Plan Administrator</u>				
<u>CN Advisory Company Limited</u>				
100	100	1,000	1,000	
Total		2,602,000	2,602,000	
Less : Allowance for diminution in value of investments		(2,266,000)	(2,266,000)	
Total investments in the Subsidiaries - net		336,000	336,000	

Since 2002, the Company had invested Baht 2 million, representing 25% interest, in NWR, ITD, CNT & AS Joint Venture, and had received its return from investment during the third quarter of 2006. The Joint Venture is in the liquidation process. During the nine-month period ended 30 September 2007, the Company received dividend of Baht 2 million from the Joint Venture (2006 : Baht 2 million and Baht 12 million for the three-month and nine-month periods, respectively).

The Company has pledged the shares of Christiani & Nielsen Construction (Thai) Company Limited and CNT Holdings Limited with a bank to secure the credit facilities of the Company granted by that bank.

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6 INVESTMENTS IN THE ASSOCIATE AND OTHER COMPANIES

Investments in the associate and other companies consist of investments in the ordinary shares of the following companies :-

	Shareholding percentage		(Unit : Thousand Baht) Consolidated financial statements	
	30 September 2007	31 December 2006	30 September 2007	31 December 2006
	Percent	Percent		
<u>Investment in the Associate</u>				
International Machinery Supplies Co., Ltd	31.94	31.94	7,500	7,500
Total			7,500	7,500
Less : Allowance for diminution in value of investment			(7,500)	(7,500)
Investment in the Associate - net			-	-
<u>Investments in other companies</u>				
Satum Inc.	13.11	13.11	2,218	2,218
Phuket Land Development Co., Ltd	15.00	15.00	3,000	3,000
Total			5,218	5,218
Less : Allowance for diminution in value of investments			(3,000)	(3,000)
Investments in other companies - net			2,218	2,218
Total investments in the Associate and other companies - net			2,218	2,218

According to the latest audited financial statements of Satum Inc., the net worth attributable to the Subsidiary's investment as at 31 December 2006 was approximately Baht 14 million. During the three-month period ended 30 September 2006, the subsidiary received dividend of approximately Baht 9.9 million from this company.

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7. RELATED PARTY TRANSACTIONS

During the periods ended 30 September 2007 and 2006, the Company, its subsidiaries and joint venture had significant business transactions with related parties, which have been concluded on commercial terms and bases agreed upon in the ordinary course of businesses between the Company and those companies. Below is a summary of those transactions.

(Unit : Thousand Baht)

	Consolidated financial statements				Pricing and lending policy
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September		
	2007	2006	2007	2006	
<u>Transactions with the Joint Venture</u>					
Construction income	3,237	-	6,533	-	Cost plus margin

(Unit : Thousand Baht)

	Separate financial statements				Pricing and lending policy
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September		
	2007	2006	2007	2006	
<u>Transactions with the Subsidiaries</u>					
Rental and service income	30	30	90	90	Based on the prices agreed between the parties, which approximate the market prices
Interest income	192	212	594	625	Interest rate at MOR plus 0.25% per annum
<u>Transactions with the Joint Venture</u>					
Construction income	3,237	-	6,533	2,019	Cost plus margin
Service income	-	-	-	30	Based on the prices agreed between the parties, which approximate the market prices
Dividend income	-	2,000	2,000	12,000	At the declared rate

The balances of the accounts as at 30 September 2007 and 31 December 2006 between the Company and those related parties are as follows :-

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Amounts due from and loans to the Subsidiaries

(Unit : Thousand Baht)

	Separate financial statements	
	30 September 2007	31 December 2006
<u>Amounts due from the Subsidiaries</u>		
CNT Holdings Limited	-	2,808
Christiani & Nielsen Construction (Thai) Company Limited	19,961	19,368
CN Advisory Company Limited	32	32
Total	19,993	22,208
Less : Allowance for doubtful accounts	(18,500)	(18,500)
Total amounts due from the Subsidiaries - net	1,493	3,708
<u>Loans to the Subsidiary</u>		
Christiani & Nielsen Construction (Thai) Company Limited	10,300	10,300
Less : Allowance for doubtful accounts	(10,300)	(10,300)
Total loans to the Subsidiary - net	-	-
Total amounts due from and loans to the Subsidiaries - net	1,493	3,708

During the period, movements of loans to the Subsidiary were as follows :-

(Unit : Thousand Baht)

	Separate financial statements		
	Balances as at 31 December 2006	Movements during the period Increase Decrease	Balances as at 30 September 2007
Christiani & Nielsen Construction (Thai) Company Limited	10,300	- -	10,300
Total	10,300	- -	10,300

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Directors' and management's remuneration

During the three-month and nine-month periods ended 30 September 2007, the Company paid salaries, meeting allowances and gratuities to their directors and management of totaling approximately Baht 8.8 million and Baht 26.6 million, respectively (2006: Baht 9.1 million and Baht 26.5 million, respectively).

Guarantee obligations with related parties

The Company has outstanding guarantee obligations with its related parties, as described in Note 20.

8 PLANT AND EQUIPMENT

Movements of the plant and equipment account during the nine-month period ended 30 September 2007 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 31 December 2006	168,902	168,902
Acquisitions during the period - at cost	62,655	62,655
Disposals during the period - net book value at disposal date	(2,003)	(2,003)
Depreciation for the period	(34,063)	(34,063)
Net book value as at 30 September 2007	195,491	195,491

9 NET ASSETS OF DISCONTINUED OPERATION UNITS

	(Unit: Thousand Baht)	
	Consolidated financial statements	
	30 September 2007	31 December 2006
Total assets	325,697	309,692
Total liabilities	(38)	(97)
Net assets before provision	325,659	309,595
Less : Allowance for diminution in value of assets	(2,855)	(2,855)
Net assets	322,804	306,740

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The net assets of discontinued operation units represent the net assets of Harmony Property Group Limited and CN Place Silom Development Limited.

As at 30 September 2007, Harmony Property Group Limited had pledged its bank deposit of approximately USD 4.2 million (or equivalent to Baht 142 million) with a bank to secure the credit facilities of the Company.

10. INVESTMENTS IN REAL ESTATE

The Company has mortgaged its 3 plots of land with a bank to secure the bank overdrafts granted by that bank as discussed in Note 12.

11. REHABILITATION PLAN

On 8 July 2002, the Central Bankruptcy Court issued an order for the reorganisation petition of the Company and appointed CN Advisory Company Limited to be the planner as proposed.

The Company had on 15 January 2003 proposed the above rehabilitation plan to its creditors in which the plan had been approved by the majority of its concerned creditors on 18 February 2003 and subsequently agreed by the Central Bankruptcy Court on 2 May 2003. The Court had appointed CN Advisory Company Limited as a plan administrator. The Company had in 2003 implemented the rehabilitation plan in which the capital restructuring, most of the group and debt restructuring plans had already been completed. Since the Company had fulfilled the main processes under the rehabilitation plan and had considered setting up reserve for potential loss from guarantee obligations and other liabilities in the accounts, the Company had on 28 June 2005 filed a request for release from the rehabilitation plan with the Central Bankruptcy Court. The Court had on 1 September 2005 ordered the release from the rehabilitation plan.

As at 30 September 2007 and 31 December 2006, the Company had reserved cash of approximately Baht 4 million with the Central Office of Deposit of Property, the Legal Execution Department, for settlement of debts that the final order has not been made.

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12. BANK OVERDRAFTS

The Company's bank overdrafts are secured by the pledge of bank deposits, the transfer of the calling right for the collections from the construction contract debtors of certain projects, the pledge of the subsidiaries' shares, and the mortgage of the Company's land.

13. ESTIMATED LIABILITIES FOR GUARANTEE OBLIGATIONS AND OTHER PAYABLES

During the year 2003, the Company had recorded reserve for potential loss of Baht 112 million from guarantee obligations and other payables which were claimed by the creditors under the Company's rehabilitation plan. The reserve was estimated at the rate of 3 percent of guarantee obligations and payables claimed, which included guarantee payables of the Group's loans, the Group's and the Company's bank guarantees, the specified and non-specified value of letter of guarantees in respect of performance bonds for the construction projects of the Group and the Company, the Revenue Department creditors, and other payables. The management believes that such reserve will cover losses and besides such obligations there will be no significant liabilities to be incurred.

During the year 2004 until 2006, as ordered by the Comptroller of Bankruptcy, the Company was forgiven certain liabilities of approximately Baht 24 million and repaid the debts of totaling approximately Baht 19 million, and there were outstanding estimated liabilities of Baht 69 million as at 30 September 2007 and 31 December 2006.

14. SHARE CAPITAL

	(Unit : Thousand Baht)	
	30 September 2007	31 December 2006
Authorised and registered 401,162,888 ordinary shares of Baht 1 each	<u>401,163</u>	<u>401,163</u>
Issued and fully paid up 401,161,682 ordinary shares of Baht 1 each	<u>401,162</u>	<u>401,162</u>

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15. OWN SHARES HELD BY THE SUBSIDIARY

Own shares held by the Subsidiary represented the cost of 13.55 million ordinary shares of Baht 1 each, totaling Baht 13.55 million, issued by the Company following its capital restructuring plan and held by the Subsidiary. This holding has been treated in the balance sheets as a deduction in the shareholders' equity to determine the net equity attributable to the Company's shareholders.

16. DIVIDEND PAID

On 23 February 2007, the meeting of the Board of Directors of the Company No. 371 passed a resolution approving the payment of dividend from the 2006 income to the Company's shareholders at Baht 0.05 per share or a total dividend of approximately Baht 20 million. This proposed dividend was approved by the resolution of the Annual General Meeting of the Company's shareholders No. 74 on 23 April 2007 and was paid to the shareholders on 21 May 2007.

On 24 February 2006, the meeting of the Board of Directors of the Company No. 367 passed a resolution approving the payment of dividend from the 2005 income to the Company's shareholders at Baht 0.10 per share or a total dividend of approximately Baht 40 million. This proposed dividend was approved by the resolution of the annual general meeting of the Company's shareholders No. 73 on 21 April 2006 and was paid to the shareholders on 15 May 2006.

17. SUPPLEMENTARY INFORMATION OF THE CONSTRUCTION CONTRACTS

The total construction costs after being adjusted realised gains or losses of the construction contracts up to 30 September 2007 were approximately Baht 12,565 million. The Company had already billed the amount of approximately Baht 11,252 million to the project owners for the contract in progress.

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18. FINANCIAL INFORMATION BY SEGMENT

The operations of the Company, its subsidiaries and joint venture involve virtually a single industry segment, i.e. construction business, which are carried on both in Thailand and foreign countries.

Geographical segment information of the Company, its subsidiaries and joint venture for the three-month and nine-month periods ended 30 September 2007 and 2006 was as follows :

(Unit : Million Baht)

Consolidated financial statements
for the three-month periods ended 30 September

	Other countries in			Total	
	Thailand	Asia	Eliminated	2007	2006
Construction income	2,129	-	-	2,129	1,485
Gross profit	62	-	-	62	62
Other income	1	-	-	1	13
Administrative expenses	(50)	-	-	(50)	(50)
Interest expenses	(2)	-	1	(1)	(1)
Results of discontinued operation units	-	4	-	4	4
Net income				16	28

(Unit : Million Baht)

Consolidated financial statements
for the nine-month periods ended 30 September

	Other countries in			Total	
	Thailand	Asia	Eliminated	2007	2006
Construction income	4,938	-	-	4,938	3,558
Gross profit	159	-	-	159	171
Other income	9	2	(4)	7	20
Administrative expenses	(146)	-	-	(146)	(140)
Interest expenses	(4)	-	2	(2)	(1)
Results of discontinued operation units	-	16	-	16	9
Net income				34	59

Transfer prices between business segments are set out in Note 7.

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19. COMMITMENTS

As at 30 September 2007, the Group and the Company had commitments other than those disclosed in other notes as follows :-

- (a) Commitments in respect of long-term lease of land on which the Group's and Company's office and warehouse are located, for twenty years ending 14 June 2009 in which the rental payable in the future under the lease agreement is approximately Baht 0.5 million (31 December 2006 : 1.1 million).

On 30 August 2007, the Company renewed the lease agreement for another 10 years from 15 June 2009 to 14 June 2019. The future rental payable under this lease agreement is approximately Baht 156.2 million, and the Company is committed to pay leasehold right of Baht 20 million.

- (b) The Company had other commitments mainly in respect of operating leases of approximately Baht 10.5 million (31 December 2006 : Baht 15.3 million).

20. CONTINGENT LIABILITIES

As at 30 September 2007, the Group and the Company had contingent liabilities other than those disclosed in other notes as follows :-

- (a) The Company had issued letters of guarantees, mainly in respect of contract payments, performance bonds and finance facilities of approximately Baht 151 million (31 December 2006 : Baht 359 million). Furthermore, the Company had issued both specified and non-specified value of letters of guarantees in respect of performance bonds for the construction projects of the overseas subsidiary companies. Since 2003, the Company recorded liabilities in respect of these guarantee obligations, which were estimated based on the maximum guarantees claimed by the creditors under the Company's rehabilitation plan.

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- (b) The Company had outstanding bank guarantees of approximately Baht 1,978 million (31 December 2006 : Baht 1,449 million) issued by the banks on behalf of the Company in respect of certain performance bonds as required in the normal course of business of the Company. Furthermore, the Group had bank guarantees of approximately Baht 1,121 million issued by the banks on behalf of the Group in which the Company recorded liabilities in respect of these guarantee obligations, which were estimated based on the maximum guarantees claimed by the creditors under the Company's rehabilitation plan.

On 16 August 2006, the Company received notification from an agency, with which the Company had expressed its intention to join the bidding for a construction project, advising that it had to retain the Company's bid guarantee of Baht 168 million since the Company had not complied with certain bidding conditions. Subsequently on 21 August 2006, the Company wrote a letter to the chairman of the Bidding Authorities to explain the reasons and request for a review of certain construction project bidding procedures. On 5 February 2007, the Company made a countercharge to the Central Administration Court to repeal an order to retain the bid guarantee. Subsequently on 12 February 2007, the Company received notification from an Authority, to which the Company wrote a letter, that the retention of the bid guarantee was in accordance with bidding conditions and requirements and could not be exempted. However, the Company obtained an opinion from its legal counsel that the outcome of the case would be highly favorable to the Company. The management therefore believes that no significant liabilities will be incurred as a result of this event.

- (c) The Company has guaranteed to a local bank for the credit and guarantee facilities granted by that bank to an overseas associated company at the maximum facilities of DKK 103 million. However, the Company has obtained letter of guarantee from the major shareholder of that associated company for future contingent liabilities. Under the agreement between the bank and that associated company, no additional credit facilities are to be granted and the remaining guarantee will gradually reduce over the period of letter of guarantee. The management of the Company believes that the said guarantee will be ended within 5 years from April 2001. The Company had recorded liability in respect of this guarantee obligation, which was estimated based on the maximum guarantee claimed by the creditor under the Company's rehabilitation plan.

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- (d) During the year 2002, the Company filed an application for a refund of withholding tax deducted at source of the year 1999 - 2001 totaling approximately Baht 67 million with the Revenue Department. The subsequent investigation of the tax authorities resulted the Company in the additional tax assessment being made against corporate income tax, withholding tax, specific business tax and stamp duty totaling approximately Baht 118 million and the changes in tax losses brought forward of the same periods. On 17 October 2002, the Company appealed the tax assessment with the Tax Appeal Board and on 18 March 2005, the Company received the appeal result from the Tax Appeal Board with a reduction of certain tax assessments whereby total tax assessments including penalties and surcharges were reduced to Baht 93 million. On 5 April 2005, the Comptroller issued an order regarding the amount of Baht 118 million, being of the opinion that the creditor is entitled to offset such amount with the refundable withholding tax, and therefore ordering that the creditor receives only approximately Baht 61 million. However, on 12 April 2005, the Company filed a petition to overrun the Tax Appeal Board's judgement, and on 19 April 2005 filed a petition opposing the order of the Comptroller. Subsequently on 23 June 2006, the Central Revenue Court announced a judgment and on 22 September 2006, the Company received a copy of the Central Revenue Court's judgment which was in favour of the Company on certain matters resulting in a reduction of tax assessments to Baht 16 million. The management believes that there will be no significant liabilities to be incurred from such event and general provision set aside in the accounts is adequate.

21. FOREIGN CURRENCY-DENOMINATED ASSETS AND LIABILITIES

As at 30 September 2007, the Company had foreign currency-denominated assets and liabilities which had not been hedged against foreign exchange rate risk, as summarised below.

Foreign currency	Assets (Unit : Thousand)	Liabilities (Unit : Thousand)	Average exchange rate as at 30 September 2007 (Baht per unit of foreign currency)
USD	649	-	34.2635
GBP	-	11	69.4205
DKK	2	-	6.5120

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22. SUBSEQUENT EVENT

The meeting No. 374 of the Board of Directors of the Company, held on 14 November 2007, has passed a resolution to approve the investment of Baht 1.8 million, representing 45% interest, in PANASIA - CNT Joint Venture.

23. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorised for issue by the Board of Directors of the Company on 14 November 2007.