

CHRISTIANI & NIELSEN (THAI) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS

AS AT 31 DECEMBER 2006 AND 2005

(Unit : Baht)

	Note	CONSOLIDATED		THE COMPANY ONLY	
		2006	2005	2006	2005 (Restated)
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	6	153,773,965	391,025,939	88,022,882	313,338,957
Construction contract debtors - net	7	771,052,342	507,155,254	771,052,342	502,053,348
Construction contracts in progress		1,045,303,910	670,794,875	1,045,303,910	666,819,875
Inventories - net		1,484,525	9,472,858	1,484,525	9,472,858
Other current assets					
Withholding tax deducted at source		290,935,313	268,244,311	289,661,379	266,873,966
Advances for construction		29,876,061	125,013,999	29,876,061	124,496,499
Others		27,469,890	19,622,669	26,406,754	15,982,749
Total other current assets		348,281,264	412,880,979	345,944,194	407,353,214
TOTAL CURRENT ASSETS		2,319,896,006	1,991,329,905	2,251,807,853	1,899,038,252
NON-CURRENT ASSETS					
Restricted deposits	6	139,586,538	83,839,733	139,586,538	83,839,733
Investments in the Subsidiaries and Joint Venture - net	8	-	-	335,999,930	337,999,930
Investments in the Associate and other companies - net	9	2,218,125	2,218,125	-	-
Amounts due from and loans to the Subsidiaries - net	10	-	-	3,707,832	3,368,918
Plant and equipment - net	11	168,901,950	144,638,937	168,901,949	144,444,213
Net assets of discontinued operation units	12	306,740,245	336,533,294	-	-
Other non-current assets					
Investments in real estate - net	13	94,090,000	94,090,000	94,090,000	94,090,000
Cash reserved for debt settlement	21	4,354,284	4,368,589	4,354,284	4,368,589
Others		3,234,562	1,364,191	3,234,562	1,364,191
Total other non-current assets		101,678,846	99,822,780	101,678,846	99,822,780
TOTAL NON-CURRENT ASSETS		719,125,704	667,052,869	749,875,095	669,475,574
TOTAL ASSETS		3,039,021,710	2,658,382,774	3,001,682,948	2,568,513,826

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

CHRISTIANI & NIELSEN (THAI) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS (Continued)

AS AT 31 DECEMBER 2006 AND 2005

(Unit : Baht)

	Note	CONSOLIDATED		THE COMPANY ONLY	
		2006	2005	2006	2005
(Restated)					
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Bank overdrafts	14	7,135,451	729,027	7,135,451	729,027
Accounts payable and accrued construction costs		1,021,815,344	709,511,703	1,021,771,670	699,062,289
Deferred construction revenues		7,809,516	-	7,809,516	-
Advances from customers		274,608,611	238,123,962	274,608,611	238,123,962
Amounts due to and loans from other companies		2,046,774	4,300,941	777,760	3,034,274
Current portion of liabilities under hire-purchase and finance lease agreements	15	9,520,844	6,087,037	9,520,844	6,087,037
Other current liabilities					
Accrued expenses		8,151,650	9,240,665	7,896,021	8,269,989
Estimated expenses for construction projects		389,880,000	380,915,000	389,880,000	380,915,000
Estimated liabilities for guarantee obligations and other payables	16, 21	69,087,338	72,282,261	69,087,338	72,282,261
Provision for other expenses		66,168,111	66,168,111	66,168,111	66,168,111
Others		42,097,862	36,359,107	39,431,010	33,494,340
Total other current liabilities		575,384,961	564,965,144	572,462,480	561,129,701
TOTAL CURRENT LIABILITIES		1,898,321,501	1,523,717,814	1,894,086,332	1,508,166,290
NON-CURRENT LIABILITIES					
Liabilities under hire-purchase and finance lease agreements, net of current portion	15	16,174,426	10,706,536	16,174,426	10,706,536
Provision for employees' benefits		191,432,186	161,083,434	191,432,186	161,083,434
TOTAL NON-CURRENT LIABILITIES		207,606,612	171,789,970	207,606,612	171,789,970
TOTAL LIABILITIES		2,105,928,113	1,695,507,784	2,101,692,944	1,679,956,260
SHAREHOLDERS' EQUITY					
Share capital	17	401,161,682	401,161,682	401,161,682	401,161,682
Revaluation surplus on assets	18	-	342,205	-	342,205
Translation adjustments		(26,530,769)	30,044,722	-	-
Retained earnings					
Appropriated - statutory reserve	19	24,812,190	22,234,821	24,812,190	22,234,821
Unappropriated		547,202,951	522,644,017	474,016,132	464,818,858
Equity attributable to the Company's shareholders		946,646,054	976,427,447	899,990,004	888,557,566
Own shares held by the Subsidiary	20	(13,552,457)	(13,552,457)	-	-
TOTAL SHAREHOLDERS' EQUITY		933,093,597	962,874,990	899,990,004	888,557,566
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		3,039,021,710	2,658,382,774	3,001,682,948	2,568,513,826

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

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 DIRECTORS

CHRISTIANI & NIELSEN (THAI) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 INCOME STATEMENTS
 FOR THE YEARS ENDED 31 DECEMBER 2006 AND 2005

		CONSOLIDATED		THE COMPANY ONLY	
	Note	2006	2005	2006	2005 (Restated)
REVENUES					
Construction income		4,837,237,081	3,623,303,798	4,826,223,229	3,535,356,427
Bad debt recovery and reversal of allowance for doubtful accounts		2,228,142	1,921,013	2,228,142	1,921,013
Reversal of liabilities for guarantee obligations		131,570	8,312,881	131,570	8,312,881
Other income					
Dividend income	8, 9	9,867,375	36,512,175	12,000,000	-
Interest income		7,563,018	7,958,140	6,586,689	8,159,760
Gain on exchange		1,147,305	-	2,115	-
Others		8,715,533	15,518,762	8,818,542	16,763,927
Total other income		27,293,231	59,989,077	27,407,346	24,923,687
TOTAL REVENUES		4,866,890,024	3,693,526,769	4,855,990,287	3,570,514,008
EXPENSES					
Costs of construction		4,623,739,807	3,365,168,326	4,615,319,400	3,292,010,075
Administrative expenses		161,041,630	151,349,385	155,175,730	144,570,466
Depreciation	11	32,193,343	28,114,259	32,085,769	27,966,589
Loss on exchange		-	1,951,792	-	1,688,809
Provision for other expenses		-	13,000,000	-	13,000,000
TOTAL EXPENSES		4,816,974,780	3,559,583,762	4,802,580,899	3,479,235,939
INCOME BEFORE INTEREST EXPENSES, INCOME TAX, AND RESULTS OF DISCONTINUED OPERATION UNITS		49,915,244	133,943,007	53,409,388	91,278,069
INTEREST EXPENSES		(1,862,017)	(1,078,707)	(1,862,017)	(1,078,707)
CORPORATE INCOME TAX	23	-	(2,403,586)	-	-
INCOME BEFORE RESULTS OF DISCONTINUED OPERATION UNITS		48,053,227	130,460,714	51,547,371	90,199,362
RESULTS OF DISCONTINUED OPERATION UNITS		17,500,558	5,711,057	-	-
NET INCOME FOR THE YEAR		65,553,785	136,171,771	51,547,371	90,199,362
BASIC EARNINGS PER SHARE					
Net income	24	0.17	0.35	0.13	0.22
Weighted average number of ordinary shares (shares)		387,609,225	387,609,225	401,161,682	401,161,682

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

CHRISTIANI & NIELSEN (THAI) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED 31 DECEMBER 2006 AND 2005

	CONSOLIDATED		THE COMPANY ONLY	
	2006	2005	2006	2005 (Restated)
(Unit : Baht)				
Cash flows from operating activities				
Net income	65,553,785	136,171,771	51,547,371	90,199,362
Adjustments to reconcile net income to net cash provided by (used in) operating activities :-				
Depreciation	32,193,343	28,114,259	32,085,769	27,966,589
Amortisation	3,778,249	3,724,281	3,778,249	3,724,281
Decrease in allowance for doubtful accounts	-1,402,293	-	-1,402,293	-
Reversal of liabilities for guarantee obligations	-131,570	-8,312,881	-131,570	-8,312,881
Write back of other payables	-	-12,871,733	-	-12,871,733
Write back of other current assets and liabilities	-	-915,432	-	-917,917
Allowance for impairment loss of plant and equipment	-	972,374	-	972,374
Provision for other expenses	-	13,000,000	-	13,000,000
Estimated expenses for construction projects	8,965,000	55,680,000	8,965,000	55,680,000
Loss (gain) from disposal of plant and equipment	-1,684,990	547,300	-1,637,999	547,300
Gain from disposal of investments in real estate	-	-963,119	-	-963,119
Income before changes in operating assets and liabilities	107,271,524	215,146,820	93,204,527	169,024,256
Operating assets decrease (increase) :-				
Construction contract debtors	-262,447,197	-129,784,229	-267,549,103	-148,806,748
Construction contract in progress	-374,509,035	-140,908,662	-378,484,035	-140,025,503
Inventories	7,988,333	-6,987,068	7,988,333	-6,987,068
Other current assets	62,371,284	-94,264,751	59,180,589	-102,322,162
Operating liabilities increase (decrease) :-				
Accounts payable and accrued construction costs	312,303,641	117,433,394	322,709,381	128,812,591
Deferred construction revenue	7,809,516	-	7,809,516	-
Advances from customers	36,484,649	35,517,644	36,484,649	35,517,644
Amounts due to the Subsidiary	-	-	-	-1,050,045
Amounts due to and loans from other companies	-536,308	565,336	-538,655	645,492
Other current liabilities	4,649,740	4,241,029	5,562,702	5,988,145
Provision for employees' benefits	30,348,752	22,723,342	30,348,752	22,723,342
Net cash provided by (used in) operating activities	-68,265,101	23,682,855	-83,283,344	-36,480,056

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

CHRISTIANI & NIELSEN (THAI) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENTS OF CASH FLOWS (Continued)
 FOR THE YEARS ENDED 31 DECEMBER 2006 AND 2005

	CONSOLIDATED		THE COMPANY ONLY	
	2006	2005	2006	2005 (Restated)
(Unit : Baht)				
Cash flows from investing activities				
Decrease (increase) in restricted deposits	-55,746,805	112,851,816	-55,746,805	112,851,816
Decrease (increase) in amounts due from and loans to the Subsidiaries	-	-	-338,914	5,113,330
Return from investment in Joint Venture	-	-	2,000,000	-
Acquisitions of plant and equipment	-47,227,711	-22,946,908	-47,227,711	-22,946,908
Proceeds from disposal of plant and equipment	7,445,078	17,406,998	7,310,938	17,406,998
Proceeds from disposal of investments in real estate	-	3,493,119	-	3,493,119
Decrease (increase) in net assets of discontinued operation units	29,793,049	-21,430,863	-	-
Increase in other non-current assets	-2,411,622	-4,368,589	-2,411,622	-4,368,589
Net cash provided by (used in) investing activities	<u>-68,148,011</u>	<u>85,005,573</u>	<u>-96,414,114</u>	<u>111,549,766</u>
Cash flows from financing activities				
Increase (decrease) in bank overdrafts	6,406,424	-21,422	6,406,424	-21,422
Cash paid for liabilities under hire-purchase and finance lease agreements	-7,128,896	-6,284,795	-7,128,896	-6,284,795
Cash paid for settlement of debts under debt restructuring of the rehabilitation plan	-4,781,212	-14,625,371	-4,781,212	-14,625,371
Dividend paid	-38,759,687	-	-40,114,933	-
Net cash used in financing activities	<u>-44,263,371</u>	<u>-20,931,588</u>	<u>-45,618,617</u>	<u>-20,931,588</u>
	<u>-180,676,483</u>	<u>87,756,840</u>	<u>-225,316,075</u>	<u>54,138,122</u>
Translation adjustments	-56,575,491	16,908,134	-	-
Net increase (decrease) in cash and cash equivalents	<u>-237,251,974</u>	<u>104,664,974</u>	<u>-225,316,075</u>	<u>54,138,122</u>
Cash and cash equivalents at beginning of year	391,025,939	286,360,965	313,338,957	259,200,835
Cash and cash equivalents at end of year (Note 6)	<u>153,773,965</u>	<u>391,025,939</u>	<u>88,022,882</u>	<u>313,338,957</u>
Supplemental cash flows information :-				
Cash paid during the year for				
Interest expenses	1,819,762	1,321,328	1,819,762	1,321,328
Corporate income tax	125,062,569	100,457,769	124,953,049	97,583,619
Non-cash related transactions				
Assets acquired under hire-purchase and finance lease agreements	14,988,733	4,967,931	14,988,733	4,967,931
Bad debt written-off	41,349,524	-	41,349,524	-

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

CHRISTIANI & NIELSEN (THAI) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEARS ENDED 31 DECEMBER 2006 AND 2005

(Unit : Baht)

	Note	CONSOLIDATED						
		Issued and paid up share capital	Revaluation surplus on assets	Translation adjustments	Retained earnings		Own shares held by the Subsidiary	Total
					Appropriated - statutory reserve	Unappropriated		
Balance - beginning of year 2005		401,161,682	684,409	13,136,588	-	408,364,863	-13,552,457	809,795,085
Amortisation of surplus on revaluation of assets	18	-	-342,204	-	-	342,204	-	-
Appropriation of statutory reserve	19	-	-	-	22,234,821	-22,234,821	-	-
Increase in translation adjustments		-	-	16,908,134	-	-	-	16,908,134
Net income for the year		-	-	-	-	136,171,771	-	136,171,771
Balance - end of year 2005		401,161,682	342,205	30,044,722	22,234,821	522,644,017	-13,552,457	962,874,990
Amortisation of surplus on revaluation of assets	18	-	-342,205	-	-	342,205	-	-
Appropriation of statutory reserve	19	-	-	-	2,577,369	-2,577,369	-	-
Dividend paid	22	-	-	-	-	-38,759,687	-	-38,759,687
Decrease in translation adjustments		-	-	-56,575,491	-	-	-	-56,575,491
Net income for the year		-	-	-	-	65,553,785	-	65,553,785
Balance - end of year 2006		401,161,682	-	-26,530,769	24,812,190	547,202,951	-13,552,457	933,093,597

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

CHRISTIANI & NIELSEN (THAI) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (Continued)
 FOR THE YEARS ENDED 31 DECEMBER 2006 AND 2005

(Unit : Baht)

		THE COMPANY ONLY						
		Issued and paid up share capital	Revaluation surplus on assets	Translation adjustments	Retained earnings		Own shares held by the Subsidiary	Total
Note					Appropriated - statutory reserve	Unappropriated		
Balance - beginning of year 2005 - as previously reported		401,161,682	684,409	13,136,588	-	408,364,863	-13,552,457	809,795,085
Cumulative effect of the change in accounting policy for investments in subsidiaries		4	-	-13,136,588	-	-11,852,750	13,552,457	-11,436,881
Balance - beginning of year 2005 - restated		401,161,682	684,409	-	-	396,512,113	-	798,358,204
Amortisation of surplus on revaluation of assets		18	-	-342,204	-	342,204	-	-
Appropriation of statutory reserve		19	-	-	22,234,821	-22,234,821	-	-
Net income for the year - restated		-	-	-	-	90,199,362	-	90,199,362
Balance - end of year 2005 - as restated		401,161,682	342,205	-	22,234,821	464,818,858	-	888,557,566
Amortisation of surplus on revaluation of assets		18	-	-342,205	-	342,205	-	-
Appropriation of statutory reserve		19	-	-	2,577,369	-2,577,369	-	-
Dividend paid		22	-	-	-	-40,114,933	-	-40,114,933
Net income for the year		-	-	-	-	51,547,371	-	51,547,371
Balance - end of year 2006		401,161,682	-	-	24,812,190	474,016,132	-	899,990,004

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