

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

BALANCE SHEETS

AS AT 31 DECEMBER 2007 AND 2006

(Unit : Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2007	2006	2007	2006
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	6	195,961,439	153,773,965	131,617,396	88,022,882
Construction contract debtors - net	7	881,838,889	771,052,342	872,028,219	771,052,342
Construction contracts in progress		861,496,699	1,045,303,910	866,851,271	1,045,303,910
Inventories - net		9,894,851	1,484,525	1,647,943	1,484,525
Other current assets					
Withholding tax deducted at source		467,128,517	290,935,313	466,655,653	289,661,379
Advances for construction		41,742,951	29,876,061	41,742,951	29,876,061
Others		36,707,230	27,369,890	34,590,203	26,306,754
Total other current assets		545,578,698	348,181,264	542,988,807	345,844,194
TOTAL CURRENT ASSETS		2,494,770,576	2,319,796,006	2,415,133,636	2,251,707,853
NON-CURRENT ASSETS					
Restricted deposits	6	162,539,648	139,586,538	162,539,648	139,586,538
Investments in the subsidiaries - net	8	-	-	335,999,930	335,999,930
Investments in the jointly controlled entities	9	-	-	1,800,000	-
Investments in the associate and other companies - net	10	2,818,125	2,318,125	600,000	100,000
Amounts due from and loans to the subsidiaries and the jointly controlled entity - net	11	1,048,772	-	6,542,185	3,707,832
Plant and equipment - net	12	196,394,819	168,901,950	196,394,818	168,901,949
Net assets of discontinued operation units	13	327,361,645	306,740,245	-	-
Other non-current assets					
Investments in real estate - net	14	103,231,000	94,090,000	103,231,000	94,090,000
Cash reserved for debt settlement	17	4,319,918	4,354,284	4,319,918	4,354,284
Others		9,012,339	3,234,562	9,012,339	3,234,562
Total other non-current assets		116,563,257	101,678,846	116,563,257	101,678,846
TOTAL NON-CURRENT ASSETS		806,726,266	719,225,704	820,439,838	749,975,095
TOTAL ASSETS		3,301,496,842	3,039,021,710	3,235,573,474	3,001,682,948

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 2007 AND 2006

(Unit : Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2007	2006	2007	2006
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Bank overdrafts and short-term bank loan	15	36,727,074	7,135,451	36,727,074	7,135,451
Accounts payable and accrued construction costs		1,063,643,199	1,021,815,344	1,057,935,582	1,021,771,670
Deferred construction revenues		-	7,809,516	-	7,809,516
Advances from customers		196,139,476	274,608,611	192,046,295	274,608,611
Amounts due to and loans from other companies		2,056,749	2,046,774	849,133	777,760
Current portion of liabilities under hire-purchase and finance lease agreements	16	10,120,829	9,520,844	10,120,829	9,520,844
Other current liabilities					
Accrued expenses		8,573,827	8,151,650	8,211,153	7,896,021
Estimated expenses for construction projects		536,625,000	389,880,000	536,625,000	389,880,000
Estimated liabilities for guarantee obligations and other payables	17	69,087,338	69,087,338	69,087,338	69,087,338
Provision for other expenses		66,168,111	66,168,111	66,168,111	66,168,111
Others		60,805,740	42,097,862	57,865,811	39,431,010
Total other current liabilities		741,260,016	575,384,961	737,957,413	572,462,480
TOTAL CURRENT LIABILITIES		2,049,947,343	1,898,321,501	2,035,636,326	1,894,086,332
NON-CURRENT LIABILITIES					
Liabilities under hire-purchase and finance lease agreements - net of current portion	16	13,018,600	16,174,426	13,018,600	16,174,426
Provision for employees' benefits		220,334,697	191,432,186	220,334,697	191,432,186
TOTAL NON-CURRENT LIABILITIES		233,353,297	207,606,612	233,353,297	207,606,612
TOTAL LIABILITIES		2,283,300,640	2,105,928,113	2,268,989,623	2,101,692,944
SHAREHOLDERS' EQUITY					
Share capital	18	401,161,682	401,161,682	401,161,682	401,161,682
Revaluation surplus on assets		8,998,006	-	8,998,006	-
Translation adjustments		(48,225,440)	(26,530,769)	-	-
Retained earnings					
Appropriated - statutory reserve	19	28,694,856	24,812,190	28,694,856	24,812,190
Unappropriated		641,119,555	547,202,951	527,729,307	474,016,132
Equity attributable to the Company's shareholders		1,031,748,659	946,646,054	966,583,851	899,990,004
Own shares held by the subsidiary	20	(13,552,457)	(13,552,457)	-	-
TOTAL SHAREHOLDERS' EQUITY		1,018,196,202	933,093,597	966,583,851	899,990,004
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		3,301,496,842	3,039,021,710	3,235,573,474	3,001,682,948
		-	-	-	-

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 2007 AND 2006

		Consolidated financial statements		Separate financial statements	
	Note	2007	2006 (Restated)	2007	2006 (Restated)
(Unit : Baht)					
REVENUES					
Construction income		6,301,809,160	4,837,237,081	6,296,898,949	4,826,223,229
Bad debt recovery and reversal of allowance for doubtful accounts		562,110	2,228,142	562,110	2,228,142
Reversal of allowance for impairment loss of plant and equipment		972,374	-	972,374	-
Reversal of allowance for impairment loss of investments in real estate	14	9,141,000	-	9,141,000	-
Other income					
Dividend income	9, 10	14,217,000	9,867,375	2,000,000	12,000,000
Interest income		5,757,149	7,563,018	5,097,171	6,586,689
Gain on exchange		1,251,938	1,147,305	239,309	2,115
Others		5,095,742	8,847,103	5,215,743	8,950,112
Total other income		26,321,829	27,424,801	12,552,223	27,538,916
TOTAL REVENUES		6,338,806,473	4,866,890,024	6,320,126,656	4,855,990,287
EXPENSES					
Costs of construction		6,047,007,922	4,623,739,807	6,042,905,855	4,615,319,400
Administrative expenses		153,698,170	161,041,630	153,942,054	155,175,730
Depreciation	12	42,727,229	31,851,138	42,727,229	31,743,564
TOTAL EXPENSES		6,243,433,321	4,816,632,575	6,239,575,138	4,802,238,694
INCOME BEFORE INTEREST EXPENSES, CORPORATE INCOME TAX, AND RESULTS OF DISCONTINUED OPERATION UNITS					
		95,373,152	50,257,449	80,551,518	53,751,593
INTEREST EXPENSES		(2,898,221)	(1,862,017)	(2,898,202)	(1,862,017)
CORPORATE INCOME TAX	21	(240,772)	-	-	-
INCOME BEFORE RESULTS OF DISCONTINUED OPERATION UNITS					
		92,234,159	48,395,432	77,653,316	51,889,576
RESULTS OF DISCONTINUED OPERATION UNITS		24,944,963	17,500,558	-	-
NET INCOME FOR THE YEAR		117,179,122	65,895,990	77,653,316	51,889,576
BASIC EARNINGS PER SHARE					
Net income	22	0.30	0.17	0.19	0.13
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 2007 AND 2006

	(Unit : Baht)			
	Consolidated financial statements		Separate financial statements	
	<u>2007</u>	<u>2006</u> (Restated)	<u>2007</u>	<u>2006</u> (Restated)
Cash flows from operating activities				
Net income	117,179,122	65,895,990	77,653,316	51,889,576
Adjustments to reconcile net income to net cash provided by (used in) operating activities :-				
Depreciation	42,727,229	31,851,138	42,727,229	31,743,564
Amortisation	4,580,065	3,778,249	4,580,065	3,778,249
Increase (decrease) in allowance for doubtful accounts	-	-1,402,293	1,650,000	-1,402,293
Reversal of liabilities for guarantee obligations	-	-131,570	-	-131,570
Reversal of allowance for impairment loss of plant and equipment	-972,374	-	-972,374	-
Reversal of allowance for impairment loss of investments in real estate	-9,141,000	-	-9,141,000	-
Increase in estimated expenses for construction projects	146,745,000	8,965,000	146,745,000	8,965,000
Gain from disposals of plant and equipment	-14,442	-1,684,990	-14,442	-1,637,999
Income from operating activities before changes in operating assets and liabilities	<u>301,103,600</u>	<u>107,271,524</u>	<u>263,227,794</u>	<u>93,204,527</u>
Operating assets decrease (increase) :-				
Construction contract debtors	-110,786,547	-262,447,197	-100,975,877	-267,549,103
Construction contract in progress	183,807,211	-374,509,035	178,452,639	-378,484,035
Inventories	-8,410,326	7,988,333	-163,418	7,988,333
Other current assets	-197,937,434	62,371,284	-197,684,613	59,180,589
Operating liabilities increase (decrease) :-				
Accounts payable and accrued construction costs	41,827,855	312,303,641	36,163,912	322,709,381
Deferred construction revenue	-7,809,516	7,809,516	-7,809,516	7,809,516
Advances from customers	-78,469,135	36,484,649	-82,562,316	36,484,649
Amounts due to and loans from other companies	9,975	-536,308	71,373	-538,655
Other current liabilities	19,130,055	4,649,740	18,749,933	5,562,702
Provision for employees' benefits	28,902,511	30,348,752	28,902,511	30,348,752
Net cash provided by (used in) operating activities	<u>171,368,249</u>	<u>-68,265,101</u>	<u>136,372,422</u>	<u>-83,283,344</u>

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 2007 AND 2006

	Consolidated financial statements		Separate financial statements	
	2007	2006 (Restated)	2007	2006 (Restated)
(Unit : Baht)				
Cash flows from investing activities				
Increase in restricted deposits	-22,953,110	-55,746,805	-22,953,110	-55,746,805
Increase in amounts due from and loans to the subsidiaries and the jointly controlled entity	-1,048,772	-	-4,484,353	-338,914
Return from investment in the jointly controlled entity	-	-	-	2,000,000
Increase in investments in jointly controlled entities and other companies	-500,000	-	-2,300,000	-
Acquisitions of plant and equipment	-56,910,843	-47,227,711	-56,910,843	-47,227,711
Proceeds from disposals of plant and equipment	3,640,570	7,445,078	3,640,570	7,310,938
Decrease (increase) in net assets of discontinued operation units	-20,621,400	29,793,049	-	-
Increase in other non-current assets	-7,965,633	-2,411,622	-7,965,633	-2,411,622
Net cash used in investing activities	-106,359,188	-68,148,011	-90,973,369	-96,414,114
Cash flows from financing activities				
Increase in bank overdrafts and short-term bank loan	29,591,623	6,406,424	29,591,623	6,406,424
Cash paid for liabilities under hire-purchase and finance lease agreements	-11,338,687	-7,128,896	-11,338,687	-7,128,896
Cash paid for settlement of debts under debt restructuring of the rehabilitation plan	-	-4,781,212	-	-4,781,212
Dividend paid	-19,379,852	-38,759,687	-20,057,475	-40,114,933
Net cash used in financing activities	-1,126,916	-44,263,371	-1,804,539	-45,618,617
	63,882,145	-180,676,483	43,594,514	-225,316,075
Translation adjustments	-21,694,671	-56,575,491	-	-
Net increase (decrease) in cash and cash equivalents	42,187,474	-237,251,974	43,594,514	-225,316,075
Cash and cash equivalents at beginning of year	153,773,965	391,025,939	88,022,882	313,338,957
Cash and cash equivalents at end of year (Note 6)	195,961,439	153,773,965	131,617,396	88,022,882
Supplemental cash flows information :-				
Cash paid during the year for				
Interest expenses	2,897,718	1,819,762	2,897,699	1,819,762
Corporate income tax	176,433,976	125,062,569	176,994,274	124,953,049
Non-cash related transactions				
Bad debt written-off	-	41,349,524	-	41,349,524
Assets acquired under hire-purchase and finance lease agreements	6,965,003	14,988,733	6,965,003	14,988,733
Revaluation of assets	9,668,077	-	9,668,077	-
Depreciation on revalued amount of assets	670,071	342,205	670,071	342,205

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 2007 AND 2006

(Unit : Baht)

		Consolidated financial statements						
		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 as at 31 December 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	-	-342,205	-	-	-	-	-342,205
19	Appropriation of statutory reserve	-	-	-	2,577,369	-2,577,369	-	-
23	Dividend paid	-	-	-	-	-38,759,687	-	(38,759,687)
	Decrease in translation adjustments	-	-	-56,575,491	-	-	-	-56,575,491
42	Net income for the year (restated)	-	-	-	-	65,895,990	-	65,895,990
	Balance as at 31 December 2006	401,161,682	-	-26,530,769	24,812,190	547,202,951	-13,552,457	933,093,597
12	Increase in revaluation surplus on assets	-	9,668,077	-	-	-	-	9,668,077
	Amortisation of surplus on revaluation of assets	-	-670,071	-	-	-	-	-670,071
19	Appropriation of statutory reserve	-	-	-	3,882,666	-3,882,666	-	-
23	Dividend paid	-	-	-	-	-19,379,852	-	-19,379,852
	Decrease in translation adjustments	-	-	-21,694,671	-	-	-	-21,694,671
	Net income for the year	-	-	-	-	117,179,122	-	117,179,122
	Balance as at 31 December 2007	401,161,682	8,998,006	-48,225,440	28,694,856	641,119,555	-13,552,457	1,018,196,202

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 2007 AND 2006

(Unit : Baht)

	Note	Separate financial statements						
		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 as at 31 December 2005- as previously reported		401,161,682	342,205	30,044,722	22,234,821	522,644,017	-13,552,457	962,874,990
Cumulative effect of the change in accounting policy for investments in subsidiaries and jointly controlled entities	41	-	-	-30,044,722	-	-57,825,159	13,552,457	-74,317,424
Balance as at 31 December 2005- as restated		401,161,682	342,205	-	22,234,821	464,818,858	-	888,557,566
Amortisation of surplus on revaluation of assets		-	-342,205	-	-	-	-	-342,205
Appropriation of statutory reserve	19	-	-	-	2,577,369	-2,577,369	-	-
Dividend paid	23	-	-	-	-	-40,114,933	-	-40,114,933
Net income for the year (restated)	42	-	-	-	-	51,889,576	-	51,889,576
Balance as at 31 December 2006- as restated		401,161,682	-	-	24,812,190	474,016,132	-	899,990,004
Increase in revaluation surplus on assets	12	-	9,668,077	-	-	-	-	9,668,077
Amortisation of surplus on revaluation of assets		-	-670,071	-	-	-	-	-670,071
Appropriation of statutory reserve	19	-	-	-	3,882,666	-3,882,666	-	-
Dividend paid	23	-	-	-	-	-20,057,475	-	-20,057,475
Net income for the year		-	-	-	-	77,653,316	-	77,653,316
Balance as at 31 December 2007		401,161,682	8,998,006	-	28,694,856	527,729,307	-	966,583,851

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