

**SIAMGAS AND PETROCHEMICALS PUBLIC COMPANY LIMITED**

**INTERIM CONSOLIDATED AND COMPANY  
FINANCIAL STATEMENTS  
(UNAUDITED) REISSUED**

**31 MARCH 2011**

## **AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS**

To the Shareholders and the Board of Directors of Siamgas and Petrochemicals Public Company Limited

I have reviewed the accompanying consolidated and company statements of financial position as at 31 March 2011, and the related consolidated and company statements of income, comprehensive income, changes in equity, and cash flows for the three-month periods ended 31 March 2011 and 2010 of Siamgas and Petrochemicals Public Company Limited and its subsidiaries and of Siamgas and Petrochemicals Public Company Limited, respectively. The Company's management is responsible for the correctness and completeness of information in these interim financial statements. My responsibility is to issue a report on these interim financial statements based on my reviews.

I conducted my reviews in accordance with the standard on auditing applicable to review engagements. This standard requires that I plan and perform a review to obtain moderate assurance as to whether the interim financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit, and accordingly, I do not express an audit opinion.

Based on my reviews, nothing has come to my attention that causes me to believe that the consolidated and company interim financial statements referred to above are not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

I have audited the consolidated and company financial statements for the year ended 31 December 2010 of Siamgas and Petrochemicals Public Company Limited and its subsidiaries and of Siamgas and Petrochemicals Public Company Limited, respectively, in accordance with generally accepted auditing standards and expressed an unqualified opinion on those statements in my report dated 28 February 2011 and subsequently reissued the auditor's report on 11 November 2011. The consolidated and company statements of financial position as at 31 December 2010 (reissued), presented for comparative purpose, are part of the consolidated and company financial statements which I have audited and issued the report. As discussed in Note 3 to the interim consolidated and company financial statements, from 1 January 2011, the Group and the Company have adopted the new and revised financial reporting standards as announced by the Federation of Accounting Professions. The interim consolidated and company financial statements for the three-month period ended 31 March 2010, presented for comparative purposes, are therefore presented in the new format to conform with the current period financial statements.

Without qualifying my report, I draw attention to Note 24 in the interim financial statements which indicated that the previously issued interim consolidated financial statements for the three-month period ended 31 March 2011 on which I issued an unqualified report dated 12 May 2011 have been revised and reissued. The revision is to recognise the excess of the fair value of the identifiable net assets acquired over the cost of acquisition by Baht 653 million as gain on business acquisition in the consolidated statement of income for the year ended 31 December 2010. Previously, the gain was recognised in the consolidated statement of income for the three-month period ended 31 March 2011. This review report replaces the previously issued as mentioned.

Vichien Khingmontri  
Certified Public Accountant (Thailand) No. 3977  
PricewaterhouseCoopers ABAS Limited

Bangkok  
11 November 2011

**Siamgas and Petrochemicals Public Company Limited**  
**Statements of Financial Position**  
**As at 31 March 2011 and 31 December 2010**

		<b>Consolidated</b>		<b>Company</b>	
		<b>Unaudited 31 March 2011 Restated Baht'000</b>	<b>Audited 31 December 2010 Baht'000</b>	<b>Unaudited 31 March 2011 Baht'000</b>	<b>Audited 31 December 2010 Baht'000</b>
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		1,542,660	938,780	226,566	233,898
Trade accounts receivable, net	6	2,291,757	1,136,366	1,394,225	322,219
Trade accounts receivable from related parties	21	1,271	1,220	655,662	173,802
Inventories, net	7	1,407,375	1,909,951	465,237	1,116,789
Other current assets		257,425	281,025	111,006	92,415
<b>Total current assets</b>		<b>5,500,488</b>	<b>4,267,342</b>	<b>2,852,696</b>	<b>1,939,123</b>
<b>Non-current assets</b>					
Investments in subsidiaries	8	-	-	5,500,976	5,500,976
Investment in a joint venture	8	500	500	500	500
Long-term investment		200	200	-	-
Long-term loans to related parties, net	21	-	-	482,134	552,981
Property, plant and equipment, net	9, 24	9,975,932	9,483,797	2,933,701	2,913,623
Investment property, net	10	30,219	30,858	-	-
Intangible assets	9, 24	1,765,304	1,761,500	8,081	7,928
Deposit for investment		151,484	150,757	-	-
Other non-current assets		117,655	187,780	57,139	63,344
<b>Total non-current assets</b>		<b>12,041,294</b>	<b>11,615,392</b>	<b>8,982,531</b>	<b>9,039,352</b>
<b>Total assets</b>		<b>17,541,782</b>	<b>15,882,734</b>	<b>11,835,227</b>	<b>10,978,475</b>

Director \_\_\_\_\_ Director \_\_\_\_\_

The notes to the consolidated and company interim financial statements from pages 11 to 30 are an integral part of these interim financial statements.

**Siamgas and Petrochemicals Public Company Limited**  
**Statements of Financial Position**  
**As at 31 March 2011 and 31 December 2010**

		<b>Consolidated</b>		<b>Company</b>	
		<b>Unaudited</b>	<b>Audited</b>	<b>Unaudited</b>	<b>Audited</b>
	<b>Notes</b>	<b>31 March</b>	<b>31 December</b>	<b>31 March</b>	<b>31 December</b>
		<b>2011</b>	<b>2010</b>	<b>2011</b>	<b>2010</b>
		<b>Restated</b>			
		<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Bank overdrafts and short-term loans					
from financial institutions	11	3,662,207	2,171,598	2,312,053	1,047,451
Trade accounts payable		1,110,859	1,732,666	515,544	1,140,763
Trade accounts payable to related parties	21	-	-	88,208	32,970
Current portion of long-term loans	12	1,074,625	688,747	924,356	604,356
Current portion of finance lease liabilities	13	16,337	-	-	-
Short-term loans from related companies	21	-	-	40,000	-
Other payables		104,954	101,639	26,475	20,351
Accrued corporate income tax		384,556	265,154	133,662	97,497
Other current liabilities		195,963	163,728	64,022	37,836
<b>Total current liabilities</b>		<b>6,549,501</b>	<b>5,123,532</b>	<b>4,104,320</b>	<b>2,981,224</b>
<b>Non-current liabilities</b>					
Long-term loans from					
financial institutions, net	12	2,019,873	2,200,806	1,205,263	1,756,368
Long-term loans from related parties	21	-	-	1,460,000	1,310,000
Finance lease liabilities, net	13	30,510	-	-	-
Cylinder deposits		2,499,320	2,433,207	334,865	305,967
Employee benefit obligations	14	73,321	-	27,142	-
Other non-current liabilities		24,728	23,654	1,942	1,784
<b>Total non-current liabilities</b>		<b>4,647,752</b>	<b>4,657,667</b>	<b>3,029,212</b>	<b>3,374,119</b>
<b>Total liabilities</b>		<b>11,197,253</b>	<b>9,781,199</b>	<b>7,133,532</b>	<b>6,355,343</b>

The notes to the consolidated and company interim financial statements from pages 11 to 30 are an integral part of these interim financial statements.

**Siamgas and Petrochemicals Public Company Limited**  
**Statements of Financial Position**  
**As at 31 March 2011 and 31 December 2010**

	Notes	Consolidated		Company	
		Unaudited 31 March 2011 Restated Baht'000	Audited 31 December 2010 Baht'000	Unaudited 31 March 2011 Baht'000	Audited 31 December 2010 Baht'000
<b>Liabilities and equity (continued)</b>					
<b>Equity</b>					
Share capital	15				
Authorised share capital					
950,000,000 ordinary shares with a par value of Baht 1 per share		950,000	950,000	950,000	950,000
Issued and paid-up share capital					
950,000,000 ordinary shares fully paid of Baht 1 each		950,000	950,000	950,000	950,000
Premium on share capital	15	1,874,482	1,874,482	1,874,482	1,874,482
Retained earnings					
Appropriated					
- Legal reserve	17	162,089	162,089	162,089	162,089
- Reserve for treasury stock	18	272,143	272,143	272,143	272,143
Unappropriated		3,639,667	3,407,335	2,094,638	2,016,075
Other components of equity		(343,454)	(359,708)	(379,514)	(379,514)
<u>Less</u> Treasury stock	15, 18	(272,143)	(272,143)	(272,143)	(272,143)
<b>Equity attributable to owners of the parent</b>		6,282,784	6,034,198	4,701,695	4,623,132
Non-controlling interests		61,745	67,337	-	-
<b>Total equity</b>		6,344,529	6,101,535	4,701,695	4,623,132
<b>Total liabilities and equity</b>		17,541,782	15,882,734	11,835,227	10,978,475

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**Siamgas and Petrochemicals Public Company Limited**

**Statements of Income**

**For the three-month periods ended 31 March 2011 and 2010 (Unaudited)**

	Notes	Consolidated		Company	
		2011 Restated Baht'000	2010 Baht'000	2011 Baht'000	2010 Baht'000
<b>Revenue</b>					
Revenue from sales		8,441,038	5,337,745	5,019,506	2,998,637
Revenue from transportation		110,151	81,237	-	-
Revenue from services		62,313	27,501	14,918	24,434
<b>Total revenue</b>		<b>8,613,502</b>	<b>5,446,483</b>	<b>5,034,424</b>	<b>3,023,071</b>
Cost of sales and services		(7,955,980)	(4,874,675)	(4,789,065)	(2,774,911)
<b>Gross profit</b>		<b>657,522</b>	<b>571,808</b>	<b>245,359</b>	<b>248,160</b>
Dividend income	16	-	-	22,715	-
Other income		75,712	25,305	19,949	10,478
<b>Total other income</b>		<b>75,712</b>	<b>25,305</b>	<b>42,664</b>	<b>10,478</b>
<b>Profit before expenses</b>		<b>733,234</b>	<b>597,113</b>	<b>288,023</b>	<b>258,638</b>
Selling expenses		(37,221)	(9,750)	(12,781)	(8,883)
Administrative expenses		(183,910)	(105,985)	(72,717)	(45,809)
Management's remuneration		(10,595)	(10,511)	(6,129)	(6,378)
<b>Total expenses</b>		<b>(231,726)</b>	<b>(126,246)</b>	<b>(91,627)</b>	<b>(61,070)</b>
<b>Profit before finance costs and income tax</b>		<b>501,508</b>	<b>470,867</b>	<b>196,396</b>	<b>197,568</b>
Finance costs		(79,540)	(11,087)	(54,330)	(5,879)
<b>Profit before income tax</b>		<b>421,968</b>	<b>459,780</b>	<b>142,066</b>	<b>191,689</b>
Income tax	19	(122,311)	(138,110)	(36,797)	(46,990)
<b>Profit for the period</b>	24	<b>299,657</b>	<b>321,670</b>	<b>105,269</b>	<b>144,699</b>
<b>Profit attributable to:</b>					
Owners of the parent		303,739	327,965	105,269	144,699
Non-controlling interests		(4,082)	(6,295)	-	-
<b>Profit for the period</b>		<b>299,657</b>	<b>321,670</b>	<b>105,269</b>	<b>144,699</b>
<b>Earnings per share for profit attributable to the equity holders of the parent</b>					
	20, 24				
Basic earnings per share (Baht)		0.33	0.36	0.11	0.16

The notes to the consolidated and company interim financial statements from pages 11 to 30 are an integral part of these interim financial statements.

**Siamgas and Petrochemicals Public Company Limited**  
**Statements of Comprehensive Income**  
**For the three-month periods ended 31 March 2011 and 2010 (Unaudited)**

	<b>Consolidated</b>		<b>Company</b>	
	<b>2011</b>	<b>2010</b>	<b>2011</b>	<b>2010</b>
	<b>Restated</b>			
	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>
Net profit for the period	299,657	321,670	105,269	144,699
Other comprehensive income:				
- Currency translation difference	16,254	(6,372)	-	-
<b>Other comprehensive income for the period</b>	<b>16,254</b>	<b>(6,372)</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>	<b>315,911</b>	<b>315,298</b>	<b>105,269</b>	<b>144,699</b>
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	319,993	321,593	105,269	144,699
Non-controlling interests	(4,082)	(6,295)	-	-
	<b>315,911</b>	<b>315,298</b>	<b>105,269</b>	<b>144,699</b>

The notes to the consolidated and company interim financial statements from pages 11 to 30 are an integral part of these interim financial statements.

Siamgas and Petrochemicals Public Company Limited

Statements of Changes in Equity

For the three-month periods ended 31 March 2011 and 2010 (Unaudited)

	Consolidated												
	Attributable to equity holders of the parent												
	Issued and paid-up share capital	Premium on share capital	Retained earnings			Revaluation surplus on land	Other components of equity		Currency translation difference	Total other component of equity	Treasury stock	Non-controlling interests	Total equity
			Legal reserve	Reserve for treasury stock	Unappropriated		Difference from purchase of assets from a business combination under common control	Difference from taking equity of a business combination under common control					
Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	
<b>Opening balance - 1 January 2011</b>	950,000	1,874,482	162,089	272,143	3,407,335	310,444	(660,734)	22,583	(32,001)	(359,708)	(272,143)	67,337	6,101,535
Adjustments from changes in accounting policy (Note 3)													
- Employee benefit obligations	-	-	-	-	(71,407)	-	-	-	-	-	-	-	(71,407)
Dividends paid (Note 16)	-	-	-	-	-	-	-	-	-	-	-	(1,510)	(1,510)
Total comprehensive income for the period	-	-	-	-	303,739	-	-	-	16,254	16,254	-	(4,082)	315,911
<b>Closing balance - 31 March 2011</b>	<b>950,000</b>	<b>1,874,482</b>	<b>162,089</b>	<b>272,143</b>	<b>3,639,667</b>	<b>310,444</b>	<b>(660,734)</b>	<b>22,583</b>	<b>(15,747)</b>	<b>(343,454)</b>	<b>(272,143)</b>	<b>61,745</b>	<b>6,344,529</b>
<b>Opening balance - 1 January 2010</b>	950,000	1,874,482	116,864	272,143	2,081,718	310,444	(660,734)	22,583	(2,950)	(330,657)	(272,143)	83,630	4,776,037
Dividends paid	-	-	-	-	(275,679)	-	-	-	-	-	-	-	(275,679)
Total comprehensive income for the period	-	-	-	-	327,965	-	-	-	(6,372)	(6,372)	-	(6,295)	315,298
<b>Closing balance - 31 March 2010</b>	<b>950,000</b>	<b>1,874,482</b>	<b>116,864</b>	<b>272,143</b>	<b>2,134,004</b>	<b>310,444</b>	<b>(660,734)</b>	<b>22,583</b>	<b>(9,322)</b>	<b>(337,029)</b>	<b>(272,143)</b>	<b>77,335</b>	<b>4,815,656</b>

The notes to the consolidated and company interim financial statements from pages 11 to 30 are an integral part of these interim financial statements.



Siamgas and Petrochemicals Public Company Limited

Statements of Changes in Equity

For the three-month periods ended 31 March 2011 and 2010 (Unaudited)

	Company									
	Issued and paid-up share capital Baht'000	Premium on share capital Baht'000	Retained earnings			Revaluation surplus on land Baht'000	Other components of equity		Treasury stock Baht'000	Total equity Baht'000
			Legal reserve Baht'000	Reserve for treasury stock Baht'000	Unappropriated Baht'000		Difference from taking equity of a business combination under common control Baht'000	Total other component of equity Baht'000		
<b>Opening balance - 1 January 2011</b>	950,000	1,874,482	162,089	272,143	2,016,075	281,220	(660,734)	(379,514)	(272,143)	4,623,132
Adjustments from changes in accounting policy (Note 3)										
- Employee benefit obligations	-	-	-	-	(26,706)	-	-	-	-	(26,706)
Total comprehensive income for the period	-	-	-	-	105,269	-	-	-	-	105,269
<b>Closing balance - 31 March 2011</b>	<b>950,000</b>	<b>1,874,482</b>	<b>162,089</b>	<b>272,143</b>	<b>2,094,638</b>	<b>281,220</b>	<b>(660,734)</b>	<b>(379,514)</b>	<b>(272,143)</b>	<b>4,701,695</b>
<b>Opening balance - 1 January 2010</b>	950,000	1,874,482	116,864	272,143	1,386,427	281,220	(660,734)	(379,514)	(272,143)	3,948,259
Dividends paid	-	-	-	-	(275,679)	-	-	-	-	(275,679)
Total comprehensive income for the period	-	-	-	-	144,699	-	-	-	-	144,699
<b>Closing balance - 31 March 2010</b>	<b>950,000</b>	<b>1,874,482</b>	<b>116,864</b>	<b>272,143</b>	<b>1,255,447</b>	<b>281,220</b>	<b>(660,734)</b>	<b>(379,514)</b>	<b>(272,143)</b>	<b>3,817,279</b>

The notes to the consolidated and company interim financial statements from pages 11 to 30 are an integral part of these interim financial statements.

**Siamgas and Petrochemicals Public Company Limited**  
**Statements of Cash Flows**  
**For the three-month periods ended 31 March 2011 and 2010 (Unaudited)**

	Notes	Consolidated		Company	
		2011	2010	2011	2010
		Restated Baht'000	Baht'000	Baht'000	Baht'000
<b>Cash flows from operating activities</b>					
Net profit before income tax		421,968	459,780	142,066	191,689
Adjustments for:					
Depreciation expenses - plant and equipment	9	121,632	98,692	14,817	13,714
Amortisation expenses - intangible assets	9	3,080	1,097	319	293
Depreciation expenses - investment property	10	639	-	-	-
(Gain) loss on sales/written off of property, plant and equipment, net		1,262	(6,299)	101	(683)
Allowance for doubtful debts (reversal)		1,822	(145)	(5)	(2)
Provision for diminution in value of inventories		2	1,150	-	-
Written off withholding tax		-	1,552	-	-
Amortisation expenses - deferred charges		4,289	-	-	-
Employee benefit obligations	14	2,093	-	614	-
Unrealised (gain) loss on exchange rate		367	759	(152)	708
Dividends received	16	-	-	(22,715)	-
Amortised financing fee	12	1,194	-	1,194	-
Interest expenses		58,750	6,207	37,502	2,825
		617,098	562,793	173,741	208,544
Changes in operating working capital					
- trade accounts receivable		(1,156,613)	(111,967)	(1,072,001)	(57,903)
- trade accounts receivable from related parties		(50)	(42)	(481,860)	4,422
- inventories		502,574	(9,528)	651,552	(6,131)
- other current assets		14,319	18,304	(20,266)	62,153
- other non-current assets		68,085	380	6,205	(1,018)
- trade accounts payable		(621,806)	9,333	(625,219)	87,719
- trade accounts payable to related parties		-	-	59,665	4,704
- other payables		5,739	5,075	9,327	(4,611)
- cylinder deposits		66,113	29,100	28,898	15,581
- other current liabilities		22,848	(6,295)	26,421	1,177
- other non-current liabilities		404	839	(20)	86
Cash flows receipts from (payments for) operating activities before interest and income tax paid		(481,289)	497,992	(1,243,557)	314,723
- Interest paid		(57,284)	(6,308)	(37,738)	(418)
- Income tax paid		(2,909)	(3,795)	(632)	(938)
Net cash receipts from (payments for) operating activities		(541,482)	487,889	(1,281,927)	313,367
<b>Cash flows from investing activities</b>					
Proceeds from disposals of short-term investments		-	10,111	-	-
Payment for long-term loans to related parties	21	-	-	-	(50,000)
Receipt from long-term loans from related parties	21	-	-	71,000	1,000
Purchase of investment in subsidiary		-	(363,523)	-	(380,650)
Purchases of property, plant and equipment		(569,541)	(318,503)	(41,423)	(255,693)
Proceeds from disposals of property, plant and equipment		6,006	6,406	-	-
Purchases of intangible assets		(2,946)	-	-	-
Dividends received	16	-	-	22,715	-
Net cash receipts from (payments for) investing activities		(566,481)	(665,509)	52,292	(685,343)

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**Siamgas and Petrochemicals Public Company Limited**  
**Statements of Cash Flows (continued)**  
**For the three-month periods ended 31 March 2011 and 2010 (Unaudited)**

	Notes	Consolidated		Company	
		2011 Restated Baht'000	2010 Baht'000	2011 Baht'000	2010 Baht'000
<b>Cash flows from financing activities</b>					
Proceed from short-term loans					
from financial institution		3,471,463	100,000	1,812,053	100,000
Repayments on short-term loans					
from financial institution		(1,998,547)	-	(547,451)	-
Proceeds from short-term loans from related parties	21	-	-	40,000	-
Proceeds from long-term loans from related parties	21	-	-	150,000	400,000
Proceeds from long-term loans from financial institutions	12	447,196	-	-	-
Repayments on long-term loans from financial institutions	12	(243,445)	(43,767)	(232,299)	(30,000)
Proceed from disposals of assets		45,496	-	-	-
Repayments for liabilities under finance lease agreement		(8,374)	(40)	-	-
Dividends payments	16	(1,510)	-	-	-
Net cash receipts from (payments for) financing activities		1,712,279	56,193	1,222,303	470,000
<b>Net (decrease) increase in cash and cash equivalents</b>					
		604,316	(121,427)	(7,332)	98,024
Cash and cash equivalents - opening balance		928,734	1,331,089	233,898	311,217
Exchange loss on cash and cash equivalents		(367)	(30)	-	-
<b>Cash and cash equivalents - closing balance</b>		<b>1,532,683</b>	<b>1,209,632</b>	<b>226,566</b>	<b>409,241</b>
<b>Cash and cash equivalents at the closing period comprise of</b>					
- Cash and deposits at financial institutions		1,542,660	1,215,805	226,566	409,241
- Bank overdrafts	11	(9,977)	(6,173)	-	-
Cash and cash equivalents - closing balance		1,532,683	1,209,632	226,566	409,241
<b>Non-cash items</b>					
Payable for purchase of property, plant and equipment (included in finance lease liabilities and other payable at the end of period)		36,963	24,356	3,805	5,850
Receivable for disposals of property, plant and equipment (included in other accounts receivable at the end of period)		600	-	13,185	20,001
Advance payments for property, plant and equipment (included in other current assets at the end of period)		27,635	13,010	37,979	210

The notes to the consolidated and company interim financial statements from pages 11 to 30 are an integral part of these interim financial statements.

**Siamgas and Petrochemicals Public Company Limited**  
**Condensed Notes to the Interim Consolidated and Company Financial Statements**  
**For the three-month periods ended 31 March 2011 and 2010 (Unaudited)**

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**1 General information**

Siamgas and Petrochemicals Public Company Limited (the “Company”) is a public limited company incorporated and resident in Thailand. The address of the Company’s registered office is 498/997-999, Damrongrak Road, Klongmahanak, Pomprabsatrootpai, Bangkok.

The Company is listed on the Stock Exchange of Thailand. For reporting purposes, the Company and its subsidiaries are referred to as the Group.

The Group has main business in trading liquefied petroleum gas (LPG) and petrochemical, transportation services by land and vessel, and Ethanol product.

These interim consolidated and company financial statements, which have been revised and reissued (Note 24), were authorised by the Board of Directors on 11 November 2011.

These interim consolidated and company financial statements have been reviewed, not audited.

**2 Basis of preparation**

These interim consolidated and company financial statements are prepared in accordance with Thai generally accepted accounting principles under the Accounting Act B.E. 2543, being those Thai Accounting Standards issued under the Accounting Professions Act B.E. 2547, and the financial reporting requirements of the Securities and Exchange Commission. The primary financial statements (i.e., statement of financial position, statement of income and statement of comprehensive income, changes in equity and cash flows) are prepared in the full format as required by the Securities and Exchange Commission. The notes to the financial statements are prepared in a condensed format according to Thai Accounting Standard 34, “Interim Financial Reporting” and additional notes are presented as required by the Securities and Exchange Commission under the Securities and Exchange Act.

An English version of the consolidated and company interim financial statements has been prepared from the interim financial statements that are in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial statements shall prevail.

Costs that are incurred unevenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

These interim financial statements should be read in conjunction with the 2010 annual financial statements.

### 3 Accounting policies

The accounting policies used in the preparation of the interim financial statements are consistent with those used in the annual financial statements for the year ended 31 December 2010 except as described in the followings.

Commencing 1 January 2011, the Group has applied the following new accounting standards, new financial reporting standards, new interpretations, and amendments to accounting standards (collectively “the accounting standards”) that are mandatory for the financial year beginning on or after 1 January 2011. However, the application of those accounting standards will not have significant impact to the financial statements being presented, except the following accounting standards.

- TAS 1 (Revised 2009), the revised standard will prohibit the presentation of items of income and expenses in the statement of changes in equity. Entities can choose to present the statement of comprehensive income in one statement or two statements (the statement of income and statement of comprehensive income). Where entities restate or reclassify comparative information, they will be required to present a restated statement of financial position as at the beginning comparative period in addition to the current requirement to present statement of financial position at the end of the current period and comparative period. However, for the financial statements which period beginning on or after 1 January 2011 and are the first period apply this standard, an entity can choose to present statement of financial position only two statements without the statement of financial position as at the beginning comparative period. The Group has chosen to present the statement of income and statement of comprehensive income.
- TAS 16 (Revised 2009), the revised standard requires the entity to include in cost of property, plant and equipment, an initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, when the entity has obligation to do. An entity requires that an item of property, plant and equipment with a cost that is significant in relation to the total cost of the item shall be depreciated separately. The revised standard also requires an entity to review useful life, residual value and depreciation method at least at each financial year-end. However, the revised standard does not have significant impact to the property, plant and equipment of the Group. The prospective adjustment method has been applied.
- TAS 19 prescribes the accounting and disclosure by employers for employee benefits. The standard identifies 4 categories of employee benefits which are a) short-term employee benefits, b) post-employment benefits including defined contribution plan and defined benefit plan, c) other long-term employee benefits and d) termination benefits. The standard requires an entity to measure the defined benefit plan and other long-term employee benefits by using the Projected Unit Credit method (PUC). The entity can choose to recognise any actuarial gain or loss for defined benefit plan either in other comprehensive income or profit and loss. Actuarial gain or loss for other long-term employee benefit shall recognise in profit and loss. The Group has chosen to recognise any actuarial gain or loss for defined benefit plan in other or profit and loss.

The Group has adjusted the effect to the retained earnings as at 1 January 2011. The impacts to the balance as at 1 January 2011 are as follows:

	<b>Consolidated Baht'000</b>	<b>Company Baht'000</b>
<b>Balance as at 1 January 2011</b>		
- Retirement benefit obligations increased	71,407	26,706
- Retained earnings decreased	(71,407)	(26,706)

- TAS 24 (Revised 2009), the definition of related party has been expanded to include parties with joint control over the entity, joint venture in which the entity is a venturer and post-employment benefit plan for the benefit of employees of an entity. This revised standard impacts only to the disclosure of related party information in the financial statements.

**3 Accounting policies (continued)**

- TAS 27 (Revised 2009) prescribes an accounting for changes in ownership interest in a subsidiary. The revised standard requires changes in a parent's ownership interest in a subsidiary, including all transactions with non-controlling interests that do not result in the loss of control to be accounted for in equity. When the entity loses control of a subsidiary, any investment retained in the former subsidiary is measured at its fair value and any gain or loss is recognised in profit or loss. The accounting for such changes in ownership interest shall be applied prospectively.
- TAS 31 (Revised 2009) requires that when an investor ceases to have joint control over an entity, it shall account for any remaining investment at fair value and recognise any gain or loss in profit and loss.
- TAS 40 (Revised 2009) prescribed the accounting and disclosure for investment property. An entity is required to present an investment property separately in the statement of financial position. The entity may choose to measure the investment property either the cost model or the fair value model. Under fair value model, any changes in fair value are recognised in profit or loss. The Group's management is in consideration of impact of this accounting standard. The Group has chosen the cost method to measure the investment property.

In adoption of the investment property standard, the Group has reclassified the statement of financial position as at 31 December 2010, as presented for comparative purpose, as follows:

	<b>Consolidated Baht'000</b>	<b>Company Baht'000</b>
<b>Statement of financial position as at 31 December 2010</b>		
- Property, plant and equipment, net decreased	(30,858)	-
- Investment property, net increased	30,858	-

- TFRS 2 deals with accounting for transactions in which an entity receives goods or services as a consideration for either:
  - Equity instruments of the entity (equity-settled) which are recognised as equity; or
  - Cash or other assets, for which the amount is based on the price or value of the entity's share (cash-settled) which is recognised as liability.

The measurement of the transaction is based on the fair value of the goods or service received. The equity-settled transactions are not re-measured once the grant date fair value has been determined. The cash-settled transactions are required to re-measured at each date of the statement of financial position and at the date of settlement, with change in fair value recognised in profit or loss. However, the employee stock options of the Group were approved by the shareholders at their meeting before 1 January 2011; thus, they are exempted under this standard.

- TFRS 3 (Revised 2009) continues to apply the acquisition method to business combinations, unless it is a combination involving entities or businesses under common control. Examples of significant changes in the revised standard are (a) all payments to a business acquisition, including contingent considerations shall be recognised at fair value on the acquisition date and changes in fair value of contingent consideration classified as a liability are recognised in profit or loss, (b) for each business combination, the acquirer shall measure any non-controlling interest in the acquiree either at fair value or at the non-controlling interest's proportionate share of the acquiree's identifiable net assets, and (c) all acquisition-related costs should be expensed in the periods in which the costs are incurred, etc. The revised standard shall be applied prospectively to business combinations from 1 January 2011.

**3 Accounting policies (continued)**

Accounting policies for the new accounting standards are set out below:

**3.1 Accounting policy for investment property**

Property that is held for long-term rental or for capital appreciation or both, and that is not occupied by the Group, is classified as investment property. Investment property also includes property that is being constructed or developed for future use as investment property or land held for a currently undetermined future use.

Investment property of the Group is land and buildings held for a currently undetermined future use.

Investment property is measured initially at its cost including related transaction costs. After initial recognition, investment property is carried at cost less accumulated impairment losses (if any).

Subsequent expenditure is capitalised to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the Group and the cost of the item can be measured reliably. All other repair and maintenance costs are expensed when incurred.

**3.2 Accounting policy for employee benefits**

3.2.1 The Group operates a provident fund that is a defined contribution plan. The assets of which are held in a separate fund which is managed by an external fund manager in accordance with the Provident Fund Act B.E. 2530. The provident fund is funded by payments from employees and by the Group. Contributions to the provident fund are charged to the statement of income in the year to which they relate.

3.2.2 The Group provides employment retirement benefits, payable to employees who retire under the labour laws applicable in Thailand. The liability in respect of employee benefits is the present value of the defined benefit obligation which is calculated by an independent actuary in accordance with the actuarial technique. The present value of the defined benefit obligation is determined by discounting estimated future cash flows using yields on the government bonds which have terms to maturity approximating the terms of related liability. The estimated future cash flows shall reflect employee salaries, turnover rate, mortality, length of service and others. Actuarial gains or losses will be recognised in the statement of income in the period to which they related. The costs associated with providing these benefits are charged to the statement of income so as to spread the cost over the employment period during which the entitlement to benefits is earned.

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**4 New interpretations of accounting standards during the three-month period ended 31 March 2011**

The new interpretations that were announced by in the Government Gazette during the three-month period ended 31 March 2011 are as follows:

a) Effective for the periods beginning on or after 1 January 2011

TSIC 31 Revenue - Barter Transactions Involving Advertising Services

The Group's management has determined that TSIC 31 will not significantly impact the financial statements being presented.

b) Effective for the periods beginning on or after 1 January 2013

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

The Group will not early adopt the above interpretations.

**5 Segment information**

Segment information is presented in respect of the Group's business segments which are based on the Group's management and internal reporting structure.

The significant business segments are as follows:

Petroleum and Petrochemical products : Petroleum trading for household cooking, industry, transportation  
 business and petrochemical trading  
 Transportation services : Transportation services by land and ship  
 Other segment : Cylinder manufacturing and ethanol production

	<b>Consolidated</b>				
	<b>Petroleum and petrochemical products Baht'000</b>	<b>Transportation services Baht'000</b>	<b>Other business segment Baht'000</b>	<b>Elimination entries Baht'000</b>	<b>Total Baht'000</b>
<b>For the three-month period ended 31 March 2011</b>					
Sales and service income	9,149,576	416,710	46,554	(999,338)	8,613,502
Cost of goods sold and services	(8,596,989)	(318,295)	(52,760)	1,012,064	(7,955,980)
Operating profit (loss)	552,587	98,415	(6,206)	12,726	657,522
Other income	132,220	-	4,198	(60,706)	75,712
Net income before operating expense	684,807	98,415	(2,008)	(47,980)	733,234
Unallocated expenses					(429,495)
Net profit for the period for the parent's company (restated)					303,739



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**5 Segment information (continued)**

For the three-month period ended 31 March 2010	<b>Consolidated</b>				
	<b>Petroleum and petrochemical products Baht'000</b>	<b>Transportation services Baht'000</b>	<b>Other business segment Baht'000</b>	<b>Elimination entries Baht'000</b>	<b>Total Baht'000</b>
Sales and service income	5,406,478	329,714	30,426	(320,135)	5,446,483
Cost of goods sold and services	(4,890,713)	(247,315)	(42,554)	305,907	(4,874,675)
Operating profit (loss)	515,765	82,399	(12,128)	(14,228)	571,808
Other Income	23,550	7,980	1,384	(7,609)	25,305
Net income before operating expense	539,315	90,379	(10,744)	(21,837)	597,113
Unallocated expenses					(269,168)
Net profit for the period for the parent's company					<u>327,965</u>

**6 Trade accounts receivable, net**

As at	<b>Consolidated</b>		<b>Company</b>	
	<b>31 March 2011 Baht'000</b>	<b>31 December 2010 Baht'000</b>	<b>31 March 2011 Baht'000</b>	<b>31 December 2010 Baht'000</b>
<b>Trade accounts receivable</b>				
Trade accounts receivable	2,351,307	1,194,094	1,397,414	325,413
<u>Less</u> Allowance for doubtful accounts	(42,799)	(40,977)	(3,189)	(3,194)
Provision for discount receivable	(16,751)	(16,751)	-	-
<b>Trade accounts receivable, net</b>	<u>2,291,757</u>	<u>1,136,366</u>	<u>1,394,225</u>	<u>322,219</u>

The age analysis of the trade accounts receivable is as follows:

As at	<b>Consolidated</b>		<b>Company</b>	
	<b>31 March 2011 Baht'000</b>	<b>31 December 2010 Baht'000</b>	<b>31 March 2011 Baht'000</b>	<b>31 December 2010 Baht'000</b>
<b>Trade accounts receivable</b>				
Within credit term	2,177,379	1,013,695	1,387,368	299,576
Overdue				
- below 3 months	103,228	104,684	4,012	19,584
- 3 months to 12 months	12,415	17,873	2,730	2,734
- more than 12 months	58,285	57,842	3,304	3,519
Total trade accounts receivable	2,351,307	1,194,094	1,397,414	325,413
<u>Less</u> Allowance for doubtful accounts	(42,799)	(40,977)	(3,189)	(3,194)
Provision for discount receivable	(16,751)	(16,751)	-	-
<b>Trade accounts receivable - net</b>	<u>2,291,757</u>	<u>1,136,366</u>	<u>1,394,225</u>	<u>322,219</u>

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**7 Inventories - net**

According to regulations from the Ministry of Energy, the Group and the Company are required to reserve crude oil and petroleum products at 0.5% of the total trading volume in each period. As at 31 March 2011, the inventories included minimum mandatory reserve on crude oil and petroleum products amounting to Baht 95.54 million in the consolidated financial statements, and Baht 45.53 million in the company financial statements (31 December 2010: Baht 97.95 million and Baht 45.66 million, respectively), which were net of allowance for net realisable value.

**8 Investments in subsidiaries and joint venture**

	Country of incorporation	% ownership interest		Type of business
		31 March 2011	31 December 2010	
<b>Direct Subsidiaries</b>				
Unique Gas and Petrochemicals Public Company Limited	Thailand	99.59%	99.59%	Petroleum and petrochemical products distribution
Lucky Carrier Company Limited	Thailand	99.99%	99.99%	Transportation and distribution
Siam Quality Steel Company Limited	Thailand	99.99%	99.99%	Manufacturing and distribution of LPG cylinders
Siam Ethanol Export Company Limited	Thailand	70.00%	70.00%	Manufacturing of ethanol products
Siamgas Hongkong Company Limited	Hongkong	100.00%	100.00%	Holding business and trading petroleum products
Super Gas Company Limited	Vietnam	100.00%	100.00%	Petroleum products distribution
SingGas (LPG) Pte. Ltd.	Singapore	95.00%	95.00%	Petroleum products distribution
United Gas & Petrochemicals Sdn. Bhd.	Malaysia	100.00%	100.00%	Petrochemical products distribution
<b>Indirect Subsidiaries (holding by Unique Gas and Petrochemicals Public Company Limited)</b>				
Unique Gas Trading Company Limited	Thailand	99.99%	99.99%	Transportation and management services
Chemical Gas Transportation Company Limited	Thailand	99.99%	99.99%	Transportation
Unique Marine Company Limited	Thailand	99.99%	99.99%	Transportation
Unique Gas International Company Limited	Thailand	99.99%	99.99%	Transportation
Unique Gas Carrier Company Limited	Thailand	99.94%	99.94%	Transportation
<b>Indirect Subsidiary (holding by Lucky Carrier Company Limited)</b>				
Lucky Marine Company Limited	Thailand	99.99%	99.99%	Transportation
<b>Indirect Subsidiaries (holding by Siamgas Hongkong Co., Ltd.)</b>				
Sino Siam Gas and Petrochemical Co. Ltd.	The People's Republic of China	100.00%	100.00%	Petroleum and petrochemical products distribution
<b>Direct Joint Venture</b>				
Siam Nathalin Co., Ltd.	Thailand	50.00%	50.00%	Transportation for medium range size up very large crude oil carrier (VLCC)

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**8 Investments in subsidiaries and joint venture (continued)**

**Investments in subsidiaries**

Detail of investments in subsidiaries is as follows:

As at	Paid-up Capital		Company	
			Cost Method	
	31 March 2011 Baht'000	31 December 2010 Baht'000	31 March 2011 Baht'000	31 December 2010 Baht'000
<b>Subsidiaries</b>				
Siamgas Hongkong Company Limited	2,155,204	2,155,204	2,155,167	2,155,167
Unique Gas and Petrochemicals Public Company Limited	105,000	105,000	2,104,624	2,104,624
SingGas (LPG) Pte. Ltd.	336,007	336,007	427,436	427,436
Super Gas Company Limited	133,454	133,454	384,034	384,034
Siam Ethanol Export Company Limited	400,000	400,000	280,000	280,000
Lucky Carrier Company Limited	70,000	70,000	70,000	70,000
Siam Quality Steel Company Limited	70,000	70,000	70,000	70,000
United Gas & Petrochemicals Sdn. Bhd.	9,534	9,534	9,715	9,715
			<u>5,500,976</u>	<u>5,500,976</u>

**Investment in a joint venture**

Detail of investment in a joint venture is as follow:

As at	Paid-up Capital (the Group's portion)		Consolidated Equity Method		Company Cost Method	
	31 March 2011 Baht'000	31 December 2010 Baht'000	31 March 2011 Baht'000	31 December 2010 Baht'000	31 March 2011 Baht'000	31 December 2010 Baht'000
	Siam Nathalin Co., Ltd.	<u>500</u>	<u>500</u>	<u>500</u>	<u>500</u>	<u>500</u>

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**9 Property, plant and equipment and intangible assets - net**

Property, plant and equipment, net consist of land, land improvement, building, vehicle, machinery, warehouse and storage tank, gas station and filling station, equipment for gas and filling stations, ships, cylinders, office equipment and construction in progress. Intangible assets consist of goodwill, leasehold rights and computer program. The movements are as follows:

<b>For the three-month period ended 31 March 2011</b>	<b>Consolidated</b>		<b>Company</b>	
	<b>Property, plant and equipment Baht'000</b>	<b>Intangible Assets Baht'000</b>	<b>Property, plant and equipment Baht'000</b>	<b>Intangible assets Baht'000</b>
Opening net book amount As previously reported	9,514,655	1,761,500	2,913,623	7,928
Effects from an adoption of new accounting policies (Note 3)	(30,858)	-	-	-
Revised balance	9,483,797	1,761,500	2,913,623	7,928
Additions/Transfer-in	580,473	2,836	35,468	472
Disposals/Transfer-out, net	(5,157)	-	(573)	-
Depreciation and amortisation charges	(121,632)	(3,080)	(14,817)	(319)
Currency translation differences	38,451	4,048	-	-
Closing net book amount	9,975,932	1,765,304	2,933,701	8,081

As at 31 March 2011, the cost of the assets under the finance lease agreement that the Group was a lessee included in the above Baht 46.8 million and the accumulated depreciation was Baht 4.0 million (2010: Nil).

During the three-month period ended 31 March 2011, the borrowing costs of Baht 4.4 million (2010: Baht 6.0 million) arising from financing specifically entered into for the construction of a new factory port and gas terminal at Suksawat, were capitalised and included in 'Additions'. A capitalisation rate of 4.95% (2010: 4.95%) was used representing the actual borrowing cost of the loan specifically used for the project.

**10 Investment property - net**

The Group has investment property in the interim consolidated and company financial statements as follows:

<b>For the three-month period ended 31 March 2011</b>	<b>Consolidated Baht'000</b>
Opening net book amount	-
- As previously reported	-
- Effects from an adoption of new accounting policies (Note 3)	30,858
- Revised balance	30,858
Depreciation charges	(639)
Closing net book amount	30,219

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**11 Bank overdrafts and short-term loans from financial institutions**

As at	Consolidated		Company	
	31 March 2011 Baht'000	31 December 2010 Baht'000	31 March 2011 Baht'000	31 December 2010 Baht'000
Bank overdrafts	9,977	10,045	-	-
Short-term loans	3,652,230	2,161,553	2,312,053	1,047,451
<b>Total</b>	<b>3,662,207</b>	<b>2,171,598</b>	<b>2,312,053</b>	<b>1,047,451</b>

As at 31 March 2011, the Group and the Company have short-term promissory notes from financial institutions. The promissory notes bear interest at the rates of 2.50% - 6.72% per annum and MLR-0.50% per annum (2010: 2.50% - 5.23% and MLR-0.50% per annum).

**12 Long-term loans from financial institutions, net**

As at	Consolidated		Company	
	31 March 2011 Baht'000	31 December 2010 Baht'000	31 March 2011 Baht'000	31 December 2010 Baht'000
<b>Current portion of long-term loans, net</b>				
Thai Baht	1,079,469	693,591	929,200	609,200
<u>Less</u> Deferred financing fee	(4,844)	(4,844)	(4,844)	(4,844)
	1,074,625	688,747	924,356	604,356
<b>Long-term loans, net</b>				
Thai Baht	2,033,110	2,215,238	1,218,500	1,770,800
<u>Less</u> Deferred financing fee, net	(13,237)	(14,432)	(13,237)	(14,432)
	2,019,873	2,200,806	1,205,263	1,756,368
<b>Total long-term loans, net</b>	<b>3,094,498</b>	<b>2,889,553</b>	<b>2,129,619</b>	<b>2,360,724</b>

**For the three-month period ended 31 March 2011**

	Consolidated Baht'000	Company Baht'000
Opening balance	2,889,553	2,360,724
Addition	447,196	-
Repayments	(243,445)	(232,299)
Amortised financing fee	1,194	1,194
<b>Ending balance</b>	<b>3,094,498</b>	<b>2,129,619</b>

On 10 January 2011 and 15 February 2011, a subsidiary has entered into long-term loan agreements with a commercial bank of Baht 71 million and Baht 376 million for operating activities and purchase of a vessel in February 2011. Both loan facilities are fully utilised on 13 January 2011 and 16 February 2011, respectively. The long-term loan of Baht 71 million carries interest at the rate of MLR-1.00% per annum. The repayments are made on a monthly basis with the amount of Baht 0.84 million. The remaining balance will be repaid in the last repayment. The long-term loan of Baht 376 million bears interest rate at MLR-1.50% per annum. The repayments are made on a quarterly basis with the amount of Baht 15.67 million. The loan is secured by the subsidiary's vessel. The Company and another subsidiary also provided the corporate guarantee to this loan.

As at 31 March 2011, the Company and subsidiaries have available credit facilities for letter of credit, trust receipt, cheque discounted, letter of guarantee, and forward contract of Baht 6,999 million (2010: Baht 7,290 million).

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**13 Finance lease liabilities**

As at	Consolidated		Company	
	31 March 2011 Baht'000	31 December 2010 Baht'000	31 March 2011 Baht'000	31 December 2010 Baht'000
Due within 1 year	18,394	-	-	-
Due in more than 1 year but not more than 5 years	32,066	-	-	-
<u>Less</u> Deferred interest payable	(3,613)	-	-	-
Present value of finance lease liabilities	<u>46,847</u>	<u>-</u>	<u>-</u>	<u>-</u>

As at	Consolidated		Company	
	31 March 2011 Baht'000	31 December 2010 Baht'000	31 March 2011 Baht'000	31 December 2010 Baht'000
Finance lease liabilities				
- Current portion	16,337	-	-	-
- Non-current portion	<u>30,510</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>46,847</u>	<u>-</u>	<u>-</u>	<u>-</u>

On 16 March 2011, a subsidiary entered into a sale and lease back arrangement with a financial institution for its trucks. The net book value of the trucks was Baht 45.26 million and the selling price was the selling price was Baht 45.50 million. The lease agreement is a finance lease type of contracts with a period of 3 years.

**14 Employee benefit obligations**

	Consolidated	Company
	31 March 2011 Baht'000	31 March 2011 Baht'000
Liabilities recognised in statements of financial position	73,321	27,142
Items recognised in statement of income	2,093	614
Liabilities recognised in statements of financial position consist of:		
Present value of the obligations	<u>73,321</u>	<u>27,142</u>
Liabilities recognised in statements of financial position	<u>73,321</u>	<u>27,142</u>

Movements in employee benefit obligations are as follows:

For the three-months period ended	Consolidated	Company
	31 March 2011 Baht'000	31 March 2011 Baht'000
Beginning balance	71,407	26,707
Service cost	1,474	403
Interest cost	619	211
Benefit paid	<u>(179)</u>	<u>(179)</u>
Ending balance	<u>73,321</u>	<u>27,142</u>

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**14 Employee benefit obligations (continued)**

Costs of employee benefits recognised in the statement of income are as follows:

<b>For the three-month period ended</b>	<u><b>Consolidated</b></u> <b>31 March</b> <b>2011</b> <b>Baht'000</b>	<u><b>Company</b></u> <b>31 March</b> <b>2011</b> <b>Baht'000</b>
Current service costs	1,474	403
Interest costs	619	211
Total	<u>2,093</u>	<u>614</u>

**15 Share capital**

For the three-month period ended 31 March 2011

	<u><b>Number of</b></u> <b>shares</b>	<u><b>Ordinary</b></u> <b>shares</b> <b>Baht'000</b>	<u><b>Share</b></u> <b>premium</b> <b>Baht'000</b>	<u><b>Treasury</b></u> <b>stock</b> <b>Baht'000</b>	<u><b>Total</b></u> <b>Baht'000</b>
As at 1 January 2011	950,000,000	950,000	1,874,482	(272,143)	2,552,339
Issue of ordinary shares	-	-	-	-	-
As at 31 March 2011	<u>950,000,000</u>	<u>950,000</u>	<u>1,874,482</u>	<u>(272,143)</u>	<u>2,552,339</u>

As at 31 March 2011, the total recognise number of shares were 950 million shares with a par value of Baht 1 per share (31 December 2010: 950 million shares with a par value of Baht 1 per share). The shares of 950 million shares were issued and fully paid-up with the share premium of Baht 1,874 million and treasury stock of Baht 272 million (Note 18).

**16 Dividends**

At the Board of Directors' meeting of a subsidiary held on 28 February 2011, the Board of Directors approved the appropriation of dividends for the operation results for the year ended 31 December 2009 at SGD 1 million or Baht 24.2 million. The Company received the dividends and recognised as income with the amount of Baht 22.7 million in the statement of income. The remaining dividends of Baht 1.5 million were paid to minority interest and recognised as a dividend payment in the statement of changes in equity for the three-month period ended 31 March 2011.

**17 Legal reserve**

Under the Public Companies Act, the Company is required to set aside as a statutory reserve at least 5% of its net profit after deficit brought forward (if any) until the reserve is not less than 10% of the registered capital. Dividend cannot be paid out of the legal reserve.

Under the provision of the Civil and Commercial Code of Thailand, the subsidiary companies in Thailand are required to set aside as a legal reserve at least 5% of their net profit each time a dividend is declared until the reserve reaches 10% of registered capital, such reserve is not available for dividend distribution until the Company is finally wound up.

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**18 Treasury stock**

At the Board of Directors' meeting No. 5/2009 held on 17 July 2009, the Board of Directors passed a resolution to approved treasury stock not over than 90 million shares of the Company's ordinary shares or not exceed 10% of the total issued and paid-up share capital with the maximum amount not exceed Baht 720 million and the Company's retained earnings. The buy back period started from 3 August 2009 to 2 February 2010. The objective of the treasury stock is to manage the financial liquidity.

**19 Income tax**

The Group and the Company recognised corporate income tax expense on accrual basis. The Group and the Company do not recognise corporate income tax payable or receivable in future periods in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statement. The income tax expense is accrued based on management's best estimate using average effective tax rate that would be applicable to expected total annual earnings. The Group and the Company use average effective tax rates at 29% and 26% per annum, respectively (2010: 30% and 25% per annum, respectively).

**20 Earnings per share**

Basic earnings per share attributable to equity holders of the parent is calculated by dividing the net profit for the period attributable to equity holders of the parent by the weighted average number of ordinary shares issued during the period after deduction of treasury stock.

<b>For the three-month periods ended 31 March</b>	<b>Consolidated</b>		<b>Company</b>	
	<b>Restated 2011</b>	<b>2010</b>	<b>2011</b>	<b>2010</b>
Net profit for the period attributable to the parent company (Baht'000)	303,739	327,965	105,269	144,699
Weighted average number of ordinary shares after deduction of treasury stock (million shares)	919	919	919	919
Basic earnings per share (Baht per share)	0.33	0.36	0.11	0.16

There are no potential dilutive ordinary shares in issue during the period.



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**21 Related party transactions**

As at 31 March 2011, the major shareholders of the Company are shareholders within Weeraborwornpong family, which own 66.77% of the Company's share capital.

Details of subsidiaries and a joint venture are presented in Note 8.

The following material transactions were carried out with related parties:

**i) Outstanding balances arising from sales and purchases of goods/services**

As at	Consolidated		Company	
	31 March 2011 Baht'000	31 December 2010 Baht'000	31 March 2011 Baht'000	31 December 2010 Baht'000
<b>Trade accounts receivable</b>				
Subsidiaries	-	-	655,289	173,428
Other related parties - the same				
Shareholders and directors	1,271	1,220	373	374
<b>Total</b>	<b>1,271</b>	<b>1,220</b>	<b>655,662</b>	<b>173,802</b>
<b>Other accounts receivable</b>				
Subsidiaries	-	-	13,328	14,536
<b>Accrued interest income</b>				
Subsidiaries	-	-	19,682	13,900
<b>Cylinder deposits</b>				
Subsidiaries	-	-	1,982	1,982
<b>Deposits for purchase of cylinders</b>				
Subsidiaries	-	-	16,677	24,832
<b>Deposits for building</b>				
Other related parties - the same				
Shareholders and directors	3,608	3,608	1,150	1,150
<b>Trade accounts payable</b>				
Subsidiaries	-	-	88,208	32,970
<b>Other payable</b>				
Subsidiaries	-	-	25,223	-
Other related parties - the same				
Shareholders and directors	5,473	3,269	3,415	8,359
<b>Total</b>	<b>5,473</b>	<b>3,269</b>	<b>28,638</b>	<b>8,359</b>
<b>Accrued interest</b>				
Subsidiaries	-	-	2,581	62
<b>Cylinder deposits payable</b>				
Subsidiaries	-	-	1	1

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**21 Related party transactions (continued)**

The following material transactions were carried out with related parties: (continued)

**ii) Loans from/to related parties**

**Long-term loans to subsidiaries**

<b>For the three-month period ended 31 March</b>	<b>Company</b>	
	<b>2011</b>	<b>2010</b>
	<b>Baht'000</b>	<b>Baht'000</b>
Opening balance	552,981	215,000
Additions	-	50,000
Proceeds	(71,000)	(1,000)
Currency translation difference	153	-
Ending balance	<u>482,134</u>	<u>264,000</u>

As at 31 March 2011, the Company has long-term loans to subsidiaries with interest rates and repayment as follows:

- Interest rate of 5.25% per annum (2010: 5.25% per annum) is charged for loans totalling Baht 187.48 million (2010: Baht 288.48 million). These loans are due by 2013 or when the subsidiary has sufficient working capital.
- Interest rate of average fixed deposit account rate for 12 months for three Thai commercial banks plus 0.25% per annum (2010: the same interest rate as 2011) is charged for a loan of Baht 100 million (2010: Baht 100 million). The loan is due by 2014.
- Interest rate of average MLR rate for three Thai commercial banks plus 0.50% per annum (2010: the same interest rate as 2011) is charged for a loan of Baht 164 million (2010: Baht 164.5 million). The loan is due when the subsidiary is able to obtain a loan from a financial institution.
- Interest rate of 5.25% per annum (2010: 5.25% per annum) is charged for loans totalling Baht 30.16 million (2010: Baht 30.01 million). The loans are due by 2013.

**Long-term loans from subsidiaries**

<b>For the three-month period ended 31 March</b>	<b>Company</b>	
	<b>2011</b>	<b>2011</b>
	<b>Baht</b>	<b>Baht</b>
Opening balance	-	-
Additions	40,000	-
Ending balance - net	<u>40,000</u>	<u>-</u>

As at 31 March 2011, the Company has loans from a subsidiary with the interest rate of 2.85% per annum.

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**21 Related party transactions (continued)**

The following material transactions were carried out with related parties: (continued)

**ii) Loans from/to related parties (continued)**

**Long-term loans from subsidiaries**

<b>For the three-month period ended 31 March</b>	<b>Company</b>	
	<b>2011 Baht</b>	<b>2010 Baht</b>
Opening balance	1,310,000	825,000
Additions	150,000	400,000
Ending balance - net	<u>1,460,000</u>	<u>1,225,000</u>

As at 31 March 2011, the Company has loans from a subsidiary with interest rate of average fixed deposit account of four Thai commercial banks plus 0.25% per annum. The loans are repayable within 2015.

**iii) Sales of goods and services, interest income and other income**

<b>For the three-month periods ended 31 March</b>	<b>Consolidated</b>		<b>Company</b>	
	<b>2011 Baht'000</b>	<b>2010 Baht'000</b>	<b>2011 Baht'000</b>	<b>2010 Baht'000</b>
<b>Sales of gas</b>				
Subsidiaries	-	-	635,264	67
Other related parties - the same Shareholders and directors	1,761	1,643	503	503
<b>Total</b>	<u>1,761</u>	<u>1,643</u>	<u>635,767</u>	<u>570</u>
<b>Wharfing service income</b>				
Subsidiaries	-	-	10,399	10,158
<b>Other income</b>				
Subsidiaries	-	-	4,861	4,413
<b>Interest income</b>				
Subsidiaries	-	-	6,194	2,286
<b>Sales of goods</b>				
Subsidiaries	-	-	241	481

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**21 Related party transactions (continued)**

The following material transactions were carried out with related parties: (continued)

**iv) Purchases of goods and services and interest expenses**

For the three-month periods ended 31 March	Consolidated		Company	
	2011 Baht'000	2010 Baht'000	2011 Baht'000	2010 Baht'000
<b>Purchase of goods</b>				
Subsidiaries	-	-	241	481
<b>Purchase of assets and equipment</b>				
Subsidiaries	-	-	8,279	15,985
Other related parties - the same Shareholders and directors	-	719	-	119
<b>Total</b>	-	719	8,279	16,104
<b>Transportation expenses</b>				
Subsidiaries	-	-	81,896	90,895
<b>Wharfing expenses</b>				
Subsidiaries	-	-	22,597	4,053
<b>Rental expenses</b>				
Subsidiaries	-	-	612	612
Other related parties - the same Shareholders and directors	4,797	4,156	1,401	1,401
<b>Total</b>	4,797	4,156	2,013	2,013
<b>Interest expenses</b>				
Subsidiaries	-	-	6,654	2,407
<b>Other expenses</b>				
Subsidiaries	-	-	1,756	1,433
Other related parties - the same Shareholders and directors	6,505	4,412	2,936	1,643
<b>Total</b>	6,505	4,412	4,692	3,076

**v) Management remuneration**

For the three-month periods ended 31 March	Consolidated		Company	
	2011 Baht'000	2010 Baht'000	2011 Baht'000	2010 Baht'000
Short-term employee benefits	10,342	10,511	5,980	6,378
Post-employment benefits	253	-	149	-
<b>Total</b>	10,595	10,511	6,129	6,378

## **22 Commitments and contingent liabilities**

During the three-month period ended 31 March 2011, there were no significant changes in commitments and contingent liabilities from 31 December 2010, except that the Company became a guarantor for its subsidiary's loan agreements with a bank in the amount of Baht 447 million dated 10 January 2011 and 15 February 2011 and maturing in 2018.

## **23 Post balance sheet event**

### **a) Dividend payment**

On 25 April 2011, at the Shareholders' meeting of the Company, it passed a resolution to propose the payment of dividend for the year 2010 in amount of Baht 0.50 per share, totalling Baht 459.46 million. The Company paid interim dividend for the operating result for six months of year 2010 in amount of Baht 0.20 per shares, totalling Baht 183.76 million on 10 September 2010. The remaining dividend was paid in amount of Baht 0.30 per share, totalling Baht 275.68 million on 6 May 2011.

On 15 August 2011, at the Board of Directors' meeting of the Company, it passed a resolution to propose the payment of interim dividend for the first half year 2011 in amount of Baht 0.15 per share, totalling Baht 137.84 million. The Company had paid the interim dividend in September 2011.

### **b) Investment and business acquisition**

On 27 May 2011, the Groups registered to establish Siamgas International trading Co., Ltd. in Singapore (subsidiary) with the investment payment of Baht 2.5 million, and SG Gas Sdn. Bhd. in Malaysia (associate) with the investment payment yet. Both subsidiary and associate have not operated its business.

On 1 June 2011, Unique Gas Trading Company Limited, Unique Marine Company Limited, Unique Gas International Company Limited, Unique Gas Carrier Company Limited and Lucky Marine Company Limited amalgamated to form Siam Lucky Marine Co., Ltd with the Ministry of Commerce. As a result of the amalgamation, total assets, total liabilities and commitments of five subsidiaries were transferred to Siam Lucky Marine Company Limited on the amalgamation date. The new percentage of ownership in Siam Lucky Marine Company Limited is owned by Unique Gas and Petrochemicals Public Company Limited and Lucky Carrier Company Limited at 27.27% and 72.72%, respectively. Such amalgamation does not have any impact to the consolidated and company financial statements being presented.

On 29 June 2011, the Company invested additional capital of USD 63 million or Baht 1,457.57 million in Siamgas Hongkong Co., Ltd., incorporated in People Republic of China. The percentage of holding maintain at the same level at 100 %.

On 30 June 2011, the Group acquired 100% share capital of Siam Ocean Gas and Energy Limited (formerly named "Chevron Ocean Gas and Energy Limited") which is incorporated in the People's Republic of China and fully-integrated LPG business with terminal designed to import, store and throughput propane and butane, distribute to the market via barges, tank trucks and cylinders. The total consideration of the acquisition was USD 51 million or Baht 1,573.5 million.

### **c) Borrowings from financial institutions**

On 7 June 2011 and 12 July 2011, the Company drawdown additional loan facilities of Baht 520 million and Baht 760 million, respectively for investment in a foreign subsidiary. The long-term loan bore interest at the rate of THB FIX+3 % per annum. The repayments are made on every three months basis with the amount of Baht 193.75 million each. The loan is secured by two foreign subsidiaries' share

certificates.

**23 Post balance sheet event (continues)**

c) Borrowings from financial institutions (continues)

On 29 June 2011, the Company drawdown loan facilities of Baht 1,500 million for investment in a foreign subsidiary. The long-term loan bore interest at the rate of THB FIX+3% per annum. The repayments are made on every three months basis with the amount Baht 93.75 million each. The loan is secured by two foreign subsidiaries' share certificates.

d) Significant contracts

On 5 July 2011, a subsidiary entered into a vessel purchase agreement for 2 ships, totalling of USD 3.3 million to support the operation of vessel transportation business. The subsidiary has paid the deposit at 10% of total value or amount of USD 0.33 million on 5 July 2011. The subsidiary expects the supplier to transfer the vessel within year 2011.

On 30 September 2011, a subsidiary entered into various foreign currency forward contracts totaling USD 2.7 million at rate averaged USD 1 to RMB 6.4 with a bank. The settlement date ranged within 3 months.

d) Severe flooding

Following severe flooding in Thailand, 2 gas filling stations in Nakornsawan and Nonthaburi provinces and 5 gas service stations located in the flooded areas have been affected from flood in October 2011, which caused the gas filling stations and the gas service stations close its services. The Group is currently unable to assess the extent of damage to its property and equipment and is unable to determine when these properties will resume their operations. As a result, sales in the fourth quarter of 2011 will be affected. However, the Group has entered into insurance agreements to cover these damaged properties.

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**24 Additional information**

The interim consolidated financial statements for the period ended 31 March 2011 was issued to public on 12 May 2011, which issued an unqualified report to the interim consolidated financial statements by the auditor. The Group had recognised the excess in estimated fair value of net assets over total purchase consideration in business acquisition of Sino Siam Gas and Petrochemical Co., Ltd., amounting to Baht 653 million as gain on business acquisition in the interim consolidated statement of income for the three-month period ended 31 March 2011, which was the period that the Group received the appraisal fair value report from an independent appraiser. However, in order to comply with Thai Accounting Standard 43: Business Combination (revised 2007), the Group has revised and reissued the new set of the interim consolidated financial statements for the three-month period ended 31 March 2011 to replace the previously interim consolidated financial statements by recognising the gain of business acquisition in the 2010 consolidated statements of income. The details of adjustments were explained in Note 33 to the reissued 2010 consolidated financial statements which was issued on 11 November 2011. The impact to the interim consolidated financial statements for the period ended 31 March 2011 can be summarised as follows:

	<b>Restated Baht'000</b>	<b>Consolidated As previously reported Baht'000</b>
<b>Consolidated statement of financial position</b>		
Property plant and equipment, net	9,975,932	9,885,932
Intangible assets	1,765,304	1,855,302
<b>Consolidated statement of income for the three-month period ended 31 March 2011</b>		
Gain on business acquisition	-	653,272
Net income for the period	299,657	952,929
Basic earnings per share (Baht)	0.33	1.04

The adjustment as discussed in the above does not have any impact to the interim company financial statements for the three-month period ended 31 March 2011.