

SIAMGAS AND PETROCHEMICALS PUBLIC COMPANY LIMITED

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

30 JUNE 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 30 June 2011, and the related consolidated and company statements of income and comprehensive income for the three-month and six-month periods ended 30 June 2011 and 2010, and the related statements of changes in equity and cash flows for the six-month periods ended 30 June 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 dated 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 and six-month periods ended 30 June 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 27 in the interim financial statements which indicate that the previously issued interim consolidated and company financial statements for the three-month and six-month periods ended 30 June 2011 on which I issued an unqualified report dated 15 August 2011 have been revised and reissued. The revision is to dilute the value of the identifiable net assets acquired from Siam Ocean Gas and Energy Limited by Baht 112 million and decrease in gain from business acquisition with the same amount in the interim consolidated and company financial statements for the interim periods ended 30 June 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 30 June 2011 and 31 December 2010

		Consolidated		Company	
		Unaudited	Audited	Unaudited	Audited
	Notes	30 June	31 December	30 June	31 December
		Restated	Restated		
		2011	2010	2011	2010
		Baht'000	Baht'000	Baht'000	Baht'000
Assets					
Current assets					
Cash and cash equivalents	6	1,700,702	938,780	132,107	233,898
Short-term investment used as collateral	7	963,622	-	-	-
Trade accounts receivable, net	8	1,823,868	1,136,366	975,992	322,219
Trade accounts receivable from related parties	24	1,109	1,220	130,086	173,802
Inventories, net	9	2,618,880	1,909,951	1,781,696	1,116,789
Other current assets		262,208	281,025	88,682	92,415
Total current assets		7,370,389	4,267,342	3,108,563	1,939,123
Non-current assets					
Investments in subsidiaries	11	-	-	7,433,487	5,500,976
Investment in a joint venture	11	500	500	500	500
Long-term investment		200	200	-	-
Long-term loans to related parties, net	24	-	-	510,381	552,981
Property, plant and equipment, net	12	11,844,199	9,483,797	2,994,837	2,913,623
Investment property, net	13	30,205	30,858	-	-
Intangible assets	12	2,014,248	1,761,500	19,223	7,928
Deposit for investment		-	150,757	-	-
Other non-current assets		106,985	187,780	48,688	63,344
Total non-current assets		13,996,337	11,615,392	11,007,116	9,039,352
Total assets		21,366,726	15,882,734	14,115,679	10,978,475

Director _____ Director _____

The notes to the consolidated and company interim financial statements from pages 14 to 39 are an integral part of these interim financial statements.

Siamgas and Petrochemicals Public Company Limited

Statements of Financial Position

As at 30 June 2011 and 31 December 2010

		Consolidated		Company	
		Unaudited	Audited	Unaudited	Audited
	Notes	30 June	31 December	30 June	31 December
		2011	2010	2011	2010
		Restated	Restated		
		Baht'000	Baht'000	Baht'000	Baht'000
Liabilities and equity					
Current liabilities					
Bank overdrafts and short-term loans					
from financial institutions	14	4,253,102	2,171,598	1,907,003	1,047,451
Trade accounts payable		1,939,005	1,732,666	1,462,191	1,140,763
Trade accounts payable to related parties	24	-	-	180,872	32,970
Current portion of long-term loans	15	1,454,134	688,747	1,299,356	604,356
Current portion of finance lease liabilities	16	18,164	-	-	-
Payable on business acquisition	10, 27	112,526	-	-	-
Other payables		130,051	101,639	34,354	20,351
Accrued corporate income tax		236,674	265,154	75,530	97,497
Other current liabilities		306,024	163,728	43,704	37,836
Total current liabilities		8,449,680	5,123,532	5,003,010	2,981,224
Non-current liabilities					
Long-term loans from					
financial institutions, net	15	3,398,169	2,200,806	2,619,170	1,756,368
Long-term loans from related parties	24	-	-	950,000	1,310,000
Finance lease liabilities, net	16	24,546	-	-	-
Cylinder deposits		2,549,141	2,433,207	359,946	305,967
Employee benefit obligations	17	75,125	-	27,646	-
Other non-current liabilities		26,310	23,654	1,889	1,784
Total non-current liabilities		6,073,291	4,657,667	3,958,651	3,374,119
Total liabilities		14,522,971	9,781,199	8,961,661	6,355,343

The notes to the consolidated and company interim financial statements from pages 14 to 39 are an integral part of these interim financial statements.

Siamgas and Petrochemicals Public Company Limited
Statements of Financial Position
As at 30 June 2011 and 31 December 2010

	Notes	Consolidated		Company	
		Unaudited 30 June 2011 Restated Baht'000	Audited 31 December 2010 Restated Baht'000	Unaudited 30 June 2011 Baht'000	Audited 31 December 2010 Baht'000
Liabilities and equity (continued)					
Equity					
Share capital	18				
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-up of Baht 1 each		950,000	950,000	950,000	950,000
Premium on share capital	18	1,874,482	1,874,482	1,874,482	1,874,482
Retained earnings					
Appropriated					
- Legal reserve	20	162,089	162,089	162,089	162,089
- Reserve for treasury stock	21	272,143	272,143	272,143	272,143
Unappropriated	27	4,109,650	3,407,335	2,546,961	2,016,075
Other components of equity		(309,438)	(359,708)	(379,514)	(379,514)
<u>Less</u> Treasury stock	18, 21	(272,143)	(272,143)	(272,143)	(272,143)
Equity attributable to owners of the parent		6,786,783	6,034,198	5,154,018	4,623,132
Non-controlling interests		56,972	67,337	-	-
Total equity		6,843,755	6,101,535	5,154,018	4,623,132
Total liabilities and equity		21,366,726	15,882,734	14,115,679	10,978,475

The notes to the consolidated and company interim financial statements from pages 14 to 39 are an integral part of these interim financial statements.

Siamgas and Petrochemicals Public Company Limited
Statements of Income
For the three-month periods ended 30 June 2011 and 2010 (Unaudited)

	Notes	Consolidated		Company	
		2011	2010	2011	2010
		Restated Baht'000	Baht'000	Baht'000	Baht'000
Revenue					
Revenue from sales		9,570,275	5,284,982	6,451,680	3,013,507
Revenue from transportation		110,686	77,209	-	-
Revenue from services		25,883	23,659	14,912	19,439
Total revenue		9,706,844	5,385,850	6,466,592	3,032,946
Cost of sales and services		(9,150,849)	(4,888,685)	(6,249,032)	(2,792,279)
Gross profit		555,995	497,165	217,560	240,667
Dividend income	19	-	-	677,399	627,399
Gain on business acquisition	10, 27	498,167	-	-	-
Other income		129,472	24,299	34,890	13,776
Total other income		627,639	24,299	712,289	641,175
Profit before expenses		1,183,634	521,464	929,849	881,842
Selling expenses		(37,347)	(9,633)	(12,829)	(9,112)
Administrative expenses		(150,464)	(118,716)	(61,337)	(49,821)
Management's remuneration	24	(12,859)	(9,335)	(7,351)	(5,434)
Total expenses		(200,670)	(137,684)	(81,517)	(64,367)
Profit before finance costs and income tax		982,964	383,780	848,332	817,475
Finance costs		(119,727)	(11,305)	(80,241)	(5,745)
Profit before income tax		863,237	372,475	768,091	811,730
Income tax	22	(119,745)	(123,500)	(40,088)	(51,941)
Profit for the period	27	743,492	248,975	728,003	759,789
Profit attributable to:					
Owners of the parent		748,264	253,896	728,003	759,789
Non-controlling interests		(4,772)	(4,921)	-	-
Profit for the period		743,492	248,975	728,003	759,789
Earnings per share for profit attributable to the equity holders of the parent	23, 27				
Basic earnings per share (Baht)		0.81	0.28	0.79	0.83

The notes to the consolidated and company interim financial statements from pages 14 to 39 are an integral part of these interim financial statements.

Siamgas and Petrochemicals Public Company Limited

Statements of Comprehensive Income

For the three -month period ended 30 June 2011 and 2010 (Unaudited)

	Consolidated		Company	
	2011	2010	2011	2010
	Restated			
	Baht'000	Baht'000	Baht'000	Baht'000
Net profit for the period	743,492	248,975	728,003	759,789
Other comprehensive income:				
- Currency translation difference	34,013	(590)	-	-
Other comprehensive income for the period	34,013	(590)	-	-
Total comprehensive income for the period	777,505	248,385	728,003	759,789
Total comprehensive income attributable to:				
Owners of the parent	782,277	253,306	728,003	759,789
Non-controlling interests	(4,772)	(4,921)	-	-
	777,505	248,385	728,003	759,789

The notes to the consolidated and company interim financial statements from pages 14 to 39 are an integral part of these interim financial statements.

Siamgas and Petrochemicals Public Company Limited
Statements of Income
For the six-month periods ended 30 June 2011 and 2010 (Unaudited)

	Consolidated		Company	
	2011	2010	2011	2010
	Restated			
Notes	Baht'000	Baht'000	Baht'000	Baht'000
Revenue				
Revenue from sales	18,011,313	10,622,727	11,471,186	6,012,144
Revenue from transportation	220,837	158,447	-	-
Revenue from services	88,195	51,159	29,830	43,873
Total revenue	18,320,345	10,832,333	11,501,016	6,056,017
Cost of sales and services	(17,106,829)	(9,763,360)	(11,038,097)	(5,567,190)
Gross profit	1,213,516	1,068,973	462,919	488,827
Dividend income	19	-	700,114	627,399
Gain on business acquisition	10, 27	498,167	-	-
Other income		205,184	54,839	24,254
Total other income	703,351	49,604	754,953	651,653
Profit before expenses	1,916,867	1,118,577	1,217,872	1,140,480
Selling expenses	(74,568)	(19,383)	(25,610)	(17,995)
Administrative expenses	(334,374)	(224,160)	(134,053)	(95,629)
Management's remuneration	24	(23,454)	(13,480)	(11,813)
Total expenses	(432,396)	(263,930)	(173,143)	(125,437)
Profit before finance costs and income tax	1,484,471	854,647	1,044,729	1,015,043
Finance costs	(199,267)	(22,392)	(134,572)	(11,624)
Profit before income tax	1,285,204	832,255	910,157	1,003,419
Income tax	22	(242,056)	(76,886)	(98,931)
Profit for the period	27	1,043,148	833,271	904,488
Profit attributable to:				
Owners of the parent		1,052,002	833,271	904,488
Non-controlling interests		(8,854)	-	-
Profit for the period		1,043,148	833,271	904,488
Earnings per share for profit attributable to the equity holders of the parent	23, 27			
Basic earnings per share (Baht)		1.14	0.91	0.98

The notes to the consolidated and company interim financial statements from pages 14 to 39 are an integral part of these interim financial statements.

Siamgas and Petrochemicals Public Company Limited
Statements of Comprehensive Income
For the six -month period ended 30 June 2011 and 2010 (Unaudited)

	Consolidated		Company	
	2011	2010	2011	2010
	Restated			
	Baht'000	Baht'000	Baht'000	Baht'000
Net profit for the period	1,043,148	570,645	833,271	904,488
Other comprehensive income:				
- Currency translation difference	50,270	(6,962)	-	-
Other comprehensive income for the period	50,270	(6,962)	-	-
Total comprehensive income for the period	1,093,418	563,683	833,271	904,488
Total comprehensive income attributable to:				
Owners of the parent	1,102,272	574,899	833,271	904,488
Non-controlling interests	(8,854)	(11,216)	-	-
	1,093,418	563,683	833,271	904,488

The notes to the consolidated and company interim financial statements from pages 14 to 39 are an integral part of these interim financial statements.

Siamgas and Petrochemicals Public Company Limited

Statements of Changes in Equity

For the six-month periods ended 30 June 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	Restated Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	
Opening balance - 1 January 2011	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 19)	-	-	-	-	(278,280)	-	-	-	-	-	-	(1,511)	(279,791)
Total comprehensive income for the period	-	-	-	-	1,052,002	-	-	-	50,270	50,270	-	(8,854)	1,093,418
Closing balance - 30 June 2011	950,000	1,874,482	162,089	272,143	4,109,650	310,444	(660,734)	22,583	18,269	(309,438)	(272,143)	56,972	6,843,755
Opening balance - 1 January 2010	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	-	-	-	-	(277,843)	-	-	-	-	-	-	-	(277,843)
Total comprehensive income for the period	-	-	-	-	581,861	-	-	-	(6,962)	(6,962)	-	(11,216)	563,683
Closing balance - 30 June 2010	950,000	1,874,482	116,864	272,143	2,385,736	310,444	(660,734)	22,583	(9,912)	(337,619)	(272,143)	72,414	5,061,877

The notes to the consolidated and company interim financial statements from pages 14 to 39 are an integral part of these interim financial statements.

Siamgas and Petrochemicals Public Company Limited

Statements of Changes in Equity

For the six-month periods ended 30 June 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		
Opening balance - 1 January 2011	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)
Dividends paid (Note 19)	-	-	-	-	(275,679)	-	-	-	-	(275,679)
Total comprehensive income for the period	-	-	-	-	833,271	-	-	-	-	833,271
Closing balance - 30 June 2011	950,000	1,874,482	162,089	272,143	2,546,961	281,220	(660,734)	(379,514)	(272,143)	5,154,018
Opening balance - 1 January 2010	950,000	1,874,482	116,864	272,143	1,386,427	281,220	(660,734)	(660,734)	(272,143)	3,948,259
Dividends paid	-	-	-	-	(275,242)	-	-	-	-	(275,242)
Total comprehensive income for the period	-	-	-	-	904,488	-	-	-	-	904,488
Closing balance - 30 June 2010	950,000	1,874,482	116,864	272,143	2,015,673	281,220	(660,734)	(660,734)	(272,143)	4,577,505

The notes to the consolidated and company interim financial statements from pages 14 to 39 are an integral part of these interim financial statements.

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

	Notes	Consolidated		Company	
		2011 Restated Baht'000	2010 Baht'000	2011 Baht'000	2010 Baht'000
Cash flows from operating activities					
Net profit before income tax		1,285,204	832,255	910,157	1,003,419
Adjustments for:					
Depreciation charge - plant and equipment	12	259,575	205,830	29,901	29,054
Amortisation charge - intangible assets	12	6,757	2,198	1,231	585
Depreciation charge - investment property	13	653	-	-	-
(Gain) loss on sales/written off of fixed assets, net		2,367	(6,915)	1,103	(624)
Allowance for doubtful debts (reversal)		1,854	(431)	(7)	(126)
Provision for diminution in value of inventories		45,534	721	51,641	-
Written off withholding tax		-	1,552	-	-
Amortisation expenses - deferred charges		13,307	-	-	-
Employee benefit obligations	17	4,186	-	1,228	-
Unrealised (gain) loss on exchange rate		(8,906)	(189)	12,777	133
Translation differences		(28,412)	-	-	-
Gain from business acquisition	10, 27	(498,167)	-	-	-
Dividends received		-	-	(700,114)	(627,399)
Amortised financing fee	15	2,402	-	2,402	-
Interest received		(10,115)	(3,280)	(13,210)	(6,791)
Interest expenses		149,355	12,845	91,035	5,773
		1,225,594	1,044,586	388,144	404,024
Changes in operating working capital (excluding effect of business acquisition)					
- trade accounts receivable		(689,356)	(84,563)	(653,766)	(43,377)
- trade accounts receivable from related parties		111	103	43,716	(43,198)
- inventories		(653,437)	(183,825)	(716,548)	(49,266)
- other current assets		40,304	56,527	15,148	64,189
- other non-current assets		67,488	1,193	(5,222)	(2,470)
- trade accounts payable		206,339	90,563	321,427	159,576
- trade accounts payable to related parties		-	-	147,903	17,618
- other payables		8,548	12,589	16,031	(396)
- cylinder deposits		115,934	53,723	53,979	28,393
- other current liabilities		60,822	(14,054)	4,198	4,378
- other non-current liabilities		(2,857)	382	(184)	(323)
Cash flows receipts from (payments for) operating activities before interest and income tax paid		379,490	977,224	(385,174)	539,148
- Interest paid		(144,310)	(13,336)	(87,049)	(7,325)
- Income tax paid		(267,152)	(335,460)	(98,853)	(128,769)
Net cash receipts from (payments for) operating activities		(31,972)	628,428	(571,076)	403,054
Cash flows from investing activities					
Proceeds from/(payment for) short-term investments		(963,622)	10,111	-	-
Payment for long-term loans to related parties	24	-	-	(27,800)	(312,430)
Receipt from long-term loans from related parties	24	-	-	71,000	7,000
Purchase of investment in subsidiary		(1,286,634)	(366,907)	(1,932,511)	(384,034)
Purchases of property, plant and equipment		(740,677)	(775,991)	(96,211)	(356,538)
Proceeds from disposals of fixed assets		26,186	7,097	-	4
Purchases of intangible assets		(15,513)	-	(12,526)	-
Interest received		10,115	3,280	1,322	4,675
Dividends received		-	-	700,114	627,399
Net cash payments for investing activities		(2,970,145)	(1,122,410)	(1,296,612)	(413,924)

The notes to the consolidated and company interim financial statements from pages 14 to 39 are an integral part of these interim financial statements.

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

	Note	Consolidated		Company	
		2011 Restated Baht'000	2010 Baht'000	2011 Baht'000	2010 Baht'000
Cash flows from financing activities					
Proceed from short-term loans					
from financial institution		9,474,035	175,679	6,505,476	100,000
Repayments on short-term loans					
from financial institution		(7,433,338)	-	(5,659,300)	-
Proceeds from long-term loans from related parties	24	-	-	310,000	800,000
Repayment on long-term loans from related parties	24	-	-	(670,000)	(625,000)
Proceeds from long-term loans from financial institutions	15	2,467,196	-	2,020,000	-
Repayments on long-term loans from financial institutions	15	(506,848)	(89,917)	(464,600)	(60,000)
Proceed from sale and lease back		45,495	-	-	-
Repayments for liabilities under finance lease agreement		(2,785)	(66)	-	-
Dividends payments	19	(279,791)	(277,843)	(275,679)	(275,242)
Net cash receipts from (payments for) financing activities		3,763,964	(192,147)	1,765,897	(60,242)
Net (decrease) increase in cash and cash equivalents					
Cash and cash equivalents - opening balance		928,734	1,331,089	233,898	311,217
Exchange gain (loss) on cash and cash equivalents		63	419	-	-
Cash and cash equivalents - closing balance		1,690,644	645,379	132,107	240,105
Cash and cash equivalents at the closing period comprise of					
- Cash and deposits at financial institutions		1,700,702	653,838	132,107	240,105
- Bank overdrafts		(10,058)	(8,459)	-	-
Cash and cash equivalents - closing balance		1,690,644	645,379	132,107	240,105
Non-cash items					
Payable for purchase of property, plant and equipment (included in finance lease liabilities and other payable at the end of period)		54,603	71,860	7,090	10,276
Payable for purchase of business acquisition (included in payable on business acquisition at the end of period)		112,526	-	-	-
Receivable for disposals of property, plant and equipment (included in other accounts receivable at the end of period)		600	-	173	19,999
Advance payments for property, plant and equipment (included in other current assets at the end of period)		33,778	12,401	19,774	14,082

The notes to the consolidated and company interim financial statements from pages 14 to 39 are an integral part of these interim financial statements.

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, Pomprabsat-roopai, 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 production.

These interim consolidated and company financial statements, which have been revised and reissued (Note 27), 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.

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.

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.

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 for property, plant and equipment to identify and depreciate significant components separately. For obligation for dismantling and removing the item and restoring the site is immaterial.
- 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:

	Consolidated Baht'000	Company Baht'000
Balance as at 1 January 2011		
- 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:

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

- 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.

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 Accounting policies (continued)

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

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.

3.3 Accounting policy for business combination

The Group used the acquisition method of accounting to account for business combinations. The consideration transferred for the acquisition of a subsidiary is the fair value of the assets transferred, the liabilities incurred and the equity interests issued by the Group. The consideration transferred included the fair value of any asset or liability resulting from a contingent consideration arrangement. Acquisition-related costs are expensed as incurred. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. On an acquisition-by-acquisition basis, the Group recognises any non-controlling interest in the acquiree either at fair value or at the non-controlling interest's proportionate share of the acquiree's net assets.

The excess of the consideration transferred, the amount of any non-controlling interest in the acquiree and the acquisition-date fair value of any previous equity interest in the acquiree over the fair value of the identifiable net assets acquired is recorded as goodwill. If this is less than the fair value of the net assets of the subsidiary acquired in the case of a bargain purchase, the difference is recognised directly in the statement of income.

4 New interpretations of accounting standards during the six-month period ended 30 June 2011

The new interpretations that were announced by in the Government Gazette during the six-month period ended 30 June 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 adopted the aforementioned interpretations.

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

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

	Consolidated				
	Petroleum products	Transportation services	Other business segment	Elimination entries	Total
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
For the three-month period ended 30 June 2011					
Sales and service income	10,174,869	443,402	44,705	(956,132)	9,706,844
Cost of goods sold and services	(9,703,865)	(338,047)	(49,434)	940,497	(9,150,849)
Operating profit (loss)	471,004	105,355	(4,729)	(15,635)	555,995
Gain on business acquisition (restated)	498,167	-	-	-	498,167
Other income	952,339	4,473	2,548	(829,888)	129,472
Net income (loss) before operating expense	1,921,510	109,828	(2,181)	(845,523)	1,183,634
Unallocated expenses					(435,370)
Net profit for the period for the parent's company					748,264
For the three-month period ended 30 June 2010					
Sales and service income	5,391,197	321,945	23,524	(350,816)	5,385,850
Cost of goods sold and services	(4,947,676)	(250,034)	(35,178)	344,203	(4,888,685)
Operating profit (loss)	443,521	71,911	(11,654)	(6,613)	497,165
Other income	707,877	4,680	482	(688,740)	24,299
Net income (loss) before operating expense	1,151,398	76,591	(11,172)	(695,353)	521,464
Unallocated expenses					(267,568)
Net profit for the period for the parent's company					253,896

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

5 Segment information (continued)

	Consolidated				
	Petroleum products Baht'000	Transportation services Baht'000	Other business segment Baht'000	Elimination entries Baht'000	Total Baht'000
For the six-month period ended 30 June 2011					
Sales and service income	19,324,445	860,112	91,259	(1,955,471)	18,320,345
Cost of goods sold and services	(18,300,854)	(656,341)	(102,195)	1,952,561	(17,106,829)
Operating profit (loss)	1,023,591	203,771	(10,936)	(2,910)	1,213,516
Gain from business acquisition (restated)	498,167	-	-	-	498,167
Other income	1,084,559	4,472	6,747	(890,594)	205,184
Net income (loss) before operating expense	2,606,317	208,243	(4,189)	(893,504)	1,916,867
Unallocated expenses					(864,865)
Net profit for the period for the parent company					<u>1,052,002</u>
Consolidated					
	Petroleum products Baht'000	Transportation services Baht'000	Other business segment Baht'000	Elimination entries Baht'000	Total Baht'000
For the six-month period ended 30 June 2010					
Sales and service income	10,797,675	651,659	53,950	(670,951)	10,832,333
Cost of goods sold and services	(9,838,389)	(497,349)	(77,731)	650,109	(9,763,360)
Operating profit (loss)	959,286	154,310	(23,781)	(20,842)	1,068,973
Other income	731,427	12,659	1,866	(696,348)	49,604
Net income (loss) before operating expense	1,690,713	166,969	(21,915)	(717,190)	1,118,577
Unallocated expenses					(536,716)
Net profit for the period for the parent company					<u>581,861</u>

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

6 Cash and cash equivalents

As at	Consolidated		Company	
	30 June 2011 Baht'000	31 December 2010 Baht'000	30 June 2011 Baht'000	31 December 2010 Baht'000
Cash on hand	15,246	9,581	4,210	6,778
Deposits held at call with banks	1,685,456	929,199	127,897	227,120
Cash and cash equivalents	1,700,702	938,780	132,107	233,898

7 Short-term investment used as collateral

As at 30 June 2011, the Group has short-term investment of RMB 202 million or Baht 963 million which is due within 3 months. This short-term investment is used for pledge of short-term promissory notes from financial institutions of RMB 285 million (Note 14).

8 Trade accounts receivable, net

As at	Consolidated		Company	
	30 June 2011 Baht'000	31 December 2010 Baht'000	30 June 2011 Baht'000	31 December 2010 Baht'000
Trade accounts receivable				
Trade accounts receivable	1,883,450	1,194,094	979,179	325,413
<u>Less</u> Allowance for doubtful accounts	(42,831)	(40,977)	(3,187)	(3,194)
Provision for discount receivable	(16,751)	(16,751)	-	-
Trade accounts receivable, net	1,823,868	1,136,366	975,992	322,219

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

As at	Consolidated		Company	
	30 June 2011 Baht'000	31 December 2010 Baht'000	30 June 2011 Baht'000	31 December 2010 Baht'000
Trade accounts receivable				
Within credit term	1,666,445	1,013,695	908,619	299,576
Overdue				
- below 3 months	152,251	104,684	63,813	19,584
- 3 months to 12 months	7,408	17,873	3,013	2,734
- more than 12 months	57,346	57,842	3,734	3,519
Total trade accounts receivable	1,883,450	1,194,094	979,179	325,413
<u>Less</u> Allowance for doubtful accounts	(42,831)	(40,977)	(3,187)	(3,194)
Provision for discount receivable	(16,751)	(16,751)	-	-
Trade accounts receivable - net	1,823,868	1,136,366	975,992	322,219

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

9 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 30 June 2011, the inventories included minimum mandatory reserve on crude oil and petroleum products amounting to Baht 95.25 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.

10 Business acquisition

10.1 Business acquisition of Siam Ocean Gas and Energy Limited

As at 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 consideration of the acquisition was USD 51 million or Baht 1,573.5 million.

Details of net assets acquired are as follows:

	Estimated Fair value (restated in Note 27) Baht’000
Plant and equipment, net	1,783,833
Intangible assets	234,955
Other assets less liabilities	52,916
Estimated fair value of net assets	2,071,704
Gain on business acquisition	(498,167)
Total purchase consideration	1,573,537
<u>Less</u> Cash and cash equivalents of subsidiary	(136,146)
Net cash paid for the acquisition	1,437,391

According to the business acquisition agreement, the Group has agreed with the acquiree to repay the net cash balance of Siam Ocean Gas and Energy Limited at the acquisition date to the acquiree. They have finalised the net cash balance of Baht 112 million in September 2011. Therefore, the Group recognised the contingent liabilities to the acquiree as current liabilities in the interim consolidated and company statements of financial position as at 30 June 2011 (Note 27).

The Group has already received the asset valuation report from an independent valuer, therefore the Group recognised the provisional fair value of the net assets acquired in excess of the purchase consideration of Baht 498 million as gain on business acquisition in consolidated statement of income for the three-month and six-month periods ended 30 June 2011. However, the measurement of the fair value of other assets and liabilities was being reviewed. The Group is required to complete the fair value assessment within twelve months from the acquisition date.

10 Business acquisition (continued)

10.2 Fair value adjustment of net assets of SingGas (LPG) Pte. Ltd.

On 30 July 2010, the Group acquired the shares of SingGas (LPG) Pte Ltd., which is incorporated in Singapore. As previously disclosed, the Group was in the process of determining fair value of the net assets acquired which has to be completed within twelve months from the acquisition date. During this quarter, the Group has already received the asset valuation report and reallocated the cost of business combination by a retrospective adjustment to the acquisition date. As required under TAS 43 (revised 2550), adjustments to the initial provisional fair value arising from the business combination have to be recognised as if the fair value assessment had been completed since the acquisition date. The adjustment was described in Note 33 in the previously issued the consolidated financial statements for the year ended 31 December 2010 on which have been revised and reissued on 11 November 2011.

10.3 Fair value adjustment of net assets of Sino Siam Gas and Petrochemical Co., Ltd.

On 24 December 2010, the Group acquired 100% of the shares of Sino Siam Gas and Petrochemical Co., Ltd. (formerly named “BP Zhuhai LPG Limited”), which is incorporated in the People’s Republic of China. As previously disclosed, the Group was in the process of determining fair value of the net assets acquired which has to be completed within twelve months from the acquisition date. During the first quarter of 2011, the Group received a valuation report and reallocated the cost of business combination by a retrospective adjustment to the acquisition date. As required under TAS 43 (revised 2550), adjustments to the initial provisional fair value arising from the business combination have to be recognised as if the fair value assessment had been completed since the acquisition date. The adjustment was described in Note 33 in the previously issued the consolidated financial statements for the year ended 31 December 2010 on which have been revised and reissued on 11 November 2011.

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

11 Investments in subsidiaries and joint venture

	Country of incorporation	% ownership interest		Type of business
		30 June 2011	31 December 2010	
Direct Subsidiaries				
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
Siamgas International Trading Co., Ltd.	Singapore	100.00%	-	Petroleum products distribution
Indirect Subsidiaries (holding by Unique Gas and Petrochemicals Public Company Limited)				
Unique Gas Trading Company Limited	Thailand	-	99.99%	Transportation
Chemical Gas Transportation Company Limited	Thailand	99.99%	99.99%	Transportation
Unique Marine Company Limited	Thailand	-	99.99%	Transportation
Unique Gas International Company Limited	Thailand	-	99.99%	Transportation
Unique Gas Carrier Company Limited	Thailand	-	99.94%	Transportation
Siam Lucky Marine Company Limited	Thailand	27.27%	-	Transportation
Indirect Subsidiary (holding by Lucky Carrier Company Limited)				
Lucky Marine Company Limited	Thailand	-	99.99%	Transportation
Siam Lucky Marine Company Limited	Thailand	72.72%	-	Transportation

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

11 Investments in subsidiaries and joint venture (continued)

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 Company Limited 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.

	Country of incorporation	% ownership interest		Type of business
		30 June 2011	31 December 2010	
Direct associate				
SG Gas Sdn. Bhd	Malaysia	29.99%	-	Petroleum products distribution
Direct Joint Venture				
Siam Nathalin Co., Ltd.	Thailand	50.00%	50.00%	Transportation for medium range size up very large crude oil carrier (VLCC)

During the second quarter of 2011, the Group has registered the establishment of Siamgas International Trading Co., Ltd. in Singapore (subsidiary) and SG gas Sdn. Bhd. in Malaysia (associate) but the Group has not paid for such investments. As at 30 June 2011, these companies have not commenced their business operation.

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

11 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	
	30 June 2011	31 December 2010	30 June 2011	31 December 2010
	Baht'000	Baht'000	Baht'000	Baht'000
Subsidiaries				
Siamgas Hongkong Company Limited	4,087,678	2,155,204	4,087,678	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>7,433,487</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	
	30 June 2011	31 December 2010	30 June 2011	31 December 2010	30 June 2011	31 December 2010
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Siam Nathalin Co., Ltd.	500	500	500	500	500	500

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

12 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, vessels, cylinders, office equipment and construction in progress. Intangible assets consist of goodwill, leasehold rights and computer program. The movements are as follows:

For the six-month period ended 30 June 2011	Consolidated		Company	
	Property, plant and equipment Baht'000	Intangible assets Baht'000	Property, plant and equipment Baht'000	Intangible assets Baht'000
Opening net book amount				
As previous reported	9,514,655	1,761,500	2,913,623	7,928
Effects from an adoption of new accounting policies (Note 3)	(30,858)	-	-	-
	9,483,797	1,761,500	2,913,623	7,928
Acquisition of subsidiaries (Note 10)	1,783,833	234,955	-	-
Additions/Transfer-in	746,014	15,513	112,218	12,526
Disposals/Transfer-out, net	(29,153)	-	(1,103)	-
Depreciation and amortisation charges	(259,575)	(6,757)	(29,901)	(1,231)
Currency translation differences	119,283	9,037	-	-
Closing net book amount	11,844,199	2,014,248	2,994,837	19,223

As at 30 June 2011, the cost of the assets under the finance lease agreement, where the Group was a lessee, included in the above of Baht 46.80 million and the accumulated depreciation was Baht 1.6 million (2010: none).

During the six-month period ended 30 June 2011, the Group has borrowing costs of Baht 8.60 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 %) is used representing the actual borrowing cost of the loan specifically used for the project.

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

13 Investment property - net

The Group has investment property for future project which the objectives has not been determined is as follows:

For the six-month period ended 30 June 2011	Consolidated Baht'000
Opening net book amount	-
- As previously reported	
- Effects from an adoption of new accounting policies (Note 3)	30,858
- As restated	30,858
Depreciation charges	(653)
Closing net book amount	30,205

14 Bank overdrafts and short-term loans from financial institutions

As at	Consolidated		Company	
	30 June 2011 Baht'000	31 December 2010 Baht'000	30 June 2011 Baht'000	31 December 2010 Baht'000
Bank overdrafts	10,058	10,045	-	-
Short-term loans	4,243,044	2,161,553	1,907,003	1,047,451
Total	<u>4,253,102</u>	<u>2,171,598</u>	<u>1,907,003</u>	<u>1,047,451</u>

As at 30 June 2011, the Group has short-term promissory notes from financial institutions of Baht 1,937 million, RMB 285 million and USD 31 million. The promissory notes bear interest between the rates of 2.50% - 7.02% per annum and MLR-0.50% per annum (2010: 2.00% - 2.50% and MLR-0.50% per annum). Short-term promissory note of RMB 285 million is secured by pledge of fixed deposit of RMB 202 million or Baht 963 million which is due within three months and letter of credit of Baht 75 million issued by the company. For other short-term promissory notes are secured by pledge according to the credit facilities of long-term loans from financial institutions (Note 15).

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

15 Long-term loans from financial institutions, net

As at	Consolidated		Company	
	30 June 2011 Baht'000	31 December 2010 Baht'000	30 June 2011 Baht'000	31 December 2010 Baht'000
Current portion of long-term loans, net				
Thai Baht	1,458,978	693,591	1,304,200	609,200
<u>Less</u> Deferred financing fee	(4,844)	(4,844)	(4,844)	(4,844)
	<u>1,454,134</u>	<u>688,747</u>	<u>1,299,356</u>	<u>604,356</u>
Long-term loans, net				
Thai Baht	3,410,199	2,215,238	2,631,200	1,770,800
<u>Less</u> Deferred financing fee, net	(12,030)	(14,432)	(12,030)	(14,432)
	<u>3,398,169</u>	<u>2,200,806</u>	<u>2,619,170</u>	<u>1,756,368</u>
Total long-term loans, net	<u>4,852,303</u>	<u>2,889,553</u>	<u>3,918,526</u>	<u>2,360,724</u>
For the six-month period ended 30 June 2011			Consolidated	Company
			Baht'000	Baht'000
Opening balance, net			2,889,553	2,360,724
Addition			2,467,196	2,020,000
Repayments			(506,848)	(464,600)
Amortised financing fee			2,402	2,402
Ending balance, net			<u>4,852,303</u>	<u>3,918,526</u>

On 10 January 2011 and 15 February 2011, a subsidiary 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.

On 7 June 2011, the Company drawdown additional loan facilities of Baht 520 million for investment in a foreign subsidiary. The long-term loan bore interest at the rate of 4.11% 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.

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.

As at 30 June 2011, the Group has available credit facilities for letter of credit, trust receipt, cheque discounted, letter of guarantee, and forward contract of Baht 9,322 million (2010: Baht 7,290 million).

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

16 Finance lease liabilities

As at	Consolidated		Company	
	30 June 2011 Baht'000	31 December 2010 Baht'000	30 June 2011 Baht'000	31 December 2010 Baht'000
Due within 1 year	18,164	-	-	-
Due in more than 1 year but not more than 5 years	27,754	-	-	-
<u>Less</u> Deferred interest payable	(3,208)	-	-	-
Present value of finance lease liabilities	<u>42,710</u>	<u>-</u>	<u>-</u>	<u>-</u>

As at	Consolidated		Company	
	30 June 2011 Baht'000	31 December 2010 Baht'000	30 June 2011 Baht'000	31 December 2010 Baht'000
Finance lease liabilities				
- Current portion	18,164	-	-	-
- Non-current portion	24,546	-	-	-
	<u>42,710</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 Baht 45.50 million. The lease agreement is a finance lease type of contracts with a period of 3 years.

17 Employee benefit obligations

	Consolidated	Company
	30 June 2011 Baht'000	30 June 2011 Baht'000
Liabilities recognised in statements of financial position		
Items recognised in statement of income	75,125	27,646
	4,186	1,228
Liabilities recognised in statements of financial position consist of:		
Present value of the obligations	<u>75,125</u>	<u>27,646</u>
Liabilities recognised in statements of financial position	<u>75,125</u>	<u>27,646</u>

Movements in employee benefit obligations are as follows:

	Consolidated	Company
For the six-month period ended	30 June 2011 Baht'000	30 June 2011 Baht'000
Beginning balance	71,407	26,706
Service cost	2,948	806
Interest cost	1,238	422
Benefit paid	(468)	(288)
Ending balance	<u>75,125</u>	<u>27,646</u>

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

17 Employee benefit obligations (continued)

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

For the six-month period ended	Consolidated	Company
	30 June 2011 Baht'000	30 June 2011 Baht'000
Current service costs	2,948	806
Interest costs	1,238	422
Total	4,186	1,228

18 Share capital

For the six-month period ended 30 June 2011

	Number of shares	Ordinary shares Baht'000	Share premium Baht'000	Treasury stock Baht'000	Total Baht'000
As at 1 January 2011	950,000,000	950,000	1,874,482	(272,143)	2,552,339
Issue of ordinary shares	-	-	-	-	-
As at 30 June 2011	950,000,000	950,000	1,874,482	(272,143)	2,552,339

As at 30 June 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 21).

19 Dividends

The Company

At the Annual General Shareholders' meeting of the Company held on 25 April 2011, the shareholders passed a resolution for the dividend payment for the year 2010 at Baht 0.50 per share, totalling of Baht 459.46 million. The Company already paid interim dividends for the operating results for the first half year of 2010 at Baht 0.20 per share, totalling of Baht 183.78 million on 10 September 2010. The remaining dividends of Baht 0.30 per share, totalling of Baht 275.68 million were paid to the shareholders on 6 May 2011.

The Subsidiaries

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 operating 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 company statement of income. The remaining dividends of Baht 1.5 million were paid to non-controlling interest.

At the Annual General Shareholders' meeting of a subsidiary held on 22 April 2011, the shareholders passed the resolution for the dividend payment for the year 2010 at Baht 60 per share, totalling of Baht 627 million. These dividends were paid to the shareholders on 6 May 2011.

At the Annual General Shareholders' meeting of a subsidiary held on 29 April 2011, the shareholders passed the resolution for the dividend payment for the year 2010 at Baht 10 per share, totalling Baht 50 million. These dividends were paid to the shareholders on 12 May 2011.

20 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.

21 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.

22 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 19% and 8% per annum, respectively (2010: 31% and 10% per annum, respectively).

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

23 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.

For the three-month periods ended 30 June	Consolidated		Company	
	Restated 2011	2010	2011	2010
Net profit for the period attributable to parent company (Baht'000)	748,264	253,896	728,002	759,789
Weighted average number of ordinary shares after deduction of treasury stock (million shares)	919	919	919	919
Earnings per share (Baht/share)	0.81	0.28	0.79	0.83
For the six-month periods ended 30 June	Consolidated		Company	
	Restated 2011	2010	2011	2010
Net profit for the period attributable to parent company (Baht'000)	1,052,002	581,861	833,271	904,488
Weighted average number of ordinary shares after deduction of treasury stock (million shares)	919	919	919	919
Earnings per share (Baht/share)	1.14	0.63	0.91	0.98

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

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

24 Related party transactions

As at 30 June 2011, the major shareholders of the Company are shareholders within Weeraborwornpong family, which own 65.98% of the Company's share capital.

Details of subsidiaries and a joint venture are presented in Note 11.

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	
	30 June 2011 Baht'000	31 December 2010 Baht'000	30 June 2011 Baht'000	31 December 2010 Baht'000
Trade accounts receivable				
Subsidiaries	-	-	129,747	173,428
Other related parties- the same shareholders and directors	1,109	1,220	339	374
Total	<u>1,109</u>	<u>1,220</u>	<u>130,086</u>	<u>173,802</u>
Other accounts receivable				
Subsidiaries	-	-	359	14,536
Accrued interest income				
Subsidiaries	-	-	25,716	13,900
Cylinder deposits				
Subsidiaries	-	-	1,982	1,982
Deposits for purchase of cylinders				
Subsidiaries	-	-	8,546	24,832
Deposits for building				
Other related parties- the same shareholders and directors	3,608	3,608	1,150	1,150
Trade accounts payable				
Subsidiaries	-	-	180,872	32,970
Other payable				
Other related parties- the same shareholders and directors	3,592	3,269	1,653	8,359
Interest payable				
Subsidiaries	-	-	6,853	62
Cylinder deposits payable				
Subsidiaries	-	-	1	1

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

24 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

For the six-month period ended 30 June	Company	
	2011	2010
	Baht'000	Baht'000
Opening balance	552,981	215,000
Additions	27,800	312,430
Proceeds	(71,000)	(7,000)
Currency translation difference	600	-
Ending balance	510,381	520,430
Current portion of long-term loans	-	(161,525)
Ending balance - net	<u>510,381</u>	<u>358,905</u>

As at 30 June 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 212.48 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 167.30 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 30.61 million (2010: Baht 30.01 million). The loans are due by 2013.

Long-term loans from subsidiaries

For the six-month period ended 30 June	Company	
	2011	2010
	Baht	Baht
Opening balance	1,310,000	825,000
Additions	310,000	800,000
Repayments	(670,000)	(625,000)
Ending balance - net	<u>950,000</u>	<u>1,000,000</u>

As at 30 June 2011, the Company has loans from a subsidiary with the interest rate of average fixed deposit account rate for four Thai commercial banks plus 0.25% per annum. The loan is due by 2015.

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

24 Related party transactions (continued)

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

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

For the three-month period ended 30 June	Consolidated		Company	
	2011 Baht'000	2010 Baht'000	2011 Baht'000	2010 Baht'000
Sales of gas				
Subsidiaries	-	-	534,144	43,412
Other related parties- the same shareholders and directors	1,580	1,280	472	441
Total	1,580	1,280	534,616	43,853
Other income				
Subsidiaries	-	-	15,177	14,573
Interest income				
Subsidiaries	-	-	6,640	3,528
For the six-month period ended 30 June	Consolidated		Company	
	2011 Baht'000	2010 Baht'000	2011 Baht'000	2010 Baht'000
Sales of gas				
Subsidiaries	-	-	1,169,408	43,479
Other related parties- the same shareholders and directors	3,341	2,922	975	944
Total	3,341	2,922	1,170,383	44,423
Other income				
Subsidiaries	-	-	30,437	29,147
Interest income				
Subsidiaries	-	-	12,834	5,814

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

24 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 period ended 30 June	Consolidated		Company	
	2011 Baht'000	2010 Baht'000	2011 Baht'000	2010 Baht'000
Purchase of goods				
Subsidiaries	-	-	32	343
Purchase of assets and equipment				
Subsidiaries	-	-	19,545	22,512
Transportation expenses				
Subsidiaries	-	-	77,503	97,652
Other expenses				
Subsidiaries	-	-	49,872	5,952
Other related parties- the same shareholders and directors	8,159	8,144	3,125	2,725
Total	8,159	8,144	52,997	8,677
Interest expenses				
Subsidiaries	-	-	7,959	2,325
For the six-month period ended 30 June	Consolidated		Company	
	2011 Baht'000	2010 Baht'000	2011 Baht'000	2010 Baht'000
Purchase of goods				
Subsidiaries	-	-	273	825
Purchase of assets and equipment				
Subsidiaries	-	-	27,824	38,497
Other related parties- the same shareholders and directors	-	719	-	119
Total	-	719	27,824	38,616
Transportation expenses				
Subsidiaries	-	-	159,399	188,546
Other expenses				
Subsidiaries	-	-	74,837	12,696
Other related parties- the same shareholders and directors	19,461	16,710	7,462	5,123
Total	19,461	16,710	82,299	17,819
Interest expenses				
Subsidiaries	-	-	14,613	4,732

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

24 Related party transactions (continued)

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

v) Management remuneration

	Consolidated		Company	
	Restated			
	2011	2010	2011	2010
For the three-month period ended 30 June	Baht'000	Baht'000	Baht'000	Baht'000
Short-term employee benefits	12,740	9,335	7,305	5,434
Post-employment benefits	119	-	46	-
	<u>12,859</u>	<u>9,335</u>	<u>7,351</u>	<u>5,434</u>
	Consolidated		Company	
	Restated			
	2011	2010	2011	2010
For the six-month period ended 30 June	Baht'000	Baht'000	Baht'000	Baht'000
Short-term employee benefits	23,082	20,387	13,285	11,813
Post-employment benefits	372	-	195	-
	<u>23,454</u>	<u>20,387</u>	<u>13,480</u>	<u>11,813</u>

25 Commitments and contingent liabilities

During this quarter, there were no significant changes in commitments and contingent liabilities from 31 December 2010, except as discussed below.

As at 30 June 2011, a subsidiary entered into various foreign currency forward contracts totaling USD 31.32 million at rate averaged USD 6.5 to RMB 1 with a bank. The settlement date ranged within 3 months.

26 Post balance sheet events

a) Dividend payment

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) 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.

c) Severe flooding

Following severe flooding in Thailand since October 2011, 2 gas filling stations in Nakornsawan and Nonthaburi provinces and 5 gas service stations located in affected areas have been flooded which caused the filling stations and the gas service stations close its services. The Group is not currently able to assess the extent of damage to its property and equipment and is not able to determine when the Group will resume the operation. 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.

Siamgas and Petrochemicals Public Company Limited
Condensed Notes to the Interim Consolidated and Company Financial Statements
For the interim periods ended 30 June 2011 and 2010 (Unaudited)

27 Additional information

Adjustment of total purchase consideration on business acquisition of Siam Ocean Gas and Petrochemical Co., Ltd.

As mentioned in Note 10, the Group has agreed with the acquiree to repay the net cash balance of Siam Ocean Gas and Energy Limited at the acquisition date to the acquiree. They have finalised the net cash balance of Baht 112 million in September 2011. However, the Group did not recognised the provisional fair value as liabilities in the interim consolidated and company financial statements for the interim periods ended 30 June 2011 which had been reviewed and issued on 15 August 2011. Therefore, the Group had revised and reissued the interim consolidated financial statements for the six-month period ended 30 June 2011. The Group had adjusted the value of net assets from business acquisition by Baht 112 million are as follows;

	Estimated fair value		
	As previously reported Baht'000	Fair value adjustment Baht'000	Cost allocation on fair value Baht'000
Plant and equipment, net	1,783,833	-	1,783,833
Intangible assets	234,955	-	234,955
Liabilities less other assets	165,442	(112,526)	52,916
Estimated fair value of net assets	2,184,230	(112,526)	2,071,704
Gain on business acquisition	(610,693)	112,526	(498,167)
Total purchase consideration	1,573,537	-	1,573,537
<u>Less</u> Cash and cash equivalents of subsidiary	(136,146)	-	(136,146)
Net cash paid for the acquisition	1,437,391	-	1,437,391

The impact of adjusting as mentioned above to the consolidated statement of financial position and the consolidated statement of income are as follows;

	Consolidated	
	As restated Baht'000	As previously reported Baht'000
Statement of financial position as at 30 June 2011		
Payable on business acquisition	112,526	-
Retained earnings - unappropriated as at 30 June 2011	4,109,650	4,222,176
Statement of income for the three-month period ended 30 June 2011		
Gain on business acquisition	498,167	610,693
Net profit for the year	743,492	856,018
Basic earnings per share (Baht)	0.81	0.94
Statement of income for the six-month period ended 30 June 2011		
Gain on business acquisition	498,167	610,693
Net profit for the year	1,043,148	1,155,674
Basic earnings per share (Baht)	1.14	1.27

The adjustment as discussed in the above does not have any impact to the interim company financial statements for the six-month period ended 30 June 2011.