

SIAMGAS AND PETROCHEMICALS PUBLIC COMPANY LIMITED

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

30 SEPTEMBER 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 September 2011, and the related consolidated and company statements of income and comprehensive income for the three-month and nine-month periods ended 30 September 2011 and 2010, and the related statements of changes in equity and cash flows for the nine-month periods ended 30 September 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 a 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 nine-month periods ended 30 September 2010, presented for comparative purposes, are therefore presented in the new format to conform with the current period financial statements.

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 September 2011 and 31 December 2010

		Consolidated		Company	
		Unaudited	Audited	Unaudited	Audited
		(Restated)			
		30 September	31 December	30 September	31 December
		2011	2010	2011	2010
Notes		Baht'000	Baht'000	Baht'000	Baht'000
Assets					
Current assets					
Cash and cash equivalents	6	1,469,390	938,780	214,373	233,898
Short-term investment used as collateral	7	83,635	-	-	-
Trade accounts receivable, net	8	1,665,408	1,136,366	728,942	322,219
Trade accounts receivable from related parties	24	1,221	1,220	930,082	173,802
Inventories, net	9	4,573,753	1,909,951	3,306,491	1,116,789
Other current assets		315,115	281,025	178,818	92,415
Total current assets		8,108,522	4,267,342	5,358,706	1,939,123
Non-current assets					
Investments in subsidiaries	11	-	-	7,435,972	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	-	-	1,200,540	552,981
Property, plant and equipment, net	12	12,067,262	9,514,655	3,146,852	2,913,623
Non-operating assets held for sales, net	13	30,190	-	-	-
Intangible assets	12	2,011,355	1,761,500	18,300	7,928
Deposit for investment		-	150,757	-	-
Other non-current assets		102,309	187,779	50,923	63,344
Total non-current assets		14,211,816	11,615,391	11,853,087	9,039,352
Total assets		22,320,338	15,882,733	17,211,793	10,978,475

Director _____ Director _____

The notes to the consolidated and company interim financial statements from pages 13 to 35 are an integral part of these interim financial statements.

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

		Consolidated		Company	
		Unaudited	Audited	Unaudited	Audited
		(Restated)			
		30 September	31 December	30 September	31 December
		2011	2010	2011	2010
Notes		Baht'000	Baht'000	Baht'000	Baht'000
Liabilities and equity					
Current liabilities					
Bank overdrafts and short-term loans					
from financial institutions	14	4,718,228	2,171,598	4,605,755	1,047,451
Trade accounts payable		2,140,418	1,732,665	1,605,224	1,140,763
Trade accounts payable to related parties	24	-	-	68,634	32,970
Current portion of long-term loans	15	1,442,624	688,747	1,299,356	604,356
Current portion of finance lease liabilities	16	18,165	-	-	-
Other payables		133,813	101,639	199,116	20,351
Accrued corporate income tax		75,090	265,154	-	97,497
Other current liabilities		430,033	163,728	59,664	37,836
Total current liabilities		8,958,371	5,123,531	7,837,749	2,981,224
Non-current liabilities					
Long-term loans from					
financial institutions, net	15	3,802,960	2,200,806	3,054,341	1,756,368
Long-term loans from related parties	24	-	-	704,200	1,310,000
Finance lease liabilities, net	16	21,831	-	-	-
Cylinder deposits		2,622,270	2,433,207	388,934	305,967
Employee benefit obligations	17	76,946	-	28,261	-
Other non-current liabilities		25,122	23,654	6,881	1,784
Total non-current liabilities		6,549,129	4,657,667	4,182,617	3,374,119
Total liabilities		15,507,500	9,781,198	12,020,366	6,355,343

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

		Consolidated		Company	
		Unaudited	Audited	Unaudited	Audited
		30 September	31 December	30 September	31 December
		2011	2010	2011	2010
Notes		Baht'000	Baht'000	Baht'000	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		<u>950,000</u>	<u>950,000</u>	<u>950,000</u>	<u>950,000</u>
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		3,982,906	3,407,335	2,584,370	2,016,075
Other components of equity		(208,645)	(359,708)	(379,514)	(379,514)
<u>Less</u> Treasury stock	18, 21	<u>(272,143)</u>	<u>(272,143)</u>	<u>(272,143)</u>	<u>(272,143)</u>
Equity attributable to owners of the parent		<u>6,760,832</u>	<u>6,034,198</u>	<u>5,191,427</u>	<u>4,623,132</u>
Non-controlling interests		<u>52,006</u>	<u>67,337</u>	<u>-</u>	<u>-</u>
Total equity		<u>6,812,838</u>	<u>6,101,535</u>	<u>5,191,427</u>	<u>4,623,132</u>
Total liabilities and equity		<u>22,320,338</u>	<u>15,882,733</u>	<u>17,211,793</u>	<u>10,978,475</u>

The notes to the consolidated and company interim financial statements from pages 13 to 35 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 September 2011 and 2010 (Unaudited)

	Notes	Consolidated		Company	
		30 September 2011 Baht'000	30 September 2010 Baht'000	30 September 2011 Baht'000	30 September 2010 Baht'000
Revenue					
Revenue from sales		9,804,119	5,298,910	7,627,187	2,704,655
Revenue from transportation		106,243	84,791	-	-
Revenue from services		18,925	44,537	27,316	15,314
Total revenue		9,929,287	5,428,238	7,654,503	2,719,969
Cost of sales and services		(9,637,019)	(4,818,059)	(7,629,915)	(2,481,364)
Gross profit		292,268	610,179	24,588	238,605
Dividend income	19	-	-	313,700	-
Other income		43,407	31,078	14,588	11,819
Total other income		43,407	31,078	328,288	11,819
Profit before expenses		335,675	641,257	352,876	250,424
Selling expenses		(37,757)	(17,322)	(13,703)	(10,109)
Administrative expenses		(138,868)	(146,066)	(114,800)	(47,386)
Management's remuneration	24	(10,879)	(9,895)	(6,481)	(5,804)
Total expenses		(187,504)	(173,283)	(134,984)	(63,299)
Profit before finance costs and income tax		148,171	467,974	217,892	187,125
Finance costs		(117,316)	(17,684)	(102,815)	(10,919)
Profit before income tax		30,855	450,290	115,077	176,206
(Income tax) Reverse income tax	22	(23,426)	(143,756)	60,170	(51,764)
Net profit for the period		7,429	306,534	175,247	124,442
Attributable to:					
Equity holders of the parent		12,395	312,420	175,247	124,442
Minority interests		(4,966)	(5,886)	-	-
Net profit for the period		7,429	306,534	175,247	124,442
Earnings per share for profit attributable to the equity holders of the parent 23					
Basic earnings per share (Baht)		0.01	0.34	0.19	0.14

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Siamgas and Petrochemicals Public Company Limited

Statements of Comprehensive Income

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

	Consolidated		Company	
	2011	2010	2011	2010
	Baht'000	Baht'000	Baht'000	Baht'000
Net profit for the period	7,429	306,533	175,247	124,442
Other comprehensive income:				
- Currency translation difference	100,793	(23,386)	-	-
Other comprehensive income for the period	100,793	(23,386)	-	-
Total comprehensive income for the period	108,222	283,147	175,247	124,442
Total comprehensive income attributable to:				
Owners of the parent	113,188	289,033	175,247	124,442
Non-controlling interests	(4,966)	(5,886)	-	-
	108,222	283,147	175,247	124,442

The notes to the consolidated and company interim financial statements from pages 13 to 35 are an integral part of these interim financial statements.

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

	Notes	Consolidated		Company	
		30 September 2011 Baht'000	30 September 2010 Baht'000	30 September 2011 Baht'000	30 September 2010 Baht'000
Revenue					
Revenue from sales		27,874,818	15,921,638	19,098,374	8,716,799
Revenue from transportation		327,080	243,238	-	-
Revenue from services		107,120	95,696	57,146	59,187
Total revenue		28,309,018	16,260,572	19,155,520	8,775,986
Cost of sales and services		(26,743,848)	(14,581,419)	(18,668,012)	(8,048,555)
Gross profit		1,565,170	1,679,153	487,508	727,431
Dividend income	19	-	-	1,013,814	627,399
Gain from business acquisition	10	498,168	-	-	-
Other income		189,205	80,682	69,427	36,074
Total other income		687,373	80,682	1,083,241	663,473
Profit before expenses		2,252,543	1,759,835	1,570,749	1,390,904
Selling expenses		(112,325)	(36,705)	(39,313)	(28,103)
Administrative expenses		(473,243)	(371,306)	(248,852)	(143,016)
Management's remuneration	24	(34,333)	(29,202)	(19,961)	(17,616)
Total expenses		(619,901)	(437,213)	(308,126)	(188,735)
Profit before finance costs and income tax		1,632,642	1,322,622	1,262,623	1,202,169
Finance costs		(316,583)	(40,076)	(237,387)	(22,543)
Profit before income tax		1,316,059	1,282,546	1,025,236	1,179,626
Income tax	22	(265,482)	(405,366)	(16,717)	(150,695)
Net profit for the period		<u>1,050,577</u>	<u>877,180</u>	<u>1,008,519</u>	<u>1,028,931</u>
Attributable to:					
Equity holders of the parent		1,064,397	894,282	1,008,519	1,028,931
Minority interests		(13,820)	(17,102)	-	-
Net profit for the period		<u>1,050,577</u>	<u>877,180</u>	<u>1,008,519</u>	<u>1,028,931</u>
Earnings per share for profit attributable to the equity holders of the parent 23					
Basic earnings per share (Baht)		<u>1.16</u>	<u>0.97</u>	<u>1.10</u>	<u>1.12</u>

The notes to the consolidated and company interim financial statements from pages 13 to 35 are an integral part of these interim financial statements.

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

	Consolidated		Company	
	2011	2010	2011	2010
	Baht'000	Baht'000	Baht'000	Baht'000
Net profit for the period	1,050,577	877,180	1,008,519	1,028,931
Other comprehensive income:				
- Currency translation difference	151,063	(30,348)	-	-
Other comprehensive income for the period	151,063	(30,348)	-	-
Total comprehensive income for the period	1,201,640	846,832	1,008,519	1,028,931
Total comprehensive income attributable to:				
Owners of the parent	1,215,460	863,934	1,008,519	1,028,931
Non-controlling interests	(13,820)	(17,102)	-	-
	1,201,640	846,832	1,008,519	1,028,931

The notes to the consolidated and company interim financial statements from pages 13 to 35 are an integral part of these interim financial statements.

Siamgas and Petrochemicals Public Company Limited
 Statements of Changes in Equity
 For the nine-month periods ended 30 September 2011 and 2010 (Unaudited)

	Consolidated												Total equity
	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	
			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		
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)	-	-	-	-	(417,419)	-	-	-	-	-	-	(1,511)	(418,930)
Total comprehensive income for the period	-	-	-	-	1,064,397	-	-	-	151,063	151,063	-	(13,820)	1,201,640
Closing balance - 30 September 2011	<u>950,000</u>	<u>1,874,482</u>	<u>162,089</u>	<u>272,143</u>	<u>3,982,906</u>	<u>310,444</u>	<u>(660,734)</u>	<u>22,583</u>	<u>119,062</u>	<u>(208,645)</u>	<u>(272,143)</u>	<u>52,006</u>	<u>6,812,838</u>
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
Legal reserve	-	-	45,225	-	(45,225)	-	-	-	-	-	-	-	-
Dividends paid	-	-	-	-	(461,629)	-	-	-	-	-	-	-	(461,629)
Total comprehensive income for the period	-	-	-	-	894,282	-	-	-	(30,348)	(30,348)	-	(17,102)	846,832
Closing balance - 30 September 2010	<u>950,000</u>	<u>1,874,482</u>	<u>162,089</u>	<u>272,143</u>	<u>2,469,146</u>	<u>310,444</u>	<u>(660,734)</u>	<u>22,583</u>	<u>(33,298)</u>	<u>(361,005)</u>	<u>(272,143)</u>	<u>66,528</u>	<u>5,161,240</u>

The notes to the consolidated and company interim financial statements from pages 13 to 35 are an integral part of these interim financial statements.

Siamgas and Petrochemicals Public Company Limited

Statements of Changes in Equity

For the nine-month periods ended 30 September 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)	-	-	-	-	(413,518)	-	-	-	-	(413,518)
Total comprehensive income for the period	-	-	-	-	1,008,519	-	-	-	-	1,008,519
Closing balance - 30 September 2011	950,000	1,874,482	162,089	272,143	2,584,370	281,220	(660,734)	(379,514)	(272,143)	5,191,427
Opening balance - 1 January 2010	950,000	1,874,482	116,864	272,143	1,386,427	281,220	(660,734)	(379,514)	(272,143)	3,948,259
Legal Reserve	-	-	45,225	-	(45,225)	-	-	-	-	-
Dividends paid	-	-	-	-	(459,028)	-	-	-	-	(459,028)
Total comprehensive income for the period	-	-	-	-	1,028,931	-	-	-	-	1,028,931
Closing balance - 30 September 2010	950,000	1,874,482	162,089	272,143	1,911,105	281,220	(660,734)	(379,514)	(272,143)	4,518,162

The notes to the consolidated and company interim financial statements from pages 13 to 35 are an integral part of these interim financial statements.

Siamgas and Petrochemicals Public Company Limited

Statements of Cash Flows

For the nine-month periods ended 30 September 2011 and 2010 (Unaudited)

	Notes	Consolidated		Company	
		30 September 2011 Baht'000	30 September 2010 Baht'000	30 September 2011 Baht'000	30 September 2010 Baht'000
Cash flows from operating activities					
Net profit before income tax		1,316,059	1,282,546	1,025,236	1,179,626
Adjustments for:					
Depreciation expenses - property, plant and equipment	12,13	421,842	331,995	45,561	45,189
Amortisation expenses - intangible assets	12	16,669	5,173	2,154	879
Interest expenses		245,311	22,557	183,756	11,033
Allowance for doubtful debts (reversal)		5,499	(778)	(7)	(352)
Provision for diminution in value of inventories		21,746	512	21,985	-
Amortization expense-deferred charge		12,335	-	-	-
Written off withholding tax		-	1,552	-	-
Unrealised (gain) loss on exchange rate		85,963	(633)	74,551	(703)
(Gain) loss on sales/written off of property, plant and equipment, net		(14,711)	(5,797)	(764)	(1,170)
Gain from business acquisition	10	(498,168)	-	-	-
Employee benefit obligations	17	6,302	-	1,843	-
Bad debt write-off		223	-	223	-
Translation differences		(1,773)	-	-	-
Interest received		(14,516)	(19,653)	(29,585)	(11,800)
Dividends received	19	-	-	(1,013,814)	(627,399)
		1,602,781	1,617,474	311,139	595,303
Changes in operating working capital (excluding effect of business acquisition)					
- trade accounts receivable		(534,765)	(18,749)	(406,940)	70,989
- trade accounts receivable from related parties		-	80	(756,280)	(59,469)
- inventories		(2,584,521)	(63,645)	(2,211,687)	25,924
- other current assets		(38,898)	49,579	(76,457)	64,303
- other non-current assets		72,289	(19,875)	2,214	(21,360)
- trade accounts payable		407,753	16,583	464,461	45,825
- trade accounts payable to related parties		3,593	-	35,664	17,266
- other payables		11,981	5,192	-	(2,631)
- cylinder deposits		189,063	108,730	82,967	43,402
- other current liabilities		190,266	(5,950)	184,899	28,626
- other non-current liabilities		706	(892)	4,810	(321)
Cash flows receipts from (payments in) operating activities before interest and income tax paid		(679,752)	1,688,527	(2,365,210)	807,857
- Interest paid		(250,958)	(22,357)	(184,907)	(13,711)
- Income tax paid		(455,546)	(619,504)	(114,214)	(233,588)
Net cash receipts from (payments in) operating activities		(1,386,256)	1,046,666	(2,664,331)	560,558

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Siamgas and Petrochemicals Public Company Limited
Statements of Cash Flows (continued)
For the nine-month periods ended 30 September 2011 and 2010 (Unaudited)

	Notes	Consolidated		Company	
		30 September 2011 Baht'000	30 September 2010 Baht'000	30 September 2011 Baht'000	30 September 2010 Baht'000
Cash flows from investing activities					
Disposals of short-term investments		(83,635)	10,111	-	-
Short-term loans made to related parties		-	-	-	(14,000)
Short-term loans payment received from related parties	24	-	-	100,676	168,525
Long-term loans made to related parties	24	-	-	(737,924)	(332,430)
Acquisition of subsidiary	11	(1,399,159)	(654,163)	(1,934,996)	(1,340,015)
Acquisition of joint venture		-	-	-	(500)
Cash paid for deposits for investment		-	(598,970)	-	-
Purchase of property, plant and equipment		(1,025,011)	(1,150,024)	(253,334)	(585,016)
Disposals of property, plant and equipment		54,701	18,480	1,888	20,673
Purchase of intangible assets		(3,122)	(69)	-	-
Interest received		14,515	19,653	7,586	4,983
Dividends received		-	-	1,013,814	627,399
Net cash payments in investing activities		<u>(2,441,711)</u>	<u>(2,354,982)</u>	<u>(1,802,290)</u>	<u>(1,450,381)</u>
Cash flows from financing activities					
Proceed from short-term loan from financial institution		2,382,582	900,000	3,473,397	900,000
Proceeds from long-term loans from related parties	24	-	-	370,000	930,000
Payments on long-term loans from related parties	24	-	-	(975,800)	(625,000)
Proceeds from long-term loans from financial institutions	15	3,227,196	161,525	2,780,000	-
Payments on long-term loans from financial institutions	15	(871,165)	(133,928)	(787,027)	(90,000)
Proceed from sale and lease back		45,495	(66)	-	-
Repayments for liabilities under finance lease agreement		(5,500)	-	-	-
Cash paid for dividends		(418,930)	(461,629)	(413,518)	(459,028)
Net cash receipts from financing activities		<u>4,359,678</u>	<u>465,902</u>	<u>4,447,052</u>	<u>655,972</u>
Net (decrease) increase in cash and cash equivalents		531,711	(842,414)	(19,569)	(233,851)
Cash and cash equivalents - opening balance		928,734	1,331,089	233,897	311,217
Exchange gains on cash and cash equivalent		(1,055)	(309)	45	-
Cash and cash equivalents - closing balance		<u>1,459,390</u>	<u>488,366</u>	<u>214,373</u>	<u>77,366</u>
Cash and cash equivalents at the closing period					
Cash and deposits at financial institutions		1,469,390	498,388	214,373	77,366
Bank overdrafts	14	(10,000)	(10,022)	-	-
Cash and cash equivalents - closing balance	6	<u>1,459,390</u>	<u>488,366</u>	<u>214,373</u>	<u>77,366</u>
Non-cash items					
Payable for purchase of property, plant and equipment (recorded as other accounts payable at the end of period)		54,931	30,643	28,278	17,663
Receivable for disposals of property, plant and equipment (recorded as other accounts receivable at the end of period)		882	-	882	10,687
Advance payments for property, plant and equipment		17,011	24,571	29,446	50,896

The notes to the consolidated and company interim financial statements from pages 13 to 35 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 interim periods ended 30 September 2011 and 2010 (Unaudited)

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, Pomprabsatropai, 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 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 decreased	(30,858)	-
- Investment property 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.

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4 New interpretations of accounting standards during the nine-month period ended 30 September 2011

The new interpretations that were announced by in the Government Gazette during the nine-month period ended 30 September 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.

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 September 2011					
Sales and service income	11,417,873	462,047	85,341	(2,035,974)	9,929,287
Cost of goods sold and services	(11,172,739)	(374,103)	(115,689)	2,025,512	(9,637,019)
Operating profit (loss)	245,134	87,944	(30,348)	(10,462)	292,268
Other income	37,992	14,198	32,300	(41,083)	43,407
Net income (loss) before operating expense	283,126	102,142	1,952	(51,545)	335,675
Unallocated expenses					(323,280)
Net profit for the period for the parent's company					12,395

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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 three-month period ended 30 September 2010					
Sales and service income	5,417,808	363,715	53,639	(406,924)	5,428,238
Cost of goods sold and services	(4,894,992)	(260,276)	(62,415)	399,624	(4,818,059)
Operating profit (loss)	522,816	103,439	(8,776)	(7,300)	610,179
Other income	36,004	4,414	6,666	(16,006)	31,078
	558,820	107,853	(2,110)	(23,306)	641,257
Net income (loss) before operating expense					
Unallocated expenses					(328,837)
Net profit for the period for the parent's company					312,420
Consolidated					
	Petroleum products Baht'000	Transportation services Baht'000	Other business segment Baht'000	Elimination entries Baht'000	Total Baht'000
For the nine-month period ended 30 September 2011					
Sales and service income	30,801,704	1,322,159	176,600	(3,991,445)	28,309,018
Cost of goods sold and services	(29,473,592)	(1,030,444)	(217,884)	3,978,072	(26,743,848)
Operating profit (loss)	1,328,112	291,715	(41,284)	(13,373)	1,565,170
Gain from business acquisition	498,168	-	-	-	498,168
Other income	363,050	18,670	39,047	(231,562)	189,205
Net income (loss) before operating expense	2,189,330	310,385	(2,237)	(244,935)	2,252,543
Unallocated expenses					(1,188,146)
Net profit for the period for the parent company					1,064,397
Consolidated					
	Petroleum products Baht'000	Transportation services Baht'000	Other business Segment Baht'000	Elimination entries Baht'000	Total Baht'000
For the nine-month period ended 30 September 2010					
Sales and service income	16,215,472	1,015,386	107,589	(1,077,875)	16,260,572
Cost of goods sold and services	(14,733,381)	(757,625)	(140,146)	1,049,733	(14,581,419)
Operating profit (loss)	1,482,091	257,761	(32,557)	(28,142)	1,679,153
Other income	140,033	17,074	8,532	(84,957)	80,682
Net income (loss) before operating expense	1,622,124	274,835	(24,025)	(113,099)	1,759,835
Unallocated expenses					(865,553)
Net profit for the period for the parent company					894,282

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6 Cash and cash equivalents

As at	Consolidated		Company	
	30 September 2011 Baht'000	31 December 2010 Baht'000	30 September 2011 Baht'000	31 December 2010 Baht'000
Cash on hand	9,090	9,581	4,330	6,778
Deposits held at call with banks	1,460,300	929,199	210,043	227,120
Cash and cash equivalents	1,469,390	938,780	214,373	233,898

7 Short-term investment used as collateral

As at 30 September 2011, the Group has short-term investment of RMB 17 million or Baht 83 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 17 million (Note 14) and the company issued letter of credit by Baht 75 million.

8 Trade accounts receivable, net

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

As at	Consolidated		Company	
	30 September 2011 Baht'000	31 December 2010 Baht'000	30 September 2011 Baht'000	31 December 2010 Baht'000
Trade accounts receivable				
Within credit term	1,521,281	1,013,695	683,582	299,576
Overdue				
- below 3 months	139,128	104,684	44,520	19,584
- 3 months to 12 months	10,358	17,873	638	2,734
- more than 12 months	54,188	57,842	3,389	3,519
Total trade accounts receivable	1,724,955	1,194,094	732,129	325,413
<u>Less</u> Allowance for doubtful accounts	(42,796)	(40,977)	(3,187)	(3,194)
Provision for discount receivable	(16,751)	(16,751)	-	-
Trade accounts receivable - net	1,665,408	1,136,366	728,942	322,219

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 September 2011, the inventories included minimum mandatory reserve on crude oil and petroleum products amounting to Baht 92.92 million in the consolidated financial statements, and Baht 43.75 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

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 Baht’000
Property, 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	<u>1,437,391</u>

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 nine-month period ended 30 September 2011. However, the measurement of the fair value of other assets and liabilities has not been completed yet. The Group is required to complete the fair value assessment within twelve months from the acquisition date.

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11 Investments in subsidiaries and joint venture

	Country of incorporation	% ownership interest		Type of business
		30 September 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

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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 the old 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 September 2011	31 December 2010	
Indirect Subsidiaries (holding by Siamgas Hongkong Co., Ltd.)				
Sino Siam Gas and Petrochemical Co. Ltd.	The People's Republic of China	100.00%	100.00%	Petroleum and petrochemical products distribution
Siam Ocean Gas and Energy Co., Ltd.	The People's Republic of China	100.00%	-	Petroleum and petrochemical products distribution
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) which the Group has paid for this investment of Baht 2.48 million and SG gas Sdn. Bhd. in Malaysia (associate) but the Group has not paid for such investments. As at 30 September 2011, these companies have not commenced their business operation.

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11 Investments in subsidiaries and joint venture (continued)

Investments in subsidiaries

Detail of investments in subsidiaries is as follows:

As at	Paid-up Capital		Cost Method	
	30 September	31 December	30 September	31 December
	2011	2010	2011	2010
	Baht'000	Baht'000	Baht'000	Baht'000
Subsidiaries				
Siamgas Hongkong Co.,Ltd	4,087,678	2,155,167	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 Co.,Ltd	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
Siamgas International Trading Co.,Ltd	2,485	-	2,485	-
			<u>7,435,972</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 September	31 December	30 September	31 December	30 September	31 December
	2011	2010	2011	2010	2011	2010
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Siam Nathalin Co., Ltd.	500	500	500	500	500	500

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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 nine-month period ended 30 September 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 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)	-	-	-
As restated	9,483,797	1,761,500	2,913,623	7,928
Acquisition of subsidiaries (Note 10)	1,783,833	234,955	-	-
Additions/Transfer-in	1,048,222	15,640	280,386	12,526
Disposals/Transfer-out, net	(40,923)	-	(1,596)	-
Depreciation and amortisation charges	(421,174)	(16,669)	(45,561)	(2,154)
Currency translation differences	213,507	15,929	-	-
Closing net book amount	<u>12,067,262</u>	<u>2,011,355</u>	<u>3,146,852</u>	<u>18,300</u>

As at 30 September 2011, the cost of the assets under the finance lease agreement, where the Group was a lessee, included in the above of Baht 46.8 million and the accumulated depreciation was Baht 2.03 million (2010: none).

During the nine-month period ended 30 September 2011, the Group has borrowing costs of Baht 12.68 million (2010: Baht 17.19 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.

13 Investment property - net

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

For the nine-month period ended 30 September 2011	Consolidated Baht'000
Opening net book amount	-
- As previously reported	
- Effects from an adoption of new accounting policies (Note 3)	<u>30,858</u>
- As restated	30,858
Depreciation charges	<u>(668)</u>
Closing net book amount	<u><u>30,190</u></u>

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14 Bank overdrafts and short-term loans from financial institutions

As at	Consolidated		Company	
	30 September 2011 Baht'000	31 December 2010 Baht'000	30 September 2011 Baht'000	31 December 2010 Baht'000
Bank overdrafts	10,000	10,045	-	-
Short-term loans	4,708,228	2,161,553	4,605,755	1,047,451
Total	4,718,228	2,171,598	4,605,755	1,047,451

As at 30 September 2011, the Group has short-term promissory notes from financial institutions of Baht 1,080 million and USD 116.23 million. The promissory notes bear interest between the rates of 1.09% - 5.3% per annum and MLR-0.50% per annum (2010: 2.00% - 2.50% and MLR-0.50% per annum). Short-term promissory note of USD 2.67 million is secured by pledge of fixed deposit of subsidiary amounting to RMB 17 million or Baht 83 million which is due within three months. For other short-term promissory notes are secured by pledge according to the credit facilities of long-term loans from financial institutions (Note 15).

15 Long-term loans from financial institutions, net

As at	Consolidated		Company	
	30 September 2011 Baht'000	31 December 2010 Baht'000	30 September 2011 Baht'000	31 December 2010 Baht'000
Current portion of long-term loans, net				
Thai Baht	1,447,468	693,591	1,304,200	609,200
<u>Less</u> Deferred financing fee	(4,844)	(4,844)	(4,844)	(4,844)
	1,442,624	688,747	1,299,356	604,356
Long-term loans, net				
Thai Baht	3,813,769	2,215,238	3,065,150	1,770,800
<u>Less</u> Deferred financing fee, net	(10,809)	(14,432)	(10,809)	(14,432)
	3,802,960	2,200,806	3,054,341	1,756,368
Total long-term loans, net	5,245,584	2,889,553	4,353,697	2,360,724

For the nine-month period ended 30 September 2011

	Consolidated Baht'000	Company Baht'000
Opening balance, net	2,889,553	2,360,724
Addition	3,227,196	2,780,000
Repayments and financing fee	(871,165)	(787,027)
Ending balance, net	5,245,584	4,353,697

As at 30 September 2011 and 31 December 2010, the long-term loans represented long-term loans from local commercial banks as follows:

On 10 January 2011 and 15 February 2011, a subsidiary has entered into long-term loan agreements with a local 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.

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15 Long-term loans from financial institutions, net (continued)

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 a quarterly 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 a quarterly basis with the amount Baht 93.75 million each. The loan is secured by two foreign subsidiaries' share certificates.

On 12 July 2011, the Company drawdown loan facilities of Baht 760 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 a quarterly basis with the amount Baht 93.75 million each. The loan is secured by two foreign subsidiaries' share certificates.

The interest rate exposure on the long-term loans of the Group after taking into account interest rate swap contract is as follows:

	Consolidated		Company	
	2011	2010	2011	2010
	Baht	Baht	Baht	Baht
Long-term loans, net				
- at fixed rates	300,000	390,000	300,000	390,000
- at floating rates	4,945,584	2,499,553	4,053,697	1,970,724
Total long-term loans, net	<u>5,245,584</u>	<u>2,889,553</u>	<u>4,353,697</u>	<u>2,360,724</u>

After taking into account of interest rate swaps, the weighted average effective interest rates of the long-term loans of the Group were approximately 5.80% per annum (2010: 5.26% per annum).

After taking into account of interest rate swaps, the weighted average effective interest rate of the long-term loans of the Company was 5.64% per annum for Thai Baht loans. (2010: 4.83% per annum).

As at 30 September maturity of long-term loans are as follow:

	Consolidated		Company	
	2011	2010	2011	2010
	Baht	Baht	Baht	Baht
Within 1 year	1,442,624	688,747	1,299,356	604,356
Later than 1 year but not later than 5 years	3,703,168	2,111,027	3,054,341	1,756,368
Later than 5 years	99,792	89,779	-	-
Total long-term loans, net	<u>5,245,584</u>	<u>2,889,553</u>	<u>4,353,697</u>	<u>2,360,724</u>

Credit facilities

As at 30 September 2011, the Group has available credit facilities for letter of credit, trust receipt, cheque discounted, letter of guarantee, and forward contract of Baht 18,856 million (31 December 2010: Baht 7,290 million).

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16 Finance lease liabilities, net

As at	Consolidated		Company	
	30 September 2011 Baht'000	31 December 2010 Baht'000	30 September 2011 Baht'000	31 December 2010 Baht'000
Due within 1 year	18,165	-	-	-
Due in more than 1 year but not more than 5 years	24,727	-	-	-
<u>Less</u> Deferred interest payable	(2,896)	-	-	-
Present value of finance lease liabilities	<u>39,996</u>	<u>-</u>	<u>-</u>	<u>-</u>

As at	Consolidated		Company	
	30 September 2011 Baht'000	31 December 2010 Baht'000	30 September 2011 Baht'000	31 December 2010 Baht'000
Finance lease liabilities				
- Current portion	18,165	-	-	-
- Non-current portion	21,831	-	-	-
	<u>39,996</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.

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17 Employee benefit obligations

	<u>Consolidated</u> <u>30 September</u> <u>2011</u> <u>Baht'000</u>	<u>Company</u> <u>30 September</u> <u>2011</u> <u>Baht'000</u>
Liabilities recognised in statements of financial position		
Items recognised in statement of income	76,946	28,261
	6,302	1,843
Liabilities recognised in statements of financial position consist of:		
Present value of the obligations	76,946	28,261
Liabilities recognised in statements of financial position	<u>76,946</u>	<u>28,261</u>

Movements in employee benefit obligations are as follows:

	<u>Consolidated</u> <u>30 September</u> <u>2011</u> <u>Baht'000</u>	<u>Company</u> <u>30 September</u> <u>2011</u> <u>Baht'000</u>
For the nine-month period ended		
Beginning balance	71,407	26,706
Service cost	4,407	1,209
Interest cost	1,895	634
Benefit paid	(763)	(288)
Ending balance	<u>76,946</u>	<u>28,261</u>

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

	<u>Consolidated</u> <u>30 September</u> <u>2011</u> <u>Baht'000</u>	<u>Company</u> <u>30 September</u> <u>2011</u> <u>Baht'000</u>
For the nine-month period ended		
Current service costs	4,407	1,209
Interest costs	1,895	634
Total	<u>6,302</u>	<u>1,843</u>

18 Share capital

For the nine-month period ended 30 September 2011

	<u>Number of</u> <u>shares</u>	<u>Ordinary</u> <u>shares</u> <u>Baht'000</u>	<u>Share</u> <u>premium</u> <u>Baht'000</u>	<u>Treasury</u> <u>stock</u> <u>Baht'000</u>	<u>Total</u> <u>Baht'000</u>
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 September 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 30 September 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.

At the Board of Directors' meeting of the Company held on 15 August 2011, the Board of Directors approved the appropriation of interim dividends for the operating results for the six-month period ended 30 June 2011 at Baht 0.15 per share, totalling of Baht 137.84 million. The interim dividends have been paid in full amount on 15 September 2011.

The Subsidiaries

At the Board of Directors' meeting of SingGas (LPG) Pte. Ltd. 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 Unique Gas and Petrochemical Public Company Limited 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 Lucky Carrier Company Limited 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.

At the Annual General Shareholders' meeting of Unique Gas and Petrochemical Public Company Limited held on 15 August 2011, the shareholders passed the resolution for the interim dividends for the operating results for the first half year of 2011 at Baht 30 per share, totalling Baht 314 million. These dividends were paid to the shareholders on 15 September 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.

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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 20% and 2% per annum, respectively (2010: 31% and 13% per annum, respectively).

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	Consolidated		Company	
	2011	2010	2011	2010
30 September				
Net profit for the period attributable to parent company (Baht'000)	12,395	312,420	175,247	124,442
Weighted average number of ordinary shares after deduction of treasury stock (million shares)	919	919	919	919
Earnings per share (Baht/share)	0.01	0.34	0.19	0.14
For the nine-month periods ended	Consolidated		Company	
30 September	2011	2010	2011	2010
Net profit for the period attributable to parent company (Baht'000)	1,064,397	894,282	1,008,519	1,028,931
Weighted average number of ordinary shares after deduction of treasury stock (million shares)	919	919	919	919
Earnings per share (Baht/share)	1.16	0.97	1.10	1.12

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

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24 Related party transactions

As at 30 September 2011, the major shareholders of the Company are shareholders within Weeraborwornpong family, which own 56.24% 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 September 2011 Baht'000	31 December 2010 Baht'000	30 September 2011 Baht'000	31 December 2010 Baht'000
Trade accounts receivable				
Subsidiaries	-	-	929,708	173,428
Other related parties - the same shareholders and directors	1,221	1,220	374	374
Total	1,221	1,220	930,082	173,802
Other accounts receivable				
Subsidiaries	-	-	1,242	14,536
Accrued interest income				
Subsidiaries	-	-	35,899	13,900
Cylinder deposits				
Subsidiaries	-	-	1,982	1,982
Deposits for purchase of cylinders				
Subsidiaries	-	-	9,370	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	-	-	68,634	32,970
Other payable				
Subsidiaries	-	-	141,483	-
Other related parties - the same shareholders and directors	3,593	3,269	1,547	8,359
	3,593	3,269	143,030	8,359
Interest payable				
Subsidiaries	-	-	1,871	62
Cylinder deposits payable				
Subsidiaries	-	-	1	1

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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 nine-month period ended 30 September	Company	
	2011	2010
	Baht'000	Baht'000
Opening balance	552,981	215,000
Additions	737,924	332,430
Proceeds	(100,676)	(168,525)
Currency translation difference	10,311	-
Ending balance	1,200,540	378,905
Current portion of long-term loans	-	-
Ending balance - net	<u>1,200,540</u>	<u>378,905</u>

As at 30 September 2011, the Company has long-term loans to subsidiaries with interest rates and repayment as follows:

- Interest rate of 5.25% per annum (31 December 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 local commercial banks plus 0.25% per annum (2010: the same interest rate as 2011) is charged for a loan of Baht 100 million (31 December 2010: Baht 100 million). The loan is due by 2014.
- Interest rate of average MLR rate for three local commercial banks plus 0.50% per annum (2010: the same interest rate as 2011) is charged for a loan of Baht 167.30 million (31 December 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 31.03 million (31 December 2010: None). The loans is due by 2013.
- Interest rate for 3 months of THB FIX plus 3.10% per annum (31 December 2010: none) is charged for loans totalling Baht 691.42 million. The loan is due by 2016.

Long-term loans from subsidiaries

For the nine-month period ended 30 September	Company	
	2011	2010
	Baht	Baht
Opening balance	1,310,000	825,000
Additions	370,000	930,000
Repayments	(975,800)	(625,000)
Ending balance - net	<u>704,200</u>	<u>1,130,000</u>

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

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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 September	Consolidated		Company	
	2011 Baht'000	2010 Baht'000	2011 Baht'000	2010 Baht'000
Sales of gas				
Subsidiaries	-	-	1,583,565	66,854
Other related parties- the same shareholders and directors	1,653	1,511	505	482
Total	1,653	1,511	1,584,070	67,336
Other income				
Subsidiaries	-	-	16,165	15,566
Interest income				
Subsidiaries	-	-	16,363	4,969
Sale of assets and equipment				
Subsidiaries	-	-	-	11,357
For the nine-month period ended 30 September	Consolidated		Company	
	2011 Baht'000	2010 Baht'000	2011 Baht'000	2010 Baht'000
Sales of gas				
Subsidiaries	-	-	2,752,973	110,332
Other related parties- the same shareholders and directors	4,993	4,433	1,480	1,426
Total	4,993	4,433	2,754,453	111,758
Other income				
Subsidiaries	-	-	46,601	44,712
Interest income				
Subsidiaries	-	-	29,197	10,783
Sale of assets and equipment				
Subsidiaries	-	-	-	31,356

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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 September	Consolidated		Company	
	2011 Baht'000	2010 Baht'000	2011 Baht'000	2010 Baht'000
Purchase of goods				
Subsidiaries	-	-	11	27
Purchase of assets and equipment				
Subsidiaries	-	-	16,425	20,892
Other related parties - the same shareholders and directors	-	366	-	-
Total	-	366	16,425	20,892
Transportation expenses				
Subsidiaries	-	-	83,383	91,416
Cost of sales/Other expenses				
Subsidiaries	-	-	68,308	6,047
Other related parties - the same shareholders and directors	8,519	6,892	3,157	2,499
Total	8,519	6,892	71,465	8,546
Interest expenses				
Subsidiaries	-	-	7,555	3,447
For the nine-month period ended 30 September	Consolidated		Company	
	2011 Baht'000	2010 Baht'000	2011 Baht'000	2010 Baht'000
Purchase of goods				
Subsidiaries	-	-	283	852
Purchase of assets and equipment				
Subsidiaries	-	-	34,931	49,277
Other related parties - the same shareholders and directors	-	1,085	-	119
Total	-	1,085	34,931	49,396
Transportation expenses				
Subsidiaries	-	-	242,783	279,963
Cost of sales/Other expenses				
Subsidiaries	-	-	143,145	18,096
Other related parties - the same shareholders and directors	28,053	23,602	10,619	8,270
Total	28,053	23,602	153,764	26,366
Interest expenses				
Subsidiaries	-	-	22,168	8,180

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24 Related party transactions (continued)

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

v) Management remuneration

	Consolidated		Company	
	2011	2010	2011	2010
For the three-month period ended 30 September	Baht'000	Baht'000	Baht'000	Baht'000
Short-term employee benefits	10,305	9,895	6,020	5,804
Post-employment benefits	574	-	461	-
	10,879	9,895	6,481	5,804
	Consolidated		Company	
	2011	2010	2011	2010
For the nine-month period ended 30 September	Baht'000	Baht'000	Baht'000	Baht'000
Short-term employee benefits	33,387	29,202	19,305	17,616
Post-employment benefits	946	-	656	-
	34,333	29,202	19,961	17,616

25 Commitments and contingent liabilities

During the nine-month period ended 30 September 2011, there were no significant changes in commitments and contingent liabilities from 31 December 2010, except as discussed below.

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

26 Subsequent events

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.