

THANULUX PUBLIC COMPANY LIMITED AND SUBSIDIARIES

NOTES TO THE INTERIM FINANCIAL STATEMENTS

MARCH 31, 2009 AND 2008

1. GENERAL INFORMATION

	THE COMPANY	THE SUBSIDIARIES	
		S. Apparel Company Limited	T-CHAMBER Company Limited
1.1 Legal status	A juristic person established under Thai law and listed on the Stock Exchange of Thailand.	A juristic person established under Thai law on January 5, 1988.	A juristic person established under Thai law on April 25, 2007.
1.2 Company locations			
- Head office and factory	129/1 Chongnonthri Road, Kwaeng Chongnonthri, Khet Yannawa, Bangkok.	4/2 Moo8, Bangna-Trad Road, KM. 18 Tumbol Bangchalong, Amphur Bangplee, Samutprakarn.	129/1 Chongnonthri Road, Kwaeng Chongnonthri, Khet Yannawa, Bangkok.
- Factory-Branch (Saha Group Industrial Park Project- Lamphun)	99/3 Moo 5, Tambol Paa-Sak, Amphur Muang Lamphun, Lamphun.		
-Factory-Branch (Saha Group Industrial Park Project- Kabinburi)	125 Moo 5, Tambol Nonthri, Amphur Kabinburi, Prachinburi.		
1.3 Type of business	Manufacturing and distributing ready-made clothes and leatherware.	Manufacturing, subcontracting and distributing ready-made clothes.	Distributing ready-made clothes.

2. BASIS FOR PREPARATION OF INTERIM FINANCIAL STATEMENTS

2.1 The interim consolidated and the separate financial statements have been prepared in accordance with Thai Accounting Standards under the Accounting Act, B.E. 2543 (2000) including the Accounting Profession Act, B.E. 2547 (2004), and the Notification of the Office of the Securities and Exchange Commission. The interim financial statements should be read in conjunction with the financial statements for the year ended December 31, 2008.

2.2 Announcement of new accounting standards

The following accounting standards have been revised and become effective to the financial statements for the periods beginning on or after January 1, 2009 :

TAS 36 (revised 2007) Impairment of Assets

TAS 54 (revised 2007) Non-current Assets Held for Sale and Discontinued Operations

The Company has adopted according to the revised accounting standards which become effective with no significant impact on the financial statements for the current period.

2.3 These interim financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.

2.4 These interim consolidated financial statements included the interim financial statements of Thanulux Public Company Limited and its subsidiary companies as follows :

	<u>% Holding</u>
S. Apparel Company Limited	80.00
T-CHAMBER Company Limited	99.99

2.5 Inter-company balances and significant transactions of the Company and its subsidiaries have been eliminated from the interim consolidated financial statements.

2.6 The Company invested in S. Apparel Company Limited by holding its common stocks starting from April 1, 2004. The negative goodwill on acquisition of Baht 55.23 million arose from the excess of fair values of the identifiable assets and liabilities of the acquirer over the cost of acquisition. The negative goodwill was adjusted to beginning retained earnings in the consolidated financial statements (see Note 3).

3. CHANGES IN ACCOUNTING POLICIES

In 2008, the Company has changed its accounting policy for the negative goodwill at the beginning of the business combination accounting period before January 1, 2008, which requires to adjust such negative goodwill to beginning retained earnings following the Accounting Standard No. 43 (revised 2007) on the subject of “Business Combination”. In consequence of changing in such accounting policy, the Company has restated the previous periods of comparative consolidated financial statements. Cumulative effects on the change in accounting policy from the past which has to be increasingly adjusted to the beginning retained earnings of the consolidated financial statements as at January 1, 2008, was amount of Baht 34.52 million.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 Revenues and expenses recognition

Revenues from sales and cost of sales are recognized upon delivery of goods to customers.

Other revenues and expenses are recognized on an accrual basis.

4.2 Investments in securities

Investments in Open-end Fund are considered as trading securities, stated at fair value. The Company recognizes its investment revaluation as gain or loss in the statements of income.

Investments in the available-for-sale securities are stated at fair value. The Company recognizes its investment revaluation as separate item under shareholders’ equity and will record in the statements of income when sold.

Investments in general investments are stated at cost net after the allowance for loss on diminution.

Investments in debt securities are classified as held-to-maturity investments which shown at amortized cost.

Cost of investments in securities sold during the period is calculated by the average method.

The Company recorded dividend income when the right to receive is established.

4.3 Allowance for doubtful accounts

The Company provides allowance for doubtful accounts for the estimated losses that may be incurred by estimating from past experience. Bad debts are immediately written off during the period whenever incurred.

4.4 Allowance for goods returned

The allowance for goods returned is set up by assessing from the past experience.

4.5 Inventories

Finished goods and raw materials are stated at cost or net realizable value, whichever is the lower. Cost is determined by the average method.

Goods in process are stated at average cost of raw materials plus labor and manufacturing expenses.

The Company set up provision for diminution in value for obsolete goods by assessing the current condition of inventories.

4.6 Investments in subsidiary

The subsidiary undertaking is that company in which the parent company in the group companies, directly or indirectly, has power more than one half of the total voting rights or otherwise has power to govern the financial and operating policies of the subsidiary. Investments in subsidiary are stated by cost method in the separate financial statements.

4.7 Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation of assets. Depreciation is provided for all fixed assets other than land, by using the straight-line method based on the estimated useful lives of the following assets :

	<u>Years</u>
Buildings and structures	20
Machinery	5-10
Computer and accessories	3
Other fixed assets	5-10

Property, plant and equipment in the consolidation presented by summing up of subsidiaries' assets which were adjusted to be fair value on the acquisition dates. The increase in appraisal value made by the independent appraiser is depreciated according to the remaining useful lives of assets.

4.8 Intangible assets

Intangible assets mean acquired right for using computer softwares which are capitalized based on the acquiring costs incurred and bring to use as intended. These costs are amortized by the straight-line method through the period of useful lives in 5-10 years.

4.9 Leasehold rights

Leasehold rights are stated at cost less cumulative amortization by writing off over the lease term.

4.10 Foreign currency transactions

Foreign currency transactions are recorded in Baht at the rate ruling on the date of transactions. Outstanding foreign currency assets and liabilities on the balance sheet date are converted to Baht at the rate of exchange in effect on that date. Except the agreed transactions of forward exchange contracts with the banks, will be recorded at fair value.

Gains or losses on exchange rates are credited or charged to operations of each period.

4.11 Related parties

The parties which have, directly or indirectly, some common management, major shareholders or some common related persons are accounted for as related parties.

4.12 Leases**Operating leases**

Leases where most of substantial risks and rewards of ownership of assets remain with the leasing company are accounted for as operating leases. Rentals applicable to such operating leases are charged to expenses in the statements of income over the lease term.

Financial leases

Leases which transfer to the Company most of substantial risks and rewards of ownership other than legal title, are accounted for as financial leases. At the inception of the lease, the fair value of assets is recorded together with the obligation, excluding interest element, to pay future rentals. Interest or financial expenses are recognized in the statements of income in proportion to the principal balance.

4.13 Basic earnings per share

Basic earnings per share is determined by dividing the periodical net profit by the weighted average number of common stocks held by the outsiders during the period.

4.14 Cash and cash equivalents

For the purpose of preparation of cash flows statements, cash and cash equivalents are cash on hand and fixed deposit at financial institutions due not more than 3 months with no obligation.

4.15 Employee benefits

Employee provident fund

The Company provides a provident fund, which is a defined contribution plan, the assets of which are held in a separate trust fund and managed by the external fund manager. Such provident fund is contributed by payments from employees and the Company. Contributions to the provident fund are charged to expenses in the statements of income in the incurred period.

Retirement fund

Obligations for contributions to retirement fund are computed on the benefit formula and are recognized as an expense in the statements of income. Benefits are payable to employees upon retirement.

4.16 Use of accounting estimates

In preparation of financial statements in accordance with generally accepted accounting principles requires management to use various estimates and assumptions that will affect the reported amounts of revenues, expenses, assets and liabilities including the disclosure of contingent assets and liabilities. Actual results may differ from those estimates.

5. INVESTMENTS IN OPEN-END FUND comprise :-

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2009	Dec. 31, 2008
Investments in Open-end Fund-Debt securities	219	31,567
Provision for investment adjustment in Open-end Fund	-	65
Investments in Open-end Fund-net	219	31,632

Investments in Open-end fund are trading securities. The difference between fair value and cost is shown as provision for investment adjustment in Open-end Fund. Unrealized gain (loss) on investments in Open-end Fund during the period was duly recognized in the statements of income.

6. TRADE ACCOUNTS RECEIVABLE comprise :-

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2009	Dec. 31, 2008	Mar. 31, 2009	Dec. 31, 2008
Trade accounts receivable-related parties				
Trade notes receivable				
Current	3,246	1,416	3,246	1,416
Trade accounts receivable				
Current	203,994	199,216	204,096	199,977
Overdue within 3 months	5,535	4,756	5,535	4,756
Over 6 to 12 months	-	138	-	138
Over 12 months	186	-	186	-
Total	212,961	205,526	213,063	206,287
<u>Less</u> : Allowance for doubtful accounts	(186)	(138)	(186)	(138)
Allowance for goods returned	(38,000)	(38,000)	(38,000)	(38,000)
Trade accounts receivable related parties-net	174,775	167,388	174,877	168,149
Trade accounts receivable-others				
Trade notes receivable				
Current	12	35	4	25
Trade accounts receivable				
Current	75,783	142,652	59,578	103,769
Overdue within 3 months	19,788	29,122	17,343	17,703
Over 3 to 6 months	2,084	2,220	2,084	2,116
Over 6 to 12 months	464	131	464	129
Total	98,131	174,160	79,473	123,742
<u>Less</u> : Allowance for doubtful accounts	(464)	(130)	(464)	(129)
Trade accounts receivable others-net	97,667	174,030	79,009	123,613
Total Trade Accounts Receivable-net	272,442	341,418	253,886	291,762

7. SHORT-TERM LOANS TO RELATED PARTIES comprise :-

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS		INTEREST RATES PER YEAR (%)	
	Mar. 31, 2009	Dec. 31, 2008	Mar. 31, 2009	Dec. 31, 2008	Mar. 31, 2009	Dec. 31, 2008
SSDC (Tigertex) Co., Ltd.						
Beginning balances	40,000	12,000	40,000	12,000		
<u>Add:</u> Increase during the period	-	28,000	-	28,000	3.75 – 4.25	3.50 – 4.25
Ending balances	40,000	40,000	40,000	40,000		
Five Stars Plus Co., Ltd.						
Beginning balances	5,000	7,000	-	-		
<u>Add:</u> Increase during the periods	3,000	500	3,000	-	4.25 – 4.75	3.62 – 4.75
<u>Less:</u> Settlement during the periods	(2,000)	(2,500)	-	-		
Ending balances	6,000	5,000	3,000	-		
Thai Itokin Co., Ltd.						
Beginning balance	-	-	-	-		
<u>Add:</u> Increase during the period	-	44,000	-	44,000	-	4.50
<u>Less:</u> Settlement during the period	-	(44,000)	-	(44,000)		
Ending balance	-	-	-	-		
Erawan Textile Co., Ltd.						
Beginning balance	83,200	-	83,200	-		
<u>Add:</u> Increase during the periods	41,530	83,200	41,530	83,200	4.75 – 5.50	5.50
Ending balances	124,730	83,200	124,730	83,200		
Total	170,730	128,200	167,730	123,200		

Short-term loans to related parties are unsecured loans.

8. INVESTMENTS IN SUBSIDIARIES comprise:

(THOUSAND BAHT)

SUBSIDIARY COMPANIES	% HOLDING		COST METHOD	
	Mar. 31, 2009	Dec. 31, 2008	Mar. 31, 2009	Dec. 31, 2008
S. Apparel Co., Ltd.	80.00	80.00	27,729	27,729
T-CHAMBER Co., Ltd.	99.99	99.99	9,999	9,999
Total			37,728	37,728

(THOUSAND BAHT)

SUBSIDIARY COMPANIES	TYPE OF BUSINESS	PAID-UP CAPITAL		DIVIDEND	
		Mar. 31, 2009	Dec. 31, 2008	For the three-month periods ended March 31,	
				2009	2008
S. Apparel Co., Ltd.	Manufacturing, subcontracting and distributing ready-made clothes	36,000	36,000	-	-
T-CHAMBER Co., Ltd.	Distributing ready-made clothes	10,000	10,000	-	-

9. INVESTMENTS IN AVAILABLE-FOR-SALE SECURITIES comprise :-

(THOUSAND BAHT)

Companies	Paid-up capital	% Holding		Investment		Dividend	
		As at		As at		For the three-month	
		Mar.	Dec.	Mar.	Dec.	periods ended Mar. 31,	
		31, 2009	31, 2008	31, 2009	31, 2008	2009	2008
- Related Parties							
1. People's Garment Plc.	96,000	14.05	14.05	52,683	52,683	-	5,798
2. I.C.C. International Plc.	290,634	3.31	3.31	109,015	109,015	-	9,226
3. Sahacogen (Chonburi) Plc.	955,000	1.77	1.77	32,759	32,759	-	4,920
4. Thai Wacoal Plc.	120,000	1.39	1.39	22,476	22,476	-	2,171
5. Textile Prestige Plc.	108,000	0.96	0.96	10,185	10,185	-	518
6. Saha Pathana Inter-Holding Plc.	494,034	0.38	0.36	10,847	9,042	-	356
7. Far East DDB Plc.	75,000	0.35	0.35	505	505	-	-
8. O.C.C. Plc.	60,000	0.13	0.13	41	41	-	36
9. Saha Pathanapibul Plc.	318,422	0.07	0.07	995	995	-	110
Total				239,506	237,701	-	23,135
<u>Add:</u> Unrealized gain on investment revaluation				451,594	510,087	-	-
Total net investments in available-for-sale securities-related parties				691,100	747,788	-	23,135
- Other Companies							
1. President Bakery Plc.				13,500	13,500	1,292	905
2. Thai Toray Textile Mill Plc.				265	265	-	-
3. Nation Multimedia Group Plc.				8,608	8,608	-	-
4. Bangkok Bank Plc.				10,002	10,002	-	-
5. Kasikornbank Plc.				654	654	-	-
6. The Siam Cement Plc.				4,541	4,541	-	-
7. PTT Plc.				832	832	10	33
8. Thoresen Thai Agencies Plc.				75	75	2	1
9. Thai Oil Plc.				367	367	6	16
10. PTT Aromatics and Refining Plc.				450	450	6	32
11. Regal Corporation				9,854	9,854	-	-
Total				49,148	49,148	1,316	987
<u>Add:</u> Unrealized gain on investment revaluation				11,342	11,052	-	-
Total net investments in available-for-sale securities-other companies				60,490	60,200	1,316	987
TOTAL INVESTMETNS IN AVAILABLE FOR SALE SECURITIES							
(THE CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS)				751,590	807,988	1,316	24,122

10. GENERAL INVESTMENTS comprise :

(THAI CURRENCY : THOUSAND BAHT
FOREIGN CURRENCIES : THOUSAND)

THE CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS							
Companies	Paid-up capital	% Holding		Investment		Dividend	
		As at		As at		For the three-month	
		Mar. 31, 2009	Dec. 31, 2008	Mar. 31, 2009	Dec. 31, 2008	2009	2008
- Related Parties							
1. Thai Monster Co., Ltd.	20,000	19.00	19.00	5,549	5,549	-	-
2. Total Way Image Co., Ltd.	20,000	19.00	19.00	7,132	7,132	-	-
3. Thai Naxis Co., Ltd.	20,000	19.00	19.00	4,700	4,700	-	-
4. Celebrate Wealth Co., Ltd.	20,000	19.00	19.00	* 3,799	* 3,799	-	-
5. SSDC (Tigertex) Co., Ltd.	270,000	18.96	18.96	58,394	58,394	-	-
6. International Commercial Coordination (Hong Kong) Ltd.	HKD 2,000	18.00	18.00	* 2,291	* 2,291	-	-
7. International Leather Fashion Corp., Ltd.	50,000	18.00	18.00	8,810	8,810	-	-
8. Wise Winner Co., Ltd.	10,000	18.00	18.00	* 1,800	* 1,800	-	-
9. Five Stars Plus Co., Ltd.	50,000	17.00	17.00	* 8,500	* 8,500	-	-
10. Morgan De Toi (Thailand) Ltd.	25,000	15.99	15.99	3,999	3,999	-	-
11. Champ Ace Co., Ltd.	40,000	15.00	15.00	6,000	6,000	-	-
12. Pak Numpo Wattana Co., Ltd.	1,000	14.00	14.00	1,037	1,037	-	-
13. S.T.G.C. Co., Ltd.	2,500	13.00	13.00	* 325	* 325	-	-
14. Erawan Textile Co., Ltd.	181,832	15.18	13.00	63,854	9,427	-	-
	(Year 2008 : 72,732)						
15. Grand Star Industry Co., Ltd.	20,000	12.50	12.50	4,992	4,992	-	-
16. Intanin Chiangmai Co., Ltd.	5,000	12.50	12.50	2,781	2,781	-	-
17. Koraj Wattana Co., Ltd.	1,000	12.50	12.50	1,528	1,528	-	-
18. Sun & sand Co., Ltd.	1,000	12.50	12.50	1,499	1,499	-	-
19. Eastern I.C.C. Co., Ltd.	1,000	12.50	12.50	2,938	2,938	-	-
20. Maharachapruerk Co., Ltd.	1,000	12.00	12.00	415	415	-	-
21. Belle Maison (Thailand) Co., Ltd.	80,000	11.63	11.63	* 9,300	* 9,300	-	-
22. Thai Takaya Co., Ltd.	30,000	11.00	11.00	3,300	3,300	-	-
23. Thai Gunze Co., Ltd.	180,000	8.00	8.00	17,280	17,280	-	-
24. Wazeda Education (Thailand) Co., Ltd.	28,000	7.14	7.14	* 2,000	* 2,000	-	-

(THAI CURRENCY : THOUSAND BAHT

FOREIGN CURRENCIES : THOUSAND)

THE CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS								
Companies	Paid-up capital	% Holding		Investment		Dividend		
		As at		As at		For the-three-month		
		Mar.	Dec.	Mar.	Dec.	periods ended Mar. 31,		
		31, 2009	31, 2008	31, 2009	31, 2008	2009	2008	
25. Thai Bunka Fashion Co., Ltd.	25,000	8.00	8.00	* 2,000	* 2,000	-	-	
26. Mit Pathana Homeshopping Co., Ltd.	30,000	5.67	5.67	* 1,700	* 1,700	-	-	
27. Sriracha Aviation Co., Ltd.	33,000	6.06	6.06	* 2,000	* 2,000	-	-	
28. Guangdong Xie Zhong Garment Co., Ltd.	USD 2,900	5.00	5.00	* 2,851	* 2,851	-	-	
29. Sunrise Garment Co., Ltd.	10,000	5.00	5.00	1,966	1,966	-	-	
30. K. Commercial and Construction Co., Ltd.	50,000	5.00	5.00	6,694	6,694	-	-	
31. H & B Intertext Co., Ltd.	40,000	5.00	5.00	* 2	* 2	-	-	
32. Bangkok Tokyo Socks Co., Ltd.	102,300	4.89	4.89	3,755	3,755	-	-	
33. Sriracha BSC Bowling Co., Ltd.	47,000	4.26	4.26	* 2,000	* 2,000	-	-	
34. Thai Shikibo Co., Ltd.	237,500	4.81	4.81	11,425	11,425	1,485	1,257	
35. Thai Staflex Co., Ltd.	60,000	4.00	4.00	2,400	2,400	-	-	
36. Treasure Hill Co., Ltd.	200,000	4.00	4.00	* 6,300	* 6,300	-	-	
37. BSC Entertainment Co., Ltd.	174,000	4.00	4.00	* 8,237	* 8,237	-	-	
38. Thai Asahi Kazei Spandex Co., Ltd.	1,350,000	4.00	4.00	54,000	54,000	-	-	
39. Value Added Textile Co., Ltd.	16,500	3.00	3.00	67	67	-	-	
40. Panland Co., Ltd.	300,000	3.00	3.00	* 9,000	* 9,000	-	-	
41. Wien Co., Ltd.	10,000	2.40	2.40	1,067	1,067	-	-	
42. Sahapat Real Estate Co., Ltd.	250,000	2.40	2.40	6,165	6,165	-	-	
43. Thai Janome Co., Ltd.	88,000	2.00	2.00	1,760	1,760	-	801	
44. Sahapat Properties Co., Ltd.	20,000	1.00	1.00	200	200	-	-	
45. Thai Itokin Co., Ltd.	50,000	1.00	1.00	* 911	* 911	-	-	
46. Racha Uchino Co., Ltd.	81,000	0.49	0.49	163	163	-	-	
47. Pattaya Manufacturing Co., Ltd.	30,000	0.33	0.33	741	741	-	-	
Total				347,627	293,200	1,485	2,058	
Less: * Provision for loss on diminution in investments				(41,326)	(41,326)	-	-	
Total general investments-related parties-net				306,301	251,874	1,485	2,058	

(THAI CURRENCY : THOUSAND BAHT

FOREIGN CURRENCIES : THOUSAND)

THE CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS							
Companies	Paid-up capital	% Holding		Investment		Dividend	
		As at		As at		For the-three-month	
		Mar.	Dec.	Mar.	Dec.	periods ended Mar. 31,	
		31, 2009	31, 2008	31, 2009	31, 2008	2009	2008
- Other Companies							
1. Miwaki SDN. BHD.	RM 500	19.00	19.00	2,481	2,481	236	-
2. Miwaki Philippines Inc.	USD 400	19.00	19.00	* 3,317	* 3,317	-	-
3. Intersouth Co., Ltd.	1,000	12.50	12.50	4,286	4,286	-	-
4. Bulton (Thailand) Co., Ltd.	4,000	10.00	10.00	250	250	-	-
5. The International Knitting Mills Co., Ltd.	40,000	2.81	2.81	* 1,500	* 1,500	-	-
6. Sunlots Enterprise Co., Ltd.	130,000	2.69	2.69	* 4	* 4	-	-
7. Khonkaen Vithes Suksa Co., Ltd.	60,000	1.67	1.67	1,000	1,000	-	-
8. Thanara Co., Ltd.	60,000	1.25	1.25	1	1	-	-
9. Sigma Holding Co., Ltd.	46,364	0.26	0.26	120	120	-	-
10. Osoth Inter Laboratories Co., Ltd.	105,000	0.15	0.15	* 88	* 88	-	-
Total				13,047	13,047	236	-
<u>Less:</u> * Provision for loss on diminution in investments				(4,909)	(4,909)	-	-
Total general investments-other companies-net				8,138	8,138	236	-
Total General Investments of the Separate Financial Statements-net				314,439	260,012	1,721	2,058
General Investments of the Subsidiary-related party							
Treasure Hill Co., Ltd.				4,000	4,000	-	-
<u>Less:</u> Provision for loss on diminution in investments				(4,000)	(4,000)	-	-
Total General Investments of the Subsidiary-net				-	-	-	-
TOTAL GENERAL INVESTMENTS-NET (THE CONSOLIDATED)				314,439	260,012	1,721	2,058

As at December 31, 2008, the Company has prepaid share subscription to the Erawan Textile Co., Ltd. amount of Baht 42.55 million. In 2009, the Company has increased its capital amount of Baht 11.88 million, such company has already registered the capital increase with the Ministry of Commerce.

11. INVESTMENTS IN DEBT SECURITIES comprise :-

(THOUSAND BAHT)

PARTICULARS	CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2009	Dec. 31, 2008
The Siam Cement Public Company Limited	44,000	44,000
CH. Karnchang Public Company Limited	30,000	30,000
Charoen Pokphand Foods Public Company Limited	10,000	10,000
Thai Airways International Public Company Limited	8,200	8,200
Bank of Ayudhya Public Company Limited	10,000	10,000
PTT Chemical Public Company Limited	10,000	10,000
Advanced Info Service Public Company Limited	10,000	-
Total	122,200	112,200
<u>Less</u> Portion due for redemption within one year	(25,000)	(15,000)
Investments in debt securities-net	97,200	97,200

The Company has invested in debt securities as at March 31, 2009 as follows :

Issued date	Number of units (units)	Amount (Thousand Baht)	Terms (years)	Coupon rate (per annum)	Interest payment	Maturity date	Type of debentures
<u>Siam Cement Public Company Limited</u>							
Nov. 3, 08	8,000	8,000.00	4	5.35	Every 3 months since the issuing date of debenture.	Nov. 1, 12	Unsecured debenture, unsubordinated, trustee debenture with the holder's name
Apr. 1, 08	1,000	1,000.00	4	4.25	Every 3 months since the issuing date of debenture.	Apr. 1, 12	
Apr. 2, 07	10,000	10,000.00	4	5.75	Every 3 months since the issuing date of debenture.	Apr. 1, 11	
Mar. 31, 06	10,000	10,000.00	4	6.00	Every 3 months since the issuing date of debenture.	Apr. 1, 10	
Oct. 3, 05	15,000	15,000.00	4	5.25	Every 3 months since the issuing date of debenture.	Oct. 1, 09	
<u>Total</u>		44,000.00					

Issued date	Number of units (units)	Amount (Thousand Baht)	Terms (years)	Coupon rate (per annum)	Interest payment	Maturity date	Type of debentures
CH. Karnchang Public Company Limited							
Apr. 30, 08	20,000	20,000.00	3	5.00	Every 6 months since the issuing date of debenture.	Apr. 30, 11	Unsecured debenture, unsubordinated, trustee debenture with the holder's name
Jul. 26, 07	10,000	10,000.00	3	5.25	Every 6 months since the issuing date of debenture.	Jul. 26, 10	
Total		30,000.00					
Charoen Pokphand Foods Public Company Limited							
Oct. 19, 07	10,000	10,000.00	3	4.25	Every 6 months since the issuing date of debenture.	Oct. 19, 10	Unsecured debenture, unsubordinated, trustee debenture with the holder's name
Total		10,000.00					
Thai Airways International Public Company Limited							
Nov. 22, 07	2,200	2,200.00	3	4.51	Every 6 months since the issuing date of debenture.	Nov. 22, 10	Unsecured debenture, unsubordinated, trustee debenture with the holder's name
Nov. 22, 07	6,000	6,000.00	5	5.04	Every 6 months since the issuing date of debenture.	Nov. 22, 12	
Total		8,200.00					
Bank of Ayudhya Public Company Limited							
Jun. 5, 08	10,000	10,000.00	2	4.25	Every 3 months since the issuing date of debenture.	Jun. 5, 10	Unsecured debenture, unsubordinated, trustee debenture with the holder's name
Total		10,000.00					
PTT Chemical Public Company Limited							
Dec. 4, 08	10,000	10,000.00	5	1st- 3rd year at 5.35 and 4th – 5th year at 6.00	Every 3 months since the issuing date of debenture.	Dec. 4, 13	Unsecured debenture, unsubordinated, trustee debenture with the holder's name
Total		10,000.00					

Issued date	Number of units (units)	Amount (Thousand Baht)	Terms (years)	Coupon rate (per annum)	Interest payment	Maturity date	Type of debentures
<u>Advanced Info Service Public Company Limited</u>							
Jan. 23, 09	10,000	10,000.00	5	1st- 2nd year at 4.00 and 3rd – 4th year at 5.00 and 5th year at 6.00	Every 3 months since the issuing date of debenture.	Jan. 23, 14	Unsecured debenture, unsubordinated, trustee debenture with the holder's name
Total		10,000.00					
<u>Total in investments in debt securities</u>		122,200.00					

The portion of debt securities due for redemption within one year was shown under current assets.

12. LEGAL RESERVE

The Company has set up legal reserve which duly met 10% of authorized share capital, in compliance with the Public Company Act, B.E. 2535 (1992). Such reserve is forbidden for dividend payment.

13. GENERAL RESERVE

On April 27, 2009, the Ordinary General Shareholders' Meeting was held and approved a resolution to appropriate net profit for general reserve amount of Baht 10.00 million.

On April 21, 2008, the Ordinary General Shareholders' Meeting was held and approved a resolution to appropriate net profit for general reserve amount of Baht 9.50 million.

The Company has appropriated part of its net profit for general reserves with no specific objective.

14. DIVIDEND PAYMENT AND DIRECTORS' REMUNERATION

On April 27, 2009, the Ordinary General Shareholders' Meeting was held and approved a resolution to pay dividends from BOI business operation at Baht 0.80 per share, to the shareholders of 120 million shares. On June 23, 2008, the Board of Directors' Meeting was held and has a resolution to pay interim dividends from BOI business operation at Baht 0.26 per share, to the shareholders. The dividends will be paid from BOI business operation of Lamphun Project 2 according to the Promotional Certificate No. 1396/2543 amount of Baht 31.20 million, which were paid on July 21, 2008, and the remaining will be paid at Baht 0.54 per share. The dividends will be paid from BOI business operation of Kabinburi Project 3 according to the Promotional Certificate No. 1329(1)/2544 amount of Baht 64.80 million. The payment date is fixed on May 22, 2009, and the directors' remuneration at maximum Baht 9 million.

On February 19, 2008, the Board of Directors' Meeting was held and has a resolution to pay dividends from BOI business operation at Baht 0.75 per share, to the shareholders of 120 million shares. The dividends were paid from BOI business operation of Kabinburi Project 3 according to the Promotional Certificate No. 1329(1)/2544 amount of Baht 18 million, and Lamphun Project 2 according to the Promotional Certificate No. 1396/2543 amount of Baht 72 million, totalling Baht 90 million. The payment date is fixed on May 16, 2008, and the Ordinary General Shareholders' Meeting held on April 21, 2008 has approved to pay such proposed dividends and the directors' remuneration at maximum Baht 9 million.

15. FOREIGN CURRENCY TRANSACTIONS

15.1 Selling forward exchange contracts

The Company and the subsidiaries have entered into Selling Forward Exchange Contracts with the local commercial bank for hedging against any risk in exchange rate fluctuation which might affect to Baht received from export trade accounts receivable that can be summarized as follows:

As at March 31, 2009

Particulars	CONSOLIDATED			THE SEPARATE FINANCIAL STATEMENTS		
	Amount (in million)	Delivery will be made during	Exchange rates on delivery date (Currencies exchange to Baht)	Amount (in million)	Delivery will be made during	Exchange rate on delivery date (Currency exchange to Baht)
USD	0.10	Jun. 09	34.34	-	-	-
EUR	0.11	Sept. 09	46.28 – 47.80	0.10	Sept. 09	46.28

As at December 31, 2008

Particulars	CONSOLIDATED			THE SEPARATE FINANCIAL STATEMENTS		
	Amount (in million)	Delivery will be made during	Exchange rates on delivery date (Currencies exchange to Baht)	Amount (in million)	Delivery will be made during	Exchange rate on delivery date (Currency exchange to Baht)
USD	0.54	Apr. – Jun. 09	34.07 – 35.15	0.14	Apr. 09	34.07
JPY	9.66	Jun. 09	0.3814 – 0.3884	-	-	-
EUR	0.30	May – Jun. 09	44.26 – 48.60	-	-	-

15.2 Uncovered risk transactions

The Company and the subsidiaries have outstanding assets and liabilities denominated in foreign currencies which are not covered by any hedging as follows:

(AMOUNT IN MILLION)

Particulars	CONSOLIDATED				THE SEPARATE FINANCIAL STATEMENTS			
	Foreign currencies		Converted to Baht		Foreign currencies		Converted to Baht	
	Mar. 31, 2009	Dec. 31, 2008	Mar. 31, 2009	Dec. 31, 2008	Mar. 31, 2009	Dec. 31, 2008	Mar. 31, 2009	Dec. 31, 2008
Assets								
USD	1.35	2.87	47.87	99.85	1.22	2.53	43.03	88.15
EUR	0.19	0.19	8.73	9.40	0.17	0.13	7.76	6.24
JPY	11.07	3.68	3.97	1.403	-	0.005	-	0.002
Total			60.57	110.653			50.79	94.392
Liabilities								
USD	0.064	0.08	2.28	2.66	0.063	0.07	2.25	2.33
EUR	0.11	0.12	5.13	5.83	0.11	0.12	5.11	5.79
JPY	3.06	4.47	1.12	1.75	1.01	1.02	0.37	0.40
Total			8.53	10.24			7.73	8.52

16. PROMOTIONAL PRIVILEGES

By virtue of the Investment Promotion Act, B.E. 2520 (1977), the Company was granted some special promotional privileges from the Board of Investment as follows:

1. Promotional certificates Nos.	1286/2536	7028/2537	1396/2543	1329(1)/2544	1515/Or./2544	1604(2)/2550
2. Dates of promotional certificates	23/12/93	31/08/94	24/07/00	02/05/01	16/08/01	18/6/07
3. The generating revenues dates	10/11/94	14/02/95	01/08/00	01/02/03	10/09/01	1/10/07
4. The promotional privileges for manufacturing of	Leather products or artificial leather (cancelled project on 25/09/08)	Ready-made garment (cancelled project on 19/06/08)	Leather products or artificial leather	Textile or fragment	Ready-made garment	Leather products or artificial leather
5. Important privileges which are granted :						
5.1 Exemption from corporate income tax on net profit from promotional operations, commencing from the generating revenue date.	8 years (Expired on 9/11/02)	8 years (Expired on 13/02/03)	8 years (Expired on 31/07/08)	8 years	3 years (Expired on 13/06/04)	8 years
5.2 Exemption from income tax on dividends from promoted business which was exempted from income tax as 5.1.	8 years (Expired on 9/11/02)	8 years (Expired on 13/02/03)	8 years (Expired on 31/07/08)	8 years	3 years (Expired on 13/06/04)	8 years
5.3 Allowance for reduction the corporate income tax from promotional net profit at 50% of normal rate after the exemption for corporate income tax is ended.	5 years (Expired on 9/11/07)	5 years (Expired on 13/02/08)	5 years	5 years	5 years	5 years
5.4 Allowance for double deduction of expenses of public utilities (electricity, water supply and transportation) for the year.	10 years (Expired on 9/11/04)	10 years (Expired on 13/02/05)	10 years	10 years	5 years (Expired on 13/06/06)	10 years

As a promoted industry, the Company must strictly comply with certain terms and conditions stipulated in the promotional certificates.

17. COMMITMENT AND CONTINGENT LIABILITIES

17.1 The Company and the subsidiaries have commitment and contingent liabilities as follows:

(MILLION)

PARTICULARS	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2009	Dec. 31, 2008	Mar. 31, 2009	Dec. 31, 2008
Letters of credit				
- USD	0.08	-	0.08	-
- EUR	0.03	-	0.03	-
- JPY	1.05	-	1.05	-
Bank guarantee with Customs Department (BAHT)	4.08	4.78	3.49	3.45
Bank guarantee for electricity (BAHT)	4.95	4.95	4.28	4.28
Bank guarantee for business operation (BAHT)	0.35	0.40	0.35	0.40
Loan guarantee for related companies (BAHT)	172.26	172.26	172.26	172.26

17.2 The Company has entered into 9 trademark countercontracts with respective owners concerning about the manufacturing and distribution of garments and leather products under their trademarks. Both parties have mutual obligations to fulfil under these contracts. The trademark fees are 5.0-7.5% upon sales amount.

17.3 The Company has commitment relating to land and building lease contract with the compensation for transferring of leasehold right and monthly rental according to the contract as follows :

(BAHT)

PARTICULARS	PERIODS	LEASE TERM (YEARS)	LEASE RIGHT COMPENSATION	MONTHLY RENTAL
Land lease right	2008 – 2018	10	-	45,000
Building lease right	2004 – 2021	17	17,079,606	4,428

18. EXPENSES BY NATURE

(BAHT)

PARTICULARS	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2009	Mar. 31, 2008	Mar. 31, 2009	Mar. 31, 2008
(Increase) decrease in the changes of finished goods and work in progress	27,250	(4,626)	21,486	(3,995)
Purchase of finished goods	37,964	31,224	36,985	29,516
Raw material and consumables used	163,538	219,715	148,099	189,440
Management benefit expenses	10,658	8,937	10,257	8,564
Employee benefit expenses	132,191	127,817	118,184	114,984
Depreciation and amortization expenses	15,238	16,366	14,004	15,260
Royalty expenses	22,711	18,757	22,711	18,757
Other expenses	44,017	48,527	42,699	45,757
Total	453,567	466,717	414,425	418,283

19. FINANCIAL INFORMATION BY SEGMENT

The Company and its subsidiaries operate in core business segment, that is ready-made clothes and leather product industry with geographical segments of both local and export sales for the three month periods as follows:

(MILLION BAHT)

CONSOLIDATED	March 31, 2009			March 31, 2008		
	Local	Export	Total	Local	Export	Total
Sales by segment	317.39	151.57	468.96	264.80	238.58	503.38
Result of operation by segment	56.40	14.19	70.59	49.76	37.48	87.24
Non-allocation expenses			55.21			50.57
Other income			29.92			53.24
Corporate income tax			(3.05)			(7.13)
Net profit of Minority Interest			(0.26)			(0.43)
Net profit			41.99			82.35
Property, plant and equipment-net			417.44			451.92
Intangible assets-net			4.01			4.67
Leasehold rights-net			12.19			13.20
Total assets			2,771.61			2,794.12

20. TRANSACTIONS WITH RELATED PARTIES

The Company and its subsidiaries have certain transactions with its related parties which are related through the shareholding or having co-management or co-directors. Therefore, the effects of these transactions were reflected in the accompanying financial statements on the mutual agreement and in normal business.

RELATED PARTIES	TYPE OF BUSINESS	RELATIONSHIP
1. S. Apparel Co., Ltd.	Manufacturing, subcontracting and distributing ready-made clothes	Management and shareholders and being subsidiary
2. T-CHAMBER Co., Ltd.	Distributing ready-made clothes	Shareholders and being subsidiary
3. People's Garment Plc.	Garment manufacturing	Management and shareholders
4. I.C.C. International Plc.	Consumer goods distributing	Management and shareholders
5. Sahacogen (Chonburi) Plc.	Electricity generating and distributing	Management and shareholders
6. Thai Wacoal Plc.	Ladies' lingerie manufacturing	Management and shareholders
7. Textile Prestige Plc.	Embroidery fabric manufacturing	Management and shareholders
8. Saha Pathana Inter- Holding Plc.	Holding company	Management and shareholders
9. Far East DDB Plc.	Advertising	Shareholders
10. O.C.C. Plc.	Distributing cosmetics and garment	Management and shareholders
11. Saha Pathanapibul Plc.	Consumer goods distributing	Management and shareholders
12. Thai Monster Co., Ltd.	Garment manufacturing	Management and shareholders
13. Total Way Image Co., Ltd.	Leatherware manufacturing	Management and shareholders
14. Thai Naxis Co., Ltd.	Label manufacturing	Management and shareholders
15. Celebrate Wealth Co., Ltd.	Distributing import fashion goods	Management and shareholders
16. SSDC (Tigertex) Co., Ltd.	Bleaching, dyeing fabric and yarn	Management and shareholders
17. International Commercial Coordination (Hong Kong) Ltd.	Apparel distributing	Management and shareholders
18. International Leather Fashion Corp., Ltd.	Leatherware manufacturing	Management and shareholders
19. Wise Winner Co., Ltd.	Distributing garment and sport equipment	Management and shareholders
20. Five Stars Plus Co., Ltd.	Leather garment manufacturing	Management and shareholders
21. Morgan De Toi (Thailand) Ltd.	Garment distributing	Management and shareholders
22. Champ Ace Co., Ltd.	Garment manufacturing	Management and shareholders
23. Pak Numpo Wattana Co., Ltd.	Apparel distributing	Management and shareholders
24. S.T.G.C. Co., Ltd.	Research and develop business	Management and shareholders
25. Grand Star Industry Co., Ltd.	Fabric manufacturing	Management and shareholders
26. Intanin Chiangmai Co., Ltd.	Apparel distributing	Shareholders

RELATED PARTIES	TYPE OF BUSINESS	RELATIONSHIP
27. Koraj Wattana Co., Ltd.	Apparel distributing	Management and shareholders
28. Sun & Sand Co., Ltd.	Apparel distributing	Management and shareholders
29. Eastern I.C.C. Co., Ltd.	Apparel distributing	Management and shareholders
30. Maharachapreuk Co., Ltd.	Apparel distributing	Management and shareholders
31. Belle Maison (Thailand) Co., Ltd.	Catalog sale	Management and shareholders
32. Thai Takaya Co., Ltd.	Jeans manufacturing	Management and shareholders
33. Thai Gunze Co., Ltd.	Garment manufacturing	Management and shareholders
34. Waseda Education (Thailand) Co., Ltd.	Education institution	Management and shareholders
35. Thai Bunka Fashion Co., Ltd.	Fashion institution	Management and shareholders
36. Mit Pathana Homeshopping Co., Ltd.	Television direct sale	Management and shareholders
37. Sriracha Aviation Co., Ltd.	Machinery and plane maintenance	Management and shareholders
38. Guangdong Xiezhong Garment Co., Ltd.	Garment manufacturing	Management and shareholders
39. Sunrise Garment Co., Ltd.	Garment manufacturing	Shareholders
40. K. Commercial and Construction Co., Ltd.	Construction contractor	Management and shareholders
41. H & B Intertext Co., Ltd.	Fabric doll manufacturing	Shareholders
42. Sriracha BSC Bowling Co., Ltd.	Bowling alley	Management and shareholders
43. Thai Shikibo Co., Ltd.	Cotton yarn manufacturing	Management and shareholders
44. Thai Staflex Co., Ltd.	Fabric products	Management and shareholders
45. Treasure Hill Co., Ltd.	Golf course	Management and shareholders
46. BSC Entertainment Co., Ltd.	Bowling alley	Management and shareholders
47. Thai Asahi Kazei Spandex Co., Ltd.	Manufacturing and distributing spandex	Shareholders
48. Value Added Textile Co., Ltd.	Fabric embroidering and printing	Shareholders
49. Panland Co., Ltd.	Property development	Management and shareholders
50. Wien Co., Ltd.	Direct sale	Management and shareholders
51. Sahapat Real Estate Co., Ltd.	Real estate development	Management and shareholders
52. Janome (Thailand) Co., Ltd.	Sewing machines	Management and shareholders
53. Sahapat Properties Co., Ltd.	Property development	Shareholders
54. Thai Itokin Co., Ltd.	Garment manufacturing	Management and shareholders
55. Racha Uchino Co., Ltd.	Household textile	Management and shareholders
56. Erawan Textile Co., Ltd.	Spun yarn and fabrics manufacturing	Management and shareholders
57. Pattaya Manufacturing Co., Ltd.	Garment manufacturing	Management and shareholders
58. Ramasorn Thaveekarn Co., Ltd.	Investment	Management
59. Deluxe Bijou Societe Anonyme Co., Ltd.	Manufacturing and distributing ornament	Management
60. PTK Multi Services Co., Ltd.	Security service	Shareholders

RELATED PARTIES	TYPE OF BUSINESS	RELATIONSHIP
61. Watsadoramai Co., Ltd.	Distributing agent	Management
62. I.D.F. Co., Ltd.	Investment	Shareholders
63. Keen Intertrade Co., Ltd.	Agent	Management
64. Bangkok Tokyo Socks Co.,Ltd.	Manufacturing and distributing socks	Management and shareholders

The significant related accounting transactions are as follows:

(THOUSAND BAHT)

RELATED TRANSACTIONS IN BALANCE SHEETS	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2009	Dec. 31, 2008	Mar. 31, 2009	Dec. 31, 2008
Trade accounts receivable				
- I.C.C. International Plc.	193,204	189,763	193,204	189,763
- Other companies	19,756	15,763	19,858	16,524
Total	212,960	205,526	213,062	206,287
Short-term loans extended (Note 7)	170,730	128,200	167,730	123,200
Advance payments	3,263	559	3,281	638
Accrued revenues	6,596	9,467	6,600	9,506
Investments - net (Notes 9 and 10)	997,401	999,662	997,401	999,662
Purchase of fixed assets	-	598	-	604
Trade accounts payable	10,850	11,967	11,714	12,238
Accrued expenses	7,111	7,339	7,111	7,339

(THOUSAND BAHT)

RELATED TRANSACTIONS IN INCOME STATEMENTS FOR THE THREE MONTH PERIODS	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	Mar. 31, 2009	Mar. 31, 2008	Mar. 31, 2009	Mar. 31, 2008
Sales				
- I.C.C. International Plc.	268,724	225,281	268,724	225,281
- Other companies	15,509	14,969	15,655	16,926
Total	284,233	240,250	284,379	242,207
Dividend income (Notes 9 and 10)	1,485	25,192	1,485	25,192
Other income	15,666	14,922	16,315	15,496
Purchase of goods and raw materials	18,523	18,944	21,605	19,077
Other expenses	16,588	11,268	16,593	11,268

Revenues from sales, purchases of goods and raw materials, other revenues and expenses shown in the statements of income are in accordance with the general trading conditions. For the transactions with no reference of market prices, the prices or compensation will be fixed under the agreed contracts.

21. INCOME TAXES

Corporate income taxes of the Company and its subsidiaries for the three-month periods ended March 31, 2009 and 2008 are calculated from the accounting profits and adjusted with other revenues and some expenses which are exempted from income tax or being disallowable expenses in tax computation purposes.

Non – BOI business operation or non-taxable privileges, the tax computation was calculated at the rate of 25 per cent for 2009 and 30 per cent for 2008.

BOI business operation is calculated income tax according to the privileges which are granted (see also Note 16).

Corporate income taxes of the subsidiaries are calculated at the rate of 30 per cent.

22. RECLASSIFICATION OF ACCOUNTING TRANSACTIONS

Some accounting transactions of 2008 financial statements have been reclassified to conform with the presentation of 2009 financial statements.

23. FINANCIAL STATEMENTS APPROVAL

These interim financial statements are duly approved by the Company's directors on April 28, 2009.