

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED

AND SUBSIDIARY

AUDITOR'S REPORT AND FINANCIAL STATEMENTS

AS AT SEPTEMBER 30, 2011 (UNAUDITED/REVIEWED ONLY)

AND AS AT DECEMBER 31, 2010 (AUDITED)

AUDITOR'S REPORT

To The Shareholders of

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED

I have reviewed the consolidated statements of financial position of UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED AND SUBSIDIARY and separate statements of financial position of UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED as at September 30, 2011, the consolidated statements of comprehensive income and separate statements of comprehensive income for the three-month and nine-month periods ended September 30, 2011 and 2010, consolidated statements of changes in shareholders' equity and separate statements of changes in shareholders' equity and consolidated statements of cash flows and separate statements of cash flows for the nine-month periods ended September 30, 2011 and 2010. These financial statements are the responsibility of the Company's management as to their correctness and completeness of the presentation. My responsibility is to issue a report on these financial statements based on my review. I did not review the interim financial statements for the nine-month periods ended September 30, 2011 and 2010 of an associated company which included in these interim financial statements. Investment in associated company by using equity method reflected at 29.43 per cent of total assets as at September 30, 2011 and share of profit from investment in associated company for the three-month periods ended September 30, 2011 and 2010 at 3.75 per cent and 7.86 per cent of total revenues respectively and for the nine-month periods ended September 30, 2011 and 2010 at 5.48 per cent and 6.12 per cent of total revenues respectively. Those financial statements were reviewed by the other auditor whose report has been furnished to me, and my report, insofar as it relates to the amounts included for associated company, is based solely on the report of the other auditor.

I conducted my review in accordance with auditing standards applicable to review engagements. Those standards require that I plan and perform the review to obtain moderate assurance as to whether the 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. Accordingly, I do not express an opinion on these financial statements.

Based on my review, nothing has come to my attention that causes me to believe that the financial statements are not presented fairly, in all material respects in accordance with generally accepted accounting principles.

I have previously audited the financial statements in which the equity method is applied and separate financial statements of UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED as at December 31, 2010 with generally accepted auditing standards and I expressed an unqualified opinion in my report dated February 21, 2011. The statements of financial position in which the equity method is applied and separate statements of financial position as at December 31, 2010, presented for comparison purpose, is a partial of the audited and reported financial statements. I have not performed any auditing procedures since that date.

As stated in note 2 and 3 to interim financial statements, during the three-month and nine-month periods ended September 30, 2011, the Company adopted the newly financial reporting standards issued by the Federation of Accounting Professions, that the adoption is effective for the financial statements beginning on or after January 1, 2011 for preparation and presentation these interim financial statements. Accordingly the comparative financial statements in which the equity method is applied and separate financial statements for the three-month and nine-month periods ended September 30, 2010, and the statements of financial position in which the equity method is applied and separate statements of financial position as at December 31, 2010, have been presented by the new format in accordance with the consolidated financial statements and separate financial statements for the three-month and nine-month periods ended September 30, 2011.

D I A International Audit Co., Ltd.

(Mrs. Suvimol Krittayakiern)

C.P.A. (Thailand)

Registration No. 2982

November 10, 2011

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENTS OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2011 (UNAUDITED/REVIEWED ONLY)

AND AS AT DECEMBER 31, 2010 (AUDITED)

Assets	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		September 30, 2011	December 31, 2010	September 30, 2011	December 31, 2010
Current assets					
Cash and cash equivalents	6	62,657,496.53	57,644,142.31	62,013,671.07	57,644,142.31
Current investments - cash at banks		1,693,916.67	0.00	1,693,916.67	0.00
Trade accounts receivable - net	7	161,631,933.44	119,755,781.67	161,631,933.44	119,755,781.67
Inventories - net	8	88,643,934.77	109,546,405.99	88,643,934.77	109,546,405.99
Other current assets					
Prepaid goods purchasing		6,372,890.13	13,727,336.70	6,372,890.13	13,727,336.70
Others		5,005,567.46	3,213,499.21	4,998,767.61	3,213,499.21
Total current assets		<u>326,005,739.00</u>	<u>303,887,165.88</u>	<u>325,355,113.69</u>	<u>303,887,165.88</u>
Non-current assets					
Pledged bank deposit	9	96,867,941.64	98,289,997.30	96,867,941.64	98,289,997.30
Investment in associated company	10	183,208,823.34	182,231,627.08	111,051,487.00	111,051,487.00
Investment in subsidiary	11	0.00	0.00	1,249,925.00	0.00
Equipment - net	12	14,940,082.68	12,140,396.69	14,886,618.69	12,140,396.69
Other non-current assets - net		1,543,695.18	5,160,390.30	1,543,695.18	5,160,390.30
Total non-current assets		<u>296,560,542.84</u>	<u>297,822,411.37</u>	<u>225,599,667.51</u>	<u>226,642,271.29</u>
Total assets		<u><u>622,566,281.84</u></u>	<u><u>601,709,577.25</u></u>	<u><u>550,954,781.20</u></u>	<u><u>530,529,437.17</u></u>

Notes to financial statements are parts of these financial statements.

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT SEPTEMBER 30, 2011 (UNAUDITED/REVIEWED ONLY)

AND AS AT DECEMBER 31, 2010 (AUDITED)

Liabilities and shareholders' equity	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		September 30, 2011	December 31, 2010	September 30, 2011	December 31, 2010
Current liabilities					
Overdrafts and short - term loans					
from financial institutions	13	69,074,268.72	139,392,084.68	69,074,268.72	139,392,084.68
Trade accounts payable		97,376,858.66	65,137,698.42	97,376,858.66	65,137,698.42
Current portion of long - term					
debts	14	925,291.19	1,341,744.91	925,291.19	1,341,744.91
Accrued corporate income tax		7,731,930.82	8,059,799.33	7,731,930.82	8,059,799.33
Other current liabilities					
Accrued dividend	16	25,005,000.00	0.00	25,005,000.00	0.00
Advance received from					
goods selling		9,549,230.61	8,558,506.58	9,549,230.61	8,558,506.58
Accrued expenses		10,556,177.58	5,507,791.87	10,556,177.58	5,507,791.87
Others		1,919,255.03	4,678,487.62	1,832,640.45	4,678,487.62
Total current liabilities		<u>222,138,012.61</u>	<u>232,676,113.41</u>	<u>222,051,398.03</u>	<u>232,676,113.41</u>
Non - current liabilities					
Liabilities under financial lease					
agreement - net	14	1,728,670.98	2,336,462.05	1,728,670.98	2,336,462.05
Employee benefits obligation		5,360,394.50	0.00	5,360,394.50	0.00
Total non - current liabilities		<u>7,089,065.48</u>	<u>2,336,462.05</u>	<u>7,089,065.48</u>	<u>2,336,462.05</u>
Total liabilities		<u>229,227,078.09</u>	<u>235,012,575.46</u>	<u>229,140,463.51</u>	<u>235,012,575.46</u>

Notes to financial statements are parts of these financial statements.

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT SEPTEMBER 30, 2011 (UNAUDITED/REVIEWED ONLY)

AND AS AT DECEMBER 31, 2010 (AUDITED)

Liabilities and shareholders' equity	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		September 30, 2011	December 31, 2010	September 30, 2011	December 31, 2010
Shareholders' equity					
Share capital					
Authorized share capital					
172,500,000 ordinary	15				
shares of Baht 1 each		<u>172,500,000.00</u>		<u>172,500,000.00</u>	
150,000,000 ordinary					
shares of Baht 1 each			<u>150,000,000.00</u>		<u>150,000,000.00</u>
Issued and paid-up share capital					
150,000,000 ordinary					
shares of Baht 1 each		150,000,000.00	150,000,000.00	150,000,000.00	150,000,000.00
Premium on share capital		83,266,474.59	83,266,474.59	83,266,474.59	83,266,474.59
Retained earnings					
Appropriated - Legal reserve		12,077,475.85	6,169,337.00	12,077,475.85	6,169,337.00
Unappropriated	16	<u>147,995,241.56</u>	<u>127,261,190.20</u>	<u>76,470,367.25</u>	<u>56,081,050.12</u>
Total owners of the Company		<u>393,339,192.00</u>	<u>366,697,001.79</u>	<u>321,814,317.69</u>	<u>295,516,861.71</u>
Non-controlling interests		<u>11.75</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total shareholders' equity		<u>393,339,203.75</u>	<u>366,697,001.79</u>	<u>321,814,317.69</u>	<u>295,516,861.71</u>
Total liabilities and shareholders' equity		<u>622,566,281.84</u>	<u>601,709,577.25</u>	<u>550,954,781.20</u>	<u>530,529,437.17</u>

Notes to financial statements are parts of these financial statements.

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE THREE-MONTH PERIODS ENDED SEPTEMBER 30, 2011 AND 2010

(UNAUDITED / REVIEWED ONLY)

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2011	2010	2011	2010
Sales		234,831,613.35	194,177,470.12	234,831,613.35	194,177,470.12
Cost of sales		(203,150,134.23)	(160,089,891.04)	(203,150,134.23)	(160,089,891.04)
Gross profit		31,681,479.12	34,087,579.08	31,681,479.12	34,087,579.08
Others income		3,152,120.83	4,969,884.35	3,152,120.83	4,969,884.35
Selling expenses		(6,778,709.51)	(5,931,183.63)	(6,778,709.51)	(5,931,183.63)
Administrative expenses		(14,305,525.71)	(12,580,948.97)	(13,784,627.39)	(12,580,948.97)
Finance costs		(1,362,485.25)	(1,253,826.62)	(1,362,193.25)	(1,253,826.62)
Share of profit from invesment in associated company		8,918,995.20	15,649,150.20	0.00	0.00
Profit before income tax		21,305,874.68	34,940,654.41	12,908,069.80	19,291,504.21
Income tax		(3,795,594.43)	(5,921,356.34)	(3,795,594.43)	(5,921,356.34)
Total comprehensive income for the period		<u>17,510,280.25</u>	<u>29,019,298.07</u>	<u>9,112,475.37</u>	<u>13,370,147.87</u>
Total comprehensive income attributable to :					
Owners of the Company		17,510,332.37	29,019,298.07	9,112,475.37	13,370,147.87
Non-controlling interests		(52.12)	0.00	0.00	0.00
		<u>17,510,280.25</u>	<u>29,019,298.07</u>	<u>9,112,475.37</u>	<u>13,370,147.87</u>
Earnings per share					
Basic earnings per share		0.12	0.24	0.06	0.11
Weighted average number of ordinary shares					
		150,000,000	120,000,000	150,000,000	120,000,000

Notes to financial statements are parts of these financial statements.

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2011 AND 2010

(UNAUDITED / REVIEWED ONLY)

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2011	2010	2011	2010
Sales		660,448,987.38	598,359,571.74	660,448,987.38	598,359,571.74
Cost of sales		(547,553,531.57)	(509,371,738.58)	(547,553,531.57)	(509,371,738.58)
Gross profit		112,895,455.81	88,987,833.16	112,895,455.81	88,987,833.16
Others income					
Dividend income		0.00	0.00	35,968,370.14	0.00
Others		13,509,298.92	6,085,633.12	13,508,037.15	6,061,707.59
Selling expenses		(18,794,305.98)	(17,323,704.39)	(18,794,305.98)	(17,323,704.39)
Administrative expenses		(43,038,480.20)	(36,591,567.16)	(42,404,985.15)	(36,591,567.16)
Finance costs		(4,706,518.42)	(2,744,367.35)	(4,706,226.42)	(2,744,367.35)
Share of profit from investment in associated company		36,945,566.40	37,006,463.70	0.00	0.00
Profit before income tax		96,811,016.53	75,420,291.08	96,466,345.55	38,389,901.85
Income tax		(18,303,568.57)	(11,746,589.00)	(18,303,568.57)	(11,746,589.00)
Total comprehensive income for the period		78,507,447.96	63,673,702.08	78,162,776.98	26,643,312.85
Total comprehensive income attributable to :					
Owners of the Company		78,507,511.21	63,673,702.08	78,162,776.98	26,643,312.85
Non-controlling interests		(63.25)	0.00	0.00	0.00
		78,507,447.96	63,673,702.08	78,162,776.98	26,643,312.85
Earnings per share					
Basic earnings per share		0.52	0.53	0.52	0.22
Weighted average number of ordinary shares		150,000,000	120,000,000	150,000,000	120,000,000

Notes to financial statements are parts of these financial statements.

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2011 AND 2010

(UNAUDITED / REVIEWED ONLY)

		Consolidated financial statements (Baht)					(Unit : Baht)	
		Owners of the Company						
		Issued and paid-up share capital	Premium on share capital	Retained earnings		Owners of the Company	Non-controlling interests	Total shareholders' equity
				Appropriated	Unappropriated			
Note				Legal reserve				
	Balance as at December 31, 2009	120,000,000.00	0.00	4,550,000.00	35,746,797.72	160,296,797.72	0.00	160,296,797.72
	The changes in shareholders' equity for the nine-month periods:							
	Total comprehensive income for the period	0.00	0.00	0.00	63,673,702.08	63,673,702.08	0.00	63,673,702.08
	Legal reserve	0.00	0.00	1,332,165.64	(1,332,165.64)	0.00	0.00	0.00
	Balance as at September 30, 2010	120,000,000.00	0.00	5,882,165.64	98,088,334.16	223,970,499.80	0.00	223,970,499.80
	The changes in shareholders' equity for the three-month periods:							
	Increase share capital	30,000,000.00	83,266,474.59	0.00	0.00	113,266,474.59	0.00	113,266,474.59
	Total comprehensive income for the period	0.00	0.00	0.00	44,460,027.40	44,460,027.40	0.00	44,460,027.40
	Interim dividend paid	0.00	0.00	0.00	(15,000,000.00)	(15,000,000.00)	0.00	(15,000,000.00)
	Legal reserve	0.00	0.00	287,171.36	(287,171.36)	0.00	0.00	0.00
	Balance as at December 31, 2010	150,000,000.00	83,266,474.59	6,169,337.00	127,261,190.20	366,697,001.79	0.00	366,697,001.79
	Effects of adoption the new accounting policy-Employee benefits	5	0.00	0.00	(4,360,321.00)	(4,360,321.00)	0.00	(4,360,321.00)
	Balance as at December 31, 2010 - after restatement	150,000,000.00	83,266,474.59	6,169,337.00	122,900,869.20	362,336,680.79	0.00	362,336,680.79
	The changes in shareholders' equity for the nine-month periods:							
	Increase share capital	0.00	0.00	0.00	0.00	0.00	75.00	75.00
	Dividend paid	16	0.00	0.00	(22,500,000.00)	(22,500,000.00)	0.00	(22,500,000.00)
	Total comprehensive income for the period	0.00	0.00	0.00	78,507,511.21	78,507,511.21	(63.25)	78,507,447.96
	Dividend paid	16	0.00	0.00	(25,005,000.00)	(25,005,000.00)	0.00	(25,005,000.00)
	Legal reserve	0.00	0.00	5,908,138.85	(5,908,138.85)	0.00	0.00	0.00
	Balance as at September 30, 2011	150,000,000.00	83,266,474.59	#####	147,995,241.56	393,339,192.00	11.75	393,339,203.75

Notes to financial statements are parts of these financial statements.

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2011 AND 2010

(UNAUDITED / REVIEWED ONLY)

(Unit : Baht)

Note	Separate financial statements				Total
	Issued and paid-up share capital	Premium on share capital	Retained earnings		
			Appropriated	Unappropriated	
			Legal reserve		
Balance as at December 31, 2009	120,000,000.00	0.00	4,550,000.00	40,313,647.07	164,863,647.07
The changes in shareholders' equity					
for the nine-month periods:					
Total comprehensive income					
for the period	0.00	0.00	0.00	26,643,312.85	26,643,312.85
Legal reserve	0.00	0.00	1,332,165.64	(1,332,165.64)	0.00
Balance as at September 30, 2010	120,000,000.00	0.00	5,882,165.64	65,624,794.28	191,506,959.92
The changes in shareholders' equity					
for the three-month periods:					
Increase share capital	30,000,000.00	83,266,474.59	0.00	0.00	113,266,474.59
Total comprehensive income					
for the period	0.00	0.00	0.00	5,743,427.20	5,743,427.20
Interim dividend paid	0.00	0.00	0.00	(15,000,000.00)	(15,000,000.00)
Legal reserve	0.00	0.00	287,171.36	(287,171.36)	0.00
Balance as at December 31, 2010	150,000,000.00	83,266,474.59	6,169,337.00	56,081,050.12	295,516,861.71
Effects of adoption the new accounting					
policy-Employee benefits	5	0.00	0.00	(4,360,321.00)	(4,360,321.00)
Balance as at December 31, 2010					
- after restatement	150,000,000.00	83,266,474.59	6,169,337.00	51,720,729.12	291,156,540.71
The changes in shareholders' equity					
for the nine-month periods:					
Dividend paid	16	0.00	0.00	(22,500,000.00)	(22,500,000.00)
Total comprehensive income					
for the period	0.00	0.00	0.00	78,162,776.98	78,162,776.98
Dividend paid	16	0.00	0.00	(25,005,000.00)	(25,005,000.00)
Legal reserve	0.00	0.00	5,908,138.85	(5,908,138.85)	0.00
Balance as at September 30, 2011	150,000,000.00	83,266,474.59	12,077,475.85	76,470,367.25	321,814,317.69

Notes to financial statements are parts of these financial statements.

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENTS OF CASH FLOWS

FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2011 AND 2010

(UNAUDITED / REVIEWED ONLY)

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2011	2010	2011	2010
Cash flows from operating activities				
Profit before corporate income tax	96,811,016.53	75,420,291.08	96,466,345.55	38,389,901.85
Adjustment				
Depreciation	2,616,689.35	1,994,622.39	2,614,218.76	1,994,622.39
Loss on devaluation of inventories	17,363.94	110,187.50	17,363.94	110,187.50
Unrealized (gain) loss on exchange rate	3,267,596.03	(2,973,664.27)	3,267,596.03	(2,973,664.27)
Gain on investment in associated company	0.00	(23,925.53)	0.00	0.00
Share of profit from investment in associated company	(36,945,566.40)	(37,006,463.70)	0.00	0.00
Loss on disposal of fixed assets	21,557.79	59,747.32	21,557.79	59,747.32
Amortized prepaid expenses	819,094.99	78,990.69	819,094.99	78,990.69
Amortized of prepaid income tax	0.00	426,914.14	0.00	426,914.14
Employee benefits obligation increase	1,000,073.50	0.00	1,000,073.50	0.00
Dividend income	0.00	0.00	(35,968,370.14)	0.00
Interest expenses	4,150,488.14	1,924,108.18	4,150,488.14	1,924,108.18
	<u>71,758,313.87</u>	<u>40,010,807.80</u>	<u>72,388,368.56</u>	<u>40,010,807.80</u>
(Increase) Decrease in operating assets				
Trade accounts receivable	(41,876,151.77)	42,174,628.77	(41,876,151.77)	42,174,628.77
Inventories	20,885,107.28	(32,298,329.37)	20,885,107.28	(32,298,329.37)
Prepaid for goods	7,354,446.57	0.00	7,354,446.57	0.00
Other current assets	(2,526,577.46)	(2,672,264.48)	(2,519,790.22)	(2,751,255.17)
Other non-current assets	3,532,121.95	(3,577,555.30)	3,532,121.95	(3,498,564.61)
Increase (Decrease) in operating liabilities				
Trade accounts payable	29,684,920.60	(7,091,349.87)	29,684,920.60	(7,091,349.87)
Accrued expenses	4,639,475.84	2,646,099.18	4,639,475.84	2,646,099.18
Cash received in advance for sale of goods	990,724.03	0.00	990,724.03	0.00
Other current liabilities	(2,759,232.59)	(1,180,325.81)	(2,845,847.17)	(1,180,325.81)

Notes to financial statements are parts of these financial statements.

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENTS OF CASH FLOWS

FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2011 AND 2010

(UNAUDITED / REVIEWED ONLY)

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2011	2010	2011	2010
Cash generated (paid for) from operations	91,683,148.32	38,011,710.92	92,233,375.67	38,011,710.92
Interest paid	(4,150,488.14)	(1,934,656.13)	(4,150,488.14)	(1,934,656.13)
Corporate income tax paid	(18,631,449.69)	(15,333,370.02)	(18,631,437.08)	(15,333,370.02)
Net cash provided by (used in) operating activities	<u>68,901,210.49</u>	<u>20,743,684.77</u>	<u>69,451,450.45</u>	<u>20,743,684.77</u>
Cash flows from investing activities				
(Increase) Decrease in current investment	(1,693,916.67)	867,104.49	(1,693,916.67)	867,104.49
Increase in pledged bank deposit	1,422,055.66	(8,000,000.00)	1,422,055.66	(8,000,000.00)
Decrease in investment in associated company	0.00	124,925.00	0.00	124,925.00
Proceeds from dividend of associated company	35,968,370.14	0.00	35,968,370.14	0.00
Increase in investment in subsidiary	0.00	0.00	(1,249,925.00)	0.00
Proceeds from sale of fixed assets	34,040.19	0.00	34,040.19	0.00
Payments for purchase of fixed assets	(4,688,110.84)	(4,947,306.91)	(4,632,176.26)	(4,947,306.91)
Net cash provided by (used in) investing activities	<u>31,042,438.48</u>	<u>(11,955,277.42)</u>	<u>29,848,448.06</u>	<u>(11,955,277.42)</u>
Cash flows from financing activities				
Increase (decrease) in overdrafts and short-term loans from financial institutions	(71,406,124.96)	(6,819,320.19)	(71,406,124.96)	(6,819,320.19)
Payments for payable under financial lease agreements	(1,024,244.79)	(665,316.00)	(1,024,244.79)	(665,316.00)
Proceeds from non-controlling interests	75.00	0.00	0.00	0.00
Payments for dividend	(22,500,000.00)	0.00	(22,500,000.00)	0.00
Net cash provided by (used in) financing activities	<u>(94,930,294.75)</u>	<u>(7,484,636.19)</u>	<u>(94,930,369.75)</u>	<u>(7,484,636.19)</u>
Increase (decrease) in cash and cash equivalents	5,013,354.22	1,303,771.16	4,369,528.76	1,303,771.16
Cash and cash equivalents as at January 1	<u>57,644,142.31</u>	<u>3,658,151.72</u>	<u>57,644,142.31</u>	<u>3,658,151.72</u>
Cash and cash equivalents as at September 30	<u><u>62,657,496.53</u></u>	<u><u>4,961,922.88</u></u>	<u><u>62,013,671.07</u></u>	<u><u>4,961,922.88</u></u>

Notes to financial statements are parts of these financial statements.

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED AND SUBSIDIARY

NOTES TO FINANCIAL STATEMENTS

AS AT SEPTEMBER 30, 2011 (UNAUDITED/REVIEWED ONLY)

AND AS AT DECEMBER 31, 2010 (AUDITED)

1. GENERAL INFORMATION

1.1 The Company was registered as a company limited on April 1, 1985 and on April 22, 2010, the Company has registered to change its status to public company limited and is listed company in the Market for Alternative Investment (MAI) on October 11, 2010.

1.2 The Company's registered address is No.1 TP&T Tower, Floor 19th, Soi Vibhavadirangsit 19, Vibhavadirangsit Road, Chatuchak Sub-District, Chatuchak District, Bangkok 10900 and the branch office's addresses as follows :

Branch 1 : Warehouse is located at 999 Moo 4, Soi Tesaban Bangpoo 99 (Sermmitra), Sukhumvit Road, Muang Samutphakan, Samutprakan.

Branch 2 : Sale office is located at 267/77 Sukhumvit Road, Maptaput, Muang Rayong, Rayong.

Branch 3 : Warehouse is located at 613/13 Moo 2, Songkhla-Chana Road, Phawong, Mueang Songkhla, Songkhla.

1.3 The Company has engaged in business of import and distribution of Petrochemicals, Chemicals, Power plant and Utilities.

2. PREPARATION OF INTERIM FINANCIAL STATEMENTS BASIS

2.1 The financial statements have been prepared in accordance with the condensed form should be included in the financial statements of the Department of Business Development, TAS 1 (Revised 2009) "Presentation of Financial Statements" under the revised accounting standards and TAS 34 (Revised 2009) "Interim Financial Reporting"; guidelines promulgated by the Federation of Accounting Professions, and applicable related rules and regulations of the Securities and Exchange Commission.

These interim financial statements have been prepared for the purpose to provide the update information on the latest complete set of annual financial statements. Accordingly, it focuses on new activities, events, and circumstances and does not duplicate information previously reported. However, the statements of financial position, statements of comprehensive income, statements of changes in shareholders' equity and statements of cash flows are presented the same as previous annual financial statements. Therefore, these interim financial statements should access to the most recent annual financial statements.

The Federation of Accounting Professions issued various revised financial reporting standards which certain standards are relevant to the Company' operations and effective for the accounting period beginning on or after January 1, 2011. The Company applied those standards as below:

<u>Financial reporting standards</u>	<u>Contents</u>
Framework for the Preparation and Presentation of Financial Statements (Revised 2009)	
TAS 1 (Revised 2009)	Presentation of Financial Statements
TAS 2 (Revised 2009)	Inventories
TAS 7 (Revised 2009)	Statements of Cash Flows
TAS 8 (Revised 2009)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (Revised 2009)	Events After the Reporting Period
TAS 16 (Revised 2009)	Property, Plant and Equipment
TAS 17 (Revised 2009)	Leases
TAS 18 (Revised 2009)	Revenue
TAS 19	Employee Benefits
TAS 23 (Revised 2009)	Borrowing Costs
TAS 24 (Revised 2009)	Related Party Disclosures
TAS 27 (Revised 2009)	Consolidated and Separate Financial Statements
TAS 28 (Revised 2009)	Investments in Associates
TAS 33 (Revised 2009)	Earnings per Share
TAS 34 (Revised 2009)	Interim Financial Reporting
TAS 36 (Revised 2009)	Impairment of Assets
TAS 37 (Revised 2009)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (Revised 2009)	Intangible Assets

The adoption of newly issued and revised financial reporting standards in these interim financial statements resulted to the changes in the Company's accounting policy which the Company had chosen to apply (note 4). The effects have been disclosed in note 5 to financial statements.

2.2 The newly issued and revised financial reporting standards, the other standards are not effective in the current financial year and have not been adopted in the preparation of these interim financial statements. The details are following:

<u>Financial reporting standards</u>	<u>Contents</u>	<u>Effective date</u>
TAS 12	Income Taxes	January 1, 2013
TAS 20 (Revised 2009)	Accounting for Government Grants and Disclosure of Government Assistance	January 1, 2013
TAS 21 (Revised 2009)	The Effects of Changes in Foreign Exchange Rate	January 1, 2013
TSIC 10	Government Assistance-No Specific Relation to Operating Activities	January 1, 2013
TSIC 21	Income Taxes- Recovery of Revalued Non-Depreciable Assets	January 1, 2013
TSIC 25	Income Taxes- Changes in the Tax Status of an Enterprises or its Shareholders	January 1, 2013

At present, the Company is being evaluated the effects of those standards on the financial statements in the year in which they are initially applied.

3. CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The consolidated financial statements incorporate the financial statements of Universal Adsorbents & Chemicals Public Company Limited and its subsidiary, control is achieved where the Company has the power to govern the financial and operating policies until the control is ceased as follows :

	Incorporated in	Percentage of investment (%)		Type of business
		September 30, 2011	December 31, 2010	
Subsidiary				
UAC Utilities Co., Ltd.	Thailand	99.99	0.00	Utilities system

These financial statements have been prepared in conformity with the same accounting policy for the same accounts and accounting events of the Company and subsidiary.

The inter-company transactions, balances of accounts between Universal Adsorbent & Chemicals Public Company Limited and its subsidiary, unrealized gain between of the Company and net assets of subsidiary have been eliminated from the consolidated financial statements.

4. SUMMARY SIGNIFICANT ACCOUNTING POLICIES

These interim financial statements have been prepared by using the accounting policy and estimates of the financial statements for the year December 31, 2010, and the changed and supplemented accounting policy from the Company adopted the newly accounting standards, financial reporting standards, interpretation financial reporting standards, and revised accounting standards which is effective for the accounting period beginning on or after January 1, 2011 that had material impacts on financial statements as detailed following:

4.1 Investments

Investments in subsidiary is stated at cost net of provision for impairment (if any).

4.2 Financial statements presentation

The Company adopted TAS 1 (Revised 2009) regarding the presentation of financial statements including revised titles for the financial statements. The financial statements consist of

Statements of financial position

Statements of comprehensive income

Statements of changes in shareholders' equity

Statements of cash flows

Notes to financial statements

4.3 Property, plant and equipment

TAS 16 (Revised 2009) required the entity to include cost of assets dismantlement, removal and restoration as parts of cost of property, plant and equipment, the depreciation charge has to be determined separately for each significant parts of property, plant and equipment. In addition, the entity is required to review the useful lives, residual value and depreciation method at least at each financial year end. Nevertheless, the Company assessed and found that the revised accounting standards have no material impact on property, plant and equipment.

4.4 Employee benefits

The Company provides for post employment benefits, payable to employees under the Thai Labor Law. The present value of employee benefit liabilities recognized in the statements of financial position is estimated on an actuarial basis using Projected Unit Credit Method by the independent actuary. The calculation was made by utilizing various assumptions about future events. The Company is responsible for the selection of appropriate assumptions. The assumptions used in determining the net period cost for employee benefits include the discount rate, the rate of salary increment, and employee turnover. Any changes in these assumptions will impact the net periodic cost recorded for employee benefits. On an annual basis, the Company determine the appropriate discount rate, which represents the interest rate that should be used to determine the present value of future cash flows currently expected to be required to settle the employee benefits. In determining the appropriate discount rate, the Company consider the market yield based on Thai government bonds with currency and term similar to the estimated term of benefit obligation.

The principal actuarial assumptions used for the year 2011 and 2010 were as follows;

Discount rate	4.0490% per annum
Employee turnover	Age-related scale and kind of employees and dialy staff
Mortality	According to Thailand TMO2008 male and female tables

5. EFFECTS FROM INITIAL ADOPTION FINANCIAL REPORTING STANDARDS

During the nine-month periods ended September 30, 2011, the Company applied TAS 19 "Employee Benefits", in accordance with the FAP's notification, the Company thus taken employee benefits obligation to adjust the beginning of 2011 retained earnings. From apply such accounting standards, the financial statements for the nine-month periods ended September 30, 2011 represented the decrease in beginning retained earnings and increase in non-current liabilities at the same amount of Baht 4.36 million, and the 2010 financial statements have been changed as follows:

	Consolidated financial statements (Baht)	Separate financial statements (Baht)
Retained earnings - unappropriated as at December 31, 2010	127,261,190.20	56,081,050.12
Employee benefits obligation	(4,360,321.00)	(4,360,321.00)
Retained earnings - unappropriated as at Janaury 1, 2011	<u>122,900,869.20</u>	<u>51,720,729.12</u>

6. SUPPLEMENTAL DISCLOSURE OF CASH FLOWS INFORMATON

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	September 30, 2011	December 31, 2010	September 30, 2011	December 31, 2010
Cash	21,461.50	17,146.00	16,461.50	17,146.00
Current accounts	698,366.02	1,020,241.62	674,444.02	1,020,241.62
Savings deposit	21,937,669.01	6,606,754.69	21,322,765.55	6,606,754.69
Bills of exchange	40,000,000.00	50,000,000.00	40,000,000.00	50,000,000.00
Total	<u>62,657,496.53</u>	<u>57,644,142.31</u>	<u>62,013,671.07</u>	<u>57,644,142.31</u>

7. TRADE ACCOUNTS RECEIVABLE - NET

	Consolidated and Separate	
	financial statements (Baht)	
	September 30, 2011	December 31, 2010
Trade accounts receivable are aged as follows :		
Trade accounts receivable under Credit Term	138,485,148.91	88,655,442.54
Trade accounts receivable due for payment		
- Less than 3 months	23,146,784.53	30,431,885.60
- Over 3 but less than 6 months	0.00	384,374.47
- Over 6 but less than 12 months	0.00	224,159.06
- Over 12 months	78,379.64	138,299.64
Total	161,710,313.08	119,834,161.31
Less Allowance for doubtful accounts	(78,379.64)	(78,379.64)
Trade accounts receivable - net	161,631,933.44	119,755,781.67

8. INVENTORIES - NET

	Consolidated and Separate	
	financial statements (Baht)	
	September 30, 2011	December 31, 2010
Finished goods	83,883,465.00	104,206,521.32
Goods in transit	4,777,833.71	5,878,799.15
Total	88,661,298.71	110,085,320.47
Less Allowance for devaluation of inventories	(17,363.94)	(538,914.48)
Net	88,643,934.77	109,546,405.99

9. PLEDGED BANK DEPOSIT

	Consolidated and Separate	
	financial statements (Baht)	
	September 30, 2011	December 31, 2010
Fixed deposits	61,867,941.64	63,289,997.30
Bills of exchange	35,000,000.00	35,000,000.00
Total	96,867,941.64	98,289,997.30

As at September 30, 2011 and December 31, 2010, the Company has fixed deposit and bills of exchange with the several banks amount of Baht 96.50 million for using as guarantee against overdrafts and short-term loans from financial institutions (note 13) and commitment and contingent liabilities (note 21).

10. INVESTMENT IN ASSOCIATED COMPANY

Name	Nature of business	Relationship	Authorized share capital (Baht)	Shareholding percentage		Investment (Baht)			
						Equity method		Cost method	
						September 30, 2011	December 31, 2010	September 30, 2011	December 31, 2010
Associated companies									
Bangchak Biofuel Co., Ltd.	Manufacturing and distribution biodiesel	Director and shareholders	281,500,000.00	30.00	30.00	183,208,823.34	182,231,627.08	111,051,487.00	111,051,487.00

For the nine-month periods ended September 30, 2011, the Company received dividend from Bangchak Biofuel Co., Ltd. amount of Baht 35.97 million (844,498 ordinary shares of Baht 42.59 each).

The financial statements for the three-month and nine-month periods ended September 30, 2011 and for the year ended December 31, 2010 of the above associated company were taken to prepare the consolidated financial statements which were reviewed and audited by the other auditor respectively.

11. INVESTMENT IN SUBSIDIARY COMPANY

Name	Nature of business	Incorporated in	Paid-up share capital (Baht)	Percentage of shareholding		Separate financial statement Cost method	
				September 30, 2011	December 31, 2010	September 30, 2011	December 31, 2010
				UAC Utilities Co., Ltd.	Utilities	Thailand	1,250,000.00

On April 8, 2011, the Company has established a subsidiary company. Such subsidiary company has registered share capital amount of Baht 5 million divided into 50,000 ordinary shares of Baht 100.00 each. The Company has percentage of shareholding at 99.99 per cent (49,997 shares of Baht 100.00 each). The objective of this subsidiary company is to serve the investment in utilities business. At present, such subsidiary has no revenue from operation.

The financial statements for the three-month and nine-month periods ended September 30, 2011 of the above subsidiary company were taken to prepare the consolidated financial statements which were reviewed by the auditor.

12. EQUIPMENT - NET

Consolidated financial statements (Baht)						
	Building	Office equipment	Office	Vehicles	Building under	Total
	improvement		furniture		construction	
Assets - Cost						
As at December 31, 2010	3,165,397.81	7,007,752.44	622,912.93	17,143,314.38	0.00	27,939,377.56
Purchase	0.00	1,011,502.63	0.00	0.00	4,460,470.69	5,471,973.32
Disposal	0.00	(306,163.46)	(7,009.35)	0.00	0.00	(313,172.81)
As at September 30, 2011	<u>3,165,397.81</u>	<u>7,713,091.61</u>	<u>615,903.58</u>	<u>17,143,314.38</u>	<u>4,460,470.69</u>	<u>33,098,178.07</u>
Accumulated depreciation						
As at December 31, 2010	369,296.03	4,460,860.44	391,979.63	10,576,844.77	0.00	15,798,980.87
Depreciation for the						
nine-month periods	473,508.80	555,198.77	43,410.96	1,544,570.82	0.00	2,616,689.35
Depreciation - write off	0.00	(250,566.48)	(7,008.35)	0.00	0.00	(257,574.83)
As at September 30, 2011	<u>842,804.83</u>	<u>4,765,492.73</u>	<u>428,382.24</u>	<u>12,121,415.59</u>	<u>0.00</u>	<u>18,158,095.39</u>
Net book value						
As at December 31, 2010	<u>2,796,101.78</u>	<u>2,546,892.00</u>	<u>230,933.30</u>	<u>6,566,469.61</u>	<u>0.00</u>	<u>12,140,396.69</u>
As at September 30, 2011	<u>2,322,592.98</u>	<u>2,947,598.88</u>	<u>187,521.34</u>	<u>5,021,898.79</u>	<u>4,460,470.69</u>	<u>14,940,082.68</u>

Separate financial statements (Baht)

	Building improvement	Office equipment	Office furniture	Vehicles	Building under construction	Total
Assets - Cost						
As at December 31, 2010	3,165,397.81	7,007,752.44	622,912.93	17,143,314.38	0.00	27,939,377.56
Purchase	0.00	955,568.05	0.00	0.00	4,460,470.69	5,416,038.74
Disposal	0.00	(306,163.46)	(7,009.35)	0.00	0.00	(313,172.81)
As at September 30, 2011	<u>3,165,397.81</u>	<u>7,657,157.03</u>	<u>615,903.58</u>	<u>17,143,314.38</u>	<u>4,460,470.69</u>	<u>33,042,243.49</u>
Accumulated depreciation						
As at December 31, 2010	369,296.03	4,460,860.44	391,979.63	10,576,844.77	0.00	15,798,980.87
Depreciation for the nine-month periods	473,508.80	552,728.18	43,410.96	1,544,570.82	0.00	2,614,218.76
Depreciation - write off	0.00	(250,566.48)	(7,008.35)	0.00	0.00	(257,574.83)
As at September 30, 2011	<u>842,804.83</u>	<u>4,763,022.14</u>	<u>428,382.24</u>	<u>12,121,415.59</u>	<u>0.00</u>	<u>18,155,624.80</u>
Net book value						
As at December 31, 2010	<u>2,796,101.78</u>	<u>2,546,892.00</u>	<u>230,933.30</u>	<u>6,566,469.61</u>	<u>0.00</u>	<u>12,140,396.69</u>
As at September 30, 2011	<u>2,322,592.98</u>	<u>2,894,134.89</u>	<u>187,521.34</u>	<u>5,021,898.79</u>	<u>4,460,470.69</u>	<u>14,886,618.69</u>

13. OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

	Consolidated and Separate financial statements (Baht)	
	September 30, 2011	December 31, 2010
Bank overdrafts	8,574,891.56	21,639,698.07
Short-term loans	35,000,000.00	60,000,000.00
Trust receipt payable	25,499,377.16	57,752,386.61
Total	69,074,268.72	139,392,084.68

As at September 30, 2011, the Company has overdrafts line with 2 banks amount of Baht 40 million divided into amount of Baht 20 million with the 1st bank was charged interest at the rate of MOR per annum, and amount of Baht 10 million with the 2nd bank charged interest of bills of exchange rate plus 1.25% per annum and Baht 10 million at the interest of MOR per annum.

As at September 30, 2011, the Company has short-term loans with 2 banks amount of Baht 35 million by issuing promissory notes, 1) amount of Baht 25 million is due within October 2011, charged interest at the rate of bills of exchange 6 months plus 1.125% per annum, and 2) amount of Baht 10 million is due within October 2011 at interest rate of MLR per annum.

As at September 30, 2011, the Company has credit line for import goods from overseas with several banks amount of Baht 165 million, at the agreed interest rate on the loan agreement date.

Such overdrafts and loans are guaranteed by bank deposit and bills of exchange (note 9).

14. LIABILITIES UNDER FINANCIAL LEASE AGREEMENT - NET

1) Liabilities under financial lease agreement excluded future interest are as follows :

	Consolidated and Separate financial statements (Baht)	
	September 30, 2011	December 31, 2010
Payable under hire-purchase agreement	176,850.00	682,270.00
Payable under lease agreement	2,477,112.17	2,995,936.96
Total	2,653,962.17	3,678,206.96
Less Current portion of long-term debt	(925,291.19)	(1,341,744.91)
Net	1,728,670.98	2,336,462.05

As at September 30, 2011 and December 31, 2010, vehicles at cost of Baht 6.51 million and Baht 10.21 million respectively is under the repayment to such payable under the lease agreement.

2) The minimum to be paid under financial lease agreement as follows :

	Consolidated and Separate financial statements (Baht)	
	<hr/>	
Within 1 year	1,062,507.00	1,526,926.00
Over 1 year not over 3 years	1,728,648.00	1,811,148.00
Over 3 years not over 5 years	144,054.00	792,297.00
Total	<hr/> 2,935,209.00	<hr/> 4,130,371.00
Less Future interest of financial lease agreement	(281,246.83)	(452,164.04)
Present value of liabilities under financial lease agreement	<hr/> <hr/> 2,653,962.17	<hr/> <hr/> 3,678,206.96

15. SHARE CAPITAL

According to the minutes of shareholders' extraordinary meeting no.1/2011 held on September 14, 2011, passed the resolution to increase the Company's share capital for the another amount of Baht 22.50 million to the registered share capital amount of Baht 172.50 million (172.50 ordinary shares at par value of Baht 1 each) by issuing newly ordinary share for share dividend payment (note 16). The Company has registered the increase with the Ministry of Commerce on September 28, 2011. Subsequent, on October 6, 2011, the Company has paid share dividend to the shareholders and already registered the changes in share capital from increasing with the Ministry of Commerce.

16. RETAINED EARNINGS

According to the minutes of shareholders' extraordinary meeting no.1/2011 held on September 14, 2011, passed the resolution to pay dividend to the shareholders in the amount of Baht 0.1667 per share for 150 million shares, amounting to Baht 25.01 million. The dividend payment can be divided into 1) pay by ordinary share of the Company not exceeds Baht 22.50 million (22.50 million shares at par value of Baht 1 each) or equal to dividend payment at Baht 0.15 per share to the shareholder at 20 old shares for 3 shares dividend, and 2) pay by cash dividend at Baht 0.0167 per share amount not exceeds Baht 2.51 million and the Company has paid such dividend on October 6, 2011.

According to the minutes of general shareholders' meeting for the year 2011 held on April 29, 2011, passed the resolution to pay dividend to the shareholders for 150 million shares at Baht 0.25 each, totally Baht 37.50 million, and legal reserve amount of Baht 2 million. The Company had already paid interim dividend amount of Baht 15 million in 2010, remain dividend to be paid for another Baht 22.50 million. The Company has already paid such dividend on May 26, 2011.

17. SUPPLEMENTAL DISCLOSURE OF CASH FLOWS INFORMATION

Cash and cash equivalents consist of

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	September 30, 2011	September 30, 2010	September 30, 2011	September 30, 2010
Cash	21,461.50	15,920.00	16,461.50	15,920.00
Current accounts	698,366.02	153,198.43	674,444.02	153,198.43
Savings deposit	21,937,669.01	4,792,803.95	21,322,765.55	4,792,803.95
Bills of exchange	40,000,000.00	0.00	40,000,000.00	0.00
Total	62,657,496.53	4,961,922.38	62,013,671.07	4,961,922.38

18. TRANSACTION WITH RELATED PERSONS AND PARTIES

The Company's assets, liabilities, revenues and expenses arose from the transaction with related persons and parties. Those transactions are determined on the basis of the company concerned and in the normal course of business.

18.1 General information

<u>Name/Related persons and parties</u>	<u>Relationship</u>	<u>Description</u>	<u>Pricing policy</u>
<u>Related companies</u>			
UAC Utilities Co., Ltd.	Subsidiary	- None -	-
Bangchak Biofuel Co., Ltd.	Associated company and common director	Revenue from sales of goods Purchase of goods	Market price Market price
K & N Commercial Co., Ltd.	Intimate of director is a director of such company	Revenue from sales of goods	Market price
Appliance Technology Supply Co., Ltd.	Common directors	Purchase of goods Fixed assets construction cost	Market price Market price
P & P Ordinary Partnership	Intimates of director are partners of that party	Warehouse rental	Rental fee of Baht 0.13 million per month
Phu Khieo Bio-Energy Co., Ltd.	Common directors	Revenue from sales of goods	Selling - price applicable to other customers

On April 21, 2010, The Company's director has resigned from the director of Appliance Technology Supply Company Limited.

18.2 Assets and liabilities transaction with related persons and parties consist of :

	Consolidated and Separate	
	financial statements (Baht)	
	September 30, 2011	December 31, 2010
Trade accounts payable		
Bangchak Biofuel Co., Ltd.	1,886,790.93	1,570,602.94
Appliance Technology Co., Ltd.	0.00	493,133.58
Total	<u>1,886,790.93</u>	<u>2,063,736.52</u>

18.3 Revenues and expenses transaction with related persons and parties

	Consolidated and Separate financial statements (Baht)			
	For the three-month periods		For the nine-month periods	
	2011	2010	2011	2010
Sales				
Bangchak Biofuel Co., Ltd.	0.00	2,763,657.50	0.00	10,505,113.60
K & N Commercial Co., Ltd.	0.00	0.00	0.00	380,500.00
Phu Khieo Bio-Energy Co., Ltd.	0.00	36,500.00	0.00	36,500.00
Total	<u>0.00</u>	<u>2,800,157.50</u>	<u>0.00</u>	<u>10,922,113.60</u>
Purchase				
Bangchak Biofuel Co., Ltd.	2,923,988.80	349,397.60	7,614,164.20	6,962,109.35
Appliance Technology Supply Co., Ltd.	0.00	0.00	0.00	197,910.00
Total	<u>2,923,988.80</u>	<u>349,397.60</u>	<u>7,614,164.20</u>	<u>7,160,019.35</u>
Administrative expenses (Rental fee)				
P & P Ordinary Partnership	<u>382,105.26</u>	<u>382,105.26</u>	<u>1,146,315.78</u>	<u>1,146,315.78</u>

18.4 Fixed assets transaction with related persons and parties

Consolidated and Separate financial statements (Baht)			
For the three-month periods		For the nine-month periods	
2011	2010	2011	2010
Equipment			
Appliance Technology Supply			
Co., Ltd.	0.00	0.00	318,724.00

19. EXPENSES ANALYZED BY NATURE AS FOLLOWS :

Consolidated financial statements (Baht)				
For the three-month periods		For the nine-month periods		
2011	2010	2011	2010	
Changes in inventories	13,883,537.67	(369,986.47)	20,323,056.32	(37,802,535.03)
Employees benefit expenses	5,875,093.22	3,829,764.58	15,182,856.63	10,711,452.22
Depreciation	836,882.83	759,042.06	2,614,218.76	1,994,622.39
Commission for sale of goods	1,128,633.00	762,462.00	1,887,978.00	2,951,433.79
Directors' remuneration	565,000.00	505,000.00	1,615,000.00	1,430,000.00
Management benefit expenses	3,817,004.25	3,148,080.96	11,436,975.50	9,425,260.46
Separate financial statements (Baht)				
For the three-month periods		For the nine-month periods		
2554	2553	2554	2553	
Changes in inventories	13,883,537.67	(369,986.47)	20,323,056.32	(37,802,535.03)
Employees benefit expenses	5,485,694.67	3,829,764.58	14,793,458.08	10,711,452.22
Depreciation	834,412.24	759,042.06	2,614,218.76	1,994,622.39
Commission for sale of goods	1,128,633.00	762,462.00	1,887,978.00	2,951,433.79
Directors' remuneration	565,000.00	505,000.00	1,615,000.00	1,430,000.00
Management benefit expenses	3,817,004.25	3,148,080.96	11,436,975.50	9,425,260.46

20. DISCLOSURE AND PRESENTATION OF FINANCIAL INSTRUMENTS

Exchange rate risk

The Company and subsidiary exposed to exchange rate risk due to their purchasing and selling denominated in foreign currencies which were entered into forward contract against exchange rate risk hedging. The contract period is not exceeded 1 year.

The Company has financial assets and liabilities denominated in foreign currency as follows :

	September 30, 2011	December 31, 2010
Financial assets		
Foreign Currency deposit Account - US Dollar	371,610.41	129,641.15
Financial liabilities		
Trust receipt payable in US Dollar	287,792.00	1,481,817.00
Trust receipt payable in Yen	40,139,765.00	34,363,480.00
Trade accounts payable in US Dollar	1,910,452.40	686,961.30
Trade accounts payable in EURO	110,285.00	105,419.22
Trade accounts payable in Yen	0.00	49,729,204.00

The Company has remaining forward contract as follows :

	Exchange rate per Baht			
	September 30, 2011	December 31, 2010	September 30, 2011	December 31, 2010
US Dollar	30.22 - 30.35	29.97 - 30.93	203,156.50	1,001,376.28
EURO	41.35 - 42.38	39.56 - 40.08	272,600.00	174,013.76
Yen	0.00	0.3683	0.00	34,363,480.00

21. COMMITMENT AND CONTINGENT LIABILITIES

21.1 The Company is liable on payment under office building lease and services agreement with the several lessors by making monthly rental and services fee amount of Baht 0.15 million. As at September 30, 2011 and December 31, 2010 the Company has to pay the rental fee until the completion amount of Baht 2.97 million and Baht 3.92 million respectively.

21.2 The Company is liable on payment under 2 warehouses lease agreement with the monthly rental amount of Baht 0.16 million for the 3 years period. As at September 30, 2011 and December 31, 2010 the Company has to pay the rental fee until the completion amount of Baht 2.32 million and Baht 2.54 million respectively.

21.3 The Company is liable on payment rental under lease of 3 plots of land agreement for the plant construction of bio energy manufacturing purpose with the agreement periods of 18 years, in the monthly rental amount of Baht 0.01 million for the 1st-10th year, Baht 0.02 million for the 11th-18th year. As at September 30, 2011, the Company is liable on payment rental until the completion amount of Baht 2.92 million.

21.4 The Company also is liable on payment under chemical storage tanks lease agreement with monthly rental amount of Baht 0.93 million for the 3 years period, commencing on October 15, 2009. On December 1, 2010, the Company has already cancelled such lease agreement which effective on May 31, 2011. As at December 31, 2010, the Company has to pay the rental fee until the completion amount of Baht 4.63 million.

21.5 The Company is liable on payment under goods purchasing agreement and hire a contractor as at September 30, 2011 amount of US Dollar 0.68 million and EURO 2.31 million and as at December 31, 2010 amounting to US Dollar 0.65 million and Baht 7.45 million.

21.6 The Company is liable on payment under letter of credit agreement with two banks relating to goods purchasing as follows :

	September 30, 2011	December 31, 2010
US Dollar	246,816.00	118,600.00
EURO	163,560.00	174,013.76

21.7 Commitment on Employee Joint Investment Program (EJIP)

On October 1, 2011, the Company has signed in the covenants of Employee Joint Investment Program between employer and employees of the Company and subsidiary for the objective to build the persuasion in work procedures and feeling to be joint owners of the Company as well as to maintain the employees' services for the Company. The project period is 3 years. The employee who is intended to be a member, should pay contribution to the project at the rate of 5% of basic salaries, the Company and subsidiary have to pay contribution at the rate of 5-7% of employee's salaries. Every month, such contribution will be taken to purchase the Company's share capital ("UAC") which traded in the Stock Exchange of Thailand on the indicated date. Membership employees can gradually sell "UAC" share capital when matured 1 year at the stipulated ratio. The Employee Joint Investment Program was authorized to manage by Tisco Securities Company Limited.

The Company and subsidiary recognized contribution payment to such project as expenses in the statements of comprehensive income for the fiscal period of contribution payment.

21.8 The Company has contingent liabilities with several banks from issuance of letter of goods quality guarantee to some of customers and guarantee duties and taxes for import of goods from an overseas as at September 30, 2011 and December 31, 2010 total amount of Baht 28.52 million and Baht 41.15 million respectively. Such letter of guarantee is secured by bank deposit (note 9) and the Company's director.

22. FLOODING SITUATION

From the worst flood in various provinces in October 2011, an associated company has operated in the flooding area. Although, the plant of associated company has been encountered directly flooding but it has to cease the manufacturing caused by the lack of raw material. The flooding still continuing and the associated company cannot forecasted the contingent damages in the current.

22. INTERIM FINANCIAL STATEMENTS APPROVAL

These interim financial statements were approved and authorized for issue by the Company's Board of Directors on November 10, 2011.