

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED

AUDITOR'S REPORT AND INTERIM FINANCIAL INFORMATION

AS AT JUNE 30, 2012 (UNAUDITED/REVIEWED ONLY)

AND AS AT DECEMBER 31, 2011 (AUDITED)

AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To The Shareholders of

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED

I have reviewed the accompanying 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 June 30, 2012, and the related consolidated and separate statements of comprehensive income for the three-month and six-month periods ended June 30, 2012 and 2011, consolidated and separate statements of changes in shareholders' equity, and consolidated and separate statements of cash flows for the six-month periods ended June 30, 2012 and 2011 and the condensed notes to financial statements. The Company's management is responsible for the preparation and presentation of this interim financial information, in all material respects, in accordance with accounting standard No.34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my reviews.

Scope of Review

I conducted my review in accordance with standard on review engagements No. 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with standards on auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion on this reviewed interim financial information.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with accounting standard No.34 Interim Financial Reporting.

Statement of financial position as at December 31, 2011 presented for comparison purpose

I have previously audited the consolidated financial statements of UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED AND SUBSIDIARY and separate financial statements of UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED as at December 31, 2011, in accordance with the auditing standards and expressed an unqualified opinion in the report dated February 20, 2012. The consolidated and separate statements of financial position as at December 31, 2011, presented for comparison purpose, is a partial of these financial statements. I have not performed any auditing procedures since that date.

D I A International Audit Co., Ltd.

(Mrs. Suvimol Krittayakiern)

C.P.A. (Thailand)

Registration No. 2982

August 10, 2012

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENTS OF FINANCIAL POSITION

AS AT JUNE 30, 2012 (UNAUDITED/REVIEWED ONLY)

AND AS AT DECEMBER 31, 2011 (AUDITED)

Assets	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		June 30, 2012	December 31, 2011	June 30, 2012	December 31, 2011
Current assets					
Cash and cash equivalents	5	11,739,414.60	70,600,067.44	5,491,335.10	68,232,511.14
Current investments - cash at banks		5,067,033.27	28,020,041.74	5,067,033.27	28,020,041.74
Trade and other receivables	6	166,955,413.31	110,576,622.92	166,897,397.62	110,463,821.57
Prepayment for purchasing goods		450,362.61	5,961,514.40	450,362.61	5,961,514.40
Inventories	7	95,819,702.94	92,524,285.32	95,766,952.94	91,405,601.92
Total current assets		<u>280,031,926.73</u>	<u>307,682,531.82</u>	<u>273,673,081.54</u>	<u>304,083,490.77</u>
Non-current assets					
Pledged bank deposit		0.00	12,561,874.99	0.00	12,561,874.99
Investment in associate	8	196,135,616.94	168,470,379.84	111,051,487.00	111,051,487.00
Investment in subsidiary	9	0.00	0.00	4,999,700.00	4,999,700.00
Building and equipment	10	130,797,115.36	25,317,468.92	129,849,434.19	25,266,824.41
Other non-current assets		7,748,654.56	4,044,901.45	7,748,654.56	4,044,901.45
Total non-current assets		<u>334,681,386.86</u>	<u>197,832,750.21</u>	<u>253,649,275.75</u>	<u>157,924,787.85</u>
Total assets		<u><u>614,713,313.59</u></u>	<u><u>505,515,282.03</u></u>	<u><u>527,322,357.29</u></u>	<u><u>462,008,278.62</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 JUNE 30, 2012 (UNAUDITED/REVIEWED ONLY)

AND AS AT DECEMBER 31, 2011 (AUDITED)

Liabilities and shareholders' equity	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		June 30, 2012	December 31, 2011	June 30, 2012	December 31, 2011
Current liabilities					
Bank overdrafts and short - term loans					
from financial institutions	11	18,400,369.23	16,793,237.16	18,400,369.23	16,793,237.16
Trade and other payables		77,330,034.62	64,156,133.14	77,202,468.28	64,068,372.34
Current portion of long - term					
debts	12 , 13	2,935,194.99	823,245.67	2,935,194.99	823,245.67
Corporate income tax payable		13,323,853.13	11,506,127.31	13,323,853.13	11,506,127.31
Total current liabilities		<u>111,989,451.97</u>	<u>93,278,743.28</u>	<u>111,861,885.63</u>	<u>93,190,982.48</u>
Non-current liabilities					
Long - term loans	12	17,342,875.00	0.00	17,342,875.00	0.00
Financial lease liabilities	13	1,168,703.49	1,550,877.38	1,168,703.49	1,550,877.38
Employee benefit obligations		6,434,091.50	5,693,751.00	6,434,091.50	5,693,751.00
Total non-current liabilities		<u>24,945,669.99</u>	<u>7,244,628.38</u>	<u>24,945,669.99</u>	<u>7,244,628.38</u>
Total liabilities		<u>136,935,121.96</u>	<u>100,523,371.66</u>	<u>136,807,555.62</u>	<u>100,435,610.86</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 JUNE 30, 2012 (UNAUDITED/REVIEWED ONLY)

AND AS AT DECEMBER 31, 2011 (AUDITED)

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		June 30, 2012	December 31, 2011	June 30, 2012	December 31, 2011
Liabilities and shareholders' equity					
Shareholders' equity					
Share capital					
Authorized share capital					
232,374,986 ordinary					
shares of Baht 1 each	14	<u>232,374,986.00</u>		<u>232,374,986.00</u>	
172,500,000 ordinary					
shares of Baht 1 each			<u>172,500,000.00</u>		<u>172,500,000.00</u>
Issued and paid-up share capital					
198,374,739 ordinary					
shares of Baht 1 each	14	198,374,739.00		198,374,739.00	
172,499,988 ordinary					
shares of Baht 1 each			172,499,988.00		172,499,988.00
Premium on ordinary shares		83,266,474.59	83,266,474.59	83,266,474.59	83,266,474.59
Retained earnings					
Appropriated - legal reserve		15,250,012.95	12,940,393.95	15,250,012.95	12,940,393.95
Unappropriated	15	<u>176,574,634.75</u>	<u>148,846,780.04</u>	<u>93,623,575.13</u>	<u>92,865,811.22</u>
Total owners of the Company		<u>473,465,861.29</u>	<u>417,553,636.58</u>	<u>390,514,801.67</u>	<u>361,572,667.76</u>
Non-controlling interests		<u>4,312,330.34</u>	<u>148.78</u>	<u>0.00</u>	<u>0.00</u>
Total shareholders' equity		<u>477,778,191.63</u>	<u>417,553,785.36</u>	<u>390,514,801.67</u>	<u>361,572,667.76</u>
Total liabilities and shareholders' equity		<u>614,713,313.59</u>	<u>518,077,157.02</u>	<u>527,322,357.29</u>	<u>462,008,278.62</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 JUNE 30, 2012 AND 2011

(UNAUDITED / REVIEWED ONLY)

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2012	2011	2012	2011
Sales and services		204,638,090.83	209,860,494.92	204,638,090.83	209,860,494.92
Cost of sales and services		(157,867,554.87)	(157,960,871.67)	(157,867,554.87)	(157,960,871.67)
Gross profit		46,770,535.96	51,899,623.25	46,770,535.96	51,899,623.25
Others income		1,555,271.84	2,172,061.22	1,606,148.99	2,170,799.45
Selling expenses		(6,845,880.18)	(6,214,365.30)	(6,845,880.18)	(6,214,365.30)
Administrative expenses		(15,250,697.60)	(15,244,943.12)	(14,596,400.71)	(15,132,346.39)
Finance costs		(525,534.57)	(1,702,544.54)	(525,534.57)	(1,702,544.54)
Share of profit from investment					
in associate		15,447,478.80	6,580,814.10	0.00	0.00
Profit before income tax		41,151,174.25	37,490,645.61	26,408,869.49	31,021,166.47
Income tax expenses	16	(6,143,122.58)	(9,431,778.40)	(6,143,122.58)	(9,431,778.40)
Profit for the period		35,008,051.67	28,058,867.21	20,265,746.91	21,589,388.07
Other comprehensive income		0.00	0.00	0.00	0.00
Total comprehensive income for the period		35,008,051.67	28,058,867.21	20,265,746.91	21,589,388.07
Total comprehensive income attributable to :					
Owners of the Company		35,355,101.94	28,058,878.34	20,265,746.91	21,589,388.07
Non-controlling interests		(347,050.27)	(11.13)	0.00	0.00
		35,008,051.67	28,058,867.21	20,265,746.91	21,589,388.07
Earnings per share					
Basic earnings per share	4.2	0.18	0.14	0.10	0.11
Weighted average number of					
ordinary shares	4.2	198,374,739	198,374,739	198,374,739	198,374,739

Notes to financial statements are parts of these financial statements.

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2012 AND 2011

(UNAUDITED / REVIEWED ONLY)

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2012	2011	2012	2011
Sales and services		396,221,814.34	431,954,191.50	396,221,814.34	431,954,191.50
Cost of sales and services		(298,014,199.77)	(344,403,397.34)	(298,014,199.77)	(344,403,397.34)
Gross profit		98,207,614.57	87,550,794.16	98,207,614.57	87,550,794.16
Others income					
Dividend income		0.00	0.00	0.00	35,968,370.14
Others		3,428,421.42	4,020,360.62	3,479,298.21	4,019,098.85
Selling expenses		(13,191,968.52)	(12,015,596.47)	(13,191,968.52)	(12,015,596.47)
Administrative expenses		(28,904,675.96)	(28,732,954.49)	(27,572,588.01)	(28,620,357.76)
Finance costs		(822,393.94)	(3,344,033.17)	(822,393.94)	(3,344,033.17)
Share of profit from investment					
in associate		27,665,237.10	28,026,571.20	0.00	0.00
Profit before income tax		86,382,234.67	75,505,141.85	60,099,962.31	83,558,275.75
Income tax expenses	16	(13,907,582.40)	(14,507,974.14)	(13,907,582.40)	(14,507,974.14)
Profit for the period		72,474,652.27	60,997,167.71	46,192,379.91	69,050,301.61
Other comprehensive income		0.00	0.00	0.00	0.00
Total comprehensive income for the period		72,474,652.27	60,997,167.71	46,192,379.91	69,050,301.61
Total comprehensive income attributable to :					
Owners of the Company		73,162,470.71	60,997,178.84	46,192,379.91	69,050,301.61
Non-controlling interests		(687,818.44)	(11.13)	0.00	0.00
		72,474,652.27	60,997,167.71	46,192,379.91	69,050,301.61
Earnings per share					
Basic earnings per share	4.2	0.37	0.31	0.23	0.35
Weighted average number of					
ordinary shares	4.2	198,374,739	198,374,739	198,374,739	198,374,739

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 SIX-MONTH PERIODS ENDED JUNE 30, 2012 AND 2011

(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, 2011	172,499,988.00	83,266,474.59	12,940,393.95	148,846,780.04	417,553,636.58	148.78	417,553,785.36
	Changes in shareholders' equity							
	for the six-month periods :							
	Ordinary shares	9	0.00	0.00	0.00	0.00	5,000,000.00	5,000,000.00
	Total comprehensive income							
	for the period		0.00	0.00	73,162,470.71	73,162,470.71	(687,818.44)	72,474,652.27
	Dividend paid by cash and							
	ordinary shares	14,15	25,874,751.00	0.00	(43,124,997.00)	(17,250,246.00)	0.00	(17,250,246.00)
	Legal reserve		0.00	0.00	2,309,619.00	(2,309,619.00)	0.00	0.00
	Balance as at June 30, 2012		<u>198,374,739.00</u>	<u>83,266,474.59</u>	<u>15,250,012.95</u>	<u>176,574,634.75</u>	<u>473,465,861.29</u>	<u>4,312,330.34</u>
	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
	Effects of adoption the new accounting							
	policy-employee benefits		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
	Changes in shareholders' equity							
	for the six-month periods :							
	Total comprehensive income							
	Ordinary shares		0.00	0.00	0.00	0.00	75.00	75.00
	Dividend paid		0.00	0.00	0.00	(22,500,000.00)	0.00	(22,500,000.00)
	Total comprehensive income							
	for the period		0.00	0.00	0.00	60,997,178.84	60,997,178.84	(11.13)
	Legal reserve		0.00	0.00	5,452,515.08	(5,452,515.08)	0.00	0.00
	Balance as at June 30, 2011		<u>150,000,000.00</u>	<u>83,266,474.59</u>	<u>11,621,852.08</u>	<u>155,945,532.96</u>	<u>400,833,859.63</u>	<u>63.87</u>

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 SIX-MONTH PERIODS ENDED JUNE 30, 2012 AND 2011

(UNAUDITED / REVIEWED ONLY)

(Unit : Baht)

	Note	Separate financial statements				Total shareholders' equity
		Issued and paid-up share capital	Premium on share capital	Retained earnings		
				Appropriated Legal reserve	Unappropriated	
		Balance as at December 31, 2011		172,499,988.00	83,266,474.59	
Changes in shareholders' equity for the six-month periods :						
Total comprehensive income for the period		0.00	0.00	0.00	46,192,379.91	46,192,379.91
Dividend paid by cash and ordinary shares	14,15	25,874,751.00	0.00	0.00	(43,124,997.00)	(17,250,246.00)
Legal reserve		0.00	0.00	2,309,619.00	(2,309,619.00)	0.00
Balance as at June 30, 2012		<u>198,374,739.00</u>	<u>83,266,474.59</u>	<u>15,250,012.95</u>	<u>93,623,575.13</u>	<u>390,514,801.67</u>
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		0.00	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
Changes in shareholders' equity for the six-month periods :						
Dividend paid		0.00	0.00	0.00	(22,500,000.00)	(22,500,000.00)
Total comprehensive income for the period		0.00	0.00	0.00	69,050,301.61	69,050,301.61
Legal reserve		0.00	0.00	5,452,515.08	(5,452,515.08)	0.00
Balance as at June 30, 2011		<u>150,000,000.00</u>	<u>83,266,474.59</u>	<u>11,621,852.08</u>	<u>92,818,515.65</u>	<u>337,706,842.32</u>

Notes to financial statements are parts of these financial statements.

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED AND SUBSIDIARY

STATEMENTS OF CASH FLOWS

FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2012 AND 2011

(UNAUDITED / REVIEWED ONLY)

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2012	2011	2012	2011
Cash flows from operating activities				
Profit before corporate income tax	86,382,234.67	75,505,141.85	60,099,962.31	83,558,275.75
Adjustment				
Depreciation	1,638,502.37	1,779,806.52	1,462,376.66	1,779,806.52
Unrealized (gain) loss on exchange rate	(276,703.79)	1,567,686.40	(276,703.79)	1,566,867.43
Share of profit from investment in associate	(27,665,237.10)	(28,026,571.20)	0.00	0.00
Loss on disposal of fixed assets	0.00	17,032.13	0.00	17,032.13
Amortization of prepaid expenses	812,344.52	339,932.96	812,344.52	339,932.96
Employee benefit obligations, increase	740,340.50	666,715.50	740,340.50	666,715.50
Dividend income	0.00	0.00	0.00	(35,968,370.14)
Interest expenses	424,847.58	2,992,134.70	424,847.58	2,992,134.70
	<u>62,056,328.75</u>	<u>54,841,878.86</u>	<u>63,263,167.78</u>	<u>54,952,394.85</u>
(Increase) Decrease in changes of operating assets				
Trade and other receivables	(56,598,595.80)	(55,254,811.97)	(56,653,381.46)	(55,365,907.09)
Prepayment for purchasing goods	5,511,151.79	6,315,830.82	5,511,151.79	6,315,830.82
Inventories	(3,295,417.62)	(2,220,171.88)	(4,361,351.02)	(2,220,171.88)
Other non-current assets	2,177,995.85	3,364,751.95	2,177,995.85	3,364,751.95
Increase (Decrease) in changes of operating liabilities				
Trade and other payables	<u>5,530,048.97</u>	<u>(32,711,816.37)</u>	<u>5,490,243.43</u>	<u>(32,713,005.37)</u>
Cash generated (paid for) from operations	15,381,511.94	(25,664,338.59)	15,427,826.37	(25,666,106.72)
Interest paid	(424,847.58)	(2,992,134.70)	(424,847.58)	(2,992,134.70)
Corporate income tax paid	<u>(12,089,856.58)</u>	<u>(8,907,921.03)</u>	<u>(12,089,856.58)</u>	<u>(8,907,921.03)</u>
Net cash provided by (used in) operating activities	<u>2,866,807.78</u>	<u>(37,564,394.32)</u>	<u>2,913,122.21</u>	<u>(37,566,162.45)</u>

Notes to financial statements are parts of these financial statements.

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED

STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2012 AND 2011

(UNAUDITED / REVIEWED ONLY)

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2012	2011	2012	2011
Cash flows from investing activities				
Decrease in current investment	22,953,008.47	0.00	22,953,008.47	0.00
(Increase) decrease in pledged bank deposit	12,561,874.99	(271,851.60)	12,561,874.99	(271,851.60)
Proceeds from dividend of associate	0.00	35,968,370.14	0.00	35,968,370.14
Increase in investment in associate	0.00	0.00	0.00	(1,249,925.00)
Proceeds from sales of fixed assets	0.00	28,900.00	0.00	28,900.00
Payments for purchase of fixed assets	(105,652,506.71)	(2,980,203.37)	(104,579,344.34)	(2,980,203.37)
Net cash provided by (used in) investing activities	<u>(70,137,623.25)</u>	<u>32,745,215.17</u>	<u>(69,064,460.88)</u>	<u>31,495,290.17</u>
Cash flows from financing activities				
Increase (decrease) in bank overdrafts and short-term loans from financial institutions	1,587,758.20	44,557,766.21	1,587,758.20	44,558,585.18
Increase in long - term loans	19,513,000.00	0.00	19,513,000.00	0.00
Payments for financial lease liabilities	(440,349.57)	(747,228.75)	(440,349.57)	(747,228.75)
Proceeds from non-controlling interests	5,000,000.00	75.00	0.00	0.00
Dividend paid	(17,250,246.00)	(22,500,000.00)	(17,250,246.00)	(22,500,000.00)
Net cash provided by (used in) financing activities	<u>8,410,162.63</u>	<u>21,310,612.46</u>	<u>3,410,162.63</u>	<u>21,311,356.43</u>
Increase (decrease) in cash and cash equivalents	<u>(58,860,652.84)</u>	<u>16,491,433.31</u>	<u>(62,741,176.04)</u>	<u>15,240,484.15</u>
Cash and cash equivalents as at January 1	<u>70,600,067.44</u>	<u>57,644,142.31</u>	<u>68,232,511.14</u>	<u>57,644,142.31</u>
Cash and cash equivalents as at June 30	<u><u>11,739,414.60</u></u>	<u><u>74,135,575.62</u></u>	<u><u>5,491,335.10</u></u>	<u><u>72,884,626.46</u></u>

Notes to financial statements are parts of these financial statements.

UNIVERSAL ADSORBENTS & CHEMICALS PUBLIC COMPANY LIMITED AND SUBSIDIARY
CONDENSED NOTES TO FINANCIAL STATEMENTS
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2012 AND 2011
(UNAUDITED / REVIEWED ONLY)

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, Songkla-Jana Road, Pawong, Muang Songkla, Songkla.

1.3 The Company has engaged in business of

1.3.1 Import and distribution of chemicals and equipment used in various industries i.e. off-shore natural gas exploration and production, oil refinery and upstream petrochemicals, engine oil lubricant manufacturing plant, polymer and plastic manufacturing plant, chemical industrial plant, power plant and utilities system and investment in alternative energy business.

1.3.2 To provide the consultant and advising for the marketing of any products and services, the feasibility study of any projects or works related to Energy industry, Refinery, Petrochemicals, Power plants and other 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 and TAS 34 (Revised 2009) "Interim Financial Reporting"; including interpretation and 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.

2.2 Issued and revised financial reporting standards

The Federation of Accounting Professions issued various revised financial reporting standards which are expected to be effective for the financial statements beginning on or after January 1, 2013 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>
TAS 12	Income Taxes
TAS 20 (Revised 2009)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (Revised 2009)	The Effects of Changes in Foreign Exchange Rate
TFRS 8	Operation Segments
TSIC 10	Government Assistance-No Specific Relation to Operating Activities
TSIC 21	Income Taxes- Recovery of Revalued Non-Depreciable Assets
TSIC 25	Income Taxes- Changes in the Tax Status of an Enterprises or its Shareholders

At present, the Company and subsidiary are 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 interim financial statements have been included the interim 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 :

	<u>Incorporated in</u>	<u>Percentage of investment (%)</u>		<u>Type of business</u>
		2012	2011	
Subsidiary				
UAC Hydrotek Co., Ltd./ (formerly named "UAC Utilities Co., Ltd.")	Thailand	50.00	99.99	Water production and distribution including related equipment distribution and installation

These interim 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 Adsorbents & 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 OF SIGNIFICANT ACCOUNTING POLICIES

These interim financial statements have been prepared by using the accounting policy and estimates of the financial statements for the year ended December 31, 2010, and the changed and/or supplemented accounting policy are as follows:

4.1 Revenues recognition

4.1.1 Revenues from sales of goods are recognized as income when the delivery of goods, significant risks and rewards of ownership have been transferred to the buyer.

4.1.2 Revenues from services are recognized as income when the services are rendered.

4.2 Basic Earnings per Share

Earnings (Loss) per share as presented in the statements of comprehensive (expense) income is the basic earnings per share which is determined by dividing the net profit (loss) for the period by the weighted average number of common shares issued and paid-up during the period using the number of shares including the number of shares dividend issued to the shareholders as at May 18, 2012 and October 6, 2011 (Note 15) and was made retroactively adjustment the earnings per share for the three-month and six-month period of year 2011 as below :

	Consolidated financial statements			
	Before share dividend payment		After share dividend payment	
	Earnings per share	Number of share	Earnings per share	Number of share
For the three-month periods, 2012	-	-	0.18	198,374,739
For the three-month periods, 2011	0.19	150,000,000	0.14	198,374,739
For the six-month periods, 2012	-	-	0.37	198,374,739
For the six-month periods, 2011	0.41	150,000,000	0.31	198,374,739

	Separate financial statements			
	Before share dividend payment		After share dividend payment	
	Earnings per share	Number of share	Earnings per share	Number of share
For the three-month periods, 2012	-	-	0.10	198,374,739
For the three-month periods, 2011	0.14	150,000,000	0.11	198,374,739
For the six-month periods, 2012	-	-	0.23	198,374,739
For the six-month periods, 2011	0.46	150,000,000	0.35	198,374,739

5. CASH AND CASH EQUIVALENTS

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	June 30, 2012	December 31, 2011	June 30, 2012	December 31, 2011
Cash	38,661.50	45,547.00	33,661.50	42,392.00
Current accounts	1,977,957.96	1,059,783.73	1,950,349.96	1,032,175.73
Savings deposit	9,722,795.14	16,159,332.97	3,507,323.64	13,822,539.67
Fixed deposits	0.00	23,335,403.74	0.00	23,335,403.74
Bills of exchange	0.00	30,000,000.00	0.00	30,000,000.00
Total	11,739,414.60	70,600,067.44	5,491,335.10	68,232,511.14

6. TRADE AND OTHER RECEIVABLES

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	June 30, 2012	December 31, 2011	June 30, 2012	December 31, 2011
Trade accounts receivable	155,709,777.25	104,481,143.90	155,709,777.25	104,481,143.90
Other receivables	11,245,636.06	6,173,858.66	11,187,620.37	6,061,057.31
Total	166,955,413.31	110,655,002.56	166,897,397.62	110,542,201.21
Less Allowance for doubtful accounts - trade accounts receivable	0.00	(78,379.64)	0.00	(78,379.64)
Net	166,955,413.31	110,576,622.92	166,897,397.62	110,463,821.57

	Consolidated and	
	Separate financial statements (Baht)	
	June 30, 2012	December 31, 2011
Trade accounts receivable are aged as follows :		
Trade accounts receivable under Credit Term	106,826,331.67	64,094,489.57
Trade accounts receivable due for payment		
- Less than 3 months	48,883,445.58	40,308,274.69
- Over 12 months	0.00	78,379.64
Total	<u>155,709,777.25</u>	<u>104,481,143.90</u>

7. INVENTORIES

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	June 30, 2012	December 31, 2011	June 30, 2012	December 31, 2011
	Finished goods	93,540,228.78	89,925,256.28	93,487,478.78
Goods in transit	<u>3,006,577.22</u>	<u>3,326,132.10</u>	<u>3,006,577.22</u>	<u>3,326,132.10</u>
Total	96,546,806.00	93,251,388.38	96,494,056.00	92,132,704.98
Less Allowance for devaluation				
of finished goods	<u>(727,103.06)</u>	<u>(727,103.06)</u>	<u>(727,103.06)</u>	<u>(727,103.06)</u>
Net	<u>95,819,702.94</u>	<u>92,524,285.32</u>	<u>95,766,952.94</u>	<u>91,405,601.92</u>

8. INVESTMENT IN ASSOCIATE

Name	Nature of business	Relationship	Authorized	Investment (Baht)					
			share capital (Baht)	Shareholding percentage		Equity method		Cost method	
				Jun. 30, 2012	Dec. 31, 2011	Jun. 30, 2012	Dec. 31, 2011	Jun. 30, 2012	Dec. 31, 2011
Associate									
Bangchak Biofuel Co., Ltd.	Manufacturing and distribution biodiesel	Director and shareholders	281,500,000.00	30.00	30.00	196,135,616.94	168,470,379.84	111,051,487.00	111,051,487.00

The financial statements for the three-month and six-month periods ended June 30, 2012 and for the year ended December 31, 2011 of the above associate were taken to prepare the consolidated financial statements which were reviewed and audited by the other auditor.

9. INVESTMENT IN SUBSIDIARY

Name	Nature of business	Incorporated in	Paid-up share capital (Baht)	Percentage of shareholding		Separate financial statement (Baht)	
				Cost method		Jun. 30, 2012	Dec. 31, 2011
				Jun. 30, 2012	Dec. 31, 2011		
UAC Hydrotek Co., Ltd.	Utilities	Thailand	10,000,000.00	50.00	99.99	4,999,700.00	4,999,700.00
(Formerly named "UAC Utilities Co., Ltd.")							

Subsidiary was incorporated on April 8, 2011, 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 subsidiary is engaged in business of water production and distribution for using in industry and consumption including distribution and installation the related equipment.

On March 26, 2012, subsidiary has increased its share capital from Baht 5 million to Baht 10 million divided into 100,000 shares of Baht 100 each, the Company's percentage of shareholding is reduced to 50%. During the period, the fully payment for the increase share have been received and its name had been changed to UAC Hydrotek Co., Ltd.

The financial statements for three-month and six-month periods ended June 30, 2012 and for the year ended December 31, 2011 of the above subsidiary were taken to prepare the consolidated financial statements which were reviewed and audited by the auditor.

10. BUILDING AND EQUIPMENT

Consolidated financial statements (Baht)						
	Building improvement	Office equipment	Office furniture	Vehicles	Assets under construction	Total
Assets - Cost						
As at December 31, 2011	3,565,397.81	8,354,954.82	739,036.19	17,143,314.38	13,860,002.17	43,662,705.37
Purchase/transfer in	510,827.90	2,408,219.63	23,250.00	0.00	104,175,851.28	107,118,148.81
As at June 30, 2012	4,076,225.71	10,763,174.45	762,286.19	17,143,314.38	118,035,853.45	150,780,854.18
Accumulated depreciation						
As at December 31, 2011	1,002,375.58	4,975,214.40	441,793.86	11,925,852.61	0.00	18,345,236.45
Depreciation for the six-month periods	399,401.31	729,593.54	40,030.64	469,476.88	0.00	1,638,502.37
As at June 30, 2012	1,401,776.89	5,704,807.94	481,824.50	12,395,329.49	0.00	19,983,738.82
Net book value						
As at December 31, 2011	2,563,022.23	3,379,740.42	297,242.33	5,217,461.77	13,860,002.17	25,317,468.92
As at June 30, 2012	2,674,448.82	5,058,366.51	280,461.69	4,747,984.89	118,035,853.45	130,797,115.36
Separate financial statements (Baht)						
	Building improvement	Office equipment	Office furniture	Vehicles	Assets under construction	Total
Assets - Cost						
As at December 31, 2011	3,565,397.81	8,299,020.24	739,036.19	17,143,314.38	13,860,002.17	43,606,770.79
Purchase	510,827.90	1,335,057.26	23,250.00	0.00	104,175,851.28	106,044,986.44
As at June 30, 2012	4,076,225.71	9,634,077.50	762,286.19	17,143,314.38	118,035,853.45	149,651,757.23
Accumulated depreciation						
As at December 31, 2011	1,002,375.58	4,969,924.33	441,793.86	11,925,852.61	0.00	18,339,946.38
Depreciation for the six-month periods	399,401.31	553,467.83	40,030.64	469,476.88	0.00	1,462,376.66
As at June 30, 2012	1,401,776.89	5,523,392.16	481,824.50	12,395,329.49	0.00	19,802,323.04
Net book value						
As at December 31, 2011	2,563,022.23	3,329,095.91	297,242.33	5,217,461.77	13,860,002.17	25,266,824.41
As at June 30, 2012	2,674,448.82	4,110,685.34	280,461.69	4,747,984.89	118,035,853.45	129,849,434.19

Building under construction amount of Baht 95.50 million is structured on leased land (note 22.3).

11. BANK OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

	Consolidated and separate financial statements (Baht)	
	June 30, 2012	December 31, 2011
Bank overdrafts	15,020,059.91	0.00
Trust receipt payable	3,380,309.32	16,793,237.16
Total	18,400,369.23	16,793,237.16

As at June 30, 2012, the Company has overdrafts line with two bank amount of Baht 25 million at the interest of MOR per annum.

As at June 30, 2012, the Company has credit line for import goods from overseas with three banks amount of Baht 320 million, at the agreed interest rate on the loan agreement date.

Such overdrafts and loans have no collaterals.

12. LONG - TERM LOANS

	Consolidated and separate financial statements (Baht)	
	June 30, 2012	December 31, 2011
Loans from bank	19,513,000.00	0.00
Less Current portion of long - term loans	(2,170,125.00)	0.00
Net	17,342,875.00	0.00

As at June 30, 2012 the company has long - term loans from bank as follows :

- The first loan agreement in the amount of Baht 19.51 million, the principal is repayable on a monthly basis through 81 installments of Baht 0.24 million each (graced 3 months for principal repayment), commenced in September 2012. The interest is payable on a monthly basis at the rate of MLR - 2.75% per annum.
- The second loan agreement in the amount of Baht 32.60 million, the principal is repayable on a monthly basis through 81 installments of Baht 0.40 million each (graced 3 months for principal repayment). As at June 30, 2012, the Company has not withdrawn such loans yet.

Both loans agreement are guaranteed by assets in progress (note 10) and the Company must comply with significant conditions in loans agreement about 1) the Company should not get into any obligations, debts or responsibility from borrowings or guarantees any persons which resulted to Debt to Equity Ratio exceeds 2 : 1 time but not less than 0 (zero), and 2) the Company will preserve Debt Service Coverage Ratio not less than 2 times.

13. FINANCIAL LEASE LIABILITIES

1) Financial lease liabilities excluded future interest are as follows :

	Consolidated and separate financial statements (Baht)	
	June 30, 2012	December 31, 2011
Hire-purchase payable	0.00	75,000.00
Lease payable	1,933,773.48	2,299,123.05
Total	1,933,773.48	2,374,123.05
Less Current portion of long-term debt	(765,069.99)	(823,245.67)
Net	1,168,703.49	1,550,877.38

As at June 30, 2012 and December 31, 2011, vehicles at cost of Baht 4.07 million and 5.29 million respectively, were being made the repayment to such payable under the above financial lease.

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

	Consolidated and separate financial statements (Baht)	
	June 30, 2012	December 31, 2011
Within 1 year	864,324.00	946,824.00
Over 1 year not over 3 years	1,224,459.00	1,656,621.00
Total	2,088,783.00	2,603,445.00
Less Future interest of financial lease	(155,009.52)	(229,321.95)
Present value of financial lease liabilities	1,933,773.48	2,374,123.05

14. SHARE CAPITAL

According to the minutes of the 2012 Annual General Meeting of Shareholders held on April 30, 2012, passed the following resolution:

1. To decrease unissued share capital of the Company amount of Baht 12, remains registered share capital amount of Baht 172,499,988.00 (172.50 ordinary shares at par value of Baht 1 each), the Company has registered the decrease share capital with the Ministry of Commerce on May 10, 2012.
2. To increase the Company's registered share capital amount of Baht 59.87 million to Baht 232.37 million (232.37 ordinary shares at par value of Baht 1 each, the Company has registered the increase share capital with the Ministry of Commerce on May 11, 2012 as detailed following:
 - 2.1 Issue new ordinary shares for supporting share dividend payment in the amount of Baht 25.87 million (25.87 million ordinary shares at par value of Baht 1 each) and on May 18, 2012, the Company has already paid share dividend to shareholders (note 15).
 - 2.2 Issue new ordinary shares for supporting the increase share capital under General Mandate in the amount of Baht 34.00 million (34 million ordinary shares at par value of Baht 1 each) which is allotted to the existing shareholders for 17 million shares (not exceed 10% of registered share capital) and the private placement for 17 million shares (not exceed 10% of registered share capital).

According to the minutes of the Extraordinary Meeting of Shareholders No. 1/2012 held on June 27, 2012, passed the following resolution:

1. To cancel the increase share capital under General Mandate of Baht 34 million (34 million ordinary shares at par value of Baht 1 each).
2. To decrease the Company's share capital amount of Baht 34,000,247.00 (34,000,247 ordinary shares at par value of Baht 1 each) to be corresponded with the cancellation of the increase share capital under General Mandate and the remaining unissued shares from share dividend payment 247 shares. The Company has registered the decrease share capital with the Ministry of Commerce on July 5, 2012.
3. To increase share capital with specific objectives amount of Baht 22 million (22 million ordinary shares at par value of Baht 1 each) to offer to private placement for supporting the investment expansion on Petroleum Production Project in Sukhothai province including project related to renewable and alternative energy in the future. According to the minutes of the Board of directors' meeting No. 5/2012 held on June 27, 2012, passed to approve the issue share capital to an investor on July 10, 2012. The Company has registered the increase share capital with the Ministry of Commerce on July 6, 2012. Subsequent, on July 11, 2012, the Company has noticed to the Stock Exchange of Thailand that the investor postponed to purchase share capital of the Company since the investment process is being considered.

15. RETAINED EARNINGS APPROPRIATION

According to the minutes of the 2012 Annual General Meeting of Shareholders held on April 30, 2012, passed the resolution to pay dividend to the shareholders at Baht 0.4167 per share total amount of Baht 68.13 million by:

- Pay interim dividend on October 6, 2011 at Baht 0.1667 per share total amount of Baht 25.01 million by dividing into 1) ordinary share dividend payment not exceed Baht 22.50 million or in the rate of Baht 0.15 per share (22.50 million ordinary shares at par value of Baht 1 each) to the shareholders in the ratio of 20 existing shares per 3 shares dividend, and 2) cash dividend payment at Baht 0.0167 per share or total amount not exceed Baht 2.51 million.
- The remaining annual dividend payment at Baht 0.25 per share, total amount of Baht 43.12 million by dividing into dividend payment as per 1) ordinary shares dividend payment amount not exceed Baht 25.87 million or Baht 0.15 per share (25.87 million ordinary shares at par value of Baht 1 each) to the shareholders in the ratio of 20 existing shares per 3 shares dividend, and 2) cash dividend payment at Baht 0.10 per share or amount not exceed Baht 17.25 million which was paid on May 18, 2012. The Company has already paid dividend during the period.

16. INCOME TAX

For the six-month periods ended June 30, 2012, the Company calculated corporate income tax at the rate of 23% of profit (loss) before deducting with tax expenses and added back other expenses which shall not be allowed as expenses in tax calculation (if any)

17. SUPPLEMENTAL DISCLOSURE OF CASH FLOWS INFORMATION

17.1 Cash and cash equivalents consist of :

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	June 30, 2012	June 30, 2011	June 30, 2012	June 30, 2011
Cash	38,661.50	2,903.25	33,661.50	2,903.25
Current accounts	1,977,957.96	3,855,182.94	1,950,349.96	3,825,482.94
Savings deposit	9,722,795.14	5,277,489.43	3,507,323.64	4,056,240.27
Fixed deposits	0.00	25,000,000.00	0.00	25,000,000.00
Bills of exchange	0.00	40,000,000.00	0.00	40,000,000.00
Total	11,739,414.60	74,135,575.62	5,491,335.10	72,884,626.46

17.2 Non-cash transaction

For the six-month periods ended June 30, 2012.

- 1) The Company has purchased fixed assets amount of Baht 13.29 million with payment maturity in April 2012 which is presented as other payables.
- 2) The Company has paid ordinary share dividend amount of Baht 25.87 million (25.87 million shares at par value of Baht 1 each) to the shareholders (note 15).

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 parties</u>			
UAC Hydrotek Co., Ltd. (formerly named "UAC Utilities Co., Ltd.")	Subsidiary	Other income	0.02 million per month
Bangchak Biofuel Co., Ltd.	Associated company and common director	Purchase of goods	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

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

	<u>Consolidated financial statements (Baht)</u>		<u>Separate financial statements (Baht)</u>	
	<u>June 30, 2012</u>	<u>December 31, 2011</u>	<u>June 30, 2012</u>	<u>December 31, 2011</u>
Other receivables				
UAC Hydrotek Co., Ltd.	0.00	0.00	69,592.80	0.00
Trade accounts payable				
Bangchak Biofuel Co., Ltd.	3,268,620.92	2,623,326.27	3,268,620.92	2,623,326.27

18.3 Revenues and expenses transaction with related persons and parties as follows :

	For the three-month periods			
	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2555	2554	2555	2554
Other income				
UAC Hydrotek Co., Ltd.	0.00	0.00	65,040.00	0.00
Purchase				
Bangchak Biofuel Co., Ltd.	7,922,850.75	903,778.00	7,922,850.75	903,778.00
Administrative expenses (warehouse rental fee)				
P & P Ordinary Partnership	382,105.26	382,105.26	382,105.26	382,105.26
	For the six-month periods			
	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2555	2554	2555	2554
Other income				
UAC Hydrotek Co., Ltd.	0.00	0.00	65,040.00	0.00
Purchase				
Bangchak Biofuel Co., Ltd.	12,666,625.35	4,240,175.40	12,666,625.35	4,240,175.40
Administrative expenses (warehouse rental fee)				
P & P Ordinary Partnership	764,210.52	764,210.52	764,210.52	764,210.52

19. EXPENSES ANALYZED BY NATURE

Expenses analyzed by nature for the three-month and six-month periods ended June 30, 2012 and 2011 as follows :

	For the three-month periods			
	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2555	2554	2555	2554
Changes in inventories	(11,203,198.61)	(8,368,297.44)	(11,203,198.61)	(8,368,297.44)
Employees benefit expenses	7,213,427.05	4,734,510.36	6,780,577.78	4,734,510.36
Depreciation	838,530.00	812,066.39	750,408.47	812,066.39
Directors' remuneration	615,000.00	545,000.00	615,000.00	545,000.00
Management benefit expenses	3,521,467.74	3,817,004.25	3,521,467.74	3,817,004.25
	For the six-month periods			
	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2012	2011	2012	2011
Changes in inventories	(4,680,905.90)	6,439,518.65	(4,680,905.90)	6,439,518.65
Employees benefit expenses	14,107,868.39	9,307,763.41	13,246,103.93	9,307,763.41
Depreciation	1,638,502.37	1,779,806.52	1,462,376.66	1,779,806.52
Directors' remuneration	1,180,000.00	1,050,000.00	1,180,000.00	1,050,000.00
Management benefit expenses	7,042,935.48	7,619,971.25	7,042,935.48	7,619,971.25

20. SEGMENT INFORMATION

20.1 The Company's operation involve in significant segment as follows:

- Business segment are 1) import and distribute of chemical and equipment for using industry, and 2) provide the consultant and advising for the marketing of any products and services.
- Geographical segment involve in both domestic and overseas.

20.2 The subsidiary's operation involve virtually in water production and distribution for using in industry and consumption purpose including distribution and installation the related equipment only in domestic geographical segment.

20.3 Segment information in consolidated financial statements are as follows:

(Unit : Million)

	Domestic		Overseas						Total	
	Sales		Sales		Project advisory		total			
	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011
<u>For the three-month periods</u>										
Segment revenues	178.85	209.86	9.55	0.00	16.24	0.00	25.79	0.00	204.64	209.86
Segment cost	(149.28)	(157.96)	(8.58)	0.00	0.00	0.00	(8.58)	0.00	(157.87)	(157.96)
Segment profit	<u>29.57</u>	<u>51.90</u>	<u>0.97</u>	<u>0.00</u>	<u>16.24</u>	<u>0.00</u>	<u>17.20</u>	<u>0.00</u>	<u>46.77</u>	<u>51.90</u>
<u>For the six-month periods</u>										
Segment revenues	340.28	421.62	16.76	3.99	39.18	6.34	55.94	10.33	396.22	431.95
Segment cost	(283.35)	(340.82)	(14.66)	(3.58)	0.00	0.00	(14.66)	(3.58)	(298.01)	(344.40)
Segment profit	<u>56.93</u>	<u>80.80</u>	<u>2.10</u>	<u>0.42</u>	<u>39.18</u>	<u>6.34</u>	<u>41.28</u>	<u>6.75</u>	<u>98.21</u>	<u>87.55</u>

Most of cost of project advisory is expense of the management which could not properly allocated and the value is immaterial, then, the segment cost of project advisory was not presented.

21. 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 :

	June 30, 2012	December 31, 2011
Financial assets		
Deposit account in US Dollar	50,296.28	124,885.65
Trade accounts receivable in US Dollar	1,187,575.11	59,764.50
Financial liabilities		
Trust receipt payable in US Dollar	105,750.00	527,560.00
Trade accounts payable in US Dollar	923,572.70	573,325.54
Trade accounts payable in EURO	2,312.88	73,690.86

The Company has remaining forward contract as follows :

	Exchange rate per Baht			
	June 30, 2012	December 31, 2011	June 30, 2012	December 31, 2011
US Dollar	31.68 - 31.86	31.21 - 31.34	283,099.20	61,765.00
EURO	40.82	42.03 - 42.28	31,706.60	281,506.98

22. COMMITMENT AND CONTINGENT LIABILITIES

22.1 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 0.22 million. As at June 30, 2012 and December 31, 2011 the Company has to pay the rental fee until the completion amount of Baht 3.09 million and Baht 4.27 million respectively.

22.2 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 June 30, 2012 and December 31, 2011 the Company has to pay the rental fee until the completion amount of Baht 1.29 million and Baht 2.29 million respectively.

22.3 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 June 30, 2012 and December 31, 2011, the Company is liable on payment rental until the completion amount of Baht 2.8 million and Baht 2.88 million respectively.

22.4 The Company is liable on payment under goods purchasing agreement and hire a contractor as at June 30, 2012 amount of US Dollar 0.04 million, EURO 0.10 million and Baht 49.52 million and as at December 31, 2011 amounting to US Dollar 0.92 million and EURO 0.16 million and Baht 32.14 million respectively.

22.5 The Company is liable on payment under letter of credit agreement with a bank relating to goods purchasing as follows :

	June 30, 2012	December 31, 2011
US Dollar	711,282.30	674,364.00
EURO	0.00	163,849.40

22.6 The Company has contingent liabilities with two banks from issuance of letter for goods quality guarantee to some of customers and guarantee duties and taxes for import of goods from an overseas as at June 30, 2012 and December 31, 2011 total amount of Baht 33.51 million and Baht 31.85 million respectively. Such letter of guarantee had no collaterals.

23. INTERIM FINANCIAL STATEMENTS APPROVAL

These interim financial statements were approved and authorized for issue by the Company's Board of Directors on August 10, 2012.