

**Ratchaburi Electricity Generating Holding
Public Company Limited and its subsidiaries**

Interim financial statements
and
Review Report of Certified Public Accountant

For the three-month period ended
31 March 2011





KPMG Phoomchai Audit Ltd.

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Review Report of Certified Public Accountant

To the Board of Directors of Ratchaburi Electricity Generating Holding Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position as at 31 March 2011, and the related statements of comprehensive income, changes in equity and cash flows for the three-month periods ended 31 March 2011 and 2010 of Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries, and of Ratchaburi Electricity Generating Holding Public Company Limited, respectively. The Company's management is responsible for the correctness and completeness of information presented in these financial statements. My responsibility is to issue a report on these financial statements based on my reviews.

I conducted my reviews in accordance with the auditing standard on review engagements. This Standard requires 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 in accordance with generally accepted auditing standards. I have not performed an audit and, accordingly, I do not express an audit opinion on the reviewed financial statements..

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

As explained in notes 2 and 3 to the financial statements, with effect from 1 January 2011 the Company has adopted certain new and revised financial reporting standards. The consolidated and separate financial statements for the three-month period ended 31 March 2010, which are included in the accompanying financial statements for comparative purposes, have been restated accordingly.

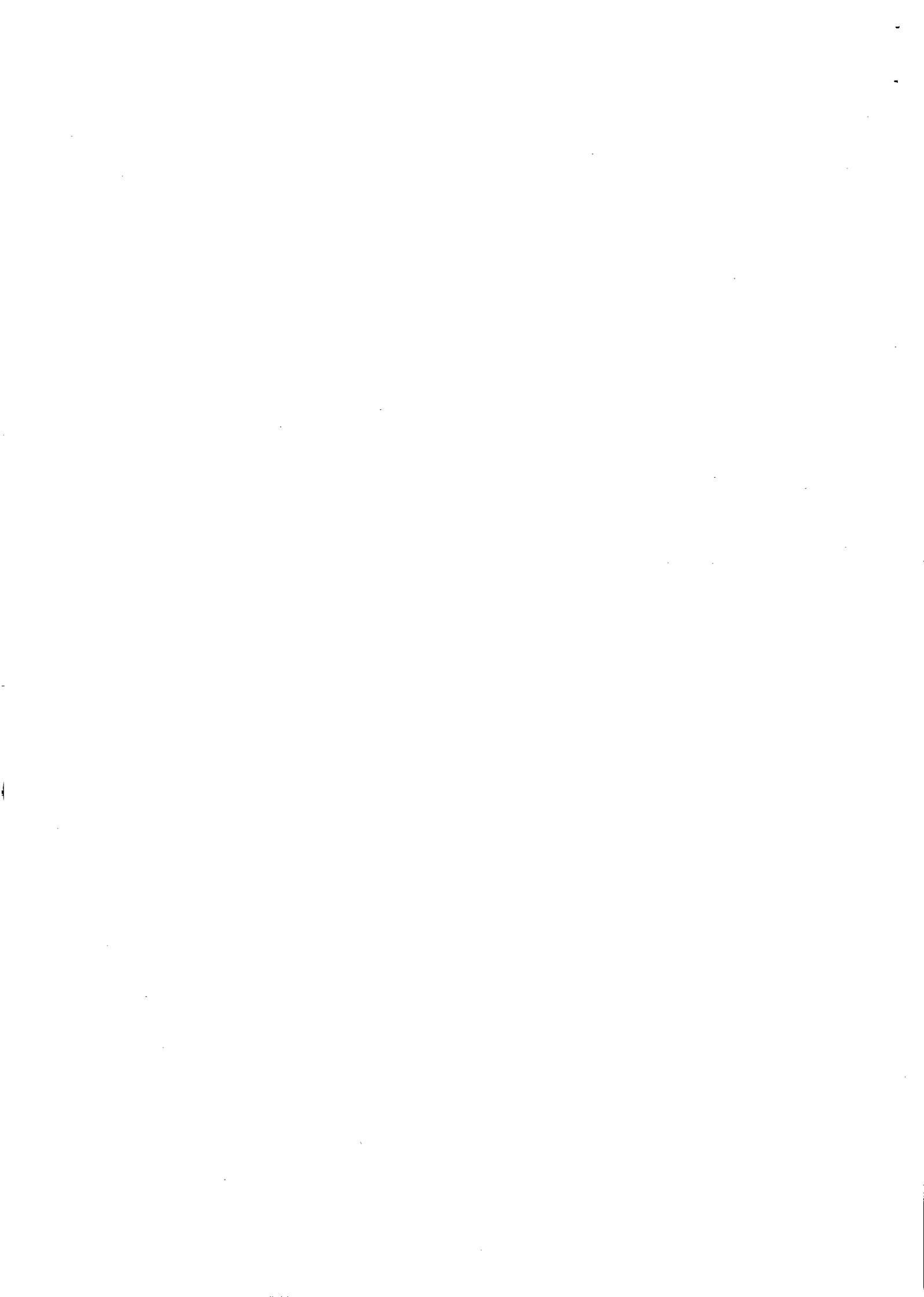




I have previously audited the consolidated and separate financial statements for the year ended 31 December 2010 of Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries, and of Ratchaburi Electricity Generating Holding Public Company Limited, respectively, in accordance with generally accepted auditing standards and expressed an unqualified opinion on those financial statements in my report dated 14 February 2011. As explained in notes 2 and 3 to the accompanying financial statements, those financial statements have been restated consequent to the adoption of certain new and revised financial reporting standards. I have audited the adjustments that were applied to the restatement of those financial statements and in my opinion those adjustments are appropriate and have been properly applied. Other than the audit of those adjustments, I have not performed any auditing procedures since the date of my audit report. The consolidated and separate statements of financial position as at 31 December 2010, which are included in the accompanying financial statements for comparative purposes, are components of those restated financial statements.

(Vairoj Jindamaneepitak)
Certified Public Accountant
Registration No. 3565

KPMG Phoomchai Audit Ltd.
Bangkok
11 May 2011



Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries

Statements of financial position

As at 31 March 2011 and 31 December 2010

Assets	Note	Consolidated financial statements		Separate financial statements	
		31 March 2011 (Unaudited)	31 December 2010 (Restated)	31 March 2011 (Unaudited)	31 December 2010 (Restated)
<i>(in thousand Baht)</i>					
Current assets					
Cash and cash equivalents	5	7,925,324	11,289,248	5,756,192	5,806,011
Current investments		3,892,360	2,601,383	2,750,000	2,600,000
Trade accounts receivable from related parties	4	3,798,065	3,341,232	-	-
Trade accounts receivable from other party		2,478	1,571	-	-
Dividend receivable	4	-	-	2,683,288	1,828,941
Advances to and other receivables from related parties	4	79,077	155,122	36,101	151,429
Short-term loans to related parties	4	-	-	904,430	1,797,092
Current portion of long-term loans to related party	4	62,500	62,500	62,500	62,500
Spare parts and supplies		1,728,856	1,746,232	-	-
Other current assets		341,292	76,331	79,790	55,730
Total current assets		17,829,952	19,273,619	12,272,301	12,301,703
Non-current assets					
Long-term trade receivable from related parties	4	4,951	4,951	-	-
Long-term receivable from related parties	4	-	-	577	4,548
Investments in subsidiaries	4, 7	-	-	21,118,467	20,523,467
Investments in jointly-controlled entities	4, 8	11,235,720	10,997,709	3,489,709	3,142,338
Investment in other company	9	50,656	50,656	50,656	50,656
Other long-term investments	6	2,433,658	1,669,461	368,000	368,000
Long-term loans to related parties	4	-	-	528,200	793,900
Property, plant and equipment	10	34,559,050	35,164,867	384,133	384,610
Land for future development projects		305,390	305,221	305,390	305,222
Intangible assets		795,237	795,510	671,891	671,841
Deferred tax assets	11	162,379	135,417	16,653	1,046
Other non-current assets	12	1,278,569	1,184,411	275,023	264,245
Total non-current assets		50,825,610	50,308,203	27,208,699	26,509,873
Total assets		68,655,562	69,581,822	39,481,000	38,811,576

The accompanying notes are an integral part of these financial statements.

Ratchaburi Electricity Generating Holding Public Company Limited its subsidiaries

Statements of financial position

As at 31 March 2011 and 31 December 2010

Liabilities and equity	Note	Consolidated		Separate	
		financial statements		financial statements	
		31 March 2011 (Unaudited)	31 December 2010 (Restated) <i>(in thousand Baht)</i>	31 March 2011 (Unaudited)	31 December 2010 (Restated)
Current liabilities					
Short-term loans from financial institution	13	2,824,000	-	-	-
Trade account payable to related party	4	11,833	11,833	-	-
Trade account payable to other party		2,283,959	4,646,941	-	-
Current portion of long-term loans					
from financial institutions	13	-	3,617,468	-	-
Current portion of debentures	13	925,802	-	-	-
Current portion of financial lease liability		1,500	1,475	-	-
Income tax payable		834,935	433,288	-	-
Dividend payables		1,677,402	10,699	1,677,402	10,699
Other current liabilities	4	840,374	943,017	506,335	644,445
Total current liabilities		9,399,805	9,664,721	2,183,737	655,144
Non-current liabilities					
Long-term loans from financial institutions	13	-	13,237,527	-	-
Debentures	13	12,346,258	-	-	-
Financial lease liability		2,908	3,259	-	-
Employee benefit obligations	14	68,049	-	48,847	-
Total non-current liabilities		12,417,215	13,240,786	48,847	-
Total liabilities		21,817,020	22,905,507	2,232,584	655,144
Equity					
Share capital					
Authorised share capital		14,500,000	14,500,000	14,500,000	14,500,000
Issued and paid-up share capital		14,500,000	14,500,000	14,500,000	14,500,000
Share premium		1,531,778	1,531,778	1,531,778	1,531,778
Retained earnings					
Appropriated					
Legal reserve		1,450,000	1,450,000	1,450,000	1,450,000
Unappropriated		28,612,130	29,129,421	19,766,638	20,674,654
Other components of equity		689,040	18,888	-	-
Total equity attributable to owners of the Company		46,782,948	46,630,087	37,248,416	38,156,432
Non-controlling interests		55,594	46,228	-	-
Total equity		46,838,542	46,676,315	37,248,416	38,156,432
Total liabilities and equity		68,655,562	69,581,822	39,481,000	38,811,576

The accompanying notes are an integral part of these financial statements.

Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries

Statements of comprehensive income

For the three-month periods ended 31 March 2011 and 2010 (Unaudited)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		2011	2010	2011	2010
			(Restated)		(Restated)
		<i>(in thousand Baht)</i>			
Revenue from sale and rendering of services	4	8,129,974	9,884,681	-	-
Cost of sale and rendering of services	4	(6,202,488)	(8,354,171)	-	-
Gross profit		1,927,486	1,530,510	-	-
Management Service income	4	35,825	35,940	40,778	38,306
Dividend income	4, 7, 8	-	-	874,347	596,882
Interest income	4	66,433	52,945	64,936	50,833
Other income	4	79,328	46,822	21,518	19,002
Administrative expenses	4	(457,050)	(190,088)	(210,688)	(110,043)
Finance costs		(170,783)	(169,484)	-	-
Share of profit of jointly-controlled entities	8	185,641	340,160	-	-
Profit before income tax expense		1,666,880	1,646,805	790,891	594,980
Income tax expense		(472,017)	(186,444)	1,502	(482)
Profit for the period		1,194,863	1,460,361	792,393	594,498
Other comprehensive income					
Foreign currency translation differences for foreign operations		(7,397)	-	-	-
Net change in fair value of available-for-sale investments		677,549	-	-	-
Other comprehensive income for the period, net of income tax		670,152	-	-	-
Total comprehensive income for the period		1,865,015	1,460,361	792,393	594,498
Profit (loss) attributable to:					
Equity holders of the Company		1,196,155	1,460,361	792,393	594,498
Non-controlling interests		(1,292)	-	-	-
Profit for the period		1,194,863	1,460,361	792,393	594,498
Total comprehensive income attributable to:					
Equity holders of the Company		1,866,307	1,460,361	792,393	594,498
Non-controlling interests		(1,292)	-	-	-
Total comprehensive income for the period		1,865,015	1,460,361	792,393	594,498
Basic earnings per share (Baht)	16	0.82	1.01	0.55	0.41

The accompanying notes are an integral part of these financial statements.

Ratchaburi Electricity Generating Holding Public Company Limited its subsidiaries

Statements of changes in equity

For the three-month periods ended 31 March 2011 and 2010 (Unaudited)

Consolidated financial statements

	Note	Other components of equity							Total equity		
		Retained earnings	Share premium	Legal reserve	Unappropriated	Currency translation differences	Fair value changes in available-for-sale investments	Total other components of equity			
Balance at 31 December 2010 - as reported		14,500,000	1,531,778	1,450,000	29,000,270	18,888	-	18,888	46,500,936	46,547,164	
Impact of changes in accounting policies - retrospective	3	-	-	-	129,150	-	-	-	129,150	129,150	
Balance at 1 January 2011 - restated		14,500,000	1,531,778	1,450,000	29,129,420	18,888	-	18,888	46,630,086	46,676,314	
Impact of changes in accounting policies - prospective	3	-	-	-	(45,945)	-	-	-	(45,945)	(45,945)	
Balance at 1 January 2011 - as adjusted		14,500,000	1,531,778	1,450,000	29,083,475	18,888	-	18,888	46,584,141	46,630,369	
Transactions with owners, recorded directly in equity											
<i>Contributions by and distributions to owners of the Company</i>											
Additional payment in investment from non-controlling interests		-	-	-	-	-	-	-	-	10,658	10,658
Dividends to owners of the Company	17	-	-	-	(1,667,500)	-	-	-	(1,667,500)	-	(1,667,500)
<i>Total contributions by and distributions to owners of the Company</i>		-	-	-	(1,667,500)	-	-	-	(1,667,500)	10,658	(1,656,842)
Total transactions with owners, recorded directly in equity		-	-	-	(1,667,500)	-	-	-	(1,667,500)	10,658	(1,656,842)
Comprehensive income for the period											
Profit		-	-	-	1,196,155	-	-	-	1,196,155	(1,292)	1,194,863
Other comprehensive income		-	-	-	-	(7,397)	677,549	670,152	670,152	-	670,152
Total comprehensive income for the period		-	-	-	1,196,155	(7,397)	677,549	670,152	1,866,307	(1,292)	1,865,015
Balance at 31 March 2011		14,500,000	1,531,778	1,450,000	28,612,130	11,491	677,549	689,040	46,782,948	55,594	46,838,542

The accompanying notes are an integral part of these financial statements.

Ratchaburi Electricity Generating Holding Public Company Limited its subsidiaries

Statements of changes in equity

For the three-month periods ended 31 March 2011 and 2010 (Unaudited)

	Note	Separate financial statements					Total equity
		Issued and paid-up share capital	Share premium	Legal reserve <i>(in thousand Baht)</i>	Unappropriated	Retained earnings	
Balance at 1 January 2010 - as reported	3	14,500,000	1,531,778	1,450,000	20,262,140	37,743,918	
Impact of changes in accounting policies - retrospective		-	-	-	(241)	(241)	
Balance at 1 January 2010 - restated		<u>14,500,000</u>	<u>1,531,778</u>	<u>1,450,000</u>	<u>20,261,899</u>	<u>37,743,677</u>	
Transactions with owners, recorded directly in equity							
<i>Contributions by and distributions to owners of the Company</i>							
Dividends to owners of the Company	17	-	-	-	(1,667,500)	(1,667,500)	
<i>Total contributions by and distributions to owners of the Company</i>		-	-	-	<u>(1,667,500)</u>	<u>(1,667,500)</u>	
Total transactions with owners, recorded directly in equity							
		-	-	-	<u>(1,667,500)</u>	<u>(1,667,500)</u>	
Comprehensive income for the period							
Profit		-	-	-	594,498	594,498	
Other comprehensive income		-	-	-	-	-	
Total comprehensive income for the period		-	-	-	<u>594,498</u>	<u>594,498</u>	
Balance at 31 March 2010		<u>14,500,000</u>	<u>1,531,778</u>	<u>1,450,000</u>	<u>19,188,897</u>	<u>36,670,675</u>	

The accompanying notes are an integral part of these financial statements.

Ratchaburi Electricity Generating Holding Public Company Limited its subsidiaries

Statements of changes in equity

For the three-month periods ended 31 March 2011 and 2010 (Unaudited)

	Note	Separate financial statements					Total equity
		Issued and paid-up share capital	Share premium	Legal reserve <i>(in thousand Baht)</i>	Unappropriated	Retained earnings	
Balance at 31 December 2010 - as reported		14,500,000	1,531,778	1,450,000	20,677,793	38,159,571	
Impact of changes in accounting policies - retrospective	3	-	-	-	(3,139)	(3,139)	
Balance at 1 January 2011 - restated		14,500,000	1,531,778	1,450,000	20,674,654	38,156,432	
Impact of changes in accounting policies - prospective	3	-	-	-	(32,909)	(32,909)	
Balance at 1 January 2011 - as adjusted		14,500,000	1,531,778	1,450,000	20,641,745	38,123,523	
Transactions with owners, recorded directly in equity							
<i>Contributions by and distributions to owners of the Company</i>							
Dividends to owners of the Company	17	-	-	-	(1,667,500)	(1,667,500)	
<i>Total contributions by and distributions to owners of the Company</i>		-	-	-	(1,667,500)	(1,667,500)	
Total transactions with owners, recorded directly in equity							
Comprehensive income for the period							
Profit		-	-	-	792,393	792,393	
Other comprehensive income		-	-	-	-	-	
Total comprehensive income for the period		-	-	-	792,393	792,393	
Balance at 31 March 2011		14,500,000	1,531,778	1,450,000	19,766,638	37,248,416	

The accompanying notes are an integral part of these financial statements.

Ratchaburi Electricity Generating Holding Public Company Limited its subsidiaries

Statements of cash flows

For the three-month periods ended 31 March 2011 and 2010 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
		(Restated)		(Restated)
	<i>(in thousand Baht)</i>			
Cash flows from operating activities				
Profit for the period	1,194,863	1,460,361	792,393	594,498
<i>Adjustments for</i>				
Depreciation	641,547	682,543	6,593	5,748
Amortisation	80,665	10,240	426	386
Interest income	(66,433)	(52,945)	(64,936)	(50,833)
Finance costs	170,783	169,484	-	-
Provision for obsolescence of spare parts and supplies	18,711	11,917	-	-
Unrealised gain on exchange	(10,174)	(23,146)	(4,582)	(18,810)
Dividend income	-	-	(874,347)	(596,882)
Gain on disposal of plant and equipment	-	(258)	-	-
Employee benefit obligations	2,412	877	1,833	732
Shares of profit of jointly-controlled entities	(185,641)	(340,160)	-	-
Income tax expense	472,017	186,444	(1,502)	482
	<u>2,318,750</u>	<u>2,105,357</u>	<u>(144,122)</u>	<u>(64,679)</u>
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivable from related parties	(457,739)	(2,212,598)	-	-
Advances to and other receivables from related parties	77,209	(2,187)	121,518	(628)
Spare parts and supplies	(1,336)	103,934	-	-
Other current assets and non-current assets	(302,265)	(398,578)	(33,628)	(175,699)
Trade account payable from related party	-	504,985	-	-
Trade account payable from other party	(2,362,982)	(1,579,434)	-	-
Other current liabilities	(187,652)	7,835	(136,675)	(58,180)
Cash used in operating activities	(916,015)	(1,470,686)	(192,907)	(299,186)
Income tax paid	(80,286)	(27,103)	(2,297)	(2,758)
Net cash used in operating activities	<u>(996,301)</u>	<u>(1,497,789)</u>	<u>(195,204)</u>	<u>(301,944)</u>

The accompanying notes are an integral part of these financial statements.

Ratchaburi Electricity Generating Holding Public Company Limited its subsidiaries

Statements of cash flows

For the three-month periods ended 31 March 2011 and 2010 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
		(Restated)		(Restated)
	<i>(in thousand Baht)</i>			
<i>Cash flows from investing activities</i>				
Interest received	62,007	48,502	63,710	138,005
Dividends received	295,000	450,000	20,000	1,449,270
Purchases of property, plant and equipment	(14,969)	(6,445)	(7,628)	(1,037)
Sale of plant and equipment	14	649	-	-
Purchases of intangible assets	(476)	-	(476)	-
Net cash inflow (outflow) in current investments	(1,291,000)	200,000	(150,000)	200,000
Cash outflow on investments in				
securities available for sale	(84,704)	-	-	-
Decrease in short-term loans to related party	-	-	1,757,521	-
Increase in short-term loans to related party	-	(55,000)	(860,275)	(755,000)
Decrease in long-term loans to related party	-	-	265,700	351,881
Cash outflow on acquisition of investments				
in subsidiaries	-	-	(595,000)	-
Cash outflow on acquisition of investments				
in jointly-controlled entities	(347,370)	(83,231)	(347,370)	(69,731)
Net cash provided by (used in) investing activities	(1,381,498)	554,475	146,182	1,313,388
<i>Cash flows from financing activities</i>				
Finance costs paid	(170,785)	(169,432)	-	-
Proceeds from issue of ordinary shares	10,657	-	-	-
Dividend paid to equity holders of the Company	(797)	(192)	(797)	(192)
Proceeds from short-term loans from financial institutions	3,424,000	1,550,000	-	-
Repayment of short-term loans from financial institutions	(600,000)	-	-	-
Repayment of finance lease liability	(324)	(201)	-	-
Repayment of long-term loans from financial institutions	(16,934,876)	(359,077)	-	-
Proceeds from issue of debentures	13,286,000	-	-	-
Redemption of debentures	-	(375,000)	-	-
Net cash provided by (used in) financing activities	(986,125)	646,098	(797)	(192)
Net increase (decrease) in cash and cash equivalents	(3,363,924)	(297,216)	(49,819)	1,011,252
Cash and cash equivalents at beginning of period	11,289,248	3,774,088	5,806,011	1,418,702
Cash and cash equivalents at end of period	7,925,324	3,476,872	5,756,192	2,429,954

The accompanying notes are an integral part of these financial statements.

Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2011 (Unaudited)

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Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2011 (Unaudited)

These notes form an integral part of the financial statements.

The interim financial statements were authorised for issue by the Management authorised by the Board of Directors on 11 May 2011.

1 General information

Ratchaburi Electricity Generating Holding Public Company Limited, the “Company”, is incorporated in Thailand and has its registered office at 555/1 Energy Complex, Building A 7th Floor, Vibhavadi Rangsit Road, Chatuchak, Chatuchak, Bangkok, Thailand.

The Company was listed on the Stock Exchange of Thailand in October 2000.

The Company’s major shareholder during the financial period was Electricity Generating Authority of Thailand (“EGAT”), holding 45% of total ordinary shares of the Company.

The principal businesses of the Company are the investing in companies, whose objectives are to generate and sell electricity. Details of the Company’s subsidiaries and jointly-controlled entities as at 31 March 2011 and 31 December 2010 were as follows:

Name of the entities	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2011	31 December 2010
<i>Direct subsidiaries</i>				
Ratchaburi Electricity Generating Company Limited	Generating and selling electricity	Thailand	99.99	99.99
Ratchaburi Energy Company Limited	Developing and operating power plant and investing in the power energy business	Thailand	99.99	99.99
Ratchaburi Gas Company Limited	Investing in the power energy business	Thailand	99.99	99.99
Ratch Udom Power Company Limited	Investing in the power energy business	Thailand	99.99	99.99
RATCH-Lao Services Company Limited	Providing operation and maintenance services	Lao PDR	99.99	99.99
RH International Corporation Limited	Investing in the power energy business	Thailand	99.99	99.99
<i>Indirect subsidiaries</i>				
Ratchaburi Alliances Company Limited	Investing in the power energy business	Thailand	99.99	99.99
RH International (Mauritius) Corporation Ltd.	Investing in the power energy business internationally	Mauritius	100	100

Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2011 (Unaudited)

Name of the entities	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2011	31 December 2010
RH International (Singapore) Corporation PTE. LTD.	Investing in the power energy business internationally	Singapore	100	100
Sustainable Energy Corporation Company Limited	Investing in the power energy business	Thailand	51	51
<i>Jointly-controlled entities</i>				
Tri Energy Company Limited	Generating and selling electricity	Thailand	50	50
Ratchaburi Power Company Limited	Generating and selling electricity	Thailand	25	25
Chubu Ratchaburi Electric Services Company Limited	Providing operation and maintenance services	Thailand	50	50
SouthEast Asia Energy Limited	Investing in the power energy business	Thailand	33.33	33.33
Hongsa Power Company Limited	Generating and selling electricity	Lao PDR	40	40
Phufai Mining Company Limited	Coal mining and trading	Lao PDR	37.50	37.50
Nam Ngum 3 Power Company Limited	Generating and selling electricity	Lao PDR	25	25
Nava Nakorn Electricity Generating Company Limited	Generating and selling electricity and steam	Thailand	40	40
Ratchaburi World Cogeneration Company Limited	Generating and selling electricity and steam	Thailand	40	10
Solarta Company Limited	Generating and selling electricity and steam	Thailand	49	-

2 Basis of preparation of the financial statements

(a) Statement of compliance

The interim financial statements issued for Thai reporting purposes are prepared in the Thai language. This English translation of the interim financial statements has been prepared for the convenience of readers not conversant with the Thai language.

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The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2009) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (FAP); applicable rules and regulations of the Thai Securities and Exchange Commission; and with generally accepted accounting principles in Thailand.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2010. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company for the year ended 31 December 2010.

During 2010 and 2011, the FAP issued the following new and revised Thai Financial Reporting Standards (TFRS) relevant to the Group's operations and effective for accounting periods beginning on or after 1 January 2011 as follows:

TFRS	Topic
TAS 1 (revised 2009)	Presentation of Financial Statements
TAS 2 (revised 2009)	Inventories
TAS 7 (revised 2009)	Statement 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 31 (revised 2009)	Interests in Joint Ventures
TAS 33 (revised 2009)	Earnings per Share
TAS 34 (revised 2009)	Interim Financial Reporting
TAS 36 (revised 2009)	Impairment of Assets

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TFRS	Topic
TAS 37 (revised 2009)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (revised 2009)	Intangible Assets

The adoption of these new and revised TFRS has resulted in changes in the Group's accounting policies. The effects of these changes are disclosed in note 3. Except for these changes, accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2010.

In addition to the above new and revised TFRS, the FAP has issued during 2010 a number of other TFRS which are expected to be effective for financial statements beginning on or after 1 January 2013 and have not been adopted in the preparation of these interim financial statements. These new and revised TFRS are disclosed in note 20.

(b) *Presentation currency*

The interim financial statements are prepared and presented in Thai Baht. All financial information presented in Thai Baht has been rounded to the nearest thousand unless otherwise stated.

(c) *Use of estimates and judgements*

The preparation of interim financial statements in conformity with TFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Except as disclosed below, in preparing these interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2010. These changes principally derive from the adoption of new and revised TFRS from 1 January 2011.

Estimates

Measurement of defined employee benefit obligations

The calculation of the defined benefit obligation is sensitive to the assumptions on mortality rate, government bond yield, turnover rates and long-term salary increase rate as set out in note 14.

3 Changes in accounting policies

(a) *Overview*

From 1 January 2011, consequent to the adoption of new and revised TFRS as set out in note 2, the Group has changed its accounting policies in the following areas:

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- Presentation of financial statements
- Accounting for income taxes
- Accounting for property, plant and equipment
- Accounting for employee benefits

Details of the new accounting policies adopted by the Group and the impact of the changes on the financial statements are included in notes 3(b) to 3(f) below.

(b) *Presentation of financial statements*

From 1 January 2011, the Group has applied TAS 1 Presentation of Financial Statements (Revised 2009). Under the revised standard, a set of financial statements comprises:

- Statement of financial position;
- Statement of comprehensive income;
- Statement of changes in equity;
- Statement of cash flows; and
- Notes to the financial statements.

As a result, the Group presents all owner changes in equity in the statement of changes in equity and all non-owner changes in equity in the statement of comprehensive income. Previously, all such changes were included in the statement of changes in equity.

Comparative information has been re-presented so that it also is in conformity with the revised standard. Since the change in accounting policy only impacts presentation aspects, there is no impact on reported profit or earnings per share.

(c) *Accounting for income taxes*

The Group has applied TAS 12 Income taxes. The change in accounting policy has been applied retrospectively and the Group's 2010 financial statements, which are included in the Group's 2011 financial statements for comparative purposes, have been restated accordingly. The impact on the 2011 and 2010 financial statements was as described in note 3(f).

(d) *Accounting for property, plant and equipment*

The Group has applied TAS 16 (revised 2009) Property, Plant and Equipment in determining and accounting for the cost and depreciable amount of property, plant and equipment.

The principal changes introduced by the revised TAS 16 and affecting the Group are that (i) costs of asset dismantlement, removal and restoration have to be included as asset costs and subject to annual depreciation; (ii) the depreciation charge has to be determined separately for each significant part of an asset; and (iii) in determining the depreciable amount, the residual value of an item of property, plant and equipment has to be measured at the amount estimated receivable currently for the asset if the asset were already of the age and in the condition expected at the end of its useful life. Furthermore, the residual value and useful life of an asset have to be reviewed at least at each financial year-end. No material impact of this change on the profit and earnings per share for the three-month period ended 31 March 2011 and 2010.

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(e) Accounting for employee benefits

The Group has applied TAS 19 Employee Benefits. The change in accounting policy has been applied retrospectively to the Group's 2010 financial statements for short-term employee benefit obligations. For long-term employee benefit, the Group has opted to record the entire amount of this liability as an adjustment to retained earnings as at 1 January 2011. The impact on the 2011 and 2010 financial statements was as described in note 3(f).

(f) Impact

The impact on the 2011 and 2010 financial statements were summarised as follows :

	Consolidated financial statements	Separate financial statements
	<i>(in thousand Baht)</i>	
2010 financial statements		
Statement of financial position		
Equity at 1 January 2010 – as reported	44,524,135	37,743,918
Changes adjusted retrospectively as a result of the adoption of :		
TAS 12 Deferred tax	130,055	4,302
TAS 19 Employee benefits short-term benefit	(6,402)	(4,543)
Equity at 1 January 2010 – restated	<u>44,647,788</u>	<u>37,743,677</u>
 Statement of comprehensive income for the three-month period ended 31 March 2010		
Profit before income tax expense - as reported	1,647,682	595,712
Changes before income tax expense adjusted retrospectively as a result of adoption of :		
TAS 19 Employee Benefits - short-term benefit	(877)	(732)
Profit before income tax expense – restated	<u>1,646,805</u>	<u>594,980</u>
Income tax expense – as reported	(190,407)	(790)
Changes in income tax expense as a result of the adoption of TAS 12 Deferred tax	3,700	125
Changes in income tax expense adjusted retrospectively as a result of the adoption of TAS 19	263	183
Income tax expense – restated	<u>(186,444)</u>	<u>(482)</u>
Profit – restated	<u>1,460,361</u>	<u>594,498</u>
 Increase in earnings per share (in Baht)	 <u>0.002</u>	 <u>0.001</u>

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<i>2011 financial statements</i>	Consolidated financial statements	Separate financial statements
	<i>(in thousand Baht)</i>	
Statement of financial position		
Equity at 31 December 2010 – as reported	46,547,165	38,159,571
Changes adjusted retrospectively as a result of the adoption of:		
TAS 12 Deferred tax	135,417	1,046
TAS 19 Employee benefits - short-term benefit	(6,267)	(4,185)
Equity at 31 December 2010 – as restated	46,676,314	38,156,432
Changes adjusted prospectively as a result of the adoption of:		
TAS 19 Employee benefits - long-term benefit	(65,636)	(47,014)
Changes in income tax expense as a result of the adoption of TAS 19	19,691	14,105
Equity at 1 January 2011 – as adjusted	46,630,369	38,123,523

4 Related parties

Related parties are those parties linked to the Group and the Company as shareholders or by common shareholders or directors. Transactions with related parties are conducted at prices based on market prices or, where no market price exists, at contractually agreed prices.

Relationships with related parties that control or jointly control the Company or are being controlled or jointly-controlled by the Company or have transactions with the Group were as follows:

Name of entities	Country of incorporation/ nationality	Nature of relationships
Electricity Generating Authority of Thailand	Thailand	Major shareholder, some common directors
Ratchaburi Electricity Generating Company Limited	Thailand	Subsidiary, 99.99% shareholding, some common directors
Ratchaburi Energy Company Limited	Thailand	Subsidiary, 99.99% shareholding
Ratchaburi Gas Company Limited	Thailand	Subsidiary, 99.99% shareholding
Ratch Udom Power Company Limited	Thailand	Subsidiary, 99.99% shareholding
RATCH-Lao Services Company Limited	Lao PDR	Subsidiary, 99.99% shareholding
RH International Corporation Limited	Thailand	Subsidiary, 99.99% shareholding
Ratchaburi Alliances Company Limited	Thailand	Indirect subsidiary, 99.99% shareholding by a subsidiary
RH International (Mauritius) Corporation Ltd.	Mauritius	Indirect subsidiary, 100 % shareholding by a subsidiary

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Name of entities	Country of incorporation/ nationality	Nature of relationships
RH International (Singapore) Corporation PTE. LTD.	Singapore	Indirect subsidiary, 100 % shareholding by a subsidiary
Sustainable Energy Corporation Company Limited	Thailand	Indirect subsidiary, 51% shareholding by a subsidiary
Tri Energy Company Limited	Thailand	Jointly-controlled entity of subsidiary, 50% shareholding by a subsidiary
Ratchaburi Power Company Limited	Thailand	Jointly-controlled entity of subsidiary, 25% shareholding
Chubu Ratchaburi Electric Services Company Limited	Thailand	Jointly-controlled entity of the Company, 50% shareholding
SouthEast Asia Energy Limited	Thailand	Jointly-controlled entity of the Company, 33.33% shareholding
Hongsa Power Company Limited	Lao PDR	Jointly-controlled entity of the Company, 40% shareholding
Phufai Mining Company Limited	Lao PDR	Jointly-controlled entity of the Company, 37.50% shareholding
Nam Ngum 2 Power Company Limited	Lao PDR	Subsidiary of a jointly-controlled entity, 75% shareholding by a jointly-controlled entity
Nam Ngum 3 Power Company Limited	Lao PDR	Jointly-controlled entity of the Company, 25% shareholding
Ratchaburi World Cogeneration Company Limited	Thailand	Jointly-controlled entity of the Company, 40% shareholding
Nava Nakorn Electricity Generating Company Limited	Thailand	Jointly-controlled entity of the Company, 40% shareholding
Solarta Company Limited	Thailand	Jointly-controlled entity of the Company, 49% shareholding

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The pricing policies for particular types of transactions are explained further below:

Transactions	Pricing policies
Sale of electricity	Contractually agreed price
Service income on operation and maintenance services	Contractually agreed price
Management service income	Contractually agreed price
Purchase of goods/raw materials	Contractually agreed price
Operation and maintenance service fee	Contractually agreed price
Interest income	Contractually agreed rate
Other income	Contractually agreed price
Rental income	Contractually agreed price

Significant transactions for the three-month periods ended 31 March 2011 and 2010 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
	<i>(in thousand Baht)</i>			
Major Shareholder				
Sale of electricity	8,089,879	9,881,828	-	-
Purchase of fuel	-	660,568	-	-
Purchase of electricity	46,718	46,399	-	-
Operation and maintenance services fee	331,191	265,131	-	-
Subsidiaries				
Management service income	-	-	4,953	2,366
Dividend income	-	-	854,347	596,882
Interest income	-	-	14,408	5,037
Jointly-controlled entities				
Operation and maintenance services income	28,750	2,853	-	-
Management service income	37,761	35,006	34,744	35,006
Dividend income	20,000	-	20,000	-
Interest income	1,163	1,403	1,163	1,403
Other income	2,882	2,832	-	-

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<i>Loans to related parties</i>	Interest rate		Consolidated financial statements		Separate financial statements	
	31 March 2011	31 December 2010	31 March 2011	31 December 2010	31 March 2011	31 December 2010
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
Short-term loans						
Subsidiary						
RATCH-Lao Services Company Limited	2.50	2.50	-	-	904,430	899,846
RH International (Mauritius) Corporation Limited	-	2.50	-	-	-	448,623
RH International (Singapore) Corporation PTE. LTD.	-	2.50	-	-	-	448,623
<i>Less allowance for doubtful accounts</i>			-	-	-	-
Short-term loans to related parties-net			<u>-</u>	<u>-</u>	<u>904,430</u>	<u>1,797,092</u>
Long-term loans						
Subsidiary						
Ratch Udom Power Company Limited	2.05	2.05	-	-	528,200	793,900
Jointly-controlled entities						
SouthEast Asia Energy Limited	7.875	7.375	62,500	62,500	62,500	62,500
			62,500	62,500	590,700	856,400
<i>Less current portion allowance for doubtful accounts</i>			(62,500)	(62,500)	(62,500)	(62,500)
Long-term loans to related parties-net			<u>-</u>	<u>-</u>	<u>528,200</u>	<u>793,900</u>

Movements during the three-month periods ended 31 March 2011 and 2010 of loans to related parties were as follows:

<i>Loans to related parties</i>	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
	<i>(in thousand Baht)</i>			
Short-term loans to related parties				
At 1 January	-	360	1,797,092	360
Increase	-	55,000	860,275	755,000
Decrease	-	-	(1,752,937)	-
At 31 March	<u>-</u>	<u>55,360</u>	<u>904,430</u>	<u>755,360</u>
Long-term loans to related parties				
At 1 January	62,500	62,500	856,400	1,475,281
Increase	-	-	-	-
Decrease	-	-	(265,700)	(351,881)
At 31 March	<u>62,500</u>	<u>62,500</u>	<u>590,700</u>	<u>1,123,400</u>

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Key management personnel compensation comprised:

<i>Three-month period ended 31 March</i>	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
		<i>(in thousand Baht)</i>		
Short-term employee benefits	31,436	25,411	23,053	17,300
Post-employment benefits	1,354	1,016	969	656
Long-term employee benefit	3,794	-	3,563	-
Total	36,584	26,427	27,585	17,956

Significant agreements with related parties

Short-term loans Agreement

As at 31 March 2011, the Company granted loans to RATCH-Lao Services Company Limited, a subsidiary, amounting to Baht 2.6 million and U.S. Dollars 30 million which bear interest at the rate as stipulated in the agreement. Such loan will be repayable as stipulated in the agreement.

Long-term loans to related parties

The Company granted loans to Ratch Udom Power Company Limited, a subsidiary, amounting to Baht 1,412.78 million which bear interest at the rates as stipulated in the agreement under the existing agreement and condition, by an issuance of promissory notes held at call to the Company. During 2011, such subsidiary made repayment to the Company amounting to Baht 265.70 million. As at 31 March 2011, the Company had the outstanding balance of such loans amounting to Baht 528.20 million. The Company has no intention to recall such loans from the subsidiary within one year. Therefore, the Company classified such loans as long-term loans.

The Company granted loans to South East Asia Energy Limited, Vientiane Branch, a jointly-controlled entity, amounting to Baht 62.50 million which bear interest at the rates as stipulated in the agreement. The Company recorded such loans as loans due within one year since the loan agreement determines the repayment term of principal and interest within 30 months commencing from the signing date in the Shareholders' Loan Agreement or the loan approval date from the financial institutions to the jointly-controlled entity, whichever is the earlier. However, on 12 February 2010, the Company has amended the loan agreement with such jointly-controlled entity by extension of the period of repayment and its interest for another 18 months which will be due on 4 September 2011. Therefore, the Company classified such loans as current portion of long-term loans as at 31 March 2011.

Power Purchase Agreement

On 9 October 2000, Ratchaburi Electricity Generating Company Limited, a subsidiary, entered into the Power Purchase Agreement with EGAT for the period of 25 years, whereby the subsidiary will deliver the Net Electrical Generation from the Thermal Generating Units 1 and 2 and the Combined Cycle Generating Blocks 1, 2 and 3 to EGAT as defined in the agreements. Under the Power Purchase Agreement, the subsidiary will receive revenue from EGAT comprising of an Availability Payment (AP) and an Energy Payment (EP). The Availability Payment (AP) covers repayment of principal and interest of loan, equity return for shareholders, fixed expenses in operation and maintenance, and administrative expenses. Such expenses will be adjusted to cover the change of interest rate, Consumer Price Index and exchange rate. The Energy Payment (EP) covers production costs comprising of fuel costs variable costs in operation and maintenance, which will be adjusted in accordance with the fuel price, efficiency ratio and Consumer Price Index.

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On 3 December 2008, Ratchaburi Energy Company Limited, a subsidiary, entered into the 2 Megawatts Power Purchase Agreement with EGAT for the period of 5 years. The contract can be extended for a period of 5 years subject to the provision of written notice to the counterparty within 30 days before the contract expiry date.

Operation and Maintenance Agreement and Other Service Agreements

On 7 January 2009, Ratchaburi Electricity Generating Company Limited, a subsidiary, entered into the Operation and Maintenance Agreement with EGAT whereby EGAT will operate and provide general maintenance services including major overhaul for the subsidiary. The total operation and general maintenance charge including services charges for major maintenance are approximately Baht 16,608.16 million, adjusted by the annual Consumer Price Index. The contract is valid from 1 January 2009 until the termination dates of the Power Purchase Agreements for Thermal Generating Units and Combined Cycle Generating Units.

Land Lease Agreement and Common Facility Agreement

On 7 June 2004 and 21 October 2005, Ratchaburi Electricity Generating Company Limited, a subsidiary, entered into the Land Lease Agreement with Ratchaburi Power Company Limited to lease an area of 145 rais in the Ratchaburi Power Plant area for a power plant project to Ratchaburi Power Company Limited for the period of 25 years and 3 months commencing from Ratchaburi Power's commercial operation date.

On 25 November 2005, Ratchaburi Electricity Generating Company Limited, a subsidiary, entered into the Common Facility Agreement with Ratchaburi Power Company Limited whereby the subsidiary will provide certain facilities, utilities, services, right to use and access rights relating to the construction and operation of the facility to Ratchaburi Power Company Limited as defined in the agreement. This agreement is effective from the signing date in the agreement and will be expired on the expiry date of the Land Lease Agreement dated 7 June 2004.

Management Service Agreement

On 27 February 2004, the Company entered into the Management Service Agreement with Ratchaburi Power Company Limited whereby the Company will receive management fee from Ratchaburi Power Company Limited amounting to U.S. Dollars 2.5 million per year for the period of 25 years and 3 months commencing from the commercial operation date of the first unit of Ratchaburi Power Company Limited with total contract value of U.S. Dollars 63.12 million.

Agreements in relation to investments in Chubu Ratchaburi Electric Services Company Limited

On 29 September 2005, the Company and Chubu Electric Power (Thailand) Company Limited entered into the Shareholders Agreement to set up Chubu Ratchaburi Electric Services Company Limited and made the first payment of paid-up capital in proportion of each equity holder totaling Baht 10 million. As at 31 March 2011, the Company has commitment to make payment for the unpaid share capital amounting to Baht 10 million. In addition, under this Shareholders Agreement, should Chubu Ratchaburi Electric Services Company Limited require additional funding exceeding its registered capital, the Company agreed to provide financial support in the form of shareholder loans or any guarantees to Chubu Ratchaburi Electric Services Company Limited in proportion of the Company's shareholding of 50%. There are no specific amounts of financial supports specified in the agreement. As at 31 March 2011, the Company has not provided any loans or guarantees according to the agreement.

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Agreements in relation to investment in SouthEast Asia Energy Limited

On 26 May 2006, the Company entered into the Equity Contribution Agreement between shareholders and lenders from financial institutions so as to obligate the capital contribution payment to SouthEast Asia Energy Limited, a jointly-controlled entity. The Company has total commitments to pay capital contribution to such jointly-controlled entity of Baht 2,202.25 million. As at 31 March 2011, the Company has no outstanding obligation.

Operation and Maintenance Agreement and Other Service Agreements

On 25 September 2009, RATCH-Lao Services Company Limited entered into the Operation and Maintenance Agreement of the hydroelectric power plant with Nam Ngum 2 Power Company Limited. The contract is valid from 1 July 2009 until the end of the concession period under the concession agreement. In consideration thereof, EGAT will act as the subcontractor for the operation and maintenance of dam and powerhouse while RATCH-Lao Service Company Limited will provide building maintenance, facilities and other management services. The initial operation and maintenance services fee are approximately Baht 3,200 million, which will be adjusted by the rates as stipulated in the agreement. On 26 September 2009, RATCH-Lao Services Company Limited entered into the Subcontract Agreement on operation and maintenance of such hydroelectric power plant with EGAT whereby EGAT will operate and provide general maintenance services to Nam Ngum 2 Power Company Limited. The contract is valid from 1 July 2009 until the concession period under the concession agreement with initial approximate contract price of Baht 2,000 million, which will be adjusted by the rates as stipulated in the agreement.

5 Cash and cash equivalents

At the Board of Directors meeting of Ratchaburi Electricity Generating Company Limited, a subsidiary, held on 11 July 2005, the Board approved the policy to maintain cash reserves for repayment of principal and interest of loan in the next quarter. As at 31 March 2011, such reserves amounting to Baht 910 million were included in cash and cash equivalents (*As at 31 December 2010: Baht 884 million*).

6 Other long-term investments

	Consolidated financial statements		Separate financial statements	
	31 March 2011	31 December 2010	31 March 2011	31 December 2010
	<i>(in thousand Baht)</i>			
<i>Other long-term investments</i>				
Equity securities available for sale	2,065,658	1,301,461	-	-
Debt securities held to maturity	368,000	368,000	368,000	368,000
	<u>2,433,658</u>	<u>1,669,461</u>	<u>368,000</u>	<u>368,000</u>

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Movements during the years ended 31 March 2011 and 2010 of marketable equity securities were as follows:

	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
	<i>(in thousand Baht)</i>			
<i>Available-for-sale securities</i>				
At 1 January	1,301,461	-	-	-
Purchases during the year	84,704	-	-	-
Exchange rate adjustment	1,944	-	-	-
Valuation adjustment	677,549	-	-	-
At 31 March	<u>2,065,658</u>	<u>-</u>	<u>-</u>	<u>-</u>

7 Investments in subsidiaries

	Separate financial statements	
	2011	2010
	<i>(in thousand Baht)</i>	
<i>Subsidiaries</i>		
At 1 January	20,523,467	20,144,717
Acquisitions	595,000	-
At 31 March	<u>21,118,467</u>	<u>20,144,717</u>

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Investments in subsidiaries as at 31 March 2011 and 31 December 2010, and dividend income from those investments for the three-month periods ended 31 March 2011 and 2010 were as follows:

	Separate financial statements										Dividend income for the three-month ended 31 March 2010	
	Ownership Interest		Paid-up capital		Cost method		Impairment		At cost - net			
	31 March 2011	31 December 2010	31 March 2011	31 December 2010	31 March 2011	31 December 2010	31 March 2011	31 December 2010	31 March 2011	31 December 2010		
<i>Direct subsidiaries</i>												
Ratchaburi Electricity Generating Company Limited	99.99	99.99	18,275,000	18,275,000	18,275,000	18,275,000	-	-	18,275,000	18,275,000	854,347	596,882
Ratchaburi Gas Company Limited	99.99	99.99	1,165,903	1,165,903	1,165,903	1,165,903	-	-	1,165,903	1,165,903	-	-
Ratch Udorn Power Company Limited	99.99	99.99	420,900	420,900	420,900	420,900	-	-	420,900	420,900	-	-
Ratchaburi Energy Company Limited	99.99	99.99	640,000	640,000	640,000	640,000	-	-	640,000	640,000	-	-
RATCH-Lao Services Company Limited	99.99	99.99	16,664	16,664	16,664	16,664	-	-	16,664	16,664	-	-
RH International Corporation Limited	99.99	99.99	600,000	5,000	600,000	5,000	-	-	600,000	5,000	-	-
Total			21,118,467	20,523,467	20,523,467	20,523,467	-	-	21,118,467	20,523,467	854,347	596,882

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Increase in share capital of RH International Corporation Limited

At the annual shareholders' meeting of RH International Corporation Limited, a subsidiary, held on 18 March 2011, the shareholders approved to increase the authorised share capital from Baht 5 million, comprising 500,000 shares at par value of Baht 10 per share, to Baht 600 million, comprising 60 million shares at par value of Baht 10 per share by issuance of new ordinary shares totaling 59.5 million shares at par value of Baht 10 per share. As at 31 March 2011, the Company had fully paid for the share capital, in the proportion of investment of 99.99 %.

Payment for additional paid-up share of Sustainable Energy Corporation Limited

During the 1st quarter of 2011, Ratchaburi Energy Company Limited, a subsidiary, paid for additional paid-up share capital of Sustainable Energy Corporation Limited, a subsidiary of such subsidiary, comprising 15.30 million shares at par value of Baht 10 per share. Such subsidiary paid for the additional paid-up share capital Baht 3.50 per share amounting to Baht 53.55 million, in the proportion of investment of 51%.

Dividends from subsidiaries

At the annual general meeting of the shareholders of Ratchaburi Electricity Generating Company Limited, a subsidiary, held on 21 March 2011, the shareholders approved the appropriation of dividends from the net profit of 2010 of Baht 2.08 per share, totalling Baht 3,808 million, after deducting the interim dividend of Baht 1.618 per share, amounting to 2,953.21 million from the net profit for nine-month period ended 30 September 2010. The balance of dividends, amounting to Baht 854.35 million, will be paid to shareholders during October 2011.

At the annual general meeting of the shareholders of Ratchaburi Electricity Generating Company Limited, a subsidiary, held on 16 March 2010, the shareholders approved the appropriation of dividends from the net profit of 2009 of Baht 2.74 per share, totalling Baht 5,014.57 million, after deducting the interim dividend of Baht 2.41 per share, amounting to 4,417.69 million from the net profit for nine-month period ended 30 September 2009. The balance of dividends, amounting to Baht 596.88 million, was paid to shareholders during September 2010.

8 Investments in jointly-controlled entities

	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
	<i>(in thousand Baht)</i>			
At 1 January	10,997,709	9,493,610	3,142,338	1,914,883
Share of net profit of investment - equity method	185,640	340,160	-	-
Payment for additional shares	347,371	83,231	347,371	69,730
Dividend income	(295,000)	(450,000)	-	-
At 31 March	11,235,720	9,467,001	3,489,709	1,984,613

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Investments in jointly-controlled entities as at 31 March 2011 and 31 December 2010, and dividend income from those investments for the three-month periods ended 31 March 2011 and 2010 were as follows:

		Consolidated financial statements												Dividend income for the three-month period ended		
Ownership interest		Paid-up capital		Cost method		Equity method		Impairment		At equity - net		March 2011	March 2010		March 2011	March 2010
31 March 2011	31 December 2010	31 March 2011	31 December 2010	31 March 2011	31 December 2010	31 March 2011	31 December 2010	31 March 2011	31 December 2010	31 March 2011	31 December 2010					
<i>(in thousand Baht)</i>																
Jointly-controlled entities																
Tri Energy Company Limited	50	50	3,618,420	1,809,211	1,809,211	1,809,211	4,770,440	4,675,616	-	-	4,770,440	4,675,616	-	-	-	-
Ratchaburi Power Company Limited	25	25	7,325,000	1,831,250	1,831,250	3,165,449	3,165,449	3,318,318	-	-	3,165,449	3,318,318	275,000	450,000	-	-
Chubu Ratchaburi Electric Services Company Limited	50	50	20,000	10,000	10,000	96,219	96,219	99,538	-	-	96,219	99,538	20,000	-	-	-
SouthEast Asia Energy Limited	33.33	33.33	6,606,750	2,202,251	2,143,340	2,110,384	2,110,384	2,051,924	-	-	2,110,384	2,051,924	-	-	-	-
Hongsa Power Company Limited	40	40	2,457,793	983,116	983,116	799,317	799,317	846,538	-	-	799,317	846,538	-	-	-	-
Phufai Mining Company Limited	37.5	37.5	1,679	630	630	515	515	523	-	-	515	523	-	-	-	-
Nam Ngum 3 Power Company Limited	25	25	1,808	452	452	431	431	452	-	-	431	452	-	-	-	-
Nava Nakorn Electricity Generating Company Limited	40	40	2,000	800	800	800	800	800	-	-	800	800	-	-	-	-
Ratchaburi World Cogeneration Company Limited	40	10	40,000	16,000	4,000	15,871	15,871	4,000	-	-	15,871	4,000	-	-	-	-
Solarat Company Limited	49	-	550,000	276,294	-	276,294	276,294	-	-	-	276,294	-	-	-	-	-
Total			7,130,170	6,782,799	10,997,709	11,235,720	11,235,720	10,997,709	10,997,709	10,997,709	11,235,720	10,997,709	295,000	450,000	295,000	450,000

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	Separate financial statements											
	Ownership interest		Paid-up capital		Cost method		Impairment		At equity - net		Dividend income for the three-month period ended	
	31 March 2011	31 December 2010	31 March 2011	31 December 2010	31 March 2011	31 December 2010	31 March 2011	31 December 2010	31 March 2011	31 December 2010	31 March 2011	31 March 2010
(in thousand Baht)												
<i>Jointly-controlled entities</i>												
Chubu Ratchaburi Electric Services Company Limited SouthEast Asia	50	50	20,000	20,000	10,000	10,000	-	-	10,000	10,000	-	-
Energy Limited Hongsa Power	33.33	33.33	6,606,750	6,430,019	2,202,251	2,143,340	-	-	2,202,251	2,143,340	-	-
Company Limited Phufai Mining	40	40	2,457,793	2,457,793	983,116	983,116	-	-	983,116	983,116	-	-
Company Limited Nam Ngum 3 Power	37.5	37.5	1,679	1,679	630	630	-	-	630	630	-	-
Company Limited Nava Nakorn	25	25	1,808	1,808	452	452	-	-	452	452	-	-
Electricity Generating Company Limited Ratchaburi World	40	40	2,000	2,000	800	800	-	-	800	800	-	-
Cogeneration Company Limited	40	10	40,000	40,000	16,000	4,000	-	-	16,000	4,000	-	-
Solaria Company Limited	49	-	550,000	-	276,460	-	-	-	276,460	-	-	-
Total			3,489,709	3,138,338	3,489,709	3,142,338	-	-	3,489,709	3,142,338	20,000	-

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Payment for additional paid-up share of jointly-controlled entities

During the first quarter of 2011, SouthEast Asia Energy Limited, a jointly-controlled entity, called for additional paid-up share capital. The Company paid for the additional paid-up share capital amounting to Baht 58.91 million, in the proportion of investment of 33.33%.

Investment in Ratchaburi World Cogeneration Company Limited

On 15 March 2011, the Company entered into a Share Purchase Agreement and Shareholder Agreement to purchase shares of Ratchaburi World Cogeneration Company Limited in order to develop Power Plant Project and steam. The registered capital of such company was Baht 40 million, comprising 4 million ordinary shares at par value of Baht 10 per share. As at 31 March 2011, the Company had fully paid for the share capital, in the proportion of investment of 40%.

Investment in Solarta Company limited

On 13 January 2011, the Company entered into a Share Purchase Agreement and Shareholder Agreement to purchase shares of Solarta Company Limited in order to jointly develop 8 Solar Power Plant Projects located in Phra Nakhon Si Ayutthaya, Suphanburi, and Nakhon Pathom provinces, for total capacity of 34.25 Megawatts. The registered capital of such company was Baht 550 million, comprising 5.5 million ordinary shares at par value of Baht 100 per share. As at 31 March 2011, the Company had fully paid for the share capital, in the proportion of investment of 49%.

9 Investment in other company

Investment in EGAT Diamond Service Company Limited

On 12 October 2009, the Company entered into the Joint Venture Agreement to establish EGAT Diamond Service Company Limited in order to provide maintenance services of gas turbine. The registered capital of such company was Baht 623 million, comprising 6.23 million ordinary shares at par value of Baht 100 per share. The Company paid for paid-up share capital of Baht 81.32 each, amounting to Baht 50.66 million, in the proportion of investment of 10%. As at 31 March 2011, the Company had commitments for the remaining unpaid-share capital of Baht 11.64 million (*As at 31 December 2010: Baht 11.64 million*).

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10 Property, plant and equipment

Acquisitions, disposals and transfers of property, plant and equipment during the three-month periods ended 31 March 2011 and 2010 were as follows:

	Consolidated financial statements			
	2011		2010	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
	<i>(in thousand Baht)</i>			
Land	-	-	4,313	-
Buildings and building improvements	100	-	1,495	-
Power plants, substation & transmission system and operating & maintenance equipment	-	-	35,872	-
Office equipment	3,002	14	6,188	-
Vehicles	-	-	-	391
Construction in progress	33,456	814	7,595	43,182
Total	36,558	828	55,463	43,573

	Separate financial statements			
	2011		2010	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
	<i>(in thousand Baht)</i>			
Office equipment	2,826	-	244	-
Construction in progress	4,105	814	793	-
Total	6,931	814	1,037	-

11 Deferred tax

From 1 January 2011, the Group has adopted TFRS 12 Deferred tax. The change in accounting policy has been applied retrospectively to the Group's 2010 financial statements. The impact of the changes is disclosed in note 3(c).

Deferred tax assets are included in the statement of financial position as follows:

	Consolidated financial statements		Separate financial statements	
	31 March 2011	31 December 2010	31 March 2011	31 December 2010
	<i>(in thousand Baht)</i>			
Deferred tax assets	162,379	135,417	16,653	1,046
Net	162,379	135,417	16,653	1,046

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Movements in deferred tax assets during the period were as follows:

	At 1 January 2011	Change in income tax as a result of the adoption of employee benefit (Note 3)	Consolidated financial statements (Charged) / credited to:		At 31 March 2011
			Profit or loss (in thousand Baht)	Other comprehensive income	
<i>Deferred tax assets</i>					
Allowance for Inventory	133,727	-	5,614	-	139,341
Provision for employee benefits	1,670	19,691	1,669	-	23,030
Finance leases liabilities	20	-	(12)	-	8
Total	135,417	19,691	7,271	-	162,379

	At 1 January 2010	Change in income tax as a result of the adoption of employee benefit (Note 3)	Consolidated financial statements (Charged) / credited to:		At 31 March 2010
			Profit or loss (in thousand Baht)	Other comprehensive income	
<i>Deferred tax assets</i>					
Allowance for inventory	125,196	-	3,575	-	128,771
Provision for damage insurance	3,166	-	130	-	3,296
Provision for employee benefits	1,693	-	221	-	1,914
Finance leases liabilities	-	-	37	-	37
Total	130,055	-	3,963	-	134,018

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Joint Development Agreement in relation to Lignite Mining Project and the Lignite-Fired Power Project (Hongsa Lignite Project)

On 11 December 2007, the Company entered into a Joint Development Agreement (“JDA”) with Banpu Power Limited (a subsidiary of Banpu Public Company Limited) with the purpose of joint completing the development of the Lignite-Fired Power Project and the Lignite Mining Project at Hongsa District, Sayaboury Province, Lao People’s Democratic Republic (“Lao PDR”) as the Head of Agreement (Project Development Agreement) dated 18 December 2006 between the Government of the Lao People’s Democratic Republic (“GOL”) and Banpu Power Limited in developing two projects, being the Lignite-Fired Power Project and the Lignite Mining Project. Such agreement was approved by GOL on 10 January 2008. The remaining interests of 20% and 25% in the Lignite-Fired Power Project and Lignite Mining Project, respectively are held by Lao Holding State Enterprise (“LHSE”), and nominated by GOL.

According to the Joint Development Agreement, the Company has commitments to responsible for project development costs whereby the Company and Banpu Power Limited shall share the costs and expenses equally. In addition, the Company has commitments to provide financial support equally in the form of loans to LHSE for its administrative expenses during the development of the project until LHSE receives dividends from the Project Company. The amounts of financial support are preliminarily estimated at U.S. Dollars 410,000 (U.S. Dollars 205,000 for the Company’s portion) and can be adjusted to the requirements of LHSE. In addition, the Company agreed to pay the Joint Development Right Fee on the participation of the Hongsa Lignite Project amounting to U.S. Dollars 20 million. The Company has paid for U.S. Dollars 7.2 million. As at 31 March 2011, the Company has outstanding commitment to pay for U.S. Dollars 12.8 million.

On 1 December 2008 and 30 January 2009, the Company and Banpu Power Limited entered into the First and the Second Amendments to the Joint Development Agreement dated 11 December 2007.

On 15 July 2009, the Company, Banpu Power Limited and LHSE established Hongsa Power Company Limited under the laws of Lao People’s Democratic Republic with the initial authorised share capital of U.S. Dollars 100,000 so as to acquire power concession of the Hongsa Lignite Project. The Company, Banpu Power Limited and LHSE will hold 40%, 40% and 20% of the company’s ordinary shares, respectively. The Company fully paid for the paid-up share capital in September 2009.

On 1 September 2009, the Company, Banpu Power Limited and LHSE established Phufai Mining Company Limited under the laws of Lao People’s Democratic Republic with the initial authorised share capital of U.S. Dollars 50,000 so as to acquire mining concession of the Hongsa Lignite Project. The Company, Banpu Power Limited and LHSE will hold 37.5%, 37.5% and 25% of the company’s ordinary shares, respectively. The Company fully paid for such share capital in November 2009.

At the Board of Directors meeting of Hongsa Power Company Limited held on 21 June 2010, the Boards approved the increase in share capital by transferred the development costs to investment in the amount of Baht 849 million and recalled the remaining amount Baht 16 million.

On 5 August 2010, Hongsa Power Company Limited entered into a Financial Agreement which initially specified a loan amount of U.S. Dollars 2,783 million or equivalent Baht 94,620 million with 9 Thai financial institutions. The loan is secured by all of share certificates of such company. As at 31 March 2011, the loan had been drawdown by the Compnay in the amount of Baht 7,880 million and U.S. Dollars 122 million.

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On 23 February 2011, Hongsa Power Company Limited, a subsidiary, entered into an Operation and Maintenance Agreement with EGAT having operation service fee of approximately Baht 16,850 million. The agreement will be effective in 2013 for a period of 18 years.

Hydro Power Plant Project, Nam Ngum 3

In accordance with the Memorandum of Understanding (“MOU”) on the joint project development - Hydro Power Plant Project, Nam Ngum 3 dated 26 April 2005 between the Company, GMS Lao Company Limited and Marubeni Corporation, the Company has committed to pay project development cost of this project in the proportion of 32.47%. The Company will be able to transfer the project development costs which were already paid as equity of the formed company which will be established to engage in and pursue project management of the Hydro Power Plant Project, Nam Ngum 3.

On 18 December 2006, the Company, GMS Lao Company Limited and Marubeni Corporation entered into a Memorandum of Understanding with EGAT in relation to the sales and purchases of power from Hydro Power Plant Project, Nam Ngum 3, located in the Laos People’s Democratic Republic. The agreement period shall be 27 years with the commercial operation date expected to be in 2013. This project has total capacity of 440 megawatts and the total project cost of approximately U.S. Dollars 708 million. However, this Memorandum of Understanding expired on 18 June 2008. Subsequently on 11 March 2010, the new tariff MOU has been signed.

On 13 May 2008, the Company entered into a Shareholders Agreement with the other three shareholders, GMS Lao Company Limited, Marubeni Corporation, and Lao Holding State Enterprise, to form a company under the policies and laws of Lao People’s Democratic Republic with the initial authorised share capital of approximately U.S. Dollars 0.3 million, comprising 3,000 ordinary shares with a par value of U.S. Dollars 100 per share. The Company hold 25% of the company’s ordinary shares. The formed company will be established to engage in and pursue project management of the Hydro Power Plant Project, Nam Ngum 3. Such company had been registered on 28 October 2010. In addition, during December 2010, the Company converted the development costs to investment in such Company in the amount of Baht 0.45 million, in the proportion of investment of 25%.

On 13 May 2008, the Company and Marubeni Corporation entered into a Financial Support Agreement with GMS Lao Company Limited in order to provide financial support for share capital payment for Hydro Power Plant Project, Nam Ngum 3 to GMS Lao Company Limited. The Company has committed to provide financial support in the form of collateral or guarantee and direct funding for the total initial amount of not exceeding U.S. Dollars 1.22 million. As at 31 March 2011, the Company had not yet provided any guarantee or loan in accordance with the conditions under this agreement.

Xe-Pian Xe-Namnoy, Hydroelectric Power Project

On 14 November 2008, the Company entered into a Project Development Agreement with SK Engineering & Construction Co., Ltd., Korea Western Power Co., Ltd and the Government of the Laos People’s Democratic Republic (Lao PDR) in order to jointly develop Xe-Pian Xe-Namnoy, Hydroelectric Power Project located in Attopeu and Champassak districts. This is in accordance with the Joint Development Agreement that the Company entered on 6 August 2007 with the proportion of investment of 25%.

On 16 August 2010, the Company and partners entered into a Tariff Memorandum of Understanding (Tariff MOU) with EGAT for such project.

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13 Interest-bearing liabilities

On 18 March 2011, Ratchaburi Electricity Generating Company Limited, a subsidiary, entered into an underwriting agreement with a financial institution to issue the bill of exchange and debenture totalling Baht 16,110 million to repay the full amount of the existing loans. Such credit facilities comprised bill of exchange Baht 2,824 million and debenture Baht 13,286 million which bear interest at the rates as stipulated in each tranche. Such debenture is unsubordinated, unsecured, and with the non-holder representative. The debenture is repayable on a quarterly basis starting from the 1st quarter 2012 and to 1st quarter 2015.

On 31 March 2011, such subsidiary made repayments of the existing secured borrowings and the buildings, power plant and equipment which had been used as collateral were redeemed during April 2011. The unwinding fee of Baht 80.55 million and the remaining balance of deferred financing fee of the existing loans of Baht 72.50 million were recognized as administrative expense for the three-month period ended 31 March 2011.

14 Employee benefit obligations

The Group has applied TAS 19 Employee Benefits. The change in accounting policy has been applied retrospectively to the Group's 2010 financial statements for short-term employee benefit obligations. For long-term employee benefit, the Group has opted to record the entire amount of this liability as an adjustment to retained earnings as at 1 January 2011. The impact on the 2011 and 2010 financial statements was as described in note 3(f).

Employee benefit obligations as at 31 March 2011 as follows:

	Consolidated financial statements <i>(in thousand Baht)</i>	Separate financial statements
<i>Current (included in other current liabilities)</i>		
Unused vacation leave	<u>8,720</u>	<u>6,661</u>
<i>Non current</i>		
Post-employment benefit	<u>68,049</u>	<u>48,847</u>

Movement in the Employee benefit obligations for the three-month period ended 31 March 2011 as follows:

	Consolidated financial statements <i>(in thousand Baht)</i>	Separate financial statements
<i>Unused vacation leave</i>		
At 1 January 2011	6,267	4,185
Increase	<u>2,453</u>	<u>2,476</u>
At 31 March 2011	<u>8,720</u>	<u>6,661</u>
<i>Post-employment benefit</i>		
Defined benefit obligations at 1 January 2011	65,637	47,014
Benefits paid by the plan	(911)	(911)
Current service costs and interest	<u>3,323</u>	<u>2,745</u>
Defined benefit obligations at 31 March 2011	<u>68,049</u>	<u>48,848</u>

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Expense recognised in profit or loss for the three-month period ended 31 March 2011 as follows:

	Consolidated financial statements	Separate financial statements
	<i>(in thousand Baht)</i>	
Unused vacation leave	2,453	2,476
Post-employment benefit	2,412	1,833
Total	<u>4,865</u>	<u>4,309</u>

Principal actuarial assumptions at the reporting date (expressed as weighted averages):

	Consolidated financial statements	Separate financial statements
	<i>(%)</i>	
Discount rate	4.2	4.2
Future salary increases	8	8

Assumptions regarding future mortality are based on published statistics and mortality tables, discount rate of long-term government bond.

15 Segment information

The Group/Company operates in a single line of business, power plant business. Therefore, management considers that the Group/Company operates in a single line of business. In addition, the Group/Company operates its principle business in Thailand. Therefore, the management considers that the Group/Company operates in a single geographic area.

16 Basic earnings per share

The calculation of basic earnings per share for the three-month periods ended 31 March 2011 and 2010 was based on the net profit for the period attributable to equity holders of the Company and the number of ordinary shares outstanding during the period as follows:

	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
	<i>(in thousand Baht / thousand shares)</i>			
Profit attributable to equity holders of the Company	<u>1,196,155</u>	<u>1,460,361</u>	<u>792,393</u>	<u>594,498</u>
Number of ordinary shares outstanding	<u>1,450,000</u>	<u>1,450,000</u>	<u>1,450,000</u>	<u>1,450,000</u>
Basic earnings per share (Baht)	<u>0.82</u>	<u>1.01</u>	<u>0.55</u>	<u>0.41</u>

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17 Dividends

At the annual general meeting of the shareholders of the Company held on 28 March 2011, the shareholders approved the appropriation of dividend of Baht 2.25 per share, totalling Baht 3,262.50 million, from the net profit of 2010 after deducting the interim dividends of Baht 1.10 per share, totalling Baht 1,595 million, paid to shareholders in September 2010 from the net profit for the six-month period ended 30 June 2010. The balance of dividend amounted to Baht 1,667.50 million which will be paid to shareholders in April 2011.

At the annual general meeting of the shareholders of the Company held on 29 March 2010, the shareholders approved the appropriation of dividend of Baht 2.25 per share, totalling Baht 3,262.50 million, from the net profit of 2009 after deducting the interim dividends of Baht 1.10 per share, totalling Baht 1,595 million, paid to shareholders in September 2009 from the net profit for the six-month period ended 30 June 2009. The balance of dividend amounted to Baht 1,667.50 million which was paid to shareholders in April 2010.

18 Commitments with non-related parties

Power Purchase Agreement

On 17 September 2010, Ratchaburi Energy Company Limited, a subsidiary, entered into the 0.9 Megawatts Power Purchase Agreement with Provincial Electricity Authority ("PEA") for the period of 5 years. The contract can be extended for a period of five years subject to the provision of written notice to the counterparty.

On 8 February 2011, Ratchaburi Energy Company Limited, a subsidiary, entered into the 3.6 Megawatts Power Purchase Agreement with Provincial Electricity Authority ("PEA") for the period of 5 years. The contract can be extended for a period of five years subject to the provision of written notice to the counterparty.

Operation and Maintenance Agreement and Other Service Agreement

On 21 January 2011, Ratchaburi Energy Company Limited, a subsidiary, entered into an Operation and Maintenance Agreement with a service provider having operation service fee of approximately Baht 3.24 million per year. The agreement is effective for a period of one year. As at 31 March 2011, the subsidiary had outstanding commitments amounted to Baht 2.43 million.

Fuel Purchase Agreements

On 27 October 2000, Ratchaburi Electricity Generating Company Limited, a subsidiary, entered into a 25-year Gas Sales Agreement with PTT Public Company Limited ("PTT") whereby PTT will supply natural gas to the subsidiary at an agreed quantity and price.

On 1 June 2004, Ratchaburi Electricity Generating Company Limited, a subsidiary, entered into a 3-year Diesel Purchase Agreement with PTT Public Company Limited ("PTT"), which can be extended for a period of one year until the end of contract. However, without the three-month advance written notice designated the intention to terminate the contract from PTT, PTT would sell diesel to the subsidiary at the agreed quantity and price as stated in the contract.

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On 17 January 2006, Ratchaburi Energy Company Limited, a subsidiary, entered into a Gas Sales Agreement (gas is a by-product from crude oil production) with PTTEP Siam Company Limited and PTT Exploration and Production Public Company Limited for its 2 Megawatts power plant project (PTO-A) and 0.9 Megawatts power plant project (PTO-A (EX)) with the initial price of Baht 26.65 per 1 million B.T.U. for eight years from the date of commencement of commercial operation, which was 27 June 2007 and 2 December 2010, respectively.

Contractual Service Agreement

On 29 December 2005, Ratchaburi Electricity Generating Company Limited, a subsidiary, entered into a Contractual Service Agreement for the Combined Cycle Generating Power Plant between the subsidiary and the Consortium of General Electric International Operations Co., Inc. and GE Energy Parts, Inc. The agreement is effective from the agreement date until the end of the operation of gas turbine according to Power Purchase Agreement in year 2027 with a total contract price of US Dollars 428.60 million with adjustments as conditions specified in the agreement. As at 31 March 2011, such subsidiary had outstanding commitments amounting to US Dollars 291.19 million (*As at 31 December 2010: U.S. Dollars 296.80 million*).

Letter of Guarantee

As at 31 March 2011, subsidiaries had a commitment from letter of guarantee issued by a financial institution for compliance with agreement conditions in the amount of Baht 75.42 million. (*As at 31 December 2010: Baht 76.92 million*).

Capital commitment

As at 31 March 2011, the Company had outstanding capital commitments amounting to Baht 24.76 million (*As at 31 December 2010: Baht 0.56 million*).

As at 31 March 2011, a subsidiary of SouthEast Asia Energy Limited, which is the Company's jointly-controlled entity, had outstanding capital commitment on the significant agreements in the investing proportion under Consulting and Other Service Agreement for Hydro Power Plant Project Nam Ngum 2 and Hydro Power Plant Project Nam Barg 1-2 of Baht 2.73 million which is under construction. (*As at 31 December 2010: Baht 129.27 million, Swiss Franc 0.3 million, and U.S. Dollars 0.07 million*).

Pledge of share agreement

On 15 November 2005, the Board of Directors' meeting of Ratchaburi Alliances Company Limited, a subsidiary, approved to pledge all of share certificates of Ratchaburi Power Company Limited, jointly-controlled entity, held by such subsidiary as collateral for loans.

Ratchaburi Gas Company Limited has pledged all of share certificates of Tri Energy Company Limited, jointly-controlled entity, as collateral for loans from such jointly-controlled entity.

SouthEast Asia Energy Limited, a jointly-controlled entity, has pledged partially its share certificates and all of share certificates of Nam Ngum 2, a subsidiary of the jointly-controlled entity, as collateral for its loans and the subsidiary of the jointly-controlled entity's loans.

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19 Events after the reporting period

At the Board of Directors meeting of Ratchaburi World Cogeneration Company Limited, a jointly-controlled entity, held on 7 April 2011, the Board approved to increase the authorised share capital from Baht 40 million, comprising 4 million shares at par value of Baht 10 per share, to Baht 740 million, comprising 74 million shares at par value of Baht 10 per share by issuance of new ordinary shares totalling 70 million shares at par value of Baht 10 per share. The Company had commitment to pay for the share capital in the amount of Baht 168 million, in the proportion of investment of 40 %.

On 2 May 2011, RH International (Singapore) Company Limited, a subsidiary, entered into the Shares Purchase Agreement with Transfield Services Limited, Australia, to acquire 246.4 million shares of Transfield Services Infrastructure Fund which is operating in energy and infrastructure in Australia, amounting AUD 209.44 million or Baht 6,702 million, in the proportion of investment of 56.16%.

20 Thai Financial Reporting Standards (TFRS) not yet adopted

The Group has not adopted the following new and revised TFRS that have been issued as of the reporting date but are not yet effective. The new and revised TFRS are anticipated to become effective for annual financial periods beginning on or after 1 January in the year indicated in the following table.

<u>TFRS</u>	Topic	Year effective
TAS 21 (revised 2009)	The Effects of Changes in Foreign Exchange Rates	2013

Management is presently considering the potential impact of adopting and initially applying these new and revised TFRS on the consolidated and separate's financial statements.

Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2011 (Unaudited)

21 Reclassification of accounts

Certain accounts in the statement of financial position as at 31 December 2010, which are included in the 2011 interim financial statements for comparative purposes, have been reclassified to conform to the presentation in the 2011 interim financial statements as follow:

	2010					
	Consolidated financial statements			Separate financial statements		
	Before reclass.	Reclass.	After reclass.	Before reclass.	Reclass.	After reclass.
			<i>(in thousand Baht)</i>			
<i>Statement of financial position as at 31 December 2010</i>						
Investment in jointly-controlled entities	10,993,709	4,000	10,997,709	-	-	-
Investment in other company	54,656	(4,000)	50,656	-	-	-
Trade account payable to related party	5,917	5,916	11,833	-	-	-
Other current liabilities	942,666	<u>(5,916)</u>	936,750	-	<u>-</u>	-
		<u>-</u>			<u>-</u>	

The reclassifications have been made because in the opinion of management, the new classification is more appropriate to the Group's business.



