

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

Interim financial statements  
and  
Independent Auditor's Report  
on Review of Interim Financial Information

For the three-month and six-month periods ended  
30 June 2012

## **Independent Auditor's Report on Review of Interim Financial Information**

### **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 of Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries, and of Ratchaburi Electricity Generating Holding Public Company Limited, respectively, as at 30 June 2012; the consolidated and separate statements of comprehensive income for the three-month and six-month periods ended 30 June 2012 and 2011, the consolidated and separate statements of changes in equity and cash flows for the six-month periods ended 30 June 2012 and 2011; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 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 reviews in accordance with the Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information 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 Thai 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.

#### *Conclusion*

Based on my reviews, 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 Thai Accounting Standard 34, "Interim Financial Reporting".

*The comparative consolidated and separate statements of financial position as at 31 December 2011*

I have previously audited the consolidated and separate financial statements of Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries, and of Ratchaburi Electricity Generating Holding Public Company Limited, respectively, for the year ended 31 December 2011 in accordance with Thai Standards on Auditing and expressed an unqualified opinion on those financial statements in my report dated 13 February 2012. As described in Note 3, the Group completed the appraisal of the fair values of net identifiable assets of the acquiree in the second quarter of 2012. Therefore, the consolidated statements of financial position as at 31 December 2011, which are included in the accompanying financial statements for comparative purposes, have been restated accordingly. I have reviewed 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.

(Vairoj Jindamaneepitak)  
Certified Public Accountant  
Registration No. 3565

KPMG Phoomchai Audit Ltd.  
Bangkok  
10 August 2012



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

**Statements of financial position**

As at 30 June 2012 and 31 December 2011

Assets	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 June	31 December	30 June	31 December
		2012	2011	2012	2011
		(Unaudited)	(Restated)	(Unaudited)	
		<i>(in thousand Baht)</i>			
<b>Current assets</b>					
Cash and cash equivalents		7,766,789	10,698,629	2,192,673	3,819,726
Current investments	5	1,915,333	3,010,689	930,067	2,850,000
Trade accounts receivable from related parties	4	12,095,125	2,340,443	-	-
Trade accounts receivable from other parties		298,597	313,528	-	-
Dividend receivable	4	-	30,813	2,666,079	2,541,231
Advances to and other receivables from related parties	4	59,542	105,285	56,156	79,147
Short-term loans to related party	4	-	-	1,200,000	-
Current portion of long-term loans to related parties	4	62,500	62,500	62,500	62,500
Other receivable from disposal of investment	5	349,395	-	-	-
Spare parts and supplies		2,126,792	2,246,743	-	-
Other current assets		441,107	323,044	112,851	169,889
<b>Total current assets</b>		<b>25,115,180</b>	<b>19,131,674</b>	<b>7,220,326</b>	<b>9,522,493</b>
<b>Non-current assets</b>					
Long-term receivable from related parties	4	-	-	63,669	16,777
Investments in subsidiaries	4,6	-	-	21,182,161	21,179,660
Investments in jointly-controlled entities	4,7	13,695,484	13,387,532	4,214,189	4,121,065
Investments in associates	4,7	493,282	356,562	504,768	357,062
Investment in other company	8	50,656	50,656	50,656	50,656
Other long-term investments	5	1,867,558	2,249,224	268,000	218,000
Long-term loans to related parties	4	-	1,611,634	5,013,958	3,453,646
Other long-term receivable from disposal of investment	5	2,864,955	-	-	-
Property, plant and equipment	9	47,467,639	49,842,827	545,788	465,387
Land for future development projects		305,390	305,390	305,390	305,390
Goodwill	10	711,732	1,913,618	-	-
Intangible assets	10	5,761,280	6,595,481	669,848	670,882
Deferred tax assets		191,506	189,628	78,861	77,847
Other non-current assets	11	1,886,372	1,707,615	568,097	484,755
<b>Total non-current assets</b>		<b>75,295,854</b>	<b>78,210,167</b>	<b>33,465,385</b>	<b>31,401,127</b>
<b>Total assets</b>		<b>100,411,034</b>	<b>97,341,841</b>	<b>40,685,711</b>	<b>40,923,620</b>

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

**Statements of financial position**

As at 30 June 2012 and 31 December 2011

	Note	Consolidated		Separate	
		financial statements		financial statements	
Liabilities and equity		30 June	31 December	30 June	31 December
		2012	2011	2012	2011
		(Unaudited)	(Restated)	(Unaudited)	
		<i>(in thousand Baht)</i>			
<b>Current liabilities</b>					
Short-term loans from financial institution	12	370,000	-	-	-
Trade account payable to related party	4	564,121	152,231	-	-
Trade accounts payable to other parties		8,315,208	4,552,047	-	-
Current portion of long-term loans					
from financial institutions		286,077	288,150	-	-
Current portion of long-term loans					
from related party	4	-	2,775,321	-	-
Current portion of debentures		3,732,347	3,658,854	-	-
Current portion of financial lease liability		1,296	1,577	-	-
Income tax payable		731,855	499,048	-	-
Other current liabilities	4	1,090,085	916,331	184,483	267,160
<b>Total current liabilities</b>		<b>15,090,989</b>	<b>12,843,559</b>	<b>184,483</b>	<b>267,160</b>
<b>Non-current liabilities</b>					
Long-term loans from financial institutions		15,155,159	15,385,180	1,200,000	1,200,000
Long-term loans from related party	4	1,374,002	1,425,626	-	-
Debentures		13,680,537	15,788,341	-	-
Financial lease liability		1,389	1,817	-	-
Deferred tax liabilities		2,463,067	2,946,019	-	-
Employee benefit obligations		79,612	79,631	56,653	54,528
Other non-current liabilities		401,268	387,190	-	-
<b>Total non-current liabilities</b>		<b>33,155,034</b>	<b>36,013,804</b>	<b>1,256,653</b>	<b>1,254,528</b>
<b>Total liabilities</b>		<b>48,246,023</b>	<b>48,857,363</b>	<b>1,441,136</b>	<b>1,521,688</b>
<b>Equity</b>					
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		33,875,130	30,670,303	21,762,797	21,920,154
Other components of equity		(79,937)	(225,251)	-	-
<b>Total equity attributable to owners of the Company</b>		<b>51,276,971</b>	<b>47,926,830</b>	<b>39,244,575</b>	<b>39,401,932</b>
Non-controlling interests		888,040	557,648	-	-
<b>Total equity</b>		<b>52,165,011</b>	<b>48,484,478</b>	<b>39,244,575</b>	<b>39,401,932</b>
<b>Total liabilities and equity</b>		<b>100,411,034</b>	<b>97,341,841</b>	<b>40,685,711</b>	<b>40,923,620</b>

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

**Statements of comprehensive income**

**For the three-month periods ended 30 June 2012 and 2011 (Unaudited)**

	Note	Consolidated		Separate	
		financial statements		financial statements	
		2012	2011	2012	2011
		<i>(in thousand Baht)</i>			
Revenue from sale and rendering of services	4	17,079,221	11,047,842	-	-
Cost of sale and rendering of services	4	(14,314,911)	(8,786,667)	-	-
<b>Gross profit</b>		<b>2,764,310</b>	<b>2,261,175</b>	-	-
Management service income	4	47,597	50,627	60,741	116,016
Dividend income	6,7	105,879	-	1,085,368	1,415,233
Interest income	4	113,562	85,135	82,055	72,600
Other income	4	8,725	15,818	1,633	1,077
Gain on disposal of long-term investment	5	783,679	-	-	-
Gain on termination of power purchase agreement	14	1,069,442	-	-	-
Administrative expenses	4	(494,039)	(297,665)	(182,600)	(219,961)
Gain (loss) on exchange rate		(245,277)	(58,503)	60,411	90,430
Finance costs	4	(619,193)	(141,553)	(12,027)	(766)
Share of profit of jointly-controlled and associate entities	7	255,821	624,508	-	-
<b>Profit before income tax expense</b>		<b>3,790,506</b>	<b>2,539,542</b>	<b>1,095,581</b>	<b>1,474,629</b>
Income tax expense	15	(134,249)	(648,969)	203	(312)
<b>Profit for the period</b>		<b>3,656,257</b>	<b>1,890,573</b>	<b>1,095,784</b>	<b>1,474,317</b>
<b>Other comprehensive income</b>					
Foreign currency translation differences for foreign operations		(76,129)	165,253	-	-
Net change in fair value of long-term investments		(172,497)	(414,538)	-	-
Income tax on other comprehensive income		25,767	-	-	-
<b>Other comprehensive income for the period, net of income tax</b>		<b>(222,859)</b>	<b>(249,285)</b>	-	-
<b>Total comprehensive income for the period</b>		<b>3,433,398</b>	<b>1,641,288</b>	<b>1,095,784</b>	<b>1,474,317</b>
<b>Profit (loss) attributable to:</b>					
Equity holders of the Company		3,296,939	1,891,720	1,095,784	1,474,317
Non-controlling interests		359,318	(1,147)	-	-
<b>Profit for the period</b>		<b>3,656,257</b>	<b>1,890,573</b>	<b>1,095,784</b>	<b>1,474,317</b>
<b>Total comprehensive income attributable to:</b>					
Equity holders of the Company		3,086,752	1,642,435	1,095,784	1,474,317
Non-controlling interests		346,646	(1,147)	-	-
<b>Total comprehensive income for the period</b>		<b>3,433,398</b>	<b>1,641,288</b>	<b>1,095,784</b>	<b>1,474,317</b>
<b>Basic earnings per share (Baht)</b>	16	<b>2.27</b>	<b>1.30</b>	<b>0.76</b>	<b>1.02</b>

# Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries

## Statements of comprehensive income

For the six-month periods ended 30 June 2012 and 2011 (Unaudited)

		Consolidated		Separate	
		financial statements		financial statements	
	Note	2012	2011	2012	2011
		<i>(in thousand Baht)</i>			
Revenue from sale and rendering of services	4	28,865,785	19,177,817	-	-
Cost of sale and rendering of services	4	(23,970,902)	(14,989,156)	-	-
<b>Gross profit</b>		<b>4,894,883</b>	<b>4,188,661</b>	-	-
Management Service income	4	100,949	86,585	129,064	156,794
Dividend income	6,7	105,879	-	1,582,048	2,289,580
Interest income	4	230,956	151,568	154,307	137,536
Other income	4	66,287	69,100	2,138	1,788
Gain on disposal of long-term investment	5	783,679	-	-	-
Gain on termination of power purchase agreement	14	1,069,442	-	-	-
Administrative expenses	4	(1,001,871)	(589,378)	(360,197)	(430,648)
Gain (loss) on exchange rate		200,901	(37,494)	25,959	111,236
Finance costs	4	(1,264,961)	(472,768)	(24,190)	(766)
Share of profit of jointly-controlled and associate entities	7	361,832	810,148	-	-
<b>Profit before income tax expense</b>		<b>5,547,976</b>	<b>4,206,422</b>	<b>1,509,129</b>	<b>2,265,520</b>
Income tax expense	15	(364,850)	(1,120,985)	1,014	1,190
<b>Profit for the period</b>		<b>5,183,126</b>	<b>3,085,437</b>	<b>1,510,143</b>	<b>2,266,710</b>
<b>Other comprehensive income</b>					
Foreign currency translation differences for foreign operations		27,423	157,855	-	-
Net change in fair value of long-term investment	5	132,696	263,011	-	-
Income tax on other comprehensive income		(28,123)	-	-	-
<b>Other comprehensive income for the period, net of income tax</b>		<b>131,996</b>	<b>420,866</b>	-	-
<b>Total comprehensive income for the period</b>		<b>5,315,122</b>	<b>3,506,303</b>	<b>1,510,143</b>	<b>2,266,710</b>
<b>Profit (loss) attributable to:</b>					
Equity holders of the Company		4,872,326	3,087,875	1,510,143	2,266,710
Non-controlling interests		310,800	(2,438)	-	-
<b>Profit for the period</b>		<b>5,183,126</b>	<b>3,085,437</b>	<b>1,510,143</b>	<b>2,266,710</b>
<b>Total comprehensive income attributable to:</b>					
Equity holders of the Company		5,017,640	3,508,741	1,510,143	2,266,710
Non-controlling interests		297,482	(2,438)	-	-
<b>Total comprehensive income for the period</b>		<b>5,315,122</b>	<b>3,506,303</b>	<b>1,510,143</b>	<b>2,266,710</b>
<b>Basic earnings per share (Baht)</b>	16	<b>3.36</b>	<b>2.13</b>	<b>1.04</b>	<b>1.56</b>

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

**Statements of changes in equity**

**For the six-month periods ended 30 June 2012 and 2011 (Unaudited)**

	<b>Consolidated financial statements</b>											
	Retained earnings				Other components of equity							
	Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Currency translation differences	Fair value changes in long-term investments	Income tax on other comprehensive income	Total other components of equity	Equity attributable to owners of the Company	Non- controlling interests	Total equity	
	<i>Note</i>											
<b>Balance at 1 January 2011</b>		<b>14,500,000</b>	<b>1,531,778</b>	<b>1,450,000</b>	<b>29,083,448</b>	<b>18,888</b>	-	-	<b>18,888</b>	<b>46,584,114</b>	<b>46,203</b>	<b>46,630,317</b>
<b>Transactions with owners, recorded directly in equity</b>												
<b>Contributions by and distributions to owners of the Company</b>												
Additional payment in investment from non-controlling interests		-	-	-	-	-	-	-	-	-	18,270	18,270
Dividends to owners of the Company	17	-	-	-	(1,667,500)	-	-	-	-	(1,667,500)	-	(1,667,500)
<b>Total contributions by and distributions to owners of the Company</b>		-	-	-	<b>(1,667,500)</b>	-	-	-	-	<b>(1,667,500)</b>	<b>18,270</b>	<b>(1,649,230)</b>
<b>Total transactions with owners, recorded directly in equity</b>		-	-	-	<b>(1,667,500)</b>	-	-	-	-	<b>(1,667,500)</b>	<b>18,270</b>	<b>(1,649,230)</b>
<b>Comprehensive income for the period</b>												
Profit		-	-	-	3,087,875	-	-	-	-	3,087,875	(2,438)	3,085,437
Other comprehensive income		-	-	-	-	157,855	263,011	-	420,866	420,866	-	420,866
<b>Total comprehensive income for the period</b>		-	-	-	<b>3,087,875</b>	<b>157,855</b>	<b>263,011</b>	-	<b>420,866</b>	<b>3,508,741</b>	<b>(2,438)</b>	<b>3,506,303</b>
<b>Balance at 30 June 2011</b>		<b>14,500,000</b>	<b>1,531,778</b>	<b>1,450,000</b>	<b>30,503,823</b>	<b>176,743</b>	<b>263,011</b>	-	<b>439,754</b>	<b>48,425,355</b>	<b>62,035</b>	<b>48,487,390</b>

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

**Statements of changes in equity**

For the six-month periods ended 30 June 2012 and 2011 (Unaudited)

		Consolidated financial statements										
		Retained earnings				Other components of equity						
Note	Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Currency translation differences	Fair value changes in long-term investments	Income tax on other comprehensive income	Total other components of equity	Equity attributable to owners of the Company	Non-controlling interests	Total equity	
<i>(in thousand Baht)</i>												
	<b>Balance at 31 December 2011 - as reported</b>	<b>14,500,000</b>	<b>1,531,778</b>	<b>1,450,000</b>	<b>30,661,591</b>	<b>(144,819)</b>	<b>(87,329)</b>	<b>6,127</b>	<b>(226,021)</b>	<b>47,917,348</b>	<b>693,791</b>	<b>48,611,139</b>
	Adjustment	-	-	-	8,713	770	-	-	770	9,483	(136,143)	(126,660)
	<b>Balance at 1 January 2012 - as adjusted</b>	<b>14,500,000</b>	<b>1,531,778</b>	<b>1,450,000</b>	<b>30,670,304</b>	<b>(144,049)</b>	<b>(87,329)</b>	<b>6,127</b>	<b>(225,251)</b>	<b>47,926,831</b>	<b>557,648</b>	<b>48,484,479</b>
<b>Transactions with owners, recorded directly in equity</b>												
<i>Contributions by and distributions to owners of the Company</i>												
	Additional payment in investment from non-controlling interests	-	-	-	-	-	-	-	-	-	32,910	32,910
	Dividends to owners of the Company	-	-	-	(1,667,500)	-	-	-	-	(1,667,500)	-	(1,667,500)
	<i>Total contributions by and distributions to owners of the Company</i>	-	-	-	<b>(1,667,500)</b>	-	-	-	-	<b>(1,667,500)</b>	<b>32,910</b>	<b>(1,634,590)</b>
	<b>Total transactions with owners, recorded directly in equity</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,667,500)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,667,500)</b>	<b>32,910</b>	<b>(1,634,590)</b>
<b>Comprehensive income for the period</b>												
	Profit	-	-	-	4,872,326	-	-	-	-	4,872,326	310,800	5,183,126
	Other comprehensive income	-	-	-	-	40,741	132,696	(28,123)	145,314	145,314	(13,318)	131,996
	<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,872,326</b>	<b>40,741</b>	<b>132,696</b>	<b>(28,123)</b>	<b>145,314</b>	<b>5,017,640</b>	<b>297,482</b>	<b>5,315,122</b>
	<b>Balance at 30 June 2012</b>	<b>14,500,000</b>	<b>1,531,778</b>	<b>1,450,000</b>	<b>33,875,130</b>	<b>(103,308)</b>	<b>45,367</b>	<b>(21,996)</b>	<b>(79,937)</b>	<b>51,276,971</b>	<b>888,040</b>	<b>52,165,011</b>

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

**Statements of changes in equity**

**For the six-month periods ended 30 June 2012 and 2011 (Unaudited)**

	Note	Separate financial statements			Total equity	
		Issued and paid-up share capital	Share premium	Retained earnings		
				Legal reserve		Unappropriated
<i>(in thousand Baht)</i>						
<b>Balance at 1 January 2011</b>		<b>14,500,000</b>	<b>1,531,778</b>	<b>1,450,000</b>	<b>20,641,745</b>	<b>38,123,523</b>
<b>Transactions with owners, recorded directly in equity</b>						
<i>Contributions by and distributions to owners of the Company</i>						
Dividends to owners of the Company	17	-	-	-	(1,667,500)	(1,667,500)
<b>Total contributions by and distributions to owners of the Company</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,667,500)</b>	<b>(1,667,500)</b>
<b>Total transactions with owners, recorded directly in equity</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,667,500)</b>	<b>(1,667,500)</b>
<b>Comprehensive income for the period</b>						
Profit		-	-	-	2,266,710	2,266,710
Other comprehensive income		-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>2,266,710</b>	<b>2,266,710</b>
<b>Balance at 30 June 2011</b>		<b>14,500,000</b>	<b>1,531,778</b>	<b>1,450,000</b>	<b>21,240,955</b>	<b>38,722,733</b>

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

**Statements of changes in equity**

**For the six-month periods ended 30 June 2012 and 2011 (Unaudited)**

	Note	Separate financial statements			Total equity	
		Issued and paid-up share capital	Share premium	Retained earnings		
				Legal reserve		Unappropriated
<i>(in thousand Baht)</i>						
<b>Balance at 31 December 2011</b>		<b>14,500,000</b>	<b>1,531,778</b>	<b>1,450,000</b>	<b>21,920,154</b>	<b>39,401,932</b>
<b>Transactions with owners, recorded directly in equity</b>						
<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>-</u>	<u>-</u>	<u>-</u>	<u>(1,667,500)</u>	<u>(1,667,500)</u>
<b>Total transactions with owners, recorded directly in equity</b>		<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,667,500)</u>	<u>(1,667,500)</u>
<b>Comprehensive income for the period</b>						
Profit		-	-	-	1,510,143	1,510,143
Other comprehensive income		-	-	-	-	-
<b>Total comprehensive income for the period</b>		<u>-</u>	<u>-</u>	<u>-</u>	<u>1,510,143</u>	<u>1,510,143</u>
<b>Balance at 30 June 2012</b>		<u><b>14,500,000</b></u>	<u><b>1,531,778</b></u>	<u><b>1,450,000</b></u>	<u><b>21,762,797</b></u>	<u><b>39,244,575</b></u>

# Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries

## Statements of cash flows

For the six-month periods ended 30 June 2012 and 2011 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	2012	2011	2012	2011
	<i>(in thousand Baht)</i>			
<b><i>Cash flows from operating activities</i></b>				
Profit for the period	5,183,126	3,085,437	1,510,143	2,266,710
<b><i>Adjustments for</i></b>				
Depreciation	1,740,621	1,276,565	14,356	13,179
Amortisation	293,520	1,545	1,034	831
Interest income	(230,956)	(151,568)	(154,307)	(137,536)
Finance costs	1,264,961	472,768	24,190	766
Provision for obsolescence of spare parts and supplies	40,531	35,047	-	-
Unrealised loss (gain) on exchange	(144,543)	129,190	(25,376)	(96,974)
Dividend income	(105,879)	-	(1,582,048)	(2,289,580)
Gain on disposal of long-term investment	(783,679)	-	-	-
Gain on disposal of plant and equipment	201	(900)	201	(874)
Other income from termination of power purchase agreement	(3,202,573)	-	-	-
Expense related to termination of power purchase agreement	2,133,131	-	-	-
Provision for employee benefit	8,162	3,180	6,886	2,024
Shares of profit of jointly-controlled and associate entities	(361,832)	(810,148)	-	-
Gain on change in current investments	(604)	-	(604)	-
Income tax expense	364,850	1,120,985	(1,014)	(1,190)
	<u>6,199,037</u>	<u>5,162,101</u>	<u>(206,539)</u>	<u>(242,644)</u>
<b><i>Changes in operating assets and liabilities</i></b>				
Trade accounts receivable	(9,744,811)	(4,876,011)	-	-
Trade accounts receivable from other parties	49,637	(1,660)	-	-
Advances to and other receivables from related parties	(22,458)	87,821	36,807	53,501
Spare parts and supplies	(74,533)	(3,415)	-	-
Other current assets and non-current assets	(311,691)	(396,885)	(76,232)	(94,031)
Trade account payable from related party	411,713	817,517	-	-
Trade accounts payable from other parties	3,736,925	(2,090,677)	-	-
Other current liabilities	148,028	(221,109)	(62,158)	(409,699)
Cash from (used in) operating activities	<u>391,847</u>	<u>(1,522,318)</u>	<u>(308,122)</u>	<u>(692,873)</u>
Income tax paid	(673,508)	(601,358)	-	(4,020)
<b>Net cash used in operating activities</b>	<b><u>(281,661)</u></b>	<b><u>(2,123,676)</u></b>	<b><u>(308,122)</u></b>	<b><u>(696,893)</u></b>

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

**Statements of cash flows**

**For the six-month periods ended 30 June 2012 and 2011 (Unaudited)**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	2012	2011	2012	2011
	<i>(in thousand Baht)</i>			
<b><i>Cash flows from investing activities</i></b>				
Interest received	192,461	132,343	141,708	113,706
Dividends received	293,261	410,550	1,457,200	1,508,142
Purchases of property, plant and equipment	(303,523)	(70,251)	(127,568)	(21,908)
Sale of plant and equipment	30	2,212	6,705	2,172
Proceed from termination of power purchase agreement	3,167,366	-	-	-
Purchases of intangible assets	(196)	(476)	-	(476)
Net cash inflow (outflow) in current investments	1,011,679	(2,107,000)	1,830,537	(900,000)
Net cash inflow in long term investments	40,000	1,341	40,000	-
Proceed from sale of long-term investment	643,251	-	-	-
Cash inflow on investments in long-term investment	(30,477)	(148,563)	-	-
Decrease in short-term loans to related party	-	-	600,000	2,174,997
Increase in short-term loans to related party	-	-	(1,800,000)	(1,275,151)
Decrease in long-term loans to related parties	-	-	83,800	265,700
Increase in long-term loans to related parties	-	-	(1,618,677)	(6,953,745)
Cash outflow on acquisition of investments in subsidiaries	-	-	(2,500)	(656,194)
Cash outflow on acquisition of investments in jointly-controlled entities	(93,125)	(657,156)	(93,125)	(657,156)
Cash outflow on acquisition of investments in associate entities	(147,705)	-	(147,705)	-
<b>Net cash from (used in) investing activities</b>	<b>4,773,022</b>	<b>(2,437,000)</b>	<b>370,375</b>	<b>(6,399,913)</b>
<b><i>Cash flows from financing activities</i></b>				
Finance costs paid	(1,290,900)	(390,507)	(24,724)	-
Proceeds from issue of ordinary shares	32,910	18,270	-	-
Dividend paid to equity holders of the Company	(1,664,582)	(1,667,677)	(1,664,582)	(1,667,677)
Proceeds from short-term loans from financial institutions	5,370,000	10,774,000	-	4,600,000
Repayment of short-term loans from financial institutions	(5,000,000)	(2,658,800)	-	-
Repayment of finance lease liability	(705)	(653)	-	-
Repayment of long-term loans from related party	(2,846,769)	-	-	-
Repayment of long-term loans from financial institutions	(160,813)	(16,934,876)	-	-
Proceeds from issue of debentures	-	13,286,000	-	-
Redemption of debentures	(1,853,500)	-	-	-
<b>Net cash from (used in) financing activities</b>	<b>(7,414,359)</b>	<b>2,425,757</b>	<b>(1,689,306)</b>	<b>2,932,323</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(2,922,998)</b>	<b>(2,134,919)</b>	<b>(1,627,053)</b>	<b>(4,164,483)</b>
Cash and cash equivalents at 1 January	10,698,629	11,289,248	3,819,726	5,806,011
Effect of exchange rate changes on balances held in foreign currencies	(8,842)	-	-	-
<b>Cash and cash equivalents at 30 June</b>	<b>7,766,789</b>	<b>9,154,329</b>	<b>2,192,673</b>	<b>1,641,528</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
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These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorised for issue by the Management authorised by the Board of Directors on 10 August 2012.

**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 7<sup>th</sup> 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 30 June 2012 and 31 December 2011 were as follows:

Name of the entities	Type of business	Country of incorporation	Ownership interest (%)	
			30 June 2012	31 December 2011
<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
Ratch O&M Company Limited	Providing operation and maintenance services	Thailand	99.99	-

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
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Name of the entities	Type of business	Country of incorporation	Ownership interest (%)	
			30 June 2012	31 December 2011
<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
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	55.18	55.18
Khao Kor Wind Power Company Limited	Generating and selling electricity	Thailand	55.18	55.18
Ratch-Australia Corporation Company Limited and subsidiaries	Developing and operating power plant and investing in the power energy business	Australia	80	80
Sukhothai Energy Company Limited	Developing and generating electricity from Flare Gas	Thailand	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 2 Power Company Limited	Generating and selling electricity	Lao PDR	25	25
Nam Ngum 3 Power Company Limited	Generating and selling electricity	Lao PDR	25	25

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
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Name of the entities	Type of business	Country of incorporation	Ownership interest (%)	
			30 June 2012	31 December 2011
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	40
Solarta Company Limited	Generating and selling electricity	Thailand	49	49
Solar Power ( Korat 3 ) Company Limited	Generating and selling electricity	Thailand	40	40
Solar Power ( Korat 4 ) Company Limited	Generating and selling electricity	Thailand	40	40
Solar Power ( Korat 7 ) Company Limited	Generating and selling electricity	Thailand	40	40
Songkla Biomass Company Limited	Generating and selling electricity	Thailand	40	40
KK Power Company Limited	Generating and selling electricity	Cambodia	50	-
Songkla Biofuel Company Limited	Providing material of Biofuel	Thailand	40	-
Xe-Pian Xe-Namnoy Power Company Limited	Generating and selling electricity	Lao PDR	25	-
<i>Associate entities</i>				
First Korat Wind Company Limited	Generating and selling electricity	Thailand	20	20
K.R. Two Company Limited	Generating and selling electricity	Thailand	20	20

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2012 (Unaudited)**

**2 Basis of preparation of the interim financial statements**

**(a) Statement of compliance**

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); and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2011. 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 and its subsidiaries for the year ended 31 December 2011.

The accounting applied in these interim financial statements are consistent with those applied in the policies and methods of computation financial statements for the year ended 31 December 2011.

**(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.

In preparing these interim financial statements, the significant judgements made by management in applying the Group's/Company'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 2011.

**3 Acquisitions of subsidiary and non-controlling interest**

On 5 July 2011, RH International (Singapore) Corporation PTE LTD., ("RHIS") a subsidiary, invested AUD 130.25 million for 80% of the ordinary shares of the Fund Transfield Services Infrastructure Fund (name changed to RATCH-Australia Corporation Limited ("RAC")) which is incorporated in Australia.

The purchase of this condition is in accordance with the Thai Financial Reporting Standard No. 3 Business Combinations, which management is required to make a preliminary assessment of the fair values of businesses acquired as at the acquisition date. During the measurement period, which must not exceed one year from the acquisition date, the acquirer shall retrospectively adjust the provisional amounts recognised at the acquisition date to reflect new information obtained about facts and circumstances that existed as of the acquisition date. Finalisation of the valuation of net assets of RACL which the Company acquired on 5 July 2011 was completed in 2nd quarter 2012.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2012 (Unaudited)**

The acquiree's net assets at the acquisition date comprised of the following:

	Book Value	Fair Value Adjusted	Fair Value
	<i>(in thousand Baht)</i>		
Cash and cash equivalents	386,612	-	386,612
Trade accounts receivable	1,278,299	-	1,278,299
Inventories	536,743	11,191	547,934
Long-term loans receivable	1,639,900	-	1,639,900
Investments in jointly-controlled entities	1,205,606	(259,394)	946,212
Other long-term investments	606,410	-	606,410
Property, plant and equipment	18,646,288	(915,645)	17,730,643
Intangible assets	3,855,465	2,106,803	5,962,268
Other non-current assets	437,937	(386,057)	51,880
Interest-bearing liabilities	(22,219,459)	(371,276)	(22,590,735)
Trade accounts payable	(400,261)	-	(400,261)
Deferred tax liabilities	(2,132,531)	(886,733)	(3,019,264)
Other non-current liabilities	(103,355)	-	(103,355)
<b>Net identifiable assets and liabilities</b>	<b>3,737,654</b>	<b>(701,111)</b>	<b>3,036,543</b>
Less non-controlling interests	(747,531)		(607,308)
<b>Recognised value of net assets acquisition</b>	<b>2,990,123</b>		<b>2,429,235</b>
Goodwill	1,202,964	561,472	1,764,436
<b>Consideration paid</b>	<b>4,193,087</b>		<b>4,193,671</b>

The appraised fair values of net identifiable assets was completed in 2nd quarter 2012. Therefore the consolidated statements of financial position as at 31 December 2011 had been restated as follow:

	<b>Increase/(Decrease)</b>
	<i>(in thousand Baht)</i>
<b>Statement of financial position as at 31 December 2011</b>	
<b>Assets and liabilities</b>	
Investments in jointly-controlled entities	(255,967)
Property, plant and equipment	(713,212)
Goodwill	554,054
Intangible assets	1,857,899
Current portion of long-term loans	96,323
Long-term loans from financial institutions	566,481
Deferred tax liabilities	906,630
<b>Equity</b>	
Other components of equity	770
Retained earnings	8,713
Non-controlling interests	(136,143)

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2012 (Unaudited)**

The impact on statements of comprehensive income for the three-month and six-month periods ended 30 June 2012.

	<i>(in thousand Baht)</i>
<b>For the three-month period 30 June 2012</b>	
<i>Statement of financial position</i>	
Decrease in administrative expenses	32,193
Increase in income tax expense	<u>(19,320)</u>
<b>Profit for the period increase</b>	<b><u>12,873</u></b>
 <i>Earnings per share</i>	
<b>Increase in basic earnings per share (Baht)</b>	<b><u>0.009</u></b>
 <b>For the six-month period 30 June 2012</b>	
<i>Statement of financial position</i>	
Decrease in administrative expenses	63,361
Increase in income tax expense	<u>(68,086)</u>
<b>Profit for the period decrease</b>	<b><u>4,725</u></b>
 <i>Loss per share</i>	
<b>Decrease in loss per share (Baht)</b>	<b><u>(0.003)</u></b>

#### **4 Related parties**

For the purposes of these financial statements, parties are considered to be related to the Group if the Group has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Relationships with related parties 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
Ratch O&M Company Limited	Thailand	Subsidiary, 99.99% shareholding

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2012 (Unaudited)**

<b>Name of entities</b>	<b>Country of incorporation / nationality</b>	<b>Nature of relationships</b>
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
RH International (Singapore) Corporation PTE. LTD.	Singapore	Indirect subsidiary, 100 % shareholding by a subsidiary
Sustainable Energy Corporation Company Limited	Thailand	Indirect subsidiary, 55.18 % shareholding by a subsidiary
Sukhothai Energy 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
Khao Kor Wind Power Company Limited	Thailand	Subsidiary of indirect subsidiary, 99.99% shareholding by an indirect subsidiary
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

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2012 (Unaudited)**

<b>Name of entities</b>	<b>Country of incorporation / nationality</b>	<b>Nature of relationships</b>
Solarta Company Limited	Thailand	Jointly-controlled entity of the Company, 49% shareholding
Ratch-Australia Corporation Company Limited	Australia	Subsidiary of indirect subsidiary, 80% shareholding by an indirect subsidiary
Solar Power (Korat 3) Company Limited	Thailand	Jointly controlled entity of the Company, 40% shareholding
Solar Power (Korat 4) Company Limited	Thailand	Jointly controlled entity of the Company, 40% shareholding
Solar Power (Korat 7) Company Limited	Thailand	Jointly controlled entity of the Company, 40% shareholding
Songkla Biomass Company Limited	Thailand	Jointly controlled entity of the Company, 40% shareholding
Songkla Biofuel Company Limited	Thailand	Jointly controlled entity of the Company, 40% shareholding
Xe-Pian Xe-Namnoy Power Company Limited	Lao PDR	Jointly controlled entity of the Company, 25% shareholding
KK Power Company Limited	Cambodia	Jointly-controlled entity of the Company, 50% shareholding
First Korat Wind Company Limited	Thailand	Associate of the Company, 20% shareholding
K.R.Two Company Limited	Thailand	Associate of the Company, 20% shareholding
Transfiled Services Limited	Australia	Related party of indirect subsidiary, 20% shareholding in indirect subsidiary
Great Energy Alliance Corporation Pty Ltd.	Australia	Related party of indirect subsidiary, 14.03% shareholding by an indirect subsidiary
Key management personnel	Thailand	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Company.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2012 (Unaudited)**

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

<b>Transactions</b>	<b>Pricing policies</b>
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
Interest expense	Contractually agreed rate

Significant transactions for the three-month and six-month periods ended 30 June 2012 and 2011 with related parties were as follows:

<i>Three-month periods ended 30 June</i>	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	2012	2011	2012	2011
	<i>(in thousand Baht)</i>			
<b>Major Shareholder</b>				
Sale of electricity	16,100,077	11,014,609	-	-
Purchase of fuel	2,594,445	836,801	-	-
Purchase of electricity	34,946	28,407	-	-
Operation and maintenance services fee	300,683	316,212	-	-
Management service income	487	338	-	-
<b>Subsidiaries</b>				
Management service income	-	-	15,440	66,005
Dividend income	-	-	1,085,368	1,415,233
Interest income	-	-	37,251	9,760
<b>Jointly-controlled entities</b>				
Operation and maintenance services income	29,612	28,750	-	-
Management service income	47,067	49,051	45,258	48,640
Interest income	1,299	1,241	1,299	1,241
Rental income	2,931	2,931	-	-
Other income	7,637	10,939	-	-
<b>Associate entity</b>				
Management service income	43	-	43	-
<b>Other related party</b>				
Interest expense	98,355	-	-	-
<b>Key management personnel</b>				
Short-term employee benefits	57,359	31,454	27,475	23,889
Post-employment benefits	1,423	1,323	1,305	1,019
Long-term employee benefit	2,901	(1,639)	704	(1,870)

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2012 (Unaudited)**

<i>Six-month periods ended 30 June</i>	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	2012	2011	2012	2011
	<i>(in thousand Baht)</i>			
<b>Major Shareholder</b>				
Sale of electricity	26,819,347	19,112,299	-	-
Purchase of fuel	2,901,914	836,801	-	-
Purchase of electricity	78,455	75,125	-	-
Operation and maintenance services fee	599,013	649,403	-	-
Management service income	1,017	338	-	-
<b>Subsidiaries</b>				
Management service income	-	-	31,479	70,958
Dividend income	-	-	1,566,048	2,269,580
Interest income	-	-	62,864	24,168
<b>Jointly-controlled entities</b>				
Operation and maintenance services income	59,223	57,500	-	-
Management service income	98,984	83,795	96,593	83,384
Dividend income	-	-	16,000	20,000
Interest income	2,610	2,404	2,610	2,404
Rental income	5,863	5,813	-	-
Other income	15,827	19,671	-	-
<b>Associate entity</b>				
Management service income	43	-	43	-
<b>Other related party</b>				
Interest expense	203,607	-	-	-
<b>Key management personnel</b>				
Short-term employee benefits	114,216	62,889	54,212	46,941
Post-employment benefits	3,485	2,677	2,556	1,988
Long-term employee benefit	4,315	2,156	1,407	1,694

Balances as at 30 June 2012 and 31 December 2011 with related parties were as follows:

<i>Trade accounts receivable from related parties</i>	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30	31	30	31
	June	December	June	December
	2012	2011	2012	2011
	<i>(in thousand Baht)</i>			
<b>Major Shareholder</b>				
Electricity Generating Authority of Thailand	12,085,254	2,330,860	-	-
<b>Jointly-controlled entity</b>				
Nam Ngum 2 Power Company Limited	9,871	9,583	-	-
	12,095,125	2,340,443	-	-
<i>Less allowance for doubtful accounts</i>	-	-	-	-
<b>Net</b>	<b>12,095,125</b>	<b>2,340,443</b>	<b>-</b>	<b>-</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
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**For the three-month and six-month periods ended 30 June 2012 (Unaudited)**

	2012	2011	2012	2011
	<i>(in thousand Baht)</i>			
Bad and doubtful debts expense for the:				
- three-month periods ended 30 June	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
- six-month periods ended 30 June	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

Aging analyses for trade accounts receivable were as follows:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 June 2012	31 December 2011	30 June 2012	31 December 2011
	<i>(in thousand Baht)</i>			
<b>Related parties</b>				
Within credit terms	12,095,125	2,340,443	-	-
Less allowance for doubtful accounts	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net</b>	<u><b>12,095,125</b></u>	<u><b>2,340,443</b></u>	<u>-</u>	<u>-</u>

The normal credit term granted by the Group is not exceeding 1 month.

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 June 2012	31 December 2011	30 June 2012	31 December 2011
	<i>(in thousand Baht)</i>			
<b>Dividend receivable</b>				
<b>Subsidiary</b>				
Ratchaburi Electricity Generating Company Limited	-	-	2,666,079	2,541,231
<b>Jointly-controlled entity</b>				
Tri – Energy Company Limited	<u>-</u>	<u>30,813</u>	<u>-</u>	<u>-</u>
<b>Total</b>	<u>-</u>	<u><b>30,813</b></u>	<u><b>2,666,079</b></u>	<u><b>2,541,231</b></u>

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 June 2012	31 December 2011	30 June 2012	31 December 2011
	<i>(in thousand Baht)</i>			
<b>Advances to and other receivables from related parties</b>				
<b>Major Shareholder</b>				
Electricity Generating Authority of Thailand	18,143	8,490	-	-

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
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<i>Advances to and other receivables from related parties</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
<b>Subsidiaries</b>				
Ratchaburi Electricity Generating Company Limited	-	-	21,795	864
Ratchaburi Energy Company Limited	-	-	959	158
RATCH-Lao Services Company Limited	-	-	1,019	-
RH International (Singapore) Corporation PTE. LTD.	-	-	-	31,826
Sustainable Energy Corporation Company Limited	-	-	476	607
RATCH-Australia Corporation Limited	-	-	-	12,997
Ratch O&M Company Limited	-	-	57	-
<b>Jointly-controlled entities</b>				
Tri Energy Company Limited	2,462	2,419	2,419	2,419
Ratchaburi Power Company Limited	7,934	2,999	-	-
Chubu Ratchaburi Electric Services Company Limited	858	861	858	861
SouthEast Asia Energy Limited	21,036	18,382	21,036	18,382
Hongsa Power Company Limited	4,219	4,191	4,219	4,191
Ratchaburi World Cogeneration Company Limited	2,671	6,699	2,671	6,699
Nava Nakorn Electricity Generating Company Limited	246	3	246	3
Nam Ngum 2 Power Company Limited	1,572	167	-	-
Songkla Biomass Company Limited	362	140	362	140
Solar Power (Korat 3) Company Limited	39	-	39	-
<b>Other related party</b>				
Great Energy Alliance Corporation Pty Ltd.	-	60,934	-	-
<b>Total</b>	<b>59,542</b>	<b>105,285</b>	<b>56,156</b>	<b>79,147</b>
<i>Long-term trade account receivable from related parties</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30	31	30	31
	June	December	June	December
	2012	2011	2012	2011
	<i>(in thousand Baht)</i>			
<b>Subsidiaries</b>				
Ratch Udom Power Company Limited	-	-	1,482	2,557
RATCH-Lao Services Company Limited	-	-	16,562	3,942
RH International Corporation Limited	-	-	45,625	10,278
<b>Total</b>	<b>-</b>	<b>-</b>	<b>63,669</b>	<b>16,777</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
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<i>Loans to related parties</i>	<b>Interest rate</b>		<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
<b>Short-term loans</b>						
<b>Subsidiary</b>						
Ratchaburi Electricity Generating Company Limited	5.50	-	-	-	1,200,000	-
			-	-	1,200,000	-
<i>Less allowance for doubtful accounts</i>			-	-	-	-
<b>Short-term loans to related party-net</b>			<b>-</b>	<b>-</b>	<b>1,200,000</b>	<b>-</b>
<b>Long-term loans</b>						
<b>Subsidiaries</b>						
RATCH-Lao Services Company Limited	2.50 and 3.65	2.50	-	-	1,137,161	943,575
Ratch Udom Power Company Limited	3.55	3.80	-	-	152,400	236,200
RH International Corporation Limited	3.10 and 3.65	3.10	-	-	3,724,397	2,273,871
<b>Jointly-controlled entity</b>						
SouthEast Asia Energy Limited	8.33	8.46	62,500	62,500	62,500	62,500
<b>Other related party</b>						
Great Energy Alliance Corporation Pty Ltd	-	10	-	1,611,634	-	-
			62,500	1,674,134	5,076,458	3,516,146
<i>Less current portion allowance for doubtful accounts</i>			(62,500)	(62,500)	(62,500)	(62,500)
<b>Long-term loans to related parties-net</b>			<b>-</b>	<b>1,611,634</b>	<b>5,013,958</b>	<b>3,453,646</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
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Movements during the six-month periods ended 30 June 2012 and 2011 of loans to related parties were as follows:

<i>Short-term loans to related parties</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2012	2011	2012	2011
	<i>(in thousand Baht)</i>			
At 1 January	-	-	-	1,797,092
Increase	-	-	1,800,000	1,275,151
Decrease	-	-	(600,000)	(2,174,997)
Exchange rate adjustment	-	-	-	17,976
<b>At 30 June</b>	<b>-</b>	<b>-</b>	<b>1,200,000</b>	<b>915,222</b>

  

<i>Long-term loans to related parties</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2012	2011	2012	2011
	<i>(in thousand Baht)</i>			
At 1 January	1,674,134	62,500	3,516,146	856,400
Increase	-	-	1,618,677	6,953,745
Decrease	(1,611,634)	-	(83,800)	(265,700)
Exchange rate adjustment	-	-	25,435	78,999
<b>At 30 June</b>	<b>62,500</b>	<b>62,500</b>	<b>5,076,458</b>	<b>7,623,444</b>

  

<i>Investments in subsidiaries</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 June 2012	31 December 2011	30 June 2012	31 December 2011
	<i>(in thousand Baht)</i>			
Subsidiaries	-	-	<b>21,182,161</b>	<b>21,179,660</b>

  

<i>Investments in jointly-controlled and associate entities</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 June 2012	31 December 2011	30 June 2012	31 December 2011
	<i>(in thousand Baht)</i>			
Jointly-controlled entities	13,695,484	13,387,532	4,214,189	4,121,065
Associate entities	493,282	356,562	504,768	357,062
	<b>14,188,766</b>	<b>13,744,094</b>	<b>4,718,957</b>	<b>4,478,127</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
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<i>Trade payables to related party</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 June 2012	31 December 2011	30 June 2012	31 December 2011
		(in thousand Baht)		
<b>Major Shareholder</b> Electricity Generating Authority of Thailand	<b>564,121</b>	<b>152,231</b>	-	-
<i>Other payables to related parties</i>				
	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 June 2012	31 December 2011	30 June 2012	31 December 2011
		(in thousand Baht)		
<b>Major Shareholder</b> Electricity Generating Authority of Thailand	<b>36,801</b>	<b>22,099</b>	-	-
<i>Unearned revenue and accrued expenses-related parties</i>				
	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 June 2012	31 December 2011	30 June 2012	31 December 2011
		(in thousand Baht)		
<b>Major Shareholder</b> Electricity Generating Authority of Thailand	22,018	70,236	-	-
<b>Subsidiary</b> RH International (Singapore) Corporation PTE. LTD.	-	-	1,311	-
<b>Jointly-controlled entities</b> Ratchaburi Power Company Limited Nam Ngum 2 Power Company Limited	14,325 1,118	14,203 410	12,859 -	15,621 -
<b>Other related party</b> Transfield Services Limited	544	-	-	-
<b>Total</b>	<b>38,005</b>	<b>84,849</b>	<b>14,170</b>	<b>15,621</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
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<i>Long-term loans from related party</i>	<b>Interest rate</b>		<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30	31	30	31	30	31
	June	December	June	December	June	December
	2012	2011	2012	2011	2012	2011
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
Transfield Services Limited	14.50	14.50	1,374,002	4,200,947	-	-
Less Current portion of long-term loans			-	(2,775,321)	-	-
<b>Long-term loans from related party</b>			<b><u>1,374,002</u></b>	<b><u>1,425,626</u></b>	<b><u>-</u></b>	<b><u>-</u></b>

Movements during the six-month periods ended 30 June 2012 and 2011 of long-term loans from related party were as follows:

<i>Long-term loans from related party</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2012	2011	2012	2011
	<i>(in thousand Baht)</i>			
At 1 January	4,200,947	-	-	-
Increase	15,319	-	-	-
Decrease	(2,846,769)	-	-	-
Exchange rate adjustment	4,505	-	-	-
<b>At 30 June</b>	<b><u>1,374,002</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>

**Significant agreements with related parties**

***Short-term loans to related party***

As at 30 June 2012, the Company had outstanding balance of loan to Ratchaburi Electricity Generating Company Limited, a subsidiary, amounting to Baht 1,200 million which bear interest at the rate of 5.50% per annum.

***Long-term loans to related party***

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. Until 30 June 2012, such subsidiary has made repayment to the Company totalling Baht 1,260.38 million. Consequently, as at 30 June 2012, the Company had the outstanding balance of such loans amounting to Baht 152.40 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 SouthEast 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 and 31 August 2011, the Company has amended the loan agreement with such jointly-controlled entity by extension of the

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
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period of repayment and its interest for another 18 months and 12 months which will be due on 4 September 2012.

During 2011, The Company granted loans to RH International Corporation Limited, a subsidiary, amounting to AUD 259 million which bear interest at the rate of 3.10 % per annum. Principle and interest will be on call as stipulated in the agreement. During 2012, the Company granted the additional loans to a subsidiary amounting to AUD 42.75 million and U.S.Dollars 3 million which bear interest at the rate of 3.10% and 3.65% per annum respectively. Until 30 June 2012, the such subsidiary made repayment to the Company amounting to AUD 187.5 million. Consequently, as at 30 June 2012 the Company had the outstanding balance of such loans amounting to AUD 114.25 million and U.S.Dollars 3 million or equal to Baht 3,724.39 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.

During 2011, the Company granted the loans to Ratch-Lao services Company Limited, a subsidiary, amounting to U.S.Dollars 30 million which bear interest at the fixed rate of 2.50% per annum. During the year 2012, the Company granted the additional loan to such subsidiary amounting to U.S.Dollars 6 million which bear interest at the fixed rate of 3.65% per annum. Principle and interest will be due as stipulated in the agreement. As at 30 June 2012 the Company had the total outstanding balance of such loans amounting to U.S.Dollars 36 million or equal to Baht 1,137.16 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.

***Long-term loans***

During year 2011, RATCH-Australia Corporation Limited, a subsidiary, had a long-term loan agreement for a 30 year term with another related party in Australia amounting to AUD 125.93 million which bears interest at the rate of 14.5% per annum. During the first quarter of 2012, RH International (Singapore) Corporation PTE. LTD., a major shareholder of such subsidiary, made a partial repayment of such loan for transferring such loan from another related party of such subsidiary amounting to AUD 86.20 million. Therefore, as at 30 June 2012, the subsidiary had the outstanding balance of the loan amounting to AUD 39.73 million or equivalent Baht 1,277.54 million.

In addition, such subsidiary had also a long-term loan from related party in Australia amounting to AUD 3 million or equivalent Baht 96.46 million which bears interest at the rate of 14.5% per annum. The lender has no intention to recall such loans from the subsidiary within one year. Therefore, the Company classified such loan as long-term loan as at 30 June 2012.

***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, a jointly-controlled entity 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 30 June 2012, 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 30 June 2012, the Company has not provided any loans or guarantees according to the agreement.

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*Agreements in relation to Nam Ngum 2 Power Plant*

On 26 May 2006, The Company entered into the Service Agreement with Nam Ngum 2 Power Company Limited, a subsidiary of a jointly-controlled entity for the Project development, Construction and Operation and Maintenance Agreement whereby the Company will receive management fee from Nam Ngum 2 Power Company Limited amounting to Baht 25 million per year commencing from the commercial operation date until the end of the concession period under the concession agreement.

On 25 September 2009, RATCH-Lao Services Company Limited, a subsidiary, 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 Other investments**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30	31	30	31
	June	December	June	December
	2012	2011	2012	2011
	<i>(in thousand Baht)</i>			
<b><i>Current investments</i></b>				
Short-term deposits at financial institutions	1,635,266	2,860,689	650,000	2,700,000
Short-term held-for-trading securities	220,067	-	220,067	-
Debt securities held to maturity	60,000	150,000	60,000	150,000
	<u>1,915,333</u>	<u>3,010,689</u>	<u>930,067</u>	<u>2,850,000</u>
<b><i>Other long-term investments</i></b>				
Equity securities available for sale	1,599,558	2,031,224	-	-
Debt securities held to maturity	268,000	218,000	268,000	218,000
	<u>1,867,558</u>	<u>2,249,224</u>	<u>268,000</u>	<u>218,000</u>
<b>Total</b>	<u><b>3,782,891</b></u>	<u><b>5,259,913</b></u>	<u><b>1,198,067</b></u>	<u><b>3,068,000</b></u>

At the Board of Directors meeting of Ratchaburi Electricity Generating Company Limited, a subsidiary, held on 11 July 2005, the Board approved the appropriation of the principle and interest repayment which due on the next quarter as at 30 June 2012 amounting to Baht 950 million (*as at 31 December 2011 : Baht 976 million.*)

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Movements during the six-month periods ended 30 June 2012 and 2011 of marketable debt and equity securities were as follows:

<i>Short-term held-for-trading securities</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2012	2011	2012	2011
	<i>(in thousand Baht)</i>			
At 1 January	-	-	-	-
Purchases	219,463	-	219,463	-
Exchange rate adjustment	-	-	-	-
Valuation adjustment	604	-	604	-
<b>At 30 June</b>	<b>220,067</b>	<b>-</b>	<b>220,067</b>	<b>-</b>

  

<i>Available-for-sale securities</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2012	2011	2012	2011
	<i>(in thousand Baht)</i>			
At 1 January	2,031,224	1,301,461	-	-
Purchases	30,477	148,563	-	-
Sales	(598,391)	-	-	-
Exchange rate adjustment	3,552	28,618	-	-
Valuation adjustment	132,696	263,011	-	-
<b>At 30 June</b>	<b>1,599,558</b>	<b>1,741,653</b>	<b>-</b>	<b>-</b>

**Gain on sale of long-term investment**

In the 2nd Quarter of 2012, RATCH-Australia Corporation Limited (“RAC”), an indirect subsidiary, has sold 14.03% of the investment in Great Energy Alliance Corporation Pty Ltd (“GEAC”) which carried book value in the amount of AUD 18.58 million as well as the transfers of long-term loan and its accrued interest of GEAC in the amount of AUD 54.52 million (equivalent to Baht 1,751.71 million) to AGL Energy Limited. RAC will receive the return of AUD 120 million comprising AUD 20 million cash (equivalent to Baht 643.25 million) and 15-year tenure Scheduled Payment Option Agreement at present value of AUD 100 million. The Group has set up an impairment of goodwill of Baht 660.15 million and recognised net gain on disposal of long-term investment in the statement of comprehensive income for the six-month period ended 30 June 2012 of Baht 783.68 million.

**6 Investments in subsidiaries**

	<b>Separate financial statements</b>	
	2012	2011
	<i>(in thousand Baht)</i>	
At 1 January	21,179,661	20,523,467
Acquisitions	2,500	656,194
<b>At 30 June</b>	<b>21,182,161</b>	<b>21,179,661</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
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Investments in subsidiaries as at 30 June 2012 and 31 December 2011, and dividend income from those investments for the six-month periods ended 30 June 2012 and 2011 were as follows:

	Separate financial statements											
	Ownership Interest		Paid-up capital		Cost method		Impairment		At cost - net		Dividend income for the six-month ended	
	30	31	30	31	30	31	30	31	30	31	30	
	June 2012	December 2011	June 2012	December 2011	June 2012	December 2011	June 2012	December 2011	June 2012	December 2011	June 2012	June 2011
<i>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	1,534,048	1,956,580
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	32,000	313,000
Ratch Udom 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	77,858	77,858	77,858	77,858	-	-	77,858	77,858	-	-
RH International Corporation Limited	99.99	99.99	600,000	600,000	600,000	600,000	-	-	600,000	600,000	-	-
Ratch O&M Company Limited	99.99	-	2,500	-	2,500	-	-	-	2,500	-	-	-
<b>Total</b>					<b>21,182,161</b>	<b>21,179,661</b>	<b>-</b>	<b>-</b>	<b>21,182,161</b>	<b>21,179,661</b>	<b>1,566,048</b>	<b>2,269,580</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
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**Investment in Ratch O&M Company Limited**

On 9 March 2012, the Company registered Ratch O&M Company Limited to be responsible for the operation and maintenance services. Such Company has registered capital of Baht 10 million, comprising 1 million shares at par value of Baht 10 each. The Company paid for paid-up share capital of Baht 2.5 each in the proportion of 99.99% amounting to Baht 2.5 million. As at 30 June 2012, the Company has commitments for the remaining unpaid-share capital of Baht 7.5 million.

**Dividends from subsidiaries**

At the Board of Directors meeting of Ratchaburi Electricity Generating Company Limited, a subsidiary, held on 21 May 2012, the Board approved the appropriation of the interim dividend of Baht 0.59 per share, totalling Baht 1,085.37 million will be paid to shareholders during December 2012.

At the annual general meeting of the shareholders of Ratchaburi Electricity Generating Company Limited, a subsidiary, held on 19 March 2012, the shareholders approved the appropriation of dividends from the net profit of 2011 of Baht 2.24 per share, totalling Baht 4,092.14 million, after deducting the interim dividend of Baht 1.99 per share, amounting to 3,643.46 million from the net profit for nine-month period ended 30 September 2011. The balance of dividends, amounting to Baht 448.68 million, will be paid to shareholders during January 2013.

At the Board of Directors meeting of Ratchaburi Gas Company Limited, a subsidiary, held on 12 March 2012, the Board approved the appropriation of the interim dividend of Baht 0.64 per share, totalling Baht 32 million. The dividend was paid to shareholders during March 2012.

**7 Investments in jointly-controlled and associate entities**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	2012	2011	2012	2011
	<i>(in thousand Baht)</i>			
At 1 January	14,000,061	10,997,709	4,478,127	3,142,338
Fair value adjustment	(255,967)	-	-	-
Share of net profit of				
investment - equity method	361,832	810,148	-	-
Payment for additional shares in				
jointly-controlled entities	93,125	657,156	93,125	657,156
Payment for additional shares in				
associate entities	147,705	-	147,705	-
Dividend income	(103,500)	(410,550)	-	-
Exchange rate adjustment	(54,490)	-	-	-
<b>At 30 June</b>	<b>14,188,766</b>	<b>12,054,463</b>	<b>4,718,957</b>	<b>3,799,494</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
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Investments in jointly-controlled and associate entities as at 30 June 2012 and 31 December 2011, and dividend income from those investments for the six-month periods ended 30 June 2012 and 2011 were as follows:

	Consolidated financial statements												Dividend income for the six-month period ended 30 June	
	Ownership interest		Paid-up capital		Cost method		Equity method		Impairment		At equity - net			
	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011		
	(%)		<i>(in thousand Baht)</i>											
<b>Jointly-controlled entities</b>														
Tri Energy Company Limited	50	50	3,618,420	3,618,420	1,809,211	1,809,211	4,761,287	4,918,886	-	-	4,761,287	4,918,886	-	115,550
Ratchaburi Power Company Limited	25	25	7,325,000	7,325,000	1,831,250	1,831,250	3,675,101	3,358,393	-	-	3,675,101	3,358,393	87,500	275,000
Chubu Ratchaburi Electric Services Company Limited	50	50	20,000	20,000	10,000	10,000	101,529	95,533	-	-	101,529	95,533	16,000	20,000
SouthEast Asia Energy Limited	33.33	33.33	6,606,750	6,606,750	2,202,250	2,202,250	2,507,495	2,425,322	-	-	2,507,495	2,425,322	-	-
Hongsa Power Company Limited	40	40	2,457,793	2,457,793	983,116	983,116	810,021	808,054	-	-	810,021	808,054	-	-
Phufai Mining Company Limited	37.5	37.5	1,679	1,679	630	630	440	450	-	-	440	450	-	-
Nam Ngum 3 Power Company Limited	25	25	1,808	1,808	452	452	360	375	-	-	360	375	-	-
Nava Nakorn Electricity Generating Company Limited	40	40	162,000	82,000	64,800	32,800	62,568	31,452	-	-	62,568	31,452	-	-
Ratchaburi World Cogeneration Company Limited	40	40	460,000	390,000	184,000	156,000	174,565	150,492	-	-	174,565	150,492	-	-
Solartha Company Limited	49	49	1,100,000	1,100,000	545,960	545,960	556,492	551,747	-	-	556,492	551,747	-	-

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2012 (Unaudited)**

	Consolidated financial statements												Dividend income for the six-month period ended	
	Ownership interest		Paid-up capital		Cost method		Equity method		Impairment		At equity - net			
	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011	2012	2011
	(in thousand Baht)													
<b>Jointly-controlled entities</b>														
Solar Power (Korat 3) Company Limited	40	40	162,500	162,500	65,000	65,000	62,038	56,605	-	-	62,038	56,605	-	-
Solar Power (Korat 4) Company Limited	40	40	153,315	153,315	61,326	61,326	61,706	59,143	-	-	61,706	59,143	-	-
Solar Power (Korat 7) Company Limited	40	40	113,780	113,780	45,530	45,530	44,608	44,944	-	-	44,608	44,944	-	-
Songkla Biomass Company Limited	40	40	86,250	45,000	34,500	18,000	34,078	16,899	-	-	34,078	16,899	-	-
Perth Power Partnership (Kwinana)	30	30	2,311,167	2,311,167	618,531	874,082	826,864	869,237	-	-	826,864	869,237	-	-
KK Power Company Limited	50	-	30,892	-	15,446	-	15,156	-	-	-	15,156	-	-	-
Songkla Biofuel Company Limited	40	-	1,000	-	400	-	397	-	-	-	397	-	-	-
Xe-Pian Xe-Namnoy Power Company Limited	25	-	3,116	-	779	-	779	-	-	-	779	-	-	-
<b>Total</b>					<b>8,473,181</b>	<b>8,635,607</b>	<b>13,695,484</b>	<b>13,387,532</b>	<b>-</b>	<b>-</b>	<b>13,695,484</b>	<b>13,387,532</b>	<b>103,500</b>	<b>410,550</b>
<b>Associate entities</b>														
First Korat Wind Company Limited	20	20	1,756,618	1,018,460	351,300	203,594	343,893	203,180	-	-	343,893	203,180	-	-
K.R.Two Company Limited	20	20	767,920	767,920	153,468	153,468	149,389	153,382	-	-	149,389	153,382	-	-
<b>Total</b>					<b>504,768</b>	<b>357,062</b>	<b>493,282</b>	<b>356,562</b>	<b>-</b>	<b>-</b>	<b>493,282</b>	<b>356,562</b>	<b>-</b>	<b>-</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
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**For the three-month and six-month periods ended 30 June 2012 (Unaudited)**

**Separate financial statements**

	Ownership interest		Paid-up capital		Cost method		Impairment		At cost - net		Dividend income for the six-month period ended	
	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	30 June 2011
	(% )										2012	2011
<b>Jointly-controlled entities</b>												
Chubu Ratchaburi Electric Services Company Limited	50	50	20,000	20,000	10,000	10,000	-	-	10,000	10,000	16,000	20,000
SouthEast Asia Energy Limited	33.33	33.33	6,606,750	6,606,750	2,202,250	2,202,250	-	-	2,202,250	2,202,250	-	-
Hongsa Power Company Limited	40	40	2,457,793	2,457,793	983,116	983,116	-	-	983,116	983,116	-	-
Phufai Mining Company Limited	37.50	37.50	1,679	1,679	630	630	-	-	630	630	-	-
Nam Ngum 3 Power Company Limited	25	25	1,808	1,808	452	452	-	-	452	452	-	-
Nava Nakorn Electricity Generating Company Limited	40	40	162,000	82,000	64,800	32,800	-	-	64,800	32,800	-	-
Ratchaburi World Cogeneration Company Limited	40	40	460,000	390,000	184,000	156,000	-	-	184,000	156,000	-	-
Solarta Company Limited	49	49	1,100,000	1,100,000	545,960	545,960	-	-	545,960	545,960	-	-
Solar Power (Korat 3) Company Limited	40	40	162,500	162,500	65,000	65,000	-	-	65,000	65,000	-	-
Solar Power (Korat 4) Company Limited	40	40	153,315	153,315	61,326	61,326	-	-	61,326	61,326	-	-

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2012 (Unaudited)**

**Separate financial statements**

	Ownership interest		Paid-up capital		Cost method		Impairment		At cost - net		Dividend income for the six-month period ended 30 June	
	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011	30 June 2012	31 December 2011	2012	2011
	(%)											
<b><i>Jointly-controlled entities</i></b>												
Solar Power (Korat 7) Company Limited	40	40	113,780	113,780	45,530	45,530	-	-	45,530	45,530	-	-
Songkla Biomass Company Limited	40	40	86,250	45,000	34,500	18,000	-	-	34,500	18,000	-	-
KK Power Company Limited	50	-	30,892	-	15,446	-	-	15,446	-	-	-	-
Songkla Biofuel Company Limited	40	-	1,000	-	400	-	-	400	-	-	-	-
Xe-Pian Xe-Namnoy Power Company Limited	25	-	3,116	-	779	-	-	779	-	-	-	-
<b>Total</b>					<b>4,214,189</b>	<b>4,121,064</b>	<b>-</b>	<b>-</b>	<b>4,214,189</b>	<b>4,121,064</b>	<b>16,000</b>	<b>20,000</b>
<b><i>Associate entities</i></b>												
First Korat Wind Company Limited	20	20	1,756,618	1,018,460	351,300	203,594	-	-	351,300	203,594	-	-
K.R.Two Company Limited	20	20	767,920	767,920	153,468	153,468	-	-	153,468	153,468	-	-
<b>Total</b>					<b>504,768</b>	<b>357,062</b>	<b>-</b>	<b>-</b>	<b>504,768</b>	<b>357,062</b>	<b>-</b>	<b>-</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
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***Investment in Nava Nakorn Electricity Generating Company Limited***

During the six-month period ended 30 June 2012, Nava Nakorn Electricity Generating Company Limited, a jointly-controlled entity, partially called for the paid-up share capital. The Company paid for the share capital amounting to Baht 32 million, in the proportion of investment of 40%.

***Investment in Ratchaburi World Cogeneration Company Limited***

During the six-month period ended 30 June 2012, Ratchaburi World Cogeneration Company Limited, a jointly-controlled entity, partially called for the paid-up share capital. The Company paid for the share capital amounting to Baht 28 million, in the proportion of investment of 40%.

***Investment in Songkha Biomass Company Limited***

At the annual meeting of the shareholders of Songkha Biomass Company Limited, jointly-controlled entity held on 24 February 2012, the shareholders approved to increase the authorised share capital from Baht 45 million (*comprising 0.45 million at par value of Baht 100 per share*) to Baht 210 million (*comprising 2.1 million shares at par value of Baht 100 per share*) by issuance of new ordinary shares totalling 1.65 million shares at par value of Baht 100 per share. Such Company called for the paid-up share capital at Baht 25 per share. The Company paid for the share capital amounting to Baht 16.5 million, in the proportion of investment of 40%. As at 30 June 2012, the Company had commitments for the remaining unpaid-share capital of Baht 49.5 million.

***Investment in KK Power Company Limited***

On 17 February 2012, the Company entered into a Share Purchase Agreement and Shareholder Agreement to purchase shares of KK Power Company Limited in order to jointly operate a power plant in Cambodia. The registered capital of such company was U.S. Dollars 1 million (*comprising 1,000 ordinary shares at par value of U.S. Dollars 1,000 per share*). Such Company called for the paid-up share capital at U.S. Dollar 1,000 per share. The Company paid for the share capital totalling U.S. Dollars 0.5 million, in the proportion of investment of 50%.

***Investment in Songkha Biofuel Company Limited***

On 28 February 2012, the Company and the joint investor have completed the registration of Songkha Biofuel Company Limited in order to supply the biomass fuel to Songkha Biomass Company Limited. The registered capital of such company was Baht 1 million (*comprising 10,000 ordinary shares at par value of Baht 100 per share*). Such Company called for the paid-up share capital at Baht 100 per share. The Company fully paid for the share capital totalling Baht 0.4 million, in the proportion of investment of 40%.

***Investment in Xe-Pian Xe-Namnoy Power Company Limited***

On 23 March 2012, the Company and the joint developer have completed the registration of Xe-Pian Xe-Namnoy Power Company Limited in order to jointly operate a power plant. The registered capital of such company was U.S. Dollars 50 million (*comprising 500,000 ordinary shares at par value of U.S. Dollars 100 per share*). The Company paid for paid-up share capital of U.S. Dollars 100 each, amounting to U.S. Dollars 0.025 million, in the proportion of investment of 25%. As at 30 June 2012, the Company had commitments for the remaining unpaid-share capital of U.S. Dollars 12.475 million.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
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***Investment in First Korat Wind Company Limited***

During the six-month period ended 30 June 2012, First Korat Wind Company Limited, an associate entity, partially called for the paid-up share capital. The Company paid for the share capital amounting to Baht 147.71 million, in the proportion of investment of 20%.

***Dividends paid by jointly-controlled entities***

At the meeting of the shareholders of Ratchaburi Power Company Limited, a jointly-controlled entity, held on 8 March 2012, the shareholders approved the appropriation of dividends of Baht 4.78 per share. Ratchaburi Alliances Company Limited, an indirect subsidiary, received such dividend in the proportion of investment amounting to Baht 87.5 million. The dividend was paid during the first quarter of 2012.

At the meeting of the shareholders of Chubu Ratchaburi Electric Service Company Limited, a jointly-controlled entity, held on 14 March 2012, the shareholders approved the appropriation of dividends of Baht 80 per share, amounting to Baht 16 million. The dividend was paid during the first quarter of 2012.

**8 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 30 June 2012, the Company had commitments for the remaining unpaid-share capital of Baht 11.64 million (*As at 31 December 2011: Baht 11.64 million*).

**9 Property, plant and equipment**

Acquisitions, disposals and transfers of property, plant and equipment during the six-month periods ended 30 June 2012 and 2011 were as follows:

	<b>Consolidated financial statements</b>			
	2012			
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value <i>(in thousand Baht)</i>	Adjust exchange rates	Impairment
Land	21,785	-	(203)	-
Buildings and building improvements	420	-	(791)	(1,182)
Power plants, substation & transmission system and operating & maintenance equipment	238,446	-	(44,138)	(884,508)
Office equipment	16,928	(6,857)	(2)	-
Vehicle	-	-	-	-
Construction in progress	126,248	(118,205)	-	-
<b>Total</b>	<b>403,827</b>	<b>(125,062)</b>	<b>(45,134)</b>	<b>(885,690)</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
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	<b>Consolidated financial statements</b>			
	2011			
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value <i>(in thousand Baht)</i>	Adjust exchange rates	Impairment
Buildings and building improvements	1,750	-	-	-
Power plants, substation & transmission system and operating & maintenance equipment	156	-	-	-
Office equipment	8,215	(14)	-	-
Vehicle	5,950	(1,298)	-	-
Construction in progress	52,627	(4,254)	-	-
<b>Total</b>	<b>68,698</b>	<b>(5,566)</b>	<b>-</b>	<b>-</b>

	<b>Separate financial statements</b>			
	2012		2011	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value <i>(in thousand Baht)</i>	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
Office equipment	8,716	(6,857)	6,227	-
Vehicle	-	-	5,950	(1,298)
Construction in progress	100,330	(7,433)	11,489	(1,244)
<b>Total</b>	<b>109,046</b>	<b>(14,290)</b>	<b>23,666</b>	<b>(2,542)</b>

**10 Goodwill and intangible assets**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 June 2012	31 December 2011 <i>(Restated)</i>	30 June 2012	31 December 2011
	<i>(in thousand Baht)</i>			
Goodwill	711,732	1,913,618	-	-
Right to Power Purchase Agreement	5,064,448	5,894,107	-	-
License on project development	665,512	665,512	665,512	665,512
Right to use electrical transmission line	21,773	24,741	-	-
Software licenses	9,547	11,122	4,336	5,370
<b>Total</b>	<b>6,473,012</b>	<b>8,509,100</b>	<b>669,848</b>	<b>670,882</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
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**11 Other non-current assets**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30	31	30	31
	June	December	June	December
	2012	2011	2012	2011
	<i>(in thousand Baht)</i>			
Development cost-Nam Ngum 3 Project	438,862	357,693	438,862	357,694
Development cost-Xe-Pian Xe-Namnoy Project	119,965	118,294	119,965	118,294
Development cost for wind power project	243,657	177,105	-	-
Deferred expense under contractual service agreement	1,029,634	978,911	-	-
Others	54,254	75,613	9,270	8,767
<b>Total</b>	<b><u>1,886,372</u></b>	<b><u>1,707,616</u></b>	<b><u>568,097</u></b>	<b><u>484,755</u></b>

**12 Short-term loans from financial institutions**

On 30 June 2012, Ratchaburi Electricity Generating Company Limited, a subsidiary, had short-term loans from two financial institutions amounting to Baht 250 million and Baht 120 million which bears interest at the rate of 3.145% and 3.15% per annum, respectively.

**13 Segment information**

The Group is operating in generating and selling electricity to government and industrial sector, both within and outside the country, and providing operation and maintenance service relating to the power plant. The Group does not presented the information of the service segment because the revenue from service segment is less than 5% of total revenues.

The Group presents financial information by geographic segment. The primary format for reporting geographical segment is based on the management system and internal reporting structure of the Group as the basis for the division.

Revenues and operating results of the geographic area in the consolidated financial statements for the three-month and six-month periods ended 30 June 2012 and 2011 were as follows:

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
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	Thailand		Australia		Others		Total	
<i>Three-month periods ended 30 June</i>	2012	2011	2012	2011	2012	2011	2012	2011
	<i>(in thousand Baht)</i>							
Revenue from sale and rendering of services	16,120,924	11,019,093	928,685	-	29,612	28,749	17,079,221	11,047,842
Cost of sale and rendering of services	(13,767,106)	(8,768,918)	(529,523)	-	(18,282)	(17,749)	(14,314,911)	(8,786,667)
<b>Gross profit</b>	<b>2,353,818</b>	<b>2,250,175</b>	<b>399,162</b>	<b>-</b>	<b>11,330</b>	<b>11,000</b>	<b>2,764,310</b>	<b>2,261,175</b>
Management service income	45,301	50,011	-	-	2,296	616	47,597	50,627
Dividend income	-	-	-	-	105,879	-	105,879	-
Interest income	58,983	84,590	53,871	-	708	545	113,562	85,135
Other income	12,381	15,818	(14,679)	-	11,023	-	8,725	15,818
Gain on disposal of long-term investment	-	-	783,679	-	-	-	783,679	-
Gain on termination of power purchase agreement	-	-	1,069,442	-	-	-	1,069,442	-
Administrative expenses	(237,726)	(286,473)	(245,823)	-	(10,490)	(11,192)	(494,039)	(297,665)
Gain (loss) on exchange rate	29,426	(62,518)	(780)	-	(273,923)	4,015	(245,277)	(58,503)
Finance costs	(133,079)	(141,553)	(407,822)	-	(78,292)	-	(619,193)	(141,553)
Share of profit of jointly-controlled and associate entities	250,469	624,508	5,352	-	-	-	255,821	624,508
<b>Profit (loss) before income tax expense</b>	<b>2,379,573</b>	<b>2,534,558</b>	<b>1,642,402</b>	<b>-</b>	<b>(231,469)</b>	<b>4,984</b>	<b>3,790,506</b>	<b>2,539,542</b>
Income tax expense	(495,294)	(648,969)	368,073	-	(7,028)	-	(134,249)	(648,969)
<b>Profit (loss) for the period</b>	<b>1,884,279</b>	<b>1,885,589</b>	<b>2,010,475</b>	<b>-</b>	<b>(238,497)</b>	<b>4,984</b>	<b>3,656,257</b>	<b>1,890,573</b>

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	Thailand		Australia		Others		Total	
<i>Six-month periods ended 30 June</i>	2012	2011	2012	2011	2012	2011	2012	2011
	<i>(in thousand Baht)</i>							
Revenue from sale and rendering of services	26,857,983	19,120,317	1,948,577	-	59,225	57,500	28,865,785	19,177,817
Cost of sale and rendering of services	(22,896,558)	(14,953,656)	(1,037,778)	-	(36,566)	(35,500)	(23,970,902)	(14,989,156)
<b>Gross profit</b>	<b>3,961,425</b>	<b>4,166,661</b>	<b>910,799</b>	<b>-</b>	<b>22,659</b>	<b>22,000</b>	<b>4,894,883</b>	<b>4,188,661</b>
Management service income	97,585	85,836	-	-	3,364	749	100,949	86,585
Dividend income	-	-	-	-	105,879	-	105,879	-
Interest income	126,122	151,023	102,744	-	2,090	545	230,956	151,568
Other income	25,818	69,100	(32,838)	-	73,307	-	66,287	69,100
Gain on disposal of long-term investment	-	-	783,679	-	-	-	783,679	-
Gain on termination of power purchase agreement	-	-	1,069,442	-	-	-	1,069,442	-
Administrative expenses	(482,479)	(570,168)	(497,807)	-	(21,585)	(19,210)	(1,001,871)	(589,378)
Gain (loss) on exchange rate	(9,617)	(36,658)	(233)	-	210,751	(836)	200,901	(37,494)
Finance costs	(277,442)	(472,768)	(834,704)	-	(152,815)	-	(1,264,961)	(472,768)
Share of profit of jointly-controlled and associate entities	349,715	810,148	12,117	-	-	-	361,832	810,148
<b>Profit (loss) before income tax expense</b>	<b>3,791,127</b>	<b>4,203,174</b>	<b>1,513,199</b>	<b>-</b>	<b>243,650</b>	<b>3,248</b>	<b>5,547,976</b>	<b>4,206,422</b>
Income tax expense	(814,448)	(1,120,985)	456,626	-	(7,028)	-	(364,850)	(1,120,985)
<b>Profit (loss) for the period</b>	<b>2,976,679</b>	<b>3,082,189</b>	<b>1,969,825</b>	<b>-</b>	<b>236,622</b>	<b>3,248</b>	<b>5,183,126</b>	<b>3,085,437</b>

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**14 Gain on termination of power purchase agreement**

During the second quarter of 2012, RATCH-Australia Collinsville Pty Ltd (“RACPL”), a subsidiary of the Group, has received offer from Stanwell Corporation Limited, the electrical energy and capacity buyer from Collinsville Power Plant, to terminate the Collinsville Power Station Power Purchase Agreement. RACPL received the compensation fee in total amount of AUD 99.57 million (Baht 3,202.57 million). However, the Group has been considering plans to utilize property, plant and equipment in the future. The Group has provided impairment of assets. The impacts to the consolidated statement of comprehensive income for the six-month period 30 June 2012 as follows:

	<b>Consolidated financial statements 2012</b>	
	<i>(in thousand Baht)</i>	
Other income from termination of power purchase agreement		3,202,573
Expenses related to termination		
Impairment of plant and equipment	(885,690)	
Impairment of power purchase agreement	(530,275)	
Impairment of goodwill	(546,445)	
Allowance for declining in value of inventories	(153,031)	
Other expenses	(17,690)	(2,133,131)
<b>Gain on termination of power purchase agreement</b>		<b><u>1,069,442</u></b>

**15 Income tax expense**

Income tax expense is recognised based on management's best estimate of the weighted average annual income tax rate expected for the full financial year applied to the pre-tax income of the interim period. The Group's consolidated effective tax rate in respect of continuing operations for the six-months ended 30 June 2012 was 6.6 % (30 June 2011: 26.6%). This change in effective tax rate was caused mainly by reduction in the corporate income tax rate for 2012 and subsequent years pursuant to the cabinet announcement on 11 October 2011 and the deferred tax assets from loss carried forward of a foreign subsidiary during the second quarter of 2012.

**16 Basic earnings per share**

The calculation of basic earnings per share for the three-month and six-month periods ended 30 June 2012 and 2011 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:

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	2012	2011	2012	2011
	<i>(in thousand Baht / thousand shares)</i>			
<b>Profit attributable to equity holders of the Company</b>	<b><u>3,296,939</u></b>	<b><u>1,891,720</u></b>	<b><u>1,095,784</u></b>	<b><u>1,474,317</u></b>
<b>Number of ordinary shares outstanding</b>	<b><u>1,450,000</u></b>	<b><u>1,450,000</u></b>	<b><u>1,450,000</u></b>	<b><u>1,450,000</u></b>
<b>Basic earnings per share (Baht)</b>	<b><u>2.27</u></b>	<b><u>1.30</u></b>	<b><u>0.76</u></b>	<b><u>1.02</u></b>

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<i>Six-month periods ended 30 June</i>	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	2012	2011	2012	2011
	<i>(in thousand Baht / thousand shares)</i>			
<b>Profit attributable to equity holders of the Company</b>	<b>4,872,326</b>	<b>3,087,875</b>	<b>1,510,143</b>	<b>2,266,710</b>
<b>Number of ordinary shares outstanding</b>	<b>1,450,000</b>	<b>1,450,000</b>	<b>1,450,000</b>	<b>1,450,000</b>
<b>Basic earnings per share (Baht)</b>	<b>3.36</b>	<b>2.13</b>	<b>1.04</b>	<b>1.56</b>

**17 Dividends**

At the annual general meeting of the shareholders of the Company held on 26 March 2012, the shareholders approved the appropriation of dividend of Baht 2.25 per share, totalling Baht 3,262.50 million, from the profit of 2011 after deducting the interim dividends of Baht 1.10 per share, totalling Baht 1,595 million, paid to shareholders in September 2011 from the profit for the six-month period ended 30 June 2011. The balance of dividend amounted to Baht 1,667.50 million which was paid to shareholders in April 2012.

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 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 profit for the six-month period ended 30 June 2010. The balance of dividend amounted to Baht 1,667.50 million which was paid to shareholders in April 2011.

**18 Commitments with non-related parties**

***Power Purchase Agreement***

On 17 June 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 23 April 2012, Ratchaburi Energy Company Limited, a subsidiary, entered into an Operation and Maintenance Agreement with a service provider having operation service fee of approximately Baht 5.56 million per year. The agreement is effective for a period of one year. On 30 June 2012, the company has commitments for the remaining of such agreement of Baht 2.82 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.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
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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 six-month advance written notice designated the intention to terminate the contract, PTT would sell diesel to the subsidiary at the agreed quantity and price as stated in the contract.

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.

On 29 June 2011, 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 3.6 Megawatts power plant project (STN-A) with the initial price of Baht 29.50 per 1 million B.T.U. for eight years from the date of commencement of commercial operation.

**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 30 June 2012, such subsidiary had outstanding commitments amounting to US Dollars 260.68 million (*As at 31 December 2011: U.S. Dollars 272.74 million*).

In addition, in accordance with the agreement, the subsidiary is required to open a letter of credit amounting to U.S. Dollars 6 million. As at 30 June 2012 the company had an unused letter of credit amounting to U.S. Dollars 6 million (*As at 31 December 2011: U.S. Dollars 6 million*).

***Letter of Guarantee***

As at 30 June 2012, Ratchaburi Electricity Generating Company Limited, a subsidiary, 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 2011: Baht 75.42 million*).

***Capital commitment***

As at 30 June 2012, the Company had outstanding capital commitments amounting to Baht 352.27 million (*As at 31 December 2011: Baht 415.12 million*).

As at 30 June 2012, 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 of Baht 68.66 million and Swiss Franc 0.1 million. (*As at 31 December 2011: Baht 89.29 million and Swiss Franc 0.13 million*).

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*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 of such jointly-controlled entity.

Ratchaburi Gas Company Limited, a subsidiary, has pledged all of share certificates of Tri Energy Company Limited, jointly-controlled entity, as collateral for loans of 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 loans of such jointly controlled entity and the subsidiary of the jointly-controlled entity's loans.

**19 Events after the reporting period**

On 5 July 2012, the Company paid for the additional paid-up capital of First Korat Wind Company Limited, an associate entity, for 199.50 million of ordinary shares at par value of Baht 10 per share. Such associate entity called for the paid-up share capital at 0.77 Baht. The company paid for the share capital amounting to Baht 30.63 million, in proportion to its investment of 20%.

On 5 July 2012, the Company paid for the additional paid-up capital of K.R.Two Company Limited, an associate entity, for 182.70 million of ordinary shares at par value of Baht 10 per share. Such associate entity called for the paid-up share capital at 3.00 Baht. The company paid for the share capital amounting to Baht 109.62 million, in proportion to its investment of 20%.

On 9 July 2012, the Company paid for the additional paid-up capital of Solar Power (Korat 4) Company Limited, an associate entity, for 17.50 million of ordinary shares at par value of Baht 10 per share. Such jointly controlled entity called for the paid-up share capital at 0.989 Baht. The company paid for the share capital amounting to Baht 6.93 million, in proportion to its investment of 40%.

On 16 July 2012, the Company paid for the additional paid-up capital of Solar Power (Korat 7) Company Limited, an associate entity, for 16.25 million of ordinary shares at par value of Baht 10 per share. Such jointly controlled entity called for the paid-up share capital at 2.79 Baht. The company paid for the share capital amounting to Baht 18.17 million, in proportion to its investment of 40%

**20 Reclassification of accounts**

Certain accounts in the balance sheet as at 31 December 2011 which presented in interim audited for the comparison of the year 2012 has been reclassified to conform to the presentation in the 2012 interim financial statements as follows:

	<b>2011</b>					
	<b>Consolidated</b>			<b>Separate</b>		
	Before reclass.	Reclass.	After reclass.	Before reclass.	Reclass.	After reclass.
	<i>(in thousand Baht)</i>					
Goodwill	-	1,913,618	1,913,618	-	-	-
Intangible assets	8,509,099	(1,913,618)	6,595,481	-	-	-
		<u>-</u>			<u>-</u>	