

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

Interim financial statements

For the three-month and six-month periods ended

30 June 2013

and

Independent auditor's report on review of interim financial  
information

## **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 2013; the consolidated and separate statements of comprehensive income for the three-month and six-month periods ended 30 Jun 2013, the consolidated and separate statement of changes in equity and cash flows for the six-month period ended 30 June 2013 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 review.

#### *Scope of Review*

I conducted my review 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 review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

(Vairoj Jindamaneepitak)  
Certified Public Accountant  
Registration No. 3565

KPMG Phoomchai Audit Ltd.  
Bangkok  
8 August 2013

# Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries

## Statement of financial position

Assets	Note	Consolidated financial statements		Separate financial statements	
		30 June	31 December	30 June	31 December
		2013	2012	2013	2012
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
<b>Current assets</b>					
Cash and cash equivalents		8,011,969	8,260,581	1,549,356	1,087,816
Current investments	5	1,906,338	5,671,599	1,441,338	4,534,598
Trade accounts receivable from related parties	4	8,869,781	3,822,871	-	-
Trade accounts receivable from other parties		457,112	390,058	-	-
Other receivables		332,762	175,263	45,630	64,673
Dividend receivable	4	15,000	-	15,000	-
Advances to and other receivables from related parties	4	60,672	65,436	77,258	110,587
Short-term loans to related parties	4	224,244	100,278	2,624,244	2,500,278
Current portion of long-term loans to related party		-	62,500	-	62,500
Other receivable from disposal of investment	13	-	211,164	-	-
Spare parts and supplies		2,029,222	2,174,373	-	-
Other current assets		122,738	100,459	35,166	70,323
<b>Total current assets</b>		<b>22,029,838</b>	<b>21,034,582</b>	<b>5,787,992</b>	<b>8,430,775</b>
<b>Non-current assets</b>					
Long-term receivable from related parties	4	-	-	15,990	1,130
Investments in subsidiaries	4, 6	-	-	27,582,161	24,982,161
Investments in jointly-controlled entities	4, 7	13,960,893	13,909,641	4,644,285	4,587,285
Investments in associate	4, 7	723,505	681,036	699,832	699,832
Investment in other company		62,300	50,656	62,300	50,656
Other long-term investments	5	3,328,438	2,879,221	100,000	150,000
Long-term loans to related parties	4	-	-	1,111,954	1,093,943
Other long-term receivable from disposal of investment	13	-	3,137,921	-	-
Property, plant and equipment	8	43,203,619	46,227,736	878,196	910,858
Land for future development projects		305,390	305,390	305,390	305,390
Goodwill	9	1,086,240	752,913	-	-
Intangible assets	9	5,055,278	5,667,820	668,781	668,901
Deferred tax assets		136,308	129,883	13,610	13,463
Other non-current assets	10	2,043,868	2,033,961	621,177	607,659
<b>Total non-current assets</b>		<b>69,905,839</b>	<b>75,776,178</b>	<b>36,703,676</b>	<b>34,071,278</b>
<b>Total assets</b>		<b>91,935,677</b>	<b>96,810,760</b>	<b>42,491,668</b>	<b>42,502,053</b>

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

# Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries

## Statement of financial position

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2013 (Unaudited)	31 December 2012	30 June 2013 (Unaudited)	31 December 2012
<i>(in thousand Baht)</i>					
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Short-term loans from financial institutions	11	6,390,431	900,000	-	-
Bill of exchange payables		1,450,000	1,800,000	-	-
Trade account payable to related party	4	20,107	112,258	-	-
Trade accounts payable to other parties		6,307,132	6,958,465	-	-
Other payables	4	627,642	849,424	143,297	291,304
Current portion of long-term loans					
from financial institutions		-	285,981	-	-
Current portion of debentures		4,493,210	3,936,859	-	-
Current portion of financial lease liability		2,800	1,009	-	-
Income tax payable		556,643	316,666	-	-
Other current liabilities		276,889	77,386	47,123	43,557
<b>Total current liabilities</b>		<b>20,124,854</b>	<b>15,238,048</b>	<b>190,420</b>	<b>334,861</b>
<b>Non-current liabilities</b>					
Long-term loans from related party	4	1,173,428	1,358,280	-	-
Long-term loans from financial institutions	11	4,030,478	12,546,593	1,200,000	1,200,000
Debentures		7,895,402	10,972,911	-	-
Financial lease liability		3,713	943	-	-
Deferred tax liabilities		2,072,515	2,185,545	-	-
Employee benefit obligations		87,395	84,717	61,543	61,987
Other non-current liabilities		640,423	692,072	-	-
<b>Total non-current liabilities</b>		<b>15,903,354</b>	<b>27,841,061</b>	<b>1,261,543</b>	<b>1,261,987</b>
<b>Total liabilities</b>		<b>36,028,208</b>	<b>43,079,109</b>	<b>1,451,963</b>	<b>1,596,848</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		37,146,152	35,134,073	23,557,927	23,423,427
Other components of equity		518,951	350,139	-	-
<b>Total equity attributable to owners of the Company</b>		<b>55,146,881</b>	<b>52,965,990</b>	<b>41,039,705</b>	<b>40,905,205</b>
Non-controlling interests		760,588	765,661	-	-
<b>Total equity</b>		<b>55,907,469</b>	<b>53,731,651</b>	<b>41,039,705</b>	<b>40,905,205</b>
<b>Total liabilities and equity</b>		<b>91,935,677</b>	<b>96,810,760</b>	<b>42,491,668</b>	<b>42,502,053</b>

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

# Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries

## Statement of comprehensive income (Unaudited)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		Three-month period ended 30 June		Three-month period ended 30 June	
		2013	2012	2013	2012
<i>(in thousand Baht)</i>					
Revenue from sale and rendering of services	4	13,863,819	17,079,221	-	-
Cost of sale and rendering of services	4	(11,266,120)	(14,457,048)	-	-
<b>Gross profit</b>		<b>2,597,699</b>	<b>2,622,173</b>	-	-
Management Service income	4	48,297	47,597	81,796	60,741
Dividend income	4	-	105,879	1,261,386	1,085,368
Interest income	4	131,706	113,562	60,318	82,055
Other income	4	161,263	8,725	1,044	1,633
Gain on disposal of long-term investment		-	783,679	-	-
Gain on termination of power purchase agreement		-	1,069,442	-	-
Gain on sale of other long-term receivable	13	645,830	-	-	-
Administrative expenses	4	(326,911)	(351,902)	(181,509)	(182,600)
Gain (loss) on exchange rate		(383,348)	(245,277)	84,625	60,411
Finance costs	4	(391,226)	(619,193)	(12,162)	(12,027)
Share of profit (loss) of jointly-controlled and associate entities		(175,242)	255,821	-	-
<b>Profit before income tax expense</b>		<b>2,308,068</b>	<b>3,790,506</b>	<b>1,295,498</b>	<b>1,095,581</b>
(Income tax expense) reversal		(664,126)	(134,249)	(37)	203
<b>Profit for the period</b>		<b>1,643,942</b>	<b>3,656,257</b>	<b>1,295,461</b>	<b>1,095,784</b>
<b>Other comprehensive income</b>					
Foreign currency translation differences for foreign operations		(360,388)	(76,129)	-	-
Net change in fair value of available-for-sale investments		(16,998)	(172,497)	-	-
Income tax for other comprehensive income		-	25,767	-	-
<b>Other comprehensive income for the period, net of income tax</b>		<b>(377,386)</b>	<b>(222,859)</b>	-	-
<b>Total comprehensive income for the period</b>		<b>1,266,556</b>	<b>3,433,398</b>	<b>1,295,461</b>	<b>1,095,784</b>
<b>Profit attributable to:</b>					
Owner of the Company		1,552,991	3,296,939	1,295,461	1,095,784
Non-controlling interests		90,951	359,318	-	-
<b>Profit for the period</b>		<b>1,643,942</b>	<b>3,656,257</b>	<b>1,295,461</b>	<b>1,095,784</b>
<b>Total comprehensive income attributable to:</b>					
Owner of the Company		1,212,740	3,086,752	1,295,461	1,095,784
Non-controlling interests		53,816	346,646	-	-
<b>Total comprehensive income for the period</b>		<b>1,266,556</b>	<b>3,433,398</b>	<b>1,295,461</b>	<b>1,095,784</b>
<b>Basic earnings per share (Baht)</b>	15	<b>1.07</b>	<b>2.27</b>	<b>0.89</b>	<b>0.76</b>

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

# Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries

## Statement of comprehensive income (Unaudited)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		Six-month period ended 30 June		Six-month period ended 30 June	
		2013	2012	2013	2012
<i>(in thousand Baht)</i>					
Revenue from sale and rendering of services	4	25,822,497	28,865,785	-	-
Cost of sale and rendering of services	4	(21,423,228)	(24,260,957)	-	-
<b>Gross profit</b>		<b>4,399,269</b>	<b>4,604,828</b>	-	-
Management Service income	4	107,387	100,949	159,894	129,064
Dividend income	4, 6, 7	130,154	105,879	1,884,378	1,582,048
Interest income	4	289,591	230,956	143,850	154,307
Other income	4	267,409	66,287	2,889	2,138
Gain on disposal of long-term investment		-	783,679	-	-
Gain on termination of power purchase agreement		-	1,069,442	-	-
Gain on sale of other long-term receivable	13	645,830	-	-	-
Administrative expenses	4	(672,378)	(711,816)	(361,230)	(360,197)
Gain (loss) on exchange rate		64,253	200,901	25,261	25,959
Finance costs	4	(887,249)	(1,264,961)	(24,190)	(24,190)
Share of profit of jointly-controlled and associate entities	7	354,216	361,832	-	-
<b>Profit before income tax expense</b>		<b>4,698,482</b>	<b>5,547,976</b>	<b>1,830,852</b>	<b>1,509,129</b>
(Income tax expense) reversal	14	(930,120)	(364,850)	148	1,014
<b>Profit for the period</b>		<b>3,768,362</b>	<b>5,183,126</b>	<b>1,831,000</b>	<b>1,510,143</b>
<b>Other comprehensive income</b>					
Foreign currency translation differences for					
foreign operations		(473,468)	27,424	-	-
Net change in fair value of available-for-sale investments		483,790	132,696	-	-
Reversal of (income tax for other comprehensive income)		93,635	(28,124)	-	-
<b>Other comprehensive income for the period,</b>					
<b>net of income tax</b>		<b>103,957</b>	<b>131,996</b>	-	-
<b>Total comprehensive income for the period</b>		<b>3,872,319</b>	<b>5,315,122</b>	<b>1,831,000</b>	<b>1,510,143</b>
<b>Profit attributable to:</b>					
Owner of the Company		3,708,579	4,872,326	1,831,000	1,510,143
Non-controlling interests		59,783	310,800	-	-
<b>Profit for the period</b>		<b>3,768,362</b>	<b>5,183,126</b>	<b>1,831,000</b>	<b>1,510,143</b>
<b>Total comprehensive income attributable to:</b>					
Owner of the Company		3,877,391	5,017,640	1,831,000	1,510,143
Non-controlling interests		(5,072)	297,482	-	-
<b>Total comprehensive income for the period</b>		<b>3,872,319</b>	<b>5,315,122</b>	<b>1,831,000</b>	<b>1,510,143</b>
<b>Basic earnings per share (Baht)</b>	15	<b>2.56</b>	<b>3.36</b>	<b>1.26</b>	<b>1.04</b>

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

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

**Statement of changes in equity (Unaudited)**

	Note	Consolidated financial statements										
		Retained earnings				Other components of equity						
		Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Currency translation differences	Fair value changes in available-for-sale investments	Income tax for 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>Six-month period ended 30 June 2012</b>												
Balance at 1 January 2012		14,500,000	1,531,778	1,450,000	30,670,304	(144,049)	(87,329)	6,127	(225,251)	47,926,831	557,648	48,484,479
<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	16	-	-	-	(1,667,500)	-	-	-	-	(1,667,500)	-	(1,667,500)
<i>Total contributions by and distributions to owners of the Company</i>		-	-	-	(1,667,500)	-	-	-	-	(1,667,500)	32,910	(1,634,590)
<b>Total transactions with owners, recorded directly in equity</b>		-	-	-	(1,667,500)	-	-	-	-	(1,667,500)	32,910	(1,634,590)
<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>		-	-	-	4,872,326	40,741	132,696	(28,123)	145,314	5,017,640	297,482	5,315,122
<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>

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

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

**Statements of changes in equity (Unaudited)**

	Consolidated financial statements											
	Note	Retained earnings				Other components of equity				Equity attributable to owners of the Company	Non-controlling interests	Total equity
		Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Currency translation differences	Fair value changes in available-for-sale investments	Income tax for other comprehensive income	Total other components of equity			
<b>Six-month period ended 30 June 2013</b>												
Balance at 1 January 2013		14,500,000	1,531,778	1,450,000	35,134,073	(167,564)	611,338	(93,635)	350,139	52,965,990	765,661	53,731,651
<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	16	-	-	-	(1,696,500)	-	-	-	-	(1,696,500)	-	(1,696,500)
<b>Total contributions by and distributions to owners of the Company</b>		-	-	-	(1,696,500)	-	-	-	-	(1,696,500)	-	(1,696,500)
<b>Total transactions with owners, recorded directly in equity</b>		-	-	-	(1,696,500)	-	-	-	-	(1,696,500)	-	(1,696,500)
<b>Comprehensive income for the period</b>												
Profit		-	-	-	3,708,579	-	-	-	-	3,708,579	59,783	3,768,362
Other comprehensive income		-	-	-	-	(408,613)	483,790	93,635	168,812	168,812	(64,856)	103,956
<b>Total comprehensive income for the period</b>		-	-	-	3,708,579	(408,613)	483,790	93,635	168,812	3,877,391	(5,073)	3,872,318
Balance at 30 June 2013		14,500,000	1,531,778	1,450,000	37,146,152	(576,177)	1,095,128	-	518,951	55,146,881	760,588	55,907,469

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

## Ratchaburi Electricity Generating Holding Public Company Limited its subsidiaries

### Statement of changes in equity (Unaudited)

	Note	Issued and paid-up share capital	Share premium	Separate financial statements		Total equity
				Legal reserve	Retained earnings Unappropriated	
<i>(in thousand Baht)</i>						
<b>Six-month period ended 30 June 2012</b>						
<b>Balance at 1 January 2012</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	16	-	-	-	(1,667,500)	(1,667,500)
<i>Total contributions by and distributions to owners of the Company</i>		-	-	-	(1,667,500)	(1,667,500)
<b>Total transactions with owners, recorded directly in equity</b>		-	-	-	(1,667,500)	(1,667,500)
<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>		-	-	-	1,510,143	1,510,143
<b>Balance at 30 June 2012</b>		<b>14,500,000</b>	<b>1,531,778</b>	<b>1,450,000</b>	<b>21,762,797</b>	<b>39,244,575</b>

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

## Ratchaburi Electricity Generating Holding Public Company Limited its subsidiaries

### Statement of changes in equity (Unaudited)

	Note	Issued and paid-up share capital	Share premium	Separate financial statements		Total equity
				Legal reserve	Retained earnings Unappropriated	
<i>(in thousand Baht)</i>						
<b>Six-month period ended 30 June 2013</b>						
<b>Balance at 1 January 2013</b>		<b>14,500,000</b>	<b>1,531,778</b>	<b>1,450,000</b>	<b>23,423,427</b>	<b>40,905,205</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	16	-	-	-	(1,696,500)	<b>(1,696,500)</b>
<i>Total contributions by and distributions to owners of the Company</i>		-	-	-	<b>(1,696,500)</b>	<b>(1,696,500)</b>
<b>Total transactions with owners, recorded directly in equity</b>		-	-	-	<b>(1,696,500)</b>	<b>(1,696,500)</b>
<b>Comprehensive income for the period</b>						
Profit		-	-	-	1,831,000	<b>1,831,000</b>
Other comprehensive income		-	-	-	-	-
<b>Total comprehensive income for the period</b>		-	-	-	<b>1,831,000</b>	<b>1,831,000</b>
<b>Balance at 30 June 2013</b>		<b>14,500,000</b>	<b>1,531,778</b>	<b>1,450,000</b>	<b>23,557,927</b>	<b>41,039,705</b>

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

## Ratchaburi Electricity Generating Holding Public Company Limited its subsidiaries

### Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
<b>Cash flows from operating activities</b>				
Profit for the period	3,768,362	5,183,126	1,831,000	1,510,143
<i>Adjustments for</i>				
Depreciation	1,718,776	1,740,621	41,335	14,356
Amortisation	157,180	293,520	734	1,034
Interest income	(289,591)	(230,956)	(143,850)	(154,307)
Finance costs	887,249	1,264,961	24,190	24,190
Provision for obsolescence of spare parts and supplies	29,286	40,531	-	-
Unrealised gain on exchange	(159,907)	(144,543)	(21,754)	(25,376)
Dividend income	(130,154)	(105,879)	(1,884,378)	(1,582,048)
Gain on disposal of long-term investment	-	(783,679)	-	-
Gain on sale of other long-term receivable	(645,830)	-	-	-
Loss on disposal of plant and equipment	687	201	170	201
Gain on termination of power purchase agreement	-	(1,069,442)	-	-
Employee benefit obligations	10,990	8,162	6,672	6,886
Shares of profit of jointly-controlled and associate entities	(354,216)	(361,832)	-	-
Income tax expense (reversal)	930,120	364,850	(148)	(1,014)
Gain on changes in securities held for trading investment	(292)	(604)	(292)	(604)
	<u>5,922,660</u>	<u>6,199,037</u>	<u>(146,321)</u>	<u>(206,539)</u>
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivable	(5,046,910)	(9,744,811)	-	-
Trade accounts receivable from other parties	(107,152)	49,637	-	-
Advances to and other receivables from related parties	(5,679)	(22,458)	10,037	36,807
Other receivables	(39,750)	(127,546)	1,444	10,991
Spare parts and supplies	61,848	(74,533)	-	-
Other current assets and non-current assets	(143,184)	(184,145)	22,607	(87,223)
Trade account payable from related party	(92,151)	411,713	-	-
Trade account payable from other parties	(636,309)	3,736,925	-	-
Other payables	(47,793)	(42,377)	(75,722)	(94,721)
Other current liabilities	<u>178,937</u>	<u>190,405</u>	<u>(5,611)</u>	<u>32,563</u>
Cash from (used in) operating activities	<u>44,517</u>	<u>391,847</u>	<u>(193,566)</u>	<u>(308,122)</u>
Income tax paid	(582,555)	(673,508)	(5,575)	-
<b>Net cash used in operating activities</b>	<b><u>(538,038)</u></b>	<b><u>(281,661)</u></b>	<b><u>(199,141)</u></b>	<b><u>(308,122)</u></b>

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

## Ratchaburi Electricity Generating Holding Public Company Limited its subsidiaries

### Statement of cash flows (Unaudited)

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
<b><i>Cash flows from investing activities</i></b>				
Interest received	163,882	192,461	170,389	141,708
Dividends received	357,551	293,261	1,869,378	1,457,200
Purchases of property, plant and equipment	(174,325)	(303,523)	(74,684)	(127,568)
Sale of plant and equipment	25	30	25	6,705
Proceed from termination of power purchase agreement	-	3,167,366	-	-
Purchases of intangible assets	(3,726)	(196)	(614)	-
Net cash inflow in current investments	3,815,553	1,011,679	3,143,553	1,830,537
Net cash inflow in long term investments	-	90,000	-	90,000
Proceed from disposal of long-term investment	-	643,251	-	-
Proceeds from sale of other long-term receivable	3,518,059	-	-	-
Proceed from other receivable from disposal of investment	350,277	-	-	-
Net cash outflow in long-term investments	-	(80,477)	-	(50,000)
Decrease in short-term loans to related parties	-	-	2,400,000	600,000
Increase in short-term loans to related parties	(120,732)	-	(2,520,732)	(1,800,000)
Decrease in long-term loans to related parties	62,500	-	62,500	83,800
Increase in long-term loans to related parties	-	-	-	(1,618,677)
Cash outflow on acquisition of investments in subsidiaries	-	-	(2,600,000)	(2,500)
Repayment of long-term loans to related parties	-	(2,781,918)	-	-
Cash outflow on acquisition of investments				
in jointly-controlled entities	(75,100)	(93,125)	(57,000)	(93,125)
Cash inflow from reduction of investments				
in jointly-controlled entities	20,800	-	-	-
Cash outflow on acquisition of investments in associates	-	(147,705)	-	(147,705)
Cash outflow on acquisition of investments in other company	(11,644)	-	(11,644)	-
<b>Net cash provided by investing activities</b>	<b>7,903,120</b>	<b>1,991,104</b>	<b>2,381,171</b>	<b>370,375</b>

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

## Ratchaburi Electricity Generating Holding Public Company Limited its subsidiaries

### Statement of cash flows (Unaudited)

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	Six-month period ended 30 June		Six-month period ended 30 June	
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
<b><i>Cash flows from financing activities</i></b>				
Finance costs paid	(1,142,874)	(1,290,900)	(24,323)	(24,724)
Proceeds from issue of ordinary shares	-	32,909	-	-
Dividend paid to equity holders of the Company	(1,696,167)	(1,664,582)	(1,696,167)	(1,664,582)
Proceeds from bills of exchange payables	1,450,000	-	-	-
Proceeds from short-term loans from financial institutions	8,670,719	5,370,000	-	-
Proceeds from long-term loans from financial institutions	2,945,950	-	-	-
Repayment of bills of exchange payables	(1,800,000)	-	-	-
Repayment of short-term loans from financial institutions	(3,434,228)	(5,000,000)	-	-
Repayment of finance lease liability	(403)	(704)	-	-
Repayment of long-term loans from related party	(58,170)	(64,851)	-	-
Repayment of long-term loans from financial institutions	(10,620,150)	(160,813)	-	-
Redemption of debentures	(1,926,300)	(1,853,500)	-	-
<b>Net cash used in financing activities</b>	<b>(7,611,623)</b>	<b>(4,632,441)</b>	<b>(1,720,490)</b>	<b>(1,689,306)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(246,541)</b>	<b>(2,922,998)</b>	<b>461,540</b>	<b>(1,627,053)</b>
Cash and cash equivalents at 1 January	8,260,581	10,698,629	1,087,816	3,819,726
Effect of exchange rate changes on balances held in foreign currencies	(2,071)	(8,842)	-	-
<b>Cash and cash equivalents at 30 June</b>	<b>8,011,969</b>	<b>7,766,789</b>	<b>1,549,356</b>	<b>2,192,673</b>

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

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2013 (Unaudited)**

<b>Note</b>	<b>Contents</b>
1	General information
2	Basis of preparation of the interim financial statements
3	Changes in accounting policies
4	Related parties
5	Other investments
6	Investments in subsidiaries
7	Investments in jointly-controlled entities and associates
8	Property, plant and equipment
9	Goodwill and Intangible assets
10	Other non-current assets
11	Interest-bearing liabilities
12	Segment information
13	Gain on sale of other long-term receivable
14	Income tax expense
15	Basic earnings per share
16	Dividend
17	Commitments with non-related parties
18	Thai Financial Reporting Standards (TFRS) not yet adopted
19	Reclassification of accounts

**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 2013 (Unaudited)**

These notes form an integral part of the interim financial statements.

The interim financial statements were approved and authorised for issue by the Management authorised by the Board of Directors on 8 August 2013.

**1 General information**

Ratchaburi Electricity Generating Holding Public Company Limited, the “Company”, is incorporated in Thailand and has its registered office at 8/8 Moo 2, Ngamwongwan Road, Bangkhen, Muang, Nonthaburi, 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, jointly-controlled entities and associate entities as at 30 June 2013 and 31 December 2012 were as follows:

Name of the entities	Type of business	Country of incorporation	Ownership interest (%)	
			30 June 2013	31 December 2012
<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 (In process of liquidation)	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	99.99
<i>Indirect subsidiaries</i>				
Ratchaburi Alliances Company Limited	Investing in the power energy business	Thailand	99.99	99.99

**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 2013 (Unaudited)**

Name of the entities	Type of business	Country of incorporation	Ownership interest (%)	
			30 June 2013	31 December 2012
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 its subsidiaries	Developing and operating power plant and investing in the power energy business	Australia	80	80
Ban Bueng Power Company Limited	Generating and selling electricity	Thailand	99.99	-
Eastern IPP Company Limited	Generating and selling electricity	Thailand	99.99	-
Eastern Power Generation Company Limited	Generating and selling electricity	Thailand	99.99	-
<b><i>Jointly-controlled entities</i></b>				
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
Phu Fai 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

**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 2013 (Unaudited)**

Name of the entities	Type of business	Country of incorporation	Ownership interest (%)	
			30 June 2013	31 December 2012
Nam Ngum 3 Power Company Limited	Generating and selling electricity	Lao PDR	25	25
Nava Nakorn Electricity Generating Company Limited	Generating and selling electricity and steam	Thailand	40	40
Ratchaburi World Cogeneration Company Limited	Generating and selling electricity and steam	Thailand	40	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
Songkhla Biomass Company Limited	Generating and selling electricity	Thailand	40	40
K K Power Company Limited	Generating and selling electricity	Cambodia	50	50
Songkhla Biofuel Company Limited	Providing material of biofuel	Thailand	40	40
Sukhothai Energy Company Limited	Developing and operating in the power energy business	Thailand	25	51
Xe-Pian Xe-Namnoy Power Company Limited	Generating and selling electricity	Lao PDR	25	25
Ayudhya Power Company Limited	Generating and selling electricity	Thailand	45	-
<b><i>Associate entities</i></b>				
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 2013 (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 2012. 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 2012.

The FAP has issued the following new and revised TFRS and Announcements relevant to the Group's/Company's operations and effective for accounting periods beginning on or after 1 January 2013:

<b>TFRS</b>	<b>Topic</b>
TAS 20	Accounting for Government Grants and Disclosures of Government Assistance
TAS 21 (revised 2009)	The Effects of Changes in Foreign Exchange Rates
TFRS 8	Operating Segments

The adoption of these new and revised TFRS and FAP Announcements has resulted in changes in the Group's/Company's accounting policies. The effects of these changes are disclosed in note 3.

In addition to the above new and revised TFRS and Announcements, as at 30 June 2013 the FAP had issued a number of new interpretations which are effective for financial statements beginning on or after 1 January 2014 and have not been adopted in the preparation of these interim financial statements. Those new interpretations that are relevant to the Group's/Company's operations are disclosed in note 18.

Except for the changes in accounting policies discussed in note 3, the accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2012.

**(b) Functional and presentation currency**

The interim financial statements are presented in Thai Baht, which is the Group's/Company's functional currency. All financial information presented in Thai Baht has been rounded in the notes to the financial statements to the nearest thousand.

**(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.

**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 2013 (Unaudited)**

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 2012. Changes principally derive from the adoption of new and revised TFRS from 1 January 2013.

**3 Changes in accounting policies**

**(a) Overview**

From 1 January 2013, consequent to the adoption of new and revised TFRS and FAP Announcements as set out in note 2, the Group/Company has changed its accounting policies in the following areas:

- Accounting for government grants and disclosures of government assistance
- Accounting for the effects of changes in foreign exchange rates
- Presentation of information on operating segments

Details of the new accounting policies adopted by the Group/Company are included in notes 3(b) to 3(d) below. Other new and revised TFRS did not have any impact on the accounting policies, financial position or performance of the Group/Company.

**(b) Accounting for government grants and disclosures of government assistance**

TAS 20 requires government grants related to assets in the statement of financial position either by deducting the grant in arriving at the carrying amount of the asset or setting up the grant as deferred income.

The Group/Company choose setting up the grant as deferred income from the effective date of the standard.

**(c) Accounting for the effects of changes in foreign exchange rates**

From 1 January 2013, the Group/Company has adopted TAS 21 Accounting for the effects of changes in foreign exchange rates.

The principal change introduced by TAS 21 is the introduction of the concept of functional currency, which is defined as the currency of the primary economic environment in which the entity operates. TAS 21 requires the entity to determine its functional currency and translate foreign currency items into its functional currency, reporting the effects of such translation in accordance with the provisions of TAS 21. Foreign currencies are defined by TAS 21 as all currencies other than the entity's functional currency.

Management has determined that the functional currency of the Company is Thai Baht and that the adoption of TAS 21 from 1 January 2013 has not had a significant impact on the Group's/Company's reported assets, liabilities or retained earnings.

**(d) Presentation of information on operating segments**

TFRS 8 introduces the "management approach" to segment reporting. It requires a change in the presentation and disclosure of segment information based on the internal reports regularly reviewed by the Group's/Company's Chief Operating Decision Maker in order to assess each segment's performance and to allocate resources to those segments. Previously the Group/Company presented segment information in respect of its business in accordance with TAS 14 Segment Reporting.

**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 2013 (Unaudited)**

The change in basis of presentation and disclosure of segment information in accordance with TFRS 8 has resulted in the Group/Company presenting segment information (Note 12) in respect of the following segments:

Segment 1	Generating Electricity
Segment 2	Operation and Maintenance
Segment 3	Others

#### **4 Related parties**

For the purposes of these financial statements, parties are considered to be related to the Group Company if the Group Company 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 Company and the party are subject to common control or common significant influence. Related parties may be individuals or other entities.

Relationship with key management and other related parties were as follows:

<b>Name of entities</b>	<b>Country of incorporation/ nationality</b>	<b>Nature of relationships</b>
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 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 an indirect subsidiary
RATCH-Australia Corporation Company Limited	Australia	Indirect subsidiary, 80% shareholding by an indirect subsidiary

**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 2013 (Unaudited)**

<b>Name of entities</b>	<b>Country of incorporation/ nationality</b>	<b>Nature of relationships</b>
Sustainable Energy Corporation Company Limited	Thailand	Indirect subsidiary, 55.18 % shareholding by a subsidiary
Ban Bueng Power Company Limited	Thailand	Indirect subsidiary, 99.99 % shareholding by a subsidiary
Eastern IPP Company Limited	Thailand	Indirect subsidiary, 99.99 % shareholding by a subsidiary
Eastern Power Generation Company Limited	Thailand	Indirect subsidiary, 99.99 % 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 indirect subsidiary, 25% shareholding by an indirect subsidiary
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
Phu Fai 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 2013 (Unaudited)**

<b>Name of entities</b>	<b>Country of incorporation/ nationality</b>	<b>Nature of relationships</b>
Solartha Company Limited	Thailand	Jointly-controlled entity of the Company, 49% shareholding
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
Songkhla Biomass Company Limited	Thailand	Jointly controlled entity of the Company, 40% shareholding
Songkhla Biofuel Company Limited	Thailand	Jointly controlled entity of the Company, 40% shareholding
Sukhothai Energy Company Limited	Thailand	Jointly controlled entity of the subsidiary, 25% shareholding by a subsidiary
Ayudhya Power Company Limited	Thailand	Jointly controlled entity of the subsidiary, 45% shareholding by a subsidiary
Xe-Pian Xe-Namnoy Power Company Limited	Lao PDR	Jointly-controlled entity of the Company, 25% shareholding
K K 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
Transfield Services Limited	Australia	Related parties of indirect subsidiary, 20 % shareholding of 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 2013 (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 2013 and 2012 with related parties were as follows:

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
<i>Three-month periods ended 30 June</i>	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
<b>Major Shareholder</b>				
Sale of electricity	13,213,208	16,100,077	-	-
Purchase of fuel	800,836	2,594,445	-	-
Purchase of electricity	38,797	34,946	-	-
Operation and maintenance services fee	322,233	300,683	-	-
Management service income	238	487	-	-
Fuel management service fee	1,000	-	-	-
<b>Subsidiaries</b>				
Management service income	-	-	27,667	15,440
Dividend income	-	-	1,246,386	1,085,368
Interest income	-	-	35,843	37,251
<b>Jointly-controlled entities</b>				
Operation and maintenance services income	55,270	29,612	-	-
Management services income	45,488	47,067	53,557	45,258
Dividend income	-	-	15,000	-
Interest income	4,194	1,299	4,193	1,299
Rental income	2,931	2,931	-	-
Other income	9,025	7,637	-	-
<b>Associate entities</b>				
Management service income	450	43	450	43
<b>Other related party</b>				
Interest expense	27,382	98,335	-	-

**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 2013 (Unaudited)**

<i>Three-month periods ended 30 June</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
<b>Key management personnel</b>				
Short-term employee benefits	42,183	57,359	28,597	27,475
Post-employment benefits	1,829	1,423	1,243	1,305
Long-term employee benefits	1,378	2,901	739	704
<i>Six-month periods ended 30 June</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
<b>Major Shareholder</b>				
Sale of electricity	24,498,746	26,819,347	-	-
Purchase of fuel	956,860	2,901,914	-	-
Purchase of electricity	92,507	78,455	-	-
Operation and maintenance services fee	643,837	599,013	-	-
Management service income	565	1,017	-	-
Fuel management service fee	1,000	-	-	-
<b>Subsidiaries</b>				
Management service income	-	-	55,071	31,479
Dividend income	-	-	1,864,378	1,566,048
Interest income	-	-	74,039	62,864
<b>Jointly-controlled entities</b>				
Operation and maintenance services income	101,221	59,223	-	-
Management service income	103,675	98,984	103,675	96,593
Dividend income	-	-	20,000	16,000
Interest income	6,832	2,610	6,832	2,610
Rental income	5,863	5,863	-	-
Other income	15,889	15,827	-	-
<b>Associate entities</b>				
Management service income	900	43	900	43
<b>Other related party</b>				
Interest expense	56,751	203,607	-	-
<b>Key management personnel</b>				
Short-term employee benefits	84,160	114,216	56,295	54,212
Post-employment benefits	3,795	4,827	2,485	2,556
Long-term employee benefit	2,485	2,973	1,478	1,407



**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 2013 (Unaudited)**

<i>Advances to and other receivables from related parties</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
	<i>(in thousand Baht)</i>			
<b>Major Shareholder</b>				
Electricity Generating Authority of Thailand	12,746	13,173	-	-
<b>Subsidiaries</b>				
Ratchaburi Electricity Generating Company Limited	-	-	32,454	41,379
Ratchaburi Energy Company Limited	-	-	1,370	927
Ratchaburi Gas Company Limited	-	-	64	-
Ratchaburi Alliances Company Limited	-	-	64	-
RH International Corporation Limited	-	-	4,066	642
RH International (Singapore) Corporation PTE. LTD.	-	-	-	12,455
Sustainable Energy Corporation Company Limited	-	-	1,221	815
RATCH-Australia Corporation Limited	-	-	440	5,067
<b>Jointly-controlled entities</b>				
Tri Energy Company Limited	2,564	2,607	2,564	2,564
Ratchaburi Power Company Limited	9,729	2,576	-	-
Chubu Ratchaburi Electric Services Company Limited	885	859	885	859
SouthEast Asia Energy Limited	206	23,655	206	23,655
Hongsa Power Company Limited	4,130	4,000	4,130	4,000
Ratchaburi World Cogeneration Company Limited	2,000	2,221	2,000	2,221
Nava Nakorn Electricity Generating Company Limited	950	739	950	739
Nam Ngum 2 Power Company Limited	618	341	-	-
Songkhla Biomass Company Limited	-	12	-	12
Solarta Company Limited	3,948	2	3,948	2
Xe-Pian Xe-Namnoy Power Company Limited	22,736	13,171	22,736	13,170
<b>Associate entities</b>				
First Korat Wind Company Limited	80	1,066	80	1,066
K.R. TWO Company Limited	80	1,014	80	1,014
<b>Total</b>	<b>60,672</b>	<b>65,436</b>	<b>77,258</b>	<b>110,587</b>

**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 2013 (Unaudited)**

<i>Long-term trade account receivable from related party</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>			
	30 June 2013	31 December 2012	30 June 2013	31 December 2012		
	<i>(in thousand Baht)</i>					
<b>Subsidiary</b>						
RATCH-Lao Services Company Limited	-	-	<b>15,990</b>	<b>1,130</b>		
<b>Loans to related parties</b>						
	<b>Interest rate</b>		<b>Consolidated financial statement</b>		<b>Separate financial statements</b>	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
<b>Short-term loans</b>						
<b>Subsidiaries</b>						
Ratchaburi Electricity Generating Company Limited	4.50	5.50	-	-	2,400,000	2,400,000
<b>Jointly-controlled entity</b>						
Xe-Pain Xe-Namnoy Power Company Limited	7.00	7.00	224,244	100,278	224,244	100,278
<i>Less allowance for doubtful accounts</i>			-	-	-	-
<b>Short-term loans to related parties – net</b>			<b>224,244</b>	<b>100,278</b>	<b>2,624,244</b>	<b>2,500,278</b>
<b>Long-term loans</b>						
<b>Subsidiaries</b>						
RATCH-Lao Services Company Limited	2.50 and 3.65	2.50 and 3.65	-	-	1,111,954	1,093,943
<b>Jointly-controlled entities</b>						
South East Asia Energy Limited	-	8.25	-	62,500	-	62,500
<i>Less current portion within one year allowance for doubtful accounts</i>			-	(62,500)	-	(62,500)
<b>Long-term loans to related parties - net</b>			<b>-</b>	<b>-</b>	<b>1,111,954</b>	<b>1,093,943</b>

**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 2013 (Unaudited)**

Movements during the six-month periods ended 30 June 2013 and 2012 of loans to related parties were as follows:

<i>Loans to related parties</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
<b>Short-term loans to related parties</b>				
At 1 January	100,278	-	2,500,278	-
Increase	120,733	-	2,520,733	1,800,000
Decrease	-	-	(2,400,000)	(600,000)
Exchange rate adjustment	3,233	-	3,233	-
<b>At 30 June</b>	<b>224,244</b>	<b>-</b>	<b>2,624,244</b>	<b>1,200,000</b>
<b>Long-term loans to related parties</b>				
At 1 January	62,500	1,674,134	1,156,443	3,516,146
Increase	-	-	-	1,618,677
Decrease	(62,500)	(1,611,634)	(62,500)	(83,800)
Exchange rate adjustment	-	-	18,011	25,435
<b>At 30 June</b>	<b>-</b>	<b>62,500</b>	<b>1,111,954</b>	<b>5,076,458</b>
<b>Investments in subsidiaries</b>				
	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30	30	30	31
	June	June	June	December
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
Subsidiaries	-	-	27,582,161	24,982,161
<b>Investments in jointly-controlled entities and associates</b>				
	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30	31	30	31
	June	December	June	December
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
Jointly-controlled entities	13,960,893	13,909,641	4,644,285	4,587,285
Associates	723,505	681,036	699,832	699,832
	<b>14,684,398</b>	<b>14,590,677</b>	<b>5,344,117</b>	<b>5,287,117</b>
<b>Trade payable to related party</b>				
	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30	31	30	31
	June	December	June	December
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
<b>Major Shareholder</b> Electricity Generating Authority of Thailand	<b>20,107</b>	<b>112,258</b>	<b>-</b>	<b>-</b>

**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 2013 (Unaudited)**

<i>Other payables to 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		
	2013	2012	2013	2012		
	<i>(in thousand Baht)</i>					
<b>Major Shareholder</b>						
Electricity Generating Authority of Thailand	<b>20,999</b>	<b>39,065</b>	<b>-</b>	<b>983</b>		
<b>Unearned revenue and accrued expenses-related parties</b>						
	<b>Consolidated</b>		<b>Separate</b>			
	<b>financial statements</b>		<b>financial statements</b>			
	30	31	30	31		
	June	December	June	December		
	2013	2012	2013	2012		
	<i>(in thousand Baht)</i>					
<b>Major Shareholder</b>						
Electricity Generating Authority of Thailand	17,970	29,048	-	-		
<b>Subsidiary</b>						
RH International (Singapore) Corporation PTE. LTD.	-	-	1,267	2,788		
<b>Jointly-controlled entities</b>						
Ratchaburi Power Company Limited	13,723	14,128	12,257	12,663		
Nam Ngum 2 Power Company Limited	-	365	-	-		
<b>Related party</b>						
Transfield Services Limited	-	79,641	-	-		
<b>Total</b>	<b>31,693</b>	<b>123,182</b>	<b>13,524</b>	<b>15,451</b>		
<b>Long-term loans from related party</b>						
	<b>Interest rate</b>		<b>Consolidated</b>		<b>Separate</b>	
			<b>financial statements</b>		<b>financial statements</b>	
	30	31	30	31	30	31
	June	December	June	December	June	December
	2013	2012	2013	2012	2013	2012
	<i>(% per annum)</i>					
	<i>(in thousand Baht)</i>					
Transfield Services Limited	9.00	14.50	1,173,428	1,358,280	-	-
Less Current portion of long-term loans			-	-	-	-
<b>Long-term loans from related party</b>			<b>1,173,428</b>	<b>1,358,280</b>	<b>-</b>	<b>-</b>

**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 2013 (Unaudited)**

Movements during the six-month periods ended 30 June 2013 and 2012 of long-term loans from related parties were as follows:

<i>Long-term loans from related parties</i>	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
At 1 January	1,358,280	4,200,947	-	-
Increase	-	15,319	-	-
Decrease	(58,170)	(2,846,769)	-	-
Exchange rate adjustment	(126,682)	4,505	-	-
<b>At 30 June</b>	<b>1,173,428</b>	<b>1,374,002</b>	<b>-</b>	<b>-</b>

**Significant agreements with related parties**

*Short-term loans to related parties*

As at 30 June 2013, the Company had outstanding balance of loan to Ratchaburi Electricity Generating Company Limited, a subsidiary, amounting to Baht 2,400 million which bear interest at the rate of 4.50% per annum and will be due on July and August 2013.

As at 30 June 2013, the Company granted loan to Xe-Pian Xe-Namnoy Power Company Limited, a jointly-controlled entity, amounting to USD 7.26 million, in the proportion of investment of 25%, or equivalent to Baht 224.24 million which bear interest at the rate of 7.00% per annum. The loan agreement determines the repayment term of principal and interest upon the loan approval date from the financial institutions of the jointly-controlled entity.

*Long-term loans to related parties*

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 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, 31 August 2011 and 17 September 2012, the Company has amended the loan agreement with such jointly-controlled entity by extension of the period of repayment and its interest which will be due on 4 September 2013. However during the 1<sup>st</sup> quarter 2013, such jointly-controlled entity made repayment to the Company in full amount.

During 2011, The Company granted loans to Ratch-Lao services Company Limited, a subsidiary, amounting to USD 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 USD 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 2013, the Company had the total outstanding balance of such loans amounting to USD 36 million or equivalent to Baht 1,111.95 million. The Company has no intention to recall such loans from the subsidiary within one year. Therefore, the Company classified such loans and its accrued interest receivable as long-term loans and long-term receivable to related party, respectively.

**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 2013 (Unaudited)**

During 2013, RH International (Singapore) Corporation Pte. Ltd., an indirect subsidiary, granted loans to RATCH-Australia Corporation Limited, a subsidiary of such indirect subsidiary, amounting to AUD 250 million or equivalent to Baht 7,365 million which bear interest at the rate of Bank Bill Swap Bid Rate (BBSY), announced by Reuters, plus fixed margin per annum. Principal and interest will be due as stipulated in the agreement.

***Long-term loans from related parties***

RATCH-Australia Corporation Limited, an indirect subsidiary, had a long-term loan agreement for a 30 year term with another related party in Australia amounting to AUD 125.93 million. During 2012, RH International (Singapore) Corporation Pte. Ltd., a major shareholder of such indirect subsidiary, made a partial repayment of such loan for transferring such loan from another related party of such indirect subsidiary amounting to AUD 86.20 million. Since 1 January 2013, such indirect subsidiary had converted the interest rate to the floating rate of Bank Bill Swap Bid Rate (BBSY), announced by Reuters, plus fixed margin per annum. As at 30 June 2013, such indirect subsidiary had outstanding balance of long-term loan from another related party amounting to AUD 39.74 million or equivalent to Baht 1,144.63 million.

During 2013, such indirect subsidiary made a repayment of such loan from another related party amounting to AUD 2 million. As at 30 June 2013, such indirect subsidiary had also a long-term loan from another related party amounting to AUD 1 million or equivalent to Baht 28.80 million with bear interest at the floating rate of Bank Bill Swap Bid Rate (BBSY), announced by Reuters, plus fixed margin per annum. The lender has no intention to recall such loans from such subsidiary within one year. Therefore, the Company classified such loan as long-term loan.

***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.

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.

**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 2013 (Unaudited)**

***Fuel Management Service Agreements***

On 1 July 2012, Ratchaburi Electricity Generating Company Limited, a subsidiary entered into the Fuel Management Service Agreements with EGAT whereby EGAT will coordinate the supply and delivery of fuel (Heavy Oil), according to subsidiary and in line with EGAT's power dispatching plan. The total contract price is amount to Baht 2 million. The contract is effective from 1 July 2012 until 30 June 2013, and the contract will be extended every year.

***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 USD 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 USD 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 2013, 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 2013, the Company has not provided any loans or guarantees according to the agreement.

***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.

**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 2013 (Unaudited)**

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

On 3 September 2012, RATCH-Lao Services Company Limited, a subsidiary, entered into the Major Maintenance Agreement with Nam Ngum 2 Power Company Limited. The contract is valid from 3 September 2012 for a period of 7 years. In consideration thereof, EGAT will act as the subcontractor for the preventive maintenance services to the core business to testing electricity generator, maintenance and consulting services while RATCH-Lao Service Company Limited will provide facilities and other management services. The initial operation and maintenance services fee are approximately Baht 459.74 million, which will be adjusted by the rates as stipulated in the agreement. On 4 September 2012, RATCH-Lao Services Company Limited entered into the Subcontract Agreement on preventive maintenance services with EGAT whereby EGAT will operate and provide preventive maintenance services to Nam Ngum 2 Power Company Limited with initial approximate contract price of Baht 337.15 million, which will be adjusted by the rates as stipulated in the agreement.

***Management Service Agreement***

On 25 October 2012, the Company entered into the Management Service Agreement with Ratchaburi Electricity Generating Company Limited, a subsidiary, whereby the Company will receive management fee from such company as specified 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
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
<b><i>Current investments</i></b>				
Short-term deposits at financial				
institutions	1,456,455	5,309,000	991,455	4,172,000
Short-term held-for-trading securities	399,883	312,599	399,883	312,598
Debt securities held to maturity	50,000	50,000	50,000	50,000
	<u>1,906,338</u>	<u>5,671,599</u>	<u>1,441,338</u>	<u>4,534,598</u>
<b><i>Other long-term investments</i></b>				
Equity securities available for sale	3,228,438	2,729,221	-	-
Debt securities held to maturity	100,000	150,000	100,000	150,000
	<u>3,328,438</u>	<u>2,879,221</u>	<u>100,000</u>	<u>150,000</u>
<b>Total</b>	<u>5,234,776</u>	<u>8,550,820</u>	<u>1,541,338</u>	<u>4,684,598</u>

**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 2013 (Unaudited)**

Movements during the six-month periods ended 30 June 2013 and 2012 of marketable debt and equity securities were as follows:

<i>Held-for-trading securities</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
At 1 January	312,598	-	312,598	-
Purchases during the period	380,303	219,463	380,303	219,463
Sales during the period	(293,310)	-	(293,310)	-
Valuation adjustment	292	604	292	604
<b>At 30 June</b>	<b><u>399,883</u></b>	<b><u>220,067</u></b>	<b><u>399,883</u></b>	<b><u>220,067</u></b>

<i>Available-for-sale securities</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
At 1 January	2,729,221	2,031,224	-	-
Purchases during the period	-	30,477	-	-
Sales during the period	-	(598,391)	-	-
Valuation adjustment	499,217	136,248	-	-
<b>At 30 June</b>	<b><u>3,228,438</u></b>	<b><u>1,599,558</u></b>	<b><u>-</u></b>	<b><u>-</u></b>

**6 Investments in subsidiaries**

	<b>Separate financial statements</b>	
	2013	2012
	<i>(in thousand Baht)</i>	
At 1 January	24,982,161	21,179,661
Acquisitions	2,600,000	2,500
<b>At 30 June</b>	<b><u>27,582,161</u></b>	<b><u>21,182,161</u></b>

**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 2013 (Unaudited)**

Investments in subsidiaries as at 30 June 2013 and 31 December 2012, and dividend income from those investments for the six-month periods ended 30 June 2013 and 2012 were as follows:

	Separate financial statements										Dividend income for the six-month ended	
	Ownership Interest		Paid-up capital		Cost method		Impairment		At cost - net			
	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	June 2013	June 2012
	(%)						<i>(in thousand Baht)</i>					
<b>Direct subsidiaries</b>												
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	1,744,378	1,534,048
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	120,000	32,000
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	7,000,000	4,400,000	7,000,000	4,400,000	-	-	7,000,000	4,400,000	-	-
Ratch O&M Company Limited	99.99	99.99	2,500	2,500	2,500	2,500	-	-	2,500	2,500	-	-
<b>Total</b>					<b>27,582,161</b>	<b>24,982,161</b>	<b>-</b>	<b>-</b>	<b>27,582,161</b>	<b>24,982,161</b>	<b>1,864,378</b>	<b>1,566,048</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month period ended 30 June 2013 (Unaudited)**

***Increase in share capital of RH International Corporation Limited***

At the annual general meeting of the shareholders of RH International Corporation Limited, a subsidiary, held on 15 March 2013, the shareholders approved to increase the authorised share capital from Baht 4,400 million (*comprising 440 million shares at par value of Baht 10 per share*) to Baht 7,000 million (*comprising 700 million shares at par value of Baht 10 per share*) by issuance of new ordinary shares totalling 260 million shares at par value of Baht 10 per share. On 17 April 2013, the Company paid for the share capital amounting to Baht 2,600 million, in the proportion of investment of 99.99 %.

***Dissolution of Ratch Udom Power Company Limited***

At the extraordinary shareholders' meeting of Ratch Udom Power Company Limited, a subsidiary, held on 23 May 2013, the shareholders approved to dissolution of such subsidiary and transfer operation to the Company. The registration for dissolution was made at the Department of Business Development, Ministry of Commerce on 28 May 2013. As at 30 June 2013, the liquidation has been under process.

***Dividends from subsidiaries***

At the Board of Directors meeting of Ratchaburi Electricity Generating Company Limited, a subsidiary, held on 20 May 2013, the Board approved the appropriation of the interim dividend of Baht 0.64 per share, totalling Baht 1,171.39 million. The dividend was paid to shareholders during June 2013.

At the annual general meeting of the shareholders of Ratchaburi Electricity Generating Company Limited, a subsidiary, held on 18 March 2013, the shareholders approved the appropriation of dividends from the net profit of 2012 of Baht 2.66 per share, totalling Baht 4,866.90 million, after deducting the interim dividend of Baht 2.35 per share, amounting to 4,293.91 million. The balance of dividends, amounting to Baht 572.99 million, was paid to shareholders during March 2013.

At the Board of Directors meeting of Ratchaburi Gas Company Limited, a subsidiary, held on 3 June 2013, the Board approved the appropriation of the interim dividend of Baht 1.50 per share, totalling Baht 75 million. The dividend was paid to shareholders during June 2013.

At the Board of Directors meeting of Ratchaburi Gas Company Limited, a subsidiary, held on 11 March 2013, the Board approved the appropriation of the interim dividend of Baht 0.90 per share, totalling Baht 45 million. The dividend was paid to shareholders during March 2013.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and six-month period ended 30 June 2013 (Unaudited)**

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

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2013	2012	2013	2012
	<i>(in thousand Baht)</i>			
At 1 January	14,590,677	14,000,061	5,287,117	4,478,127
Fair Value Adjustment	-	(255,967)	-	-
Share of net profit of investment - equity method	354,216	361,832	-	-
Payment for additional shares in jointly-controlled entities	75,100	93,125	57,000	93,125
Payment for additional shares in associates	-	147,705	-	147,705
Disposal of investment in jointly-controlled entities	(20,800)	-	-	-
Dividend income	(242,397)	(156,568)	-	-
Exchange rate adjustment	(72,398)	(1,422)	-	-
<b>At 30 June</b>	<b><u>14,684,398</u></b>	<b><u>14,188,766</u></b>	<b><u>5,344,117</u></b>	<b><u>4,718,957</u></b>

**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 2013 (Unaudited)**

Investments in jointly-controlled entities and associates as at 30 June 2013 and 31 December 2012, and dividend income from those investments for the six-month periods ended 30 June 2013 and 2012 were as follows:

	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 2013		
	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012			2013
	(%)														
<b><i>Jointly-controlled entities</i></b>															
Tri Energy Company Limited	50	50	3,681,420	3,618,420	1,809,211	1,809,211	4,575,784	4,736,945	-	-	4,575,784	4,736,945	122,397	-	
Ratchaburi Power Company Limited	25	25	7,325,000	7,325,000	1,831,250	1,831,250	4,045,750	3,735,101	-	-	4,045,750	3,735,101	100,000	87,500	
Chubu Ratchaburi Electric Services Company Limited	50	50	20,000	20,000	10,000	10,000	95,281	112,083	-	-	95,281	112,083	20,000	16,000	
SouthEast Asia Energy Limited	33.33	33.33	6,606,750	6,606,750	2,202,250	2,202,250	2,746,244	2,649,895	-	-	2,746,244	2,649,895	-	-	
Hongsa Power Company Limited	40	40	2,457,793	2,457,793	983,116	983,116	168,837	435,434	-	-	168,837	435,434	-	-	
Phu Fai Mining Company Limited	37.5	37.5	1,679	1,679	630	630	380	394	-	-	380	394	-	-	
Nam Ngum 3 Power Company Limited	25	25	1,808	1,808	452	452	328	345	-	-	328	345	-	-	
Nava Nakorn Electricity Generating Company Limited	40	40	302,000	242,000	120,800	96,800	106,037	87,041	-	-	106,037	87,041	-	-	
Ratchaburi World Cogeneration Company Limited	40	40	1,250,000	1,250,000	500,000	500,000	489,367	490,875	-	-	489,367	490,875	-	-	
Solarta Company Limited	49	49	1,100,000	1,100,000	545,960	545,960	682,361	606,549	-	-	682,361	606,549	-	-	

**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 2013 (Unaudited)**

	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		2013		
	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012		2013	2012
	(%)														
												(in thousand Baht)			
<b>Jointly-controlled entities</b>															
Solar Power (Korat 3)															
Company Limited	40	40	162,500	162,500	65,000	65,000	81,668	70,804	-	-	81,668	70,804	-	-	
Solar Power (Korat 4)															
Company Limited	40	40	170,628	170,628	68,251	68,251	86,290	76,577	-	-	86,290	76,577	-	-	
Solar Power (Korat 7)															
Company Limited	40	40	159,252	159,252	63,701	63,701	82,991	72,204	-	-	82,991	72,204	-	-	
Songkhla Biomass															
Company Limited	40	40	168,750	86,250	67,500	34,500	65,234	32,355	-	-	65,234	32,355	-	-	
Perth Power Partnership															
(Kwinana)	30	30	2,311,167	2,311,167	618,531	618,531	705,537	764,211	-	-	705,537	764,211	-	-	
K K Power Company Limited	50	50	30,892	30,892	15,446	15,446	15,156	15,156	-	-	15,156	15,156	-	-	
Songkhla Biofuel															
Company Limited	40	40	1,000	1,000	400	400	388	388	-	-	388	388	-	-	
Sukhothai Energy															
Company Limited	25	51	80,000	80,000	20,000	40,800	(1,892)	24,266	-	-	(1,892)	24,266	-	-	
Xe-Pian Xe-Namnoy Power															
Company Limited	25	25	3,116	3,116	779	779	(2,719)	(982)	-	-	(2,719)	(982)	-	-	
Ayudhya Power															
Company Limited	45	-	40,100	-	18,100	-	17,871	-	-	-	17,871	-	-	-	
<b>Total</b>					<b>8,941,377</b>	<b>8,887,077</b>	<b>13,960,893</b>	<b>13,909,641</b>	<b>-</b>	<b>-</b>	<b>13,960,893</b>	<b>13,909,641</b>	<b>242,397</b>	<b>103,500</b>	
<b>Associate entities</b>															
First Korat Wind															
Company Limited	20	20	1,909,715	1,909,715	381,934	381,934	409,825	375,260	-	-	409,825	375,260	-	-	
K.R.Two Company Limited	20	20	1,589,620	1,589,620	317,898	317,898	313,680	305,776	-	-	313,680	305,776	-	-	
<b>Total</b>					<b>699,832</b>	<b>699,832</b>	<b>723,505</b>	<b>681,036</b>	<b>-</b>	<b>-</b>	<b>723,505</b>	<b>681,036</b>	<b>-</b>	<b>-</b>	

**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 2013 (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 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	30 June 2012
	(%)											
	<i>(in thousand Baht)</i>											
<b><i>Jointly-controlled entities</i></b>												
Chubu Ratchaburi Electric Services Company Limited	50	50	20,000	20,000	10,000	10,000	-	-	10,000	10,000	20,000	16,000
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	-	-
Phu Fai 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	302,000	242,000	120,800	96,800	-	-	120,800	96,800	-	-
Ratchaburi World Cogeneration Company Limited	40	40	1,250,000	1,250,000	500,000	500,000	-	-	500,000	500,000	-	-
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	170,628	170,628	68,251	68,251	-	-	68,251	68,251	-	-

**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 2013 (Unaudited)**

	Separate financial statements										Dividend income for the six-month period ended	
	Ownership interest		Paid-up capital		Cost method		Impairment		At cost - net			
	30	31	30	31	30	31	30	31	30	31	30 June	
	June 2013	December 2012	June 2013	December 2012	June 2013	December 2012	June 2013	December 2012	June 2013	December 2012	2013	2012
	(%)		(in thousand Baht)									
<b>Jointly-controlled entities</b>												
Solar Power (Korat 7) Company Limited	40	40	159,252	159,252	63,701	63,701	-	-	63,701	63,701	-	-
Songkhla Biomass Company Limited	40	40	86,250	86,250	67,500	34,500	-	-	67,500	34,500	-	-
K K Power Company Limited	50	50	30,892	30,892	15,446	15,446	-	-	15,446	15,446	-	-
Songkhla Biofuel Company Limited	40	40	1,000	1,000	400	400	-	-	400	400	-	-
Xe-Pian Xe-Namnoy Power Company Limited	25	25	3,116	3,116	779	779	-	-	779	779	-	-
<b>Total</b>					<u>4,644,285</u>	<u>4,587,285</u>	<u>-</u>	<u>-</u>	<u>4,644,285</u>	<u>4,587,285</u>	<u>20,000</u>	<u>16,000</u>
<b>Associate entities</b>												
First Korat Wind Company Limited	20	20	1,909,715	1,909,715	381,934	381,934	-	-	381,934	381,934	-	-
K.R Two Company Limited	20	20	1,589,620	1,589,620	317,898	317,898	-	-	317,898	317,898	-	-
<b>Total</b>					<u>699,832</u>	<u>699,832</u>	<u>-</u>	<u>-</u>	<u>699,832</u>	<u>699,832</u>	<u>-</u>	<u>-</u>

**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 2013 (Unaudited)**

***Investment in Sukhothai Energy Company Limited***

At the Board of Directors meeting of Ratchaburi Energy Company Limited, a subsidiary, held on 21 January 2013, the Board approved to sell stake of Sukhothai Energy Company Limited. During the year, such subsidiary sold the stake of 208,000 shares for Baht 100 per share, amounting to Baht 20.80 million in the proportion of 26%. In addition, the Board approved to purchase land and transfer land improvement agreement from Sukhothai Energy Company Limited, totalling Baht 27.46 million. The Company receive the proceed from sales of share capital on 6 February 2013 and paid for land and land improvement on 7 February 2013.

***Investment in Nava Nakorn Electricity Generating Company Limited***

At the Board of Directors meeting of Nava Nakorn Electricity Generating Company Limited, a jointly-controlled entity, held on 21 February 2013, the Board approved to increase the authorised share capital from Baht 242 million (*comprising 24.2 million ordinary shares at par value of Baht 10 per share*) to Baht 302 million (*comprising 30.2 million ordinary shares at par value of Baht 10 per share*) by issuance of ordinary shares totalling 6 million shares at par value of Baht 10 per share. Such Company called for the fully paid-up share capital. The Company paid for the share capital amounting to Baht 24 million, in the proportion of investment of 40%.

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

At the Board of Directors meeting of Songkha Biomass Company Limited, a jointly-controlled entity, held on 13 March 2013, the Board approved to call for the additional paid-up share capital totalling 1.6 million shares at par value of Baht 100 per share of Baht 50 per share. The company paid for the share capital amounting to Baht 33 million, in the proportion of investment of 40%. As at 30 June 2013, the company has commitments for the remaining unpaid share capital of Baht 33 million.

***Investment in Ayudhya Power Company Limited***

On 14 January 2013, Ratchaburi Electricity Generating Company Limited, a subsidiary, had jointly established Ayudhya Power Company Limited in order to develop the power project. Such Company has registered capital of Baht 0.20 million (*comprising 0.002 million ordinary shares at par value of Baht 100 per share*). At the annual general meeting of the shareholders of Ayudhya Power Company Limited, held on 17 April 2013, the shareholders approved to increase the authorised share capital from Baht 0.20 million (*comprising 0.002 million ordinary shares at par value of Baht 100 per share*) to Baht 80 million (*comprising 0.80 million ordinary shares at par value of Baht 100 per share*) by issuance of new ordinary shares totalling 0.798 million shares at par value of Baht 100. Such company called for paid-up share capital of 0.002 million shares at par value of Baht 100 per share and 0.798 million shares at Baht 50 per share. Ratchaburi Electricity Generating Company Limited, a subsidiary, paid for paid-up share capital amounting to Baht 18.10 million, in the proportion of investment of 45%. As at 30 June 2013, such subsidiary has commitments for the remaining unpaid-share capital of Baht 17.90 million.

***Dividend paid by jointly-controlled entity***

At the Board of Directors meeting of Tri Energy Company Limited, a jointly-controlled entity, held on 30 May 2013, the Board approved the appropriation of the interim dividend of Baht 4.50 per share. Ratchaburi Gas Company Limited, a subsidiary, received such dividend in the proportion of investment amounting to Baht 77.03 million. The dividend was paid during June 2013.

**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 2013 (Unaudited)**

At the Board of Directors meeting of Tri Energy Company Limited, a jointly-controlled entity, held on 1 March 2013, the Board approved the appropriation of the interim dividend of Baht 2.65 per share. Ratchaburi Gas Company Limited, a subsidiary, received such dividend in the proportion of investment amounting to Baht 45.36 million. The dividend was paid during March 2013.

At the annual general meeting of the shareholders of Ratchaburi Power Company Limited, a jointly-controlled entity, held on 8 March 2013, the shareholders approved the appropriation of the interim dividend of Baht 5.46 per share. Ratchaburi Alliances Company Limited, an indirect subsidiary, received such dividend in the proportion of investment amounting to Baht 100 million. The dividend was paid during March 2013.

At the Board of Directors meeting of Chubu Ratchaburi Electric Service Company Limited, a jointly-controlled entity, held on 11 June 2013, the Board approved the appropriation of the interim dividends of Baht 75 per share. The Company received such dividend in the proportion of investment amounting to Baht 15 million. The dividend will be paid during July 2013.

At the meeting of the shareholders of Chubu Ratchaburi Electric Service Company Limited, a jointly-controlled entity, held on 6 March 2013, the shareholders approved the appropriation of the interim dividends of Baht 25 per share. The company received such dividend in the proportion of investment amounting to Baht 5 million. The dividend was paid during March 2013.

## 8 Property, plant and equipment

Acquisitions, disposals and transfers of property, plant and equipment during the six-month periods ended 30 June 2013 and 2012 were as follows:

	Consolidated financial statements						
	2013			2012			
	Acquisitions and transfers in - at cost	Disposals and transfers out-net book value	Adjust Exchange Rates	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value	Adjust Exchange Rates	Impairment
	<i>(in thousand Baht)</i>						
Land	21,456	-	(26,861)	21,785	-	(203)	-
Buildings and building improvements	73	-	(11,180)	420	-	(791)	(1,182)
Power plants, substation & transmission system and operating & maintenance equipment	71,872	-	(2,314,019)	238,446	-	(44,138)	(884,508)
Office equipment	12,344	(2,529)	(170)	16,928	(6,857)	(2)	-
Construction in progress	19,657	(6,909)	-	126,248	(118,205)	-	-
<b>Total</b>	<b>125,402</b>	<b>(9,438)</b>	<b>(2,352,230)</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**  
**Notes to the interim financial statements**  
**For the three-month and six-month periods ended 30 June 2013 (Unaudited)**

**11 Interest-bearing liabilities**

On 23 May 2013, RH International (Singapore) Corporation Pte.Ltd., an indirect subsidiary, entered into a short-term facility loan with the Singapore financial institutions amounting to SGD 260 million or equivalent to Baht 6,136.37 million which bear interest by reference to Singapore Interbank Offered Rate (SIBOR) plus fixed margin per annum. Such loan agreement determines the repayment term of principal and interest within 20 November 2013.

On 23 May 2013, RATCH-Australia Corporation Limited, an indirect subsidiary, made a repayment of long-term loan to the financial institutions in Australia amounting to AUD 360.50 million or equivalent to Baht 10,620 million. The remaining balance of deferred financing fees on the existing long-term loans of AUD 7.76 million or equivalent to Baht 228.68 million were recognised as finance costs for the three-month and six-month period ended 30 June 2013.

In addition, RATCH-Australia Corporation Limited entered into a new senior syndicated facility loan with the financial institutions amounting to AUD 100 million or equivalent to Baht 2,945 million, which bear interest by reference to the rate of Bank Bill Swap Bid Rate (BBSY) plus fixed margin per annum. The repayment will be due in year 2018.

**12 Segment information**

Segment information is presented in respect of the Group's business under management approach with primary format, business segments, is based on the Group's management and internal reporting structure.

The Group comprises the following main business segments:

Segment 1	Electricity Generating
Segment 2	Operation and Maintenance
Segment 3	Others



**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 2013 (Unaudited)**

**Segment information – Principle business**

<i>For the six-month period ended 30 June</i>	<b>Electricity Generating</b>		<b>Operation and Maintenance</b>		<b>Others</b>		<b>Total</b>	
	<b>2013</b>	<b>2012</b>	<b>2013</b>	<b>2012</b>	<b>2013</b>	<b>2012</b>	<b>2013</b>	<b>2012</b>
	<i>(in thousand Baht)</i>							
Revenue from sale and rendering of services	25,721,277	28,806,560	101,220	59,225	-	-	25,822,497	28,865,785
Cost of sale and rendering of services	(21,361,132)	(24,224,392)	(62,096)	(36,565)	-	-	(21,423,228)	(24,260,957)
<b>Gross profit</b>	<b>4,360,145</b>	<b>4,582,168</b>	<b>39,124</b>	<b>22,660</b>	<b>-</b>	<b>-</b>	<b>4,399,269</b>	<b>4,604,828</b>
Management service income	-	-	2,564	3,365	104,823	97,584	107,387	100,949
Dividend income	-	-	-	-	130,154	105,879	130,154	105,879
Interest income	208,594	137,275	11	829	80,986	92,852	289,591	230,956
Gain on disposal of available-for-sale investments - net	-	-	-	-	-	783,679	-	783,679
Gain on termination of power purchase agreement	-	1,069,442	-	-	-	-	-	1,069,442
Gain on sale of long-term receivable	-	-	-	-	645,830	-	645,830	-
Other income	264,520	(9,158)	-	3,637	2,889	71,808	267,409	66,287
Administrative expenses	(291,624)	(329,870)	(16,675)	(20,615)	(364,079)	(361,331)	(672,378)	(711,816)
Gain (loss) on exchange rate	(2,534)	(7,826)	(10,411)	30,637	77,198	178,090	64,253	200,901
Finance costs	(618,130)	(1,087,956)	-	-	(269,119)	(177,005)	(887,249)	(1,264,961)
Share of profit of jointly- Controlled entities and associates	351,018	339,837	3,198	21,995	-	-	354,216	361,832
<b>Profit before income tax expense</b>	<b>4,271,989</b>	<b>4,693,912</b>	<b>17,811</b>	<b>62,508</b>	<b>408,682</b>	<b>791,556</b>	<b>4,698,482</b>	<b>5,547,976</b>
Income tax expense	(922,898)	(358,835)	(7,370)	(7,028)	148	1,013	(930,120)	(364,850)
<b>Profit for the period</b>	<b>3,349,091</b>	<b>4,335,077</b>	<b>10,441</b>	<b>55,480</b>	<b>408,830</b>	<b>792,569</b>	<b>3,768,362</b>	<b>5,183,126</b>

**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 2013 (Unaudited)**

Total assets of each business unit as at 30 June 2013 and 31 December 2012 are as follow:

	<b>Electricity Generating</b>	<b>Operation and Maintenance</b>	<b>Others</b>	<b>Total</b>
		<i>(in thousand Baht)</i>		
<b>30 June 2013</b>	65,007,801	254,603	26,670,785	<b>91,933,189</b>
<b>31 December 2012</b>	70,346,241	159,475	26,305,044	<b>96,810,760</b>

**13 Gain on sale of other long-term receivable**

During the second quarter of 2013, RATCH-Australia Corporation Limited (“RAC”), an indirect subsidiary, had sold the long-term receivable and Scheduled Payment Deed Interest of AGL Energy Limited (“AGL”) which net book value in the amount of AUD 98.75 million on purchase price AUD 120.96 million or equivalent to Baht 3,518.06 million. RAC recognized gain on sale of such long-term receivable in the statement of comprehensive income for the three-month and six-month periods 30 June 2013 of AUD 22.21 million or equivalent to Baht 645.83 million.

**14 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 2013 was 19.8% (30 June 2012: 6.6%). This effective tax rate was less than the income tax rate caused mainly by the decrease in deferred tax liabilities.

**15 Basic earnings per share**

The calculation of basic earnings per share for the three-month and six-month periods ended 30 June 2013 and 2012 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 financial statements</b>		<b>Separate financial statements</b>	
<i>For the three-month period ended 30 June</i>	2013	2012	2013	2012
	<i>(in thousand Baht / thousand shares)</i>			
<b>Profit attributable to equity holders of the Company</b>	<u>1,552,991</u>	<u>3,296,939</u>	<u>1,295,461</u>	<u>1,095,784</u>
<b>Number of ordinary shares outstanding</b>	<u>1,450,000</u>	<u>1,450,000</u>	<u>1,450,000</u>	<u>1,450,000</u>
<b>Basic earnings per share (Baht)</b>	<u>1.07</u>	<u>2.27</u>	<u>0.89</u>	<u>0.76</u>
	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
<i>For the six-month period ended 30 June</i>	2013	2012	2013	2012
	<i>(in thousand Baht / thousand shares)</i>			
<b>Profit attributable to equity holders of the Company</b>	<u>3,708,579</u>	<u>4,872,326</u>	<u>1,831,000</u>	<u>1,510,143</u>
<b>Number of ordinary shares outstanding</b>	<u>1,450,000</u>	<u>1,450,000</u>	<u>1,450,000</u>	<u>1,450,000</u>
<b>Basic earnings per share (Baht)</b>	<u>2.56</u>	<u>3.36</u>	<u>1.26</u>	<u>1.04</u>

**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 2013 (Unaudited)**

**16 Dividends**

At the annual general meeting of the shareholders of the Company held on 28 March 2013, the shareholders approved the appropriation of dividend of Baht 2.27 per share, totalling Baht 3,292 million, from the net profit of 2012 after deducting the interim dividends of Baht 1.10 per share, totalling Baht 1,595 million, paid to shareholders in September 2012 from the net profit for the six-month period ended 30 June 2012. The balance of dividend amounted to Baht 1,697 million which was paid to shareholders in April 2013.

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 net 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 net 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.

**17 Commitments with non-related parties**

*Power Purchase Agreement*

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

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

*Operation and Maintenance Agreement*

On 2 January 2013, Ratchaburi Energy Company Limited, a subsidiary, entered into an Operation and Maintenance Agreement with a service provider having operation service fee of approximately Baht 6.03 million per year. The agreement is effective for a period of one year until 31 December 2013. As at 30 June 2013, such subsidiary had outstanding commitment amounting to Baht 3.02 million.

*Fuel Purchase Agreements*

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

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

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

**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 2013 (Unaudited)**

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 on 26 January 2012.

***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 USD 428.60 million with adjustments as conditions specified in the agreement. As at 30 June 2013, such subsidiary had outstanding commitments amounting to USD 241.36 million (*As at 31 December 2012: USD 249.43 million*).

In addition, in accordance with the agreement, the subsidiary is required to open a letter of credit amounting to USD 6 million. As at 30 June 2013, such subsidiary had an unused letter of credit amounting to USD 6 million (*As at 31 December 2012: USD 6 million*).

***Gas Gas Heater Element Purchase Agreement***

On 22 May 2013, Ratchaburi Electricity Generating Company Limited, a subsidiary, entered into a Gas Gas Heater Element Purchase Agreement with a local company with a total contract price of Baht 34.80 million. As at 30 June 2013, such subsidiary has outstanding commitments amounting Baht 34.80 million.

***Letter of Guarantee***

As at 30 June 2013, the Company and subsidiaries had a commitment from letter of guarantee issued by a financial institution on behalf of the Company, subsidiaries and jointly-controlled entities for guarantee of compliance with agreement conditions to operate the business in the amount of Baht 922.32 million. (*As at 31 December 2012: Baht 1,084.42 million*).

***Capital commitment***

As at 30 June 2013, the Company had outstanding capital commitments amounting to Baht 30 million (*As at 31 December 2012: Baht 2.32 million*).

As at 30 June 2013, Hongsa Power Company Limited, a jointly-controlled entity, had outstanding capital commitment under Construction Agreement for a Power Plant, Dam and water pipelines Project and other services that are not recognized amounting to Baht 21,616.29 million and USD 481.05 million. (*As at 31 December 2012: Baht 21,351.13 million and USD 481.05 million*).

As at 30 June 2013, Ratchaburi World Cogeneration Company Limited, a jointly-controlled entity, had outstanding capital commitment under Technical Consulting Agreement and Construction Agreement for a Power Plant Project of Baht 651.74 million and USD 57.73 million (*As at 31 December 2012: Baht 757.54 million and USD 61.36 million*).

**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 2013 (Unaudited)**

*Pledge of share agreement*

The Group/ company has pledged all of share certificates of Ratchaburi Power Company Limited, Tri Energy Company Limited, Hongsa Power Company Limited, Solarta Company Limited, Solar Power (Korat 3) Company Limited, Solar Power (Korat 4) Company Limited, Solar Power (Korat 7) Company Limited and Ratchaburi World Cogeneration Company Limited, jointly-controlled entities, as collateral for loans from such a jointly-controlled entities.

The Company has pledged all of share certificates of First Korat Wind Company Limited and K.R.Two Company Limited, associate entities, as collateral for loans from such an associate entities.

The Company has pledged all of share certificates of SouthEast Asia Energy Limited, a jointly-controlled entity, and such a jointly-controlled entity has pledged partially of share certificates of Nam Ngum 2 Power Company Limited, a subsidiary of the jointly-controlled entity, as collateral for loans from a subsidiary of the jointly-controlled entity.

**18 Thai Financial Reporting Standards (TFRS) not yet adopted**

The Group/Company has not adopted the following new and revised TFRS that have been issued as of the reporting date but are not yet effective. The new and revised TFRS are expected to become effective on or after 1 January in the year indicated in the following table

<b>TFRS</b>	<b>Topic</b>	<b>Year effective</b>
TFRIC 4	Determining Whether an Arrangement Contains a Lease	2014
TFRIC 5	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds	2014
TFRIC 10	Interim Financial Reporting and Impairment	2014
TFRIC 12	Service Concession Arrangements	2014

Management is presently considering the potential impact of adopting and initial application of these new and revised TAS on the Group/Company's financial statements.

