

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

Interim financial statements  
for the three-month and nine-month periods ended  
30 September 2014

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 September 2014; the consolidated and separate statements of comprehensive income, for the three-month and nine-month periods ended 30 September 2014, the consolidated and separate statements of changes in equity and cash flows for the nine-month period ended 30 September 2014 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 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".

### *Emphasis of Matters*

Without qualifying my conclusion, I draw attention to notes 2 and 3 to the interim financial information describing the effect of the Group's adoption from 1 January 2014 of certain new accounting policies. The consolidated statement of financial position as at 31 December 2013, which is included as comparative information, is a component of the audited financial statements as at and for the year ended 31 December 2013 after making the adjustments described in notes 3. Furthermore, the consolidated statements of comprehensive income, for the three-month and nine-month periods ended 30 September 2013 and the consolidated statements of changes in equity and cash flows for the nine-month period ended 30 September 2013, which are included as comparative information, have also been adjusted as described in notes 2 and 3.

(Waiyawat Kosamarnchaiyakij)  
Certified Public Accountant  
Registration No. 6333

KPMG Phoomchai Audit Ltd.  
Bangkok  
12 November 2014



# Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries

## Statement of financial position

		Consolidated		Separate	
		financial statements		financial statements	
		30 September	31 December	30 September	31 December
Assets	Note	2014	2013	2014	2013
		(Unaudited)	(Restated)	(Unaudited)	
(in thousand Baht)					
<b>Current assets</b>					
Cash and cash equivalents		9,901,406	7,437,782	2,233,649	3,156,971
Current investments	6	2,377,166	1,966,634	595,448	485,262
Trade accounts receivable from related parties	5, 7	12,272,250	8,336,745	-	-
Trade accounts receivable from other parties	7	235,840	164,008	-	-
Other receivables		440,820	299,035	24,199	33,069
Dividend receivable		90,514	-	-	-
Advances to and other receivables					
from related parties	5	78,619	85,546	335,369	98,090
Short-term loans to related party	5	-	-	9,960,000	3,360,000
Current portion of finance lease receivable					
from related party	3, 5	3,603,656	3,475,586	-	-
Spare parts and supplies		2,985,715	2,541,481	-	-
Other current assets		171,576	68,463	45,390	38,017
<b>Total current assets</b>		<b>32,157,562</b>	<b>24,375,280</b>	<b>13,194,055</b>	<b>7,171,409</b>
<b>Non-current assets</b>					
Long-term receivable from related parties	5	1,037	-	7,429	-
Investments in subsidiaries	5, 8	-	-	30,040,558	27,582,161
Investments in jointly-controlled entities	3, 5, 9	10,481,445	11,656,261	3,938,455	4,918,989
Investments in associates	5, 9	942,257	957,628	764,604	764,604
Investment in other company		62,300	62,300	62,300	62,300
Other long-term investments	6	3,504,847	3,120,896	123,000	123,000
Long-term loans to related parties	5	42,422	-	957,162	1,172,862
Property, plant and equipment	10	14,911,141	15,694,987	818,548	870,423
Land for future development projects		318,078	309,208	305,390	305,390
Goodwill	11	637,979	763,742	-	-
Intangible assets	11	4,649,193	4,968,688	667,806	669,673
Finance lease receivable from related party - net	3, 5	28,980,365	30,219,292	-	-
Deferred tax assets	12	18,506	15,825	18,506	15,825
Other non-current assets	13	1,600,569	1,730,388	143,364	282,208
<b>Total non-current assets</b>		<b>66,150,139</b>	<b>69,499,215</b>	<b>37,847,122</b>	<b>36,767,435</b>
<b>Total assets</b>		<b>98,307,701</b>	<b>93,874,495</b>	<b>51,041,177</b>	<b>43,938,844</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

Liabilities and equity	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 September	31 December	30 September	31 December
		2014	2013	2014	2013
		(Unaudited)	(Restated)	(Unaudited)	
(in thousand Baht)					
Current liabilities					
Short-term loans from financial institution	14	2,400,000	8,224,215	-	-
Bill of exchange payables	14	2,500,000	1,550,000	-	-
Trade account payable to related party	5	23,593	42,377	-	-
Trade accounts payable to other parties		9,621,011	6,926,974	-	-
Other payables	5	914,672	788,085	165,945	204,722
Current portion of debentures		1,643,079	4,960,007	-	-
Current portion of finance lease liability		1,586	1,515	-	-
Income tax payable		303,223	225,772	-	-
Other current liabilities		383,938	232,080	110,703	49,458
Total current liabilities		17,791,102	22,951,025	276,648	254,180
Non-current liabilities					
Long-term loans from related party	5	1,152,057	1,186,297	-	-
Long-term loans from financial institutions		1,163,262	1,154,384	1,200,000	1,200,000
Advance receive from related party	5	8,262	-	-	-
Debentures	14	14,103,693	5,384,768	-	-
Finance lease liability		2,232	3,554	-	-
Deferred tax liabilities	12	1,744,428	3,326,588	-	-
Employee benefit obligations		104,116	92,276	84,849	73,442
Other non-current liabilities		347,801	649,134	-	-
Total non-current liabilities		18,625,851	11,797,001	1,284,849	1,273,442
Total liabilities		36,416,953	34,748,026	1,561,497	1,527,622
Equity					
Share capital					
Authorised share capital		14,500,000	14,500,000	14,500,000	14,500,000
Issued and paid-up share capital		14,500,000	14,500,000	14,500,000	14,500,000
Share premium		1,531,778	1,531,778	1,531,778	1,531,778
Surplus on business combination under common control		-	-	207,466	-
Retained earnings					
Appropriated					
Legal reserve		1,450,000	1,450,000	1,450,000	1,450,000
Unappropriated		44,492,819	41,617,029	31,788,478	24,927,486
Other components of equity		(631,906)	(810,218)	1,958	1,958
Total equity attributable to owners of the Company		61,342,691	58,288,589	49,479,680	42,411,222
Non-controlling interests		548,057	837,880	-	-
Total equity		61,890,748	59,126,469	49,479,680	42,411,222
Total liabilities and equity		98,307,701	93,874,495	51,041,177	43,938,844

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)

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		Three-month period ended		Three-month period ended	
		30 September		30 September	
		2014	2013	2014	2013
		(Restated)			
		(in thousand Baht)			
Revenue from sale and rendering of services	5	14,120,804	10,477,003	-	-
Revenue from finance lease contracts	5	1,387,022	1,346,178	-	-
Cost of sale and rendering of services	5	(13,183,524)	(9,832,534)	-	-
<b>Gross profit</b>		<b>2,324,302</b>	<b>1,990,647</b>	<b>-</b>	<b>-</b>
Management service income	5	62,267	54,644	282,770	70,354
Dividend income	5, 8, 9	90,296	90,749	6,328,643	1,810,921
Interest income	5	67,352	65,284	119,743	64,418
Surplus in liquidating distribution from subsidiary	5, 8	-	-	1,112,355	-
Other income	5	26,072	77,405	3,116	4,214
Administrative expenses	5	(509,838)	(377,287)	(232,430)	(225,107)
Gain (loss) on exchange rate		252,451	351,415	(2,848)	12,770
Finance costs		(407,680)	(358,385)	(12,295)	(12,295)
Share of profit of jointly-controlled and associate entities	9	339,747	427,535	-	-
<b>Profit before income tax expense</b>		<b>2,244,969</b>	<b>2,322,007</b>	<b>7,599,054</b>	<b>1,725,275</b>
(Income tax expense) reversal	17	(327,166)	(253,132)	1,073	6,529
<b>Profit for the period</b>		<b>1,917,803</b>	<b>2,068,875</b>	<b>7,600,127</b>	<b>1,731,804</b>
<b>Other comprehensive income</b>					
Foreign currency translation differences for foreign operations		(1,244,464)	(319,689)	-	-
Net change in fair value of available-for-sale investments		247,312	(158,603)	-	-
Defined benefit plan actuarial losses		(360)	-	-	-
<b>Other comprehensive income (loss) for the period, net of income tax</b>		<b>(997,512)</b>	<b>(478,292)</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>920,291</b>	<b>1,590,583</b>	<b>7,600,127</b>	<b>1,731,804</b>
<b>Profit attributable to:</b>					
Owner of the Company		1,954,097	2,089,914	7,600,127	1,731,804
Non-controlling interests		(36,294)	(21,039)	-	-
<b>Profit for the period</b>		<b>1,917,803</b>	<b>2,068,875</b>	<b>7,600,127</b>	<b>1,731,804</b>
<b>Total comprehensive income attributable to:</b>					
Owner of the Company		1,003,342	1,602,874	7,600,127	1,731,804
Non-controlling interests		(83,051)	(12,291)	-	-
<b>Total comprehensive income for the period</b>		<b>920,291</b>	<b>1,590,583</b>	<b>7,600,127</b>	<b>1,731,804</b>
<b>Basic earnings per share (Baht)</b>	18	<b>1.35</b>	<b>1.44</b>	<b>5.24</b>	<b>1.19</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	
		Nine-month period ended		Nine-month period ended	
		30 September		30 September	
		2014	2013	2014	2013
		(Restated)			
		(in thousand Baht)			
Revenue from sale and rendering of services	5	35,710,404	32,311,082	-	-
Revenue from finance lease contracts	5	4,229,826	4,116,499	-	-
Cost of sale and rendering of services	5	(33,715,234)	(30,124,381)	-	-
<b>Gross profit</b>		<b>6,224,996</b>	<b>6,303,200</b>	<b>-</b>	<b>-</b>
Management service income	5	224,292	162,031	519,582	230,248
Dividend income	5, 8, 9	235,951	220,903	9,567,248	3,695,299
Interest income	5	187,569	354,875	268,381	208,268
Gain on bargain purchase	4	797,293	-	-	-
Surplus in liquidating distribution from subsidiaries	5, 8	-	-	498,426	-
Other income	5, 15	694,101	344,814	18,925	7,103
Gain on sale of other long-term receivable		-	645,830	-	-
Administrative expenses	5	(1,248,324)	(1,038,295)	(670,436)	(586,337)
Gain (loss) on exchange rate		60,236	415,668	(15,688)	38,031
Finance costs		(1,175,550)	(1,245,634)	(36,626)	(36,485)
Share of profit of jointly-controlled and associate entities	9	1,030,366	635,748	-	-
<b>Profit before income tax expense</b>		<b>7,030,930</b>	<b>6,799,140</b>	<b>10,149,812</b>	<b>3,556,127</b>
(Income tax expense) reversal	17	(911,103)	(1,168,183)	2,680	6,677
<b>Profit for the period</b>		<b>6,119,827</b>	<b>5,630,957</b>	<b>10,152,492</b>	<b>3,562,804</b>
<b>Other comprehensive income</b>					
Foreign currency translation differences for					
foreign operations		(368,058)	(793,157)	-	-
Net change in fair value of available-for-sale investments		400,695	325,187	-	-
Income tax for other comprehensive income reversal		-	93,635	-	-
Defined benefit plan actuarial losses		(360)	-	-	-
<b>Other comprehensive income for the period</b>					
- net of income tax		<b>32,277</b>	<b>(374,335)</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income for the period</b>		<b>6,152,104</b>	<b>5,256,622</b>	<b>10,152,492</b>	<b>3,562,804</b>
<b>Profit (loss) attributable to:</b>					
Owner of the Company		6,167,291	5,592,213	10,152,492	3,562,804
Non-controlling interests		(47,464)	38,744	-	-
<b>Profit for the period</b>		<b>6,119,827</b>	<b>5,630,957</b>	<b>10,152,492</b>	<b>3,562,804</b>
<b>Total comprehensive income (loss) attributable to:</b>					
Owner of the Company		6,345,602	5,273,985	10,152,492	3,562,804
Non-controlling interests		(193,498)	(17,363)	-	-
<b>Total comprehensive income for the period</b>		<b>6,152,104</b>	<b>5,256,622</b>	<b>10,152,492</b>	<b>3,562,804</b>
<b>Basic earnings per share (Baht)</b>	18	<b>4.25</b>	<b>3.86</b>	<b>7.00</b>	<b>2.46</b>

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



**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**
**Statement of changes in equity (Unaudited)**

Consolidated financial statements												
			Retained earnings		Other components of equity							
	Issued and	Share			Fair value	Income	Total	Equity				
	paid-up	premium			Currency	changes in	Defined	tax for other	other	attributable to	Non-	Total
Note	share capital		Legal reserve	Unappropriated	translation	available-for-sale	benefit plan	comprehensive	components	owners of	controlling	equity
					differences	investments	actuarial gains	income	of equity	the Company	interests	
(in thousand Baht)												
Nine-month period ended 30 September 2013												
Balance at 1 January 2013 - as reported	14,500,000	1,531,778	1,450,000	35,134,073	(167,563)	611,338	-	(93,635)	350,140	52,965,991	765,661	53,731,652
Impact of changes in accounting policy	3	-	-	3,260,340	-	-	-	-	-	3,260,340	-	3,260,340
Balance at 1 January 2013 (Restated)	14,500,000	1,531,778	1,450,000	38,394,413	(167,563)	611,338	-	(93,635)	350,140	56,226,331	765,661	56,991,992
Dividends to owners of the Company	19	-	-	(3,291,500)	-	-	-	-	-	(3,291,500)	-	(3,291,500)
Comprehensive income (loss) for the period												
Profit	-	-	-	5,592,213	-	-	-	-	-	5,592,213	38,744	5,630,957
Other comprehensive income (loss)	-	-	-	-	(737,050)	248,449	76,738	93,635	(318,228)	(318,228)	(56,107)	(374,335)
Total comprehensive income (loss) for the period	-	-	-	5,592,213	(737,050)	248,449	76,738	93,635	(318,228)	5,273,985	(17,363)	5,256,622
Balance at 30 September 2013	14,500,000	1,531,778	1,450,000	40,695,126	(904,613)	859,787	76,738	-	31,912	58,208,816	748,298	58,957,114

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

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**
**Statement of changes in equity (Unaudited)**

Consolidated financial statements												
		Retained earnings			Other components of equity							
	Issued and	Share				Fair value		Income	Total	Equity		
	paid-up	premium				Currency	changes in	Defined	tax for other	other	attributable to	Non-
	share capital		Legal reserve	Unappropriated		translation	available-for-sale	benefit plan	comprehensive	components	owners of	controlling
Note						differences	investments	actuarial gains	income	of equity	the Company	interests
(in thousand Baht)												
Nine-month period ended 30 September 2014												
Balance at 1 January 2014 - as reported	14,500,000	1,531,778	1,450,000	38,029,422	(1,604,086)	788,056	5,813	-	(810,217)	54,700,983	837,880	55,538,863
Impact of changes in accounting policy	3	-	-	-	3,587,606	-	-	-	-	-	3,587,606	-
Balance at 1 January 2014 (Restated)	14,500,000	1,531,778	1,450,000	41,617,028	(1,604,086)	788,056	5,813	-	(810,217)	58,288,589	837,880	59,126,469
Contributions by and distributions to owners of the Company												
Decrease in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(96,325)
Dividends to owners of the Company	19	-	-	-	(3,291,500)	-	-	-	-	-	(3,291,500)	-
Total contributions by and distributions to owners of the Company	-	-	-	(3,291,500)	-	-	-	-	-	-	(3,291,500)	(96,325)
Comprehensive income(loss) for the period												
Profit	-	-	-	6,167,291	-	-	-	-	-	-	6,167,291	(47,464)
Other comprehensive income (loss)	-	-	-	-	(222,024)	400,695	(360)	-	178,311	178,311	(146,034)	32,277
Total comprehensive income (loss) for the period	-	-	-	6,167,291	(222,024)	400,695	(360)	-	178,311	6,345,602	(193,498)	6,152,104
Balance at 30 September 2014	14,500,000	1,531,778	1,450,000	44,492,819	(1,826,110)	1,188,751	5,453	-	(631,906)	61,342,691	548,057	61,890,748

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

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**
**Statement of changes in equity (Unaudited)**

			Separate financial statements						
			Retained earnings		Other components of equity				
	Note	Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	Defined benefit plan actuarial gains	Total other components of equity		Total equity
(in thousand Baht)									
Nine-month period ended 30 September 2013									
Balance at 1 January 2013		14,500,000	1,531,778	1,450,000	23,423,427	-	-		40,905,205
Dividends to owners of the Company	19	-	-	-	(3,291,500)	-	-		(3,291,500)
Comprehensive income for the period									
Profit		-	-	-	3,562,804	-	-		3,562,804
Other comprehensive income		-	-	-	-	-	-		-
Total comprehensive income for the period		-	-	-	3,562,804	-	-		3,562,804
Balance at 30 September 2013		14,500,000	1,531,778	1,450,000	23,694,731	-	-		41,176,509

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

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**
**Statement of changes in equity (Unaudited)**

				Separate financial statements					
				Retained earnings		Other components of equity			
		Issued and paid-up share capital	Share premium	Surplus on business combination under common control	Legal reserve	Unappropriated	Defined benefit plan actuarial gains	Total other components of equity	Total equity
<i>(in thousand Baht)</i>									
<b>Nine-month period ended 30 September 2014</b>									
<b>Balance at 1 January 2014</b>		<b>14,500,000</b>	<b>1,531,778</b>	<b>-</b>	<b>1,450,000</b>	<b>24,927,486</b>	<b>1,958</b>	<b>1,958</b>	<b>42,411,222</b>
<i>Contributions by and distributions to owners of the Company</i>									
Gain on disposals of investments in jointly-controlled entities	9	-	-	207,466	-	-	-	-	207,466
Dividends to owners of the Company	19	-	-	-	-	(3,291,500)	-	-	(3,291,500)
<b>Total contributions by and distributions to owners of the Company</b>		<b>-</b>	<b>-</b>	<b>207,466</b>	<b>-</b>	<b>(3,291,500)</b>	<b>-</b>	<b>-</b>	<b>(3,084,034)</b>
<b>Comprehensive income for the period</b>									
Profit		-	-	-	-	10,152,492	-	-	10,152,492
Other comprehensive income		-	-	-	-	-	-	-	-
<b>Total comprehensive income for the period</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,152,492</b>	<b>-</b>	<b>-</b>	<b>10,152,492</b>
<b>Balance at 30 September 2014</b>		<b>14,500,000</b>	<b>1,531,778</b>	<b>207,466</b>	<b>1,450,000</b>	<b>31,788,478</b>	<b>1,958</b>	<b>1,958</b>	<b>49,479,680</b>

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

# Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries

## Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2014	2013	2014	2013
	(Restated)			
	(in thousand Baht)			
<b><i>Cash flows from operating activities</i></b>				
Profit for the period	6,119,827	5,630,957	10,152,492	3,562,804
<i>Adjustments for</i>				
Depreciation	801,276	856,181	66,235	62,672
Amortisation	154,629	232,870	2,280	1,139
Interest income	(187,569)	(354,875)	(268,381)	(208,268)
Finance costs	1,175,550	1,245,634	36,626	36,485
Provision for obsolescence of spare parts and supplies	45,904	27,846	-	-
Provision for impairment of investment	-	15,156	-	15,446
Unrealised loss (gain) on exchange	(146,741)	(490,766)	11,440	(34,820)
Dividend income	(235,951)	(220,903)	(9,567,248)	(3,695,299)
Gain on sale of other long-term receivable	-	(645,830)	-	-
Gain (loss) on disposal of plant and equipment	930	687	(1,374)	170
Loss on disposal of spare parts and supplies	-	6,643	-	-
Employee benefit obligations	16,933	15,736	13,402	9,891
Shares of profit of jointly-controlled and associate entities	(1,030,366)	(635,748)	-	-
Gain on bargain purchase	(797,293)	-	-	-
Income tax expense (reversal)	911,103	1,168,183	(2,680)	(6,677)
(Gain) loss on changes in securities held for trading investment	(812)	208	(244)	352
Gain on disposal of investment in jointly-controlled entity	(10,942)	-	-	-
Reversal of provision and others	(306,050)	-	-	-
Surplus in liquidating distribution from subsidiaries	-	-	(498,426)	-
Loss on disposal of investment in subsidiary	142,114	-	-	-
	6,652,542	6,851,979	(55,878)	(256,105)
<b><i>Changes in operating assets and liabilities</i></b>				
Trade accounts receivable	(3,468,614)	(4,933,530)	-	-
Trade accounts receivable from other parties	(76,295)	201,146	-	-
Advances to and other receivables from related parties	6,942	(14,760)	(184,415)	16,338
Other receivables	(77,488)	(9,456)	7,220	(10,791)
Lease receivable from related party	2,818,055	1,674,739	-	-
Spare parts and supplies	(236,650)	(388,879)	-	-
Other current assets and non-current assets	(167,954)	(163,935)	1,881	43,746
Trade account payable from related party	(18,784)	(92,151)	-	-
Trade accounts payable from other parties	2,594,844	(343,451)	-	-

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

# Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries

## Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2014	2013	2014	2013
	(Restated)			
	(in thousand Baht)			
Other payables	(354,029)	1,235	(20,572)	(46,070)
Other current liabilities	95,321	259,364	55,987	59,130
Cash provided by (used in) operating activities	7,767,890	3,042,301	(195,777)	(193,752)
Income tax paid	(1,106,003)	(1,259,032)	(9,667)	(8,035)
<b>Net cash provided by (used in) operating activities</b>	<b>6,661,887</b>	<b>1,783,269</b>	<b>(205,444)</b>	<b>(201,787)</b>
<b><i>Cash flows from investing activities</i></b>				
Interest received	194,458	231,368	209,754	235,982
Dividends received	855,955	855,560	9,567,248	3,695,299
Purchases of property, plant and equipment	(205,493)	(267,383)	(21,037)	(96,328)
Sale of plant and equipment	4,020	25	2,503	25
Purchases of intangible assets	(34,975)	(7,313)	(413)	(614)
Net cash inflow (outflow) in current investments	(500,722)	3,387,604	(159,942)	3,936,604
Net cash inflow in long term investments	50,000	-	50,000	-
Procees from sale of other long-term receivable	-	3,518,059	-	-
Proceed from other receivable from disposal of investment	-	350,277	-	-
Decrease in short-term loans to related parties	-	-	12,550,000	4,800,000
Increase in short-term loans to related parties	-	(214,646)	(19,150,000)	(5,814,646)
Decrease in long-term loans to related parties	-	62,500	245,544	62,500
Increase in long-term loans to related parties	(41,299)	-	(41,299)	-
Cash outflow on acquisition of investments in subsidiaries	(703,435)	-	(2,932,846)	(2,600,000)
Proceed from liquidation and disposal of investments				
in subsidiaries	118,429	-	972,874	-
Proceed from disposal of investments				
in jointly-controlled entities	10,942	20,800	-	-
Cash outflow on acquisition of investment				
in jointly-controlled entity	(394,211)	(75,100)	(154,211)	(57,000)
Cash outflow on acquisition of investment				
in other company	-	(11,644)	-	(11,644)
<b>Net cash provided by (used in) investing activities</b>	<b>(646,331)</b>	<b>7,850,107</b>	<b>1,138,175</b>	<b>4,150,178</b>

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

# Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries

## Statement of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Nine-month period ended		Nine-month period ended	
	30 September		30 September	
	2014	2013	2014	2013
	(Restated)			
	(in thousand Baht)			
<b>Cash flows from financing activities</b>				
Proceed from disposal of investments				
in jointly-controlled entities	-	-	1,481,078	-
Finance costs paid	(1,123,935)	(1,553,372)	(48,921)	(48,646)
Dividend paid to equity holders of the Company	(3,288,210)	(3,288,680)	(3,288,210)	(3,288,680)
Proceeds from bills of exchange payables	4,000,000	2,300,000	-	-
Proceeds from short-term loans from financial institutions	10,710,000	12,260,719	550,000	-
Proceeds from long-term loans from financial institutions	-	2,945,950	-	-
Proceeds from issue of debentures	9,736,500	-	-	-
Repayment of bills of exchange payables	(3,050,000)	(2,500,000)	-	-
Repayment of short-term loans from financial institutions	(16,508,996)	(6,424,228)	(550,000)	-
Repayment of finance lease liability	(1,188)	(1,617)	-	-
Repayment of long-term loans from related party	-	(58,170)	-	-
Repayment of long-term loans from financial institutions	-	(13,474,510)	-	-
Redemption of debentures	(4,039,500)	(2,933,100)	-	-
<b>Net cash used in financing activities</b>	<b>(3,565,329)</b>	<b>(12,727,008)</b>	<b>(1,856,053)</b>	<b>(3,337,326)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>2,450,227</b>	<b>(3,093,632)</b>	<b>(923,322)</b>	<b>611,065</b>
Cash and cash equivalents at 1 January	7,437,782	8,260,581	3,156,971	1,087,816
Effect of exchange rate changes on balances held in				
foreign currencies	(3,968)	(10,287)	-	-
Cash of subsidiary acquired during the period	45,700	-	-	-
Cash of subsidiary sold during the period	(28,335)	-	-	-
<b>Cash and cash equivalents at 30 September</b>	<b>9,901,406</b>	<b>5,156,662</b>	<b>2,233,649</b>	<b>1,698,881</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 nine-month periods ended 30 September 2014 (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	Acquisitions of subsidiaries
5	Related parties
6	Other investments
7	Trade accounts receivable
8	Investments in subsidiaries
9	Investments in jointly-controlled entities and associate entities
10	Property, plant and equipment
11	Goodwill and Intangible assets
12	Deferred tax
13	Other non-current assets
14	Interest-bearing liabilities
15	Other income
16	Segment information
17	Income tax expense
18	Basic earnings per share
19	Dividends
20	Commitments with non-related parties
21	Events after the reporting period



**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (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 12 November 2014.

## **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 September 2014 and 31 December 2013 were as follows:

Name of the entities	Type of business	Country of incorporation	Ownership interest (%)	
			30 September 2014	31 December 2013
<b><i>Direct subsidiaries</i></b>				
Ratchaburi Electricity Generating Company Limited	Generating and selling Electricity and investing in the power energy business	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 ( Liquidation in 2014)	Investing in the power energy business	Thailand	-	99.99
Ratch Udom Power Company Limited (Liquidation in 2014)	Investing in the power energy business	Thailand	-	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
Tri Energy Company Limited (In process of liquidation)	Generating and selling Electricity	Thailand	99.99	-
Ratchaburi Alliances Company Limited	Investing in the power energy business	Thailand	99.99	-

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

Name of the entities	Type of business	Country of incorporation	Ownership interest (%)	
			30 September 2014	31 December 2013
<b><i>Indirect subsidiaries</i></b>				
Ratchaburi Alliances Company Limited	Investing in the power energy business	Thailand	-	99.99
RH International (Mauritius) Corporation Limited	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
Khao Kor Wind Power Company Limited	Generating and selling electricity	Thailand	-	55.18
RATCH-Australia Corporation Limited and its subsidiaries	Developing and operating power plant and investing in the power energy business	Australia	80	80
Ban Bueng Power Company Limited (In process of liquidation)	Generating and selling electricity	Thailand	99.99	99.99
Eastern IPP Company Limited (In process of liquidation)	Generating and selling electricity	Thailand	99.99	99.99
Eastern Power Generation Company Limited (In process of liquidation)	Generating and selling electricity	Thailand	99.99	99.99
<b><i>Jointly-controlled entities</i></b>				
Tri Energy Company Limited	Generating and selling electricity	Thailand	-	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

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

Name of the entities	Type of business	Country of incorporation	Ownership interest (%)	
			30 September 2014	31 December 2013
<i>Jointly-controlled entities</i>				
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
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
KK 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
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	45
<i>Associate entities</i>				
First Korat Wind Company Limited	Generating and selling electricity	Thailand	20	20
K.R.TWO Company Limited	Generating and selling electricity	Thailand	20	20

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (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 2012) *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 2013. 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 2013.

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 2013 except that the Group has adopted all the new and revised TFRS that are effective for annual periods beginning on or after 1 January 2014. The adoption of these new and revised TFRS did not have any material effect on the accounting policies, methods of computation, financial performance or position of the Group except as disclosed in note 3.

**(b) Functional and presentation currency**

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

**(c) Use of estimates and judgments**

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

In preparing these interim financial statements, the significant judgments 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 2013. Changes principally derive from the adoption of new and revised TFRS from 1 January 2014.

**3 Changes in accounting policy**

***Accounting for arrangements containing a lease***

From 1 January 2014, the Group has adopted TFRIC 4 - Determining whether an Arrangement contains a Lease.

TFRIC 4 addresses arrangements that do not take the legal form of a lease, but convey rights to use items for agreed periods of time in return for a payment or series of payments. TFRIC 4 provides guidance for evaluating whether such arrangements are, or contain, leases should be accounted for under TAS 17 Leases. If an agreement is determined to contain a lease, then TFRIC 4 requires TAS 17 to be applied to classify and account for the lease.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

Management has reviewed the Group's arrangements and has determined the impact of TFRIC 4 adoption on assets, liabilities, and retained earnings of the Group as subsidiaries (Ratchaburi Electricity Generating Company Limited) and a Jointly-controlled entity (Ratchaburi Power Company Limited) has a power purchase agreements with Electricity Generating Authority of Thailand ("EGAT") which determined to be an agreement containing a finance lease.

The Group recognised revenue from finance lease contracts using the effective interest rate method while finance lease receivables are carried at outstanding amount, net of unearned interest income less allowance for doubtful accounts.

The effects of the change are recognised retrospectively in the financial statements. The impact of the change on the financial statements is as follows:

<i>Statement of financial position</i>	30 September 2014	<b>Consolidated financial statements</b>	
		31 December 2013 (Restated) <i>(in thousand Baht)</i>	1 January 2013 (Restated)
Increase in current portion of finance lease receivable from related party	3,603,656	3,475,586	1,592,826
Decrease in spare parts and supplies	(291,861)	-	-
Decrease in investment in jointly-controlled entities	(192,755)	(2,447,743)	(2,216,980)
Decrease in property, plant and equipment-net	(28,682,594)	(26,150,692)	(28,441,054)
Decrease in intangible assets-net	(183,271)	-	-
Increase in finance lease receivable from related party	28,980,365	30,219,292	33,694,878
Decrease in deferred tax assets	(157,823)	(125,200)	(116,342)
Increase in deferred tax liabilities	(22,626)	(1,383,637)	(1,252,988)
Total impact to retain earning-net	3,053,091	3,587,606	3,260,340
<b>Total change in equity-net</b>	<b>3,053,091</b>	<b>3,587,606</b>	<b>3,260,340</b>

<i>Statements of comprehensive income for the three-month period ended 30 September</i>	<b>Consolidated financial statements</b>	
	2014	2013
	<i>(in thousand Baht)</i>	
Decrease in revenue from sale and rendering of services	(2,442,718)	(1,802,820)
Increase in revenue from finance lease contract	1,387,022	1,346,178
Decrease in cost of sales and rendering of services	752,182	570,089
Decrease in administrative expenses	5,779	5,778
Decrease in share of profit of jointly-controlled and associates entities	(56,660)	(127,660)
(Increase) decrease in income tax expense	83,976	(23,845)
<b>Decrease in profit for the period</b>	<b>(270,419)</b>	<b>(32,280)</b>
<b>Decrease in basic earnings per share (Baht)</b>	<b>(0.19)</b>	<b>(0.02)</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

<i>Statements of comprehensive income for the nine-month period ended 30 September</i>	<b>Consolidated financial statements</b>	
	2014	2013
	<i>(in thousand Baht)</i>	
Decrease in revenue from sale and rendering of services	(6,963,352)	(5,791,238)
Increase in revenue from finance lease contract	4,229,826	4,116,499
Decrease in cost of sales and rendering of services	2,173,373	1,701,470
Decrease in administrative expenses	17,148	17,148
Decrease in share of profit of jointly-controlled and associates entities	(27,533)	(273,663)
(Increase) decrease in income tax expense	36,023	(8,776)
<b>Decrease in profit for the period</b>	<b>(534,515)</b>	<b>(238,560)</b>
<b>Decrease in basic earnings per share (Baht)</b>	<b>(0.37)</b>	<b>(0.16)</b>

#### **4 Acquisitions of subsidiaries**

##### *Share purchasing of Tri Energy Company Limited*

On 28 January 2014, Ratchaburi Gas Company Limited (“RGAS”), a subsidiary, acquired an additional 49.99% of the common shares of Tri Energy Company Limited (“TECO”), for USD 21.32 million or equivalent to Baht 703.43 million resulting in RGAS holding 99.99% of the issued and paid up capital of TECO (previously held 50%).

Under TFRS 3 Business Combinations, the investment in TECO is classified as a step acquisition which requires the Group to remeasure the previously held equity interest in TECO (50%) at fair value and recognise the difference between fair value and carrying value to profit or loss on the acquisition date as follows:

	<i>(in thousand Baht)</i>
Fair value of previously held equity interest in TECO (50%) at the acquisition date	703,436
Less Carrying amount of previously investment in TECO	2,163,162
<b>Difference from fair value adjustment of previously held equity interest</b>	<b>(1,459,726)</b>

As result of, the acquisition of TECO led to the recognition of Baht 2,257.02 million to gain on bargain purchase under TFRS 3 which calculated as follows:

	<b>Book Value (Unaudited)</b>	<b>Fair Value adjustment</b>	<b>Recognised amounts</b>
		<i>(In thousand Baht)</i>	
Cash and cash equivalents	45,700	-	45,700
Trade account receivable	466,892	-	466,892
Finance lease receivable	2,407,038	(784,370)	1,622,668
Other receivables	130,250	-	130,250
Inventories	272,850	-	272,850
Other current assets	25,360	-	25,360
Property, plant and equipment	248,457	(30,920)	217,537
Intangible assets	9,566	-	9,566
Deferred tax assets	1,129,308	163,058	1,292,366
Other non-current assets	13,158	-	13,158

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

	<b>Book Value</b> (Unaudited)	<b>Fair Value</b> <b>adjustment</b>	<b>Recognised</b> <b>amounts</b>
		<i>(In thousand Baht)</i>	
Trade accounts payable	(124,634)	-	(124,634)
Other payables	(10,436)	-	(10,436)
Other current liabilities	(289,921)	-	(289,921)
Employee benefit obligations	(7,466)	-	(7,466)
<b>Net asset acquisitions</b>	<b>4,316,122</b>	<b>(652,232)</b>	<b>3,663,890</b>
Fair value of previously held equity interest (50%)		(703,436)	
Fair value of additional investment (49.99%)		(703,435)	(1,406,871)
<b>Gain on a bargain purchase</b>			<b>2,257,019</b>

The Group recognized the change in fair value of investment in TECO before changing status from jointly-controlled entity to subsidiary and difference rising from fair value on the acquisition date in the statement of comprehensive income for the nine-month period ended 30 September 2014 as follows:

	<i>(In thousand Baht)</i>
Difference from fair value adjustment of previously held equity interest	(1,459,726)
Gain on bargain purchase	2,257,019
<b>Net</b>	<b>797,293</b>

The Group incurred acquisition-related costs of Baht 5.02 million related to external legal fees and due diligence costs, which was included in administrative expenses in the Group's consolidated statement of comprehensive income.

*The transfer of the subsidiary's business*

At the annual general meeting of the shareholders of the Company held on 28 March 2014, the shareholders unanimously approved to acquire the entire business of RGAS ("the seller"), a subsidiary.

As at 31 March 2014 the Company agreed to acquire all investment in TECO which equal to the net book value of Baht 2,512.65 million. The consideration paid to the seller was also equal to the net book value of such investment. The transfer qualifies for treatment as a business combination under common control for which has been accounted for under the guideline issued in 2009 by the FAP. Under the guideline, the net assets of the combining entities are consolidated using the existing book values of the combining entities.

*The Entire Business Transfer of the subsidiaries*

On 1 August 2014, Tri Energy Company Limited, a subsidiary, transferred its entire business including all assets, liabilities and agreements with third parties to Ratchaburi Electricity Generating Company Limited, a subsidiary, at the book value of net assets as at 31 July 2014. Ratchaburi Electricity Generating Company Limited, increased its ordinary share capital from Baht 18,275 million (*comprising 1,827.50 million ordinary shares at par value of Baht 10 per share*) to Baht 21,900 million (*comprising 2,190 million ordinary shares at par value of Baht 10 per share*) by issuance of ordinary shares totaling 362.50 million shares at par value of Baht 10 per share in order to purchase and accept the transfer of Tri Energy Company Limited's entire business.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

At the extraordinary shareholders' meeting of Tri Energy Company Limited, a subsidiary, held on 1 August 2014, the shareholders approved the dissolution of such subsidiary. The dissolution was registered with the Department of Business Development Ministry of Commerce on 4 August 2014. As at 30 September 2014, the liquidation has been under process.

However, the business transfer is part of the restructuring of the Group's operations and does not have any impact on the consolidated financial statements.

## **5 Related parties**

For the purposes of these financial statements, parties are considered to be related to the Group/the Company if the Group/the 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/the 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
Ratchaburi Alliances 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
Tri Energy Company Limited	Thailand	Subsidiary, 99.99% shareholding
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
Sustainable Energy Corporation Company Limited	Thailand	Indirect subsidiary, 55.18 % shareholding by a subsidiary



**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

<b>Name of entities</b>	<b>Country of incorporation/ nationality</b>	<b>Nature of relationships</b>
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
Ratchaburi Power Company Limited	Thailand	Jointly-controlled entity of subsidiary, 25% shareholding by a 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
KhaoKor 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
NamNgum 2 Power Company Limited	Lao PDR	Subsidiary of a jointly-controlled entity, 75% shareholding by a jointly-controlled entity
NamNgum 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 subsidiary, 40% shareholding by a subsidiary
Nava Nakorn Electricity Generating Company Limited	Thailand	Jointly-controlled entity of the subsidiary, 40% shareholding by a subsidiary
Solarta Company Limited	Thailand	Jointly-controlled entity of the subsidiary, 49% shareholding by a subsidiary
Solar Power (Korat 3) Company Limited	Thailand	Jointly controlled entity of the subsidiary, 40% shareholding by a subsidiary
Solar Power (Korat 4) Company Limited	Thailand	Jointly controlled entity of the subsidiary, 40% shareholding by a subsidiary
Solar Power (Korat 7) Company Limited	Thailand	Jointly controlled entity of the subsidiary,

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

<b>Name of entities</b>	<b>Country of incorporation/ nationality</b>	<b>40% shareholding by a subsidiary Nature of relationships</b>
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
KK POWER Company Limited	Cambodia	Jointly-controlled entity of the Company, 50% shareholding
First Korat Wind Company Limited	Thailand	Associate of the Company, 20% shareholding
K.R. TWO Company Limited	Thailand	Associate of the Company, 20% shareholding
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.

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

<b>Transactions</b>	<b>Pricing policies</b>
Revenue from finance lease contract	Contractually agreed price
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 nine-month periods ended 30 September 2014 and 2013 with related parties were as follows:

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

<i>Three-month periods ended 30 September</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
<b>Major Shareholder</b>				
Sale of electricity	13,477,737	9,749,969	-	-
Revenue from finance lease contracts	1,387,022	1,346,178	-	-
Purchase of fuel	188,251	2,040	-	-
Purchase of electricity	48,695	47,218	-	-
Operation and maintenance services fee	356,639	340,043	-	-
Management service of fuel	527	515	-	-
Other service	2,596	-	2,596	-
Management service income	4,680	231	-	-
<b>Subsidiaries</b>				
Management service income	-	-	223,955	16,364
Dividend income	-	-	6,328,643	1,810,920
Interest income	-	-	98,406	36,525
Surplus in liquidating distribution from subsidiary	-	-	1,112,355	-
<b>Jointly-controlled entities</b>				
Operation and maintenance services income	52,279	52,777	-	-
Management services income	57,789	50,348	57,445	49,925
Interest income	393	4,448	393	4,448
Rental income	2,931	2,931	-	-
Other income	10,982	9,562	-	-
<b>Associate entities</b>				
Management service income	492	450	492	450
<b>Other related party</b>				
Interest expense	24,113	24,003	-	-
<b>Key management personnel</b>				
Short-term employee benefits	45,248	37,045	36,865	28,024
Post-employment benefits	2,373	1,461	1,543	1,182
Long-term employee benefits	1,902	2,765	1,485	739
<i>Nine-month periods ended 30 September</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
<b>Major Shareholder</b>				
Sale of electricity	33,737,791	30,260,297	-	-
Revenue from finance lease contracts	4,229,826	4,116,499	-	-
Purchase of fuel	1,654,220	958,900	-	-
Purchase of electricity	159,980	139,725	-	-
Operation and maintenance services fee	1,001,863	983,880	-	-
Management service of fuel	1,557	1,515	-	-
Other service	3,593	-	3,593	-
Management service income	5,087	796	-	-

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

<i>Nine-month periods ended 30 September</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
<b>Subsidiaries</b>				
Management service income	-	-	301,083	71,435
Dividend income	-	-	9,256,949	3,675,299
Interest income	-	-	213,078	110,564
Surplus in liquidating distribution from subsidiaries	-	-	498,426	-
<b>Jointly-controlled entities</b>				
Operation and maintenance services income	155,435	153,998	-	-
Management services income	175,468	154,023	174,762	153,599
Dividend income	-	-	141,799	20,000
Interest income	1,037	11,280	1,037	11,280
Rental income	8,794	8,794	-	-
Other income	25,266	25,451	-	-
<b>Associate entities</b>				
Management service income	1,434	1,350	1,434	1,350
Dividend income	-	-	168,500	-
<b>Other related party</b>				
Interest expense	71,896	80,754	-	-
<b>Key management personnel</b>				
Short-term employee benefits	134,372	121,205	98,030	84,319
Post-employment benefits	6,767	5,256	4,455	3,667
Long-term employee benefits	5,731	5,250	4,455	2,216

Balances as at 30 September 2014 and 31 December 2013 with related parties were as follows:

<i>Trade accounts receivable from related parties</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(in thousand Baht)</i>			
<b>Major Shareholder</b>				
Electricity Generating Authority of Thailand	12,251,169	8,304,933	-	-
<b>Jointly-controlled entities</b>				
Nam Ngum 2 Power Company Limited	21,081	31,812	-	-
	12,272,250	8,336,745	-	-
Less allowance for doubtful accounts	-	-	-	-
<b>Net</b>	<b>12,272,250</b>	<b>8,336,745</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 nine-month periods ended 30 September 2014 (Unaudited)**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
Bad and doubtful debts expense for the				
- three-month periods ended 30 September	-	-	-	-
- nine-month periods ended 30 September	-	-	-	-
<b>Advances to and other receivables from related parties</b>				
	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30	31	30	31
	September	December	September	December
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
<b>Major Shareholder</b>				
Electricity Generating Authority of Thailand	24,301	20,975	-	-
<b>Subsidiaries</b>				
Ratchaburi Electricity Generating Company Limited	-	-	273,768	20,458
Ratchaburi Energy Company Limited	-	-	14,651	1,378
Ratchaburi Gas Company Limited	-	-	-	128
Ratchaburi Alliances Company Limited	-	-	96	128
RATCH-Lao Services Company Limited	-	-	1,029	-
RH International Corporation Limited	-	-	482	642
RH International (Singapore) Corporation PTE. LTD.	-	-	15,667	20,727
Sustainable Energy Corporation Company Limited	-	-	-	1,152
RATCH-Australia Corporation Limited	-	-	2,454	-
<b>Jointly-controlled entities</b>				
Tri Energy Company Limited	-	2,718	-	2,718
Ratchaburi Power Company Limited	13,632	10,272	-	-
Chubu Ratchaburi Electric Services Company Limited	905	888	905	888
SouthEast Asia Energy Limited	221	206	221	206
Hongsa Power Company Limited	4,229	4,295	4,229	4,295
Ratchaburi World Cogeneration Company Limited	3,752	1,756	3,752	1,756
Nava Nakorn Electricity Generating Company Limited	902	1,801	902	1,801
Nam Ngum 2 Power Company Limited	13,464	822	-	-
Songkhla Biomass Company Limited	14	-	14	-
Solarta Company Limited	1,393	1,332	1,393	1,332
Xe-Pian Xe-Namnoy Power Company Limited	15,630	40,159	15,630	40,159
<b>Associate entities</b>				
First Korat Wind Company Limited	88	161	88	161
K.R. TWO Company Limited	88	161	88	161
<b>Total</b>	<b>78,619</b>	<b>85,546</b>	<b>335,369</b>	<b>98,090</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

***Long-term other account receivable from related parties***

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(in thousand Baht)</i>			
<b>Subsidiary</b>				
RATCH – Lao Services Company Limited	-	-	6,392	-
<b>Jointly-controlled entity</b>				
Xe-Pian Xe-Namnoy Power Company Limited	1,037	-	1,037	-
<b>Total</b>	<b>1,037</b>	<b>-</b>	<b>7,429</b>	<b>-</b>

***Finance lease receivable from related party***

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(Restated)</i>			
	<i>(in thousand Baht)</i>			
<b>Major Shareholder</b>				
Electricity Generating Authority of Thailand	<b>32,584,021</b>	<b>33,694,878</b>	-	-

	<b>Consolidated financial statements</b>					
	Portion due within one year		Portion due after one year		Total	
	30 September 2014	31 December 2013 (Restated)	30 September 2014	31 December 2013 (Restated)	30 September 2014	31 December 2013 (Restated)
	<i>(in thousand Baht)</i>					
Receivables under finance lease contracts	8,423,378	8,556,544	52,458,700	56,776,662	60,882,078	65,333,206
Less unearned interest income	(4,819,722)	(5,080,958)	(23,478,335)	(26,557,370)	(28,298,057)	(31,638,328)
	3,603,656	3,475,586	28,980,365	30,219,292	32,584,021	33,694,878
Less allowance for doubtful accounts	-	-	-	-	-	-
<b>Receivable under finance lease contracts - net</b>	<b>3,603,656</b>	<b>3,475,586</b>	<b>28,980,365</b>	<b>30,219,292</b>	<b>32,584,021</b>	<b>33,694,878</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

As at 30 September 2014 and 31 December 2013, the gross receivable and interest under finance lease contracts were as follows:

	<b>Consolidated financial statements</b>			
	30 September 2014		31 December 2013	
	Receivable and interest under finance lease contracts	Receivable under finance lease contracts - net	Receivable and interest under finance lease contracts (Restated)	Receivable under finance lease contracts - net (Restated)
	<i>(in thousand Baht)</i>			
Portion due within one year	8,423,378	3,603,656	8,556,544	3,475,586
Portion due over one year but within five years	26,415,008	12,331,279	28,122,064	12,951,840
Portion due over five years	26,043,692	16,649,086	28,654,598	17,267,452
	<b>60,882,078</b>	<b>32,584,021</b>	<b>65,333,206</b>	<b>33,694,878</b>
Less unearned interest income	(28,298,057)		(31,638,328)	
<b>Receivable under finance lease contracts - net</b>	<b>32,584,021</b>		<b>33,694,878</b>	

**Loans to related parties**

	<b>Interest rate</b>		<b>Consolidated financial statement</b>		<b>Separate financial statements</b>	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
<b>Short-term loans</b>						
<b>Subsidiaries</b>						
Ratchaburi Electricity Generating Company Limited	4.50	4.50	-	-	9,180,000	3,360,000
Ratchaburi Energy Company Limited	4.50	-	-	-	780,000	-
Less allowance for doubtful accounts			-	-	-	-
<b>Short-term loans to related parties – net</b>			<b>-</b>	<b>-</b>	<b>9,960,000</b>	<b>3,360,000</b>
<b>Long-term loans</b>						
<b>Subsidiary</b>						
RATCH-Lao Services Company Limited	2.50 and 3.65	2.50 and 3.65	-	-	914,740	1,172,862
<b>Jointly-controlled entity</b>						
Xe-Pain Xe-Namnoy Power Company Limited	3.7356	-	42,422	-	42,422	-
			42,422	-	957,162	1,172,862
Less current portion within one year allowance for doubtful accounts			-	-	-	-
<b>Long-term loans to related parties – net</b>			<b>42,422</b>	<b>-</b>	<b>957,162</b>	<b>1,172,862</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

Movements during the nine-month periods ended 30 September 2014 and 2013 of loans to related parties were as follows:

<i>Loans to related parties</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
<i>Short-term loans to related parties</i>				
At 1 January	-	100,278	3,360,000	2,500,278
Increase	-	214,646	19,150,000	5,814,646
Decrease	-	-	(12,550,000)	(4,800,000)
Exchange rate adjustment	-	6,741	-	6,741
<b>At 30 September</b>	<b>-</b>	<b>321,665</b>	<b>9,960,000</b>	<b>3,521,665</b>
<i>Long-term loans to related parties</i>				
At 1 January	-	62,500	1,172,862	1,156,443
Increase	41,299	-	41,299	-
Decrease	-	(62,500)	(245,544)	(62,500)
Exchange rate adjustment	1,123	-	(11,455)	27,453
<b>At 30 September</b>	<b>42,422</b>	<b>-</b>	<b>957,162</b>	<b>1,121,396</b>
<i>Investments in subsidiaries</i>				
	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30	31	30	31
	September	December	September	December
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
Subsidiaries	-	-	30,040,558	27,582,161
<i>Investments in jointly-controlled entities and associates</i>				
	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30	31	30	31
	September	December	September	December
	2014	2013	2014	2013
		(Restated)		
	<i>(in thousand Baht)</i>			
Jointly-controlled entities	10,481,445	11,656,261	3,938,455	4,918,989
Associates	942,257	957,628	764,604	764,604
	<b>11,423,702</b>	<b>12,613,889</b>	<b>4,703,059</b>	<b>5,683,593</b>
<i>Trade payables to related party</i>				
	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30	31	30	31
	September	December	September	December
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
Major Shareholder Electricity Generating Authority of Thailand	<b>23,593</b>	<b>42,377</b>	-	-



**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

<i>Other payables to related parties</i> <i>("Other payables")</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(in thousand Baht)</i>			
<b>Major Shareholder</b> Electricity Generating Authority of Thailand	58,864	90,783	-	-
<b>Subsidiaries</b> Ratchaburi Electricity Generating Company Limited	-	-	386	611
RATCH-Lao Services Company Limited	-	-	512	118
<b>Total</b>	<b>58,864</b>	<b>90,783</b>	<b>898</b>	<b>729</b>
<i>Unearned revenue and accrued expenses-related parties</i> <i>("Other payables")</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(in thousand Baht)</i>			
<b>Major Shareholder</b> Electricity Generating Authority of Thailand	25,966	29,383	-	-
<b>Subsidiary</b> RH International (Singapore) Corporation PTE. LTD.	-	-	531	2,923
<b>Jointly-controlled entity</b> Ratchaburi Power Company Limited	17,734	14,546	13,337	13,081
<b>Total</b>	<b>43,700</b>	<b>43,929</b>	<b>13,868</b>	<b>16,004</b>
<i>Long-term unearned revenue-related parties</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(in thousand Baht)</i>			
<b>Major Shareholder</b> Electricity Generating Authority of Thailand	<b>8,262</b>	-	-	-

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

<i>Long-term loans from other related party</i>	<b>Interest rate</b>		<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30	31	30	31	30	31
	September 2014	December 2013	September 2014	December 2013	September 2014	December 2013
	<i>(% per annum)</i>		<i>(in thousand Baht)</i>			
Transfield Services Limited	8.01	8.112	1,152,057	1,186,297	-	-
Less current portion of long-term loans			-	-	-	-
<b>Long-term loans from other related party</b>			<b>1,152,057</b>	<b>1,186,297</b>	<b>-</b>	<b>-</b>

Movements during the nine-month periods ended 30 September 2014 and 2013 of long-term loans from other related party were as follows:

<i>Long-term loans from related party</i>	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
At 1 January	1,186,297	1,358,280	-	-
Increase	-	-	-	-
Decrease	-	(58,170)	-	-
Exchange rate adjustment	(34,240)	(110,159)	-	-
<b>At 30 September</b>	<b>1,152,057</b>	<b>1,189,951</b>	<b>-</b>	<b>-</b>

**Significant agreements with related parties**

***Short-term loans to related parties***

As at 30 September 2014, the Company had outstanding balance of loan to Ratchaburi Electricity Generating Company Limited, a subsidiary, amounting to Baht 9,180 million which bears interest at the rate of 4.50% per annum and will be due in the 4<sup>th</sup> Quarter of 2014.

As at 30 September 2014, the Company had outstanding balance of loan to Ratchaburi Energy Company Limited, a subsidiary, amounting to Baht 780 million which bears interest at the rate of 4.50% per annum and will be due in the 4<sup>th</sup> Quarter of 2014.

***Long-term loans to related parties***

The Company granted loans to RATCH-Lao service Company Limited, a subsidiary, amounting to U.S. Dollars 36 million which bears interest at the rates as stipulated in the agreement. Principle and interest will be due as stipulated in the agreement. Until 30 September 2014, such subsidiary has made repayment to the Company totalling U.S. Dollars 7.54 million. Consequently, as at 30 September 2014 the Company had the outstanding balance of such loans amounting to U.S. Dollars 28.46 million, or equivalent to Baht 914.74 million. The Company has no intention to recall such loans from the subsidiary within one year. Therefore, the Company classified the balance of such loans as long-term loans.

The Company granted loan to Xe-Pian Xe-Namnoy Power Company Limited, a jointly-controlled entity, amounting to U.S. Dollars 1.32 million, in the proportion of investment of 25%, or equivalent to Baht 42.42 million which bears interest at the rates as stipulated in the agreement. The loan agreement

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

determines the repayment term of principal and interest within 27 years from the first utilisation date of the jointly-controlled entity which on 5 February 2014.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

***Long-term loans from related party***

As at 30 September 2014, RATCH-Australia Corporation Limited, an indirect subsidiary, had outstanding long-term loan from another related party in Australia amounting to Australian Dollars 40.74 million or equivalent to Baht 1,152.06 million (*31 December 2013 : Baht 1,186.29 million*) which bear interest at the floating rate of Bank Bill Swap Bid Rate(BBSY), announced by Reuters, plus fixed margin per annum and will be payable on demand from 10 years after implementation date (2 May 2011). 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.

On 22 May 1997 Tri Energy Company Limited, a subsidiary, entered into the Power Purchase Agreement with EGAT for the period of 20 years, whereby the subsidiary will deliver the Net Electrical Generation from the Combined Cycle Generating 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 1 August 2014, Tri Energy Company Limited transferred its entire business including Power Purchase Agreement with EGAT to Ratchaburi Electricity Generating Company Limited (as described in Note 4)

***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 contract is effective from 1 January 2009. 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.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (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. The management service fee as stipulated in the agreement.

***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 8 September 2014, 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.

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

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

On 29 September 2005, the Company and Chubu Electric Power (Thailand) Company Limited entered into the Shareholders Agreement to set up Chubu Ratchaburi Electric Services Company Limited and made the first payment of paid-up capital in proportion of each equity holder totalling 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 September 2014, the Company has not provided any loans or guarantees according to the agreement.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

***Agreements in relation to Nam Ngum 2 Power Plant***

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

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

***Personnel Providing Service for Operation and Maintenance Agreement***

On 10 September 2013, RATCH-Lao services Company Limited, a subsidiary, entered into the Personnel Providing Service for Operation and Maintenance Agreement with EGAT. Such subsidiary will operate for recruitment and provide personnel as condition specified in the agreement for operation and maintenance of Hongsa Mine Mount Power in Lao PDR for the period of 40 months. The agreement is effective from March 2014 and will expire on June 2017, and provides for a service fee of approximately Baht 87 million in total.

***Construction Supervision Contractor Service Agreement***

On 28 November 2013, The Company entered into the Construction Supervision Contractor Service Agreement with Xe-Pian Xe-Namnoy Power Company Limited, a jointly-controlled entity, for control and management the construction of Xe-Pian Xe-Namnoy Hydroelectric Power Plant Project located in Champassak and Attapeu districts, Lao PDR. The Company will receive management fee amounting to U.S. Dollars 10.96 million or equivalent to Baht 328 million for the period of 64 months.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

**6 Other investments**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(in thousand Baht)</i>			
<b><i>Current investments</i></b>				
Short-term deposits at financial institutions	1,848,929	1,471,000	230,264	30,000
Short-term held-for-trading securities	528,237	445,634	365,184	405,262
Debt securities held to maturity	-	50,000	-	50,000
	<b><u>2,377,166</u></b>	<b><u>1,966,634</u></b>	<b><u>595,448</u></b>	<b><u>485,262</u></b>
<b><i>Other long-term investments</i></b>				
Equity securities available for sale	3,381,847	2,997,896	-	-
Debt securities held to maturity	123,000	123,000	123,000	123,000
	<b><u>3,504,847</u></b>	<b><u>3,120,896</u></b>	<b><u>123,000</u></b>	<b><u>123,000</u></b>
<b>Total</b>	<b><u>5,882,013</u></b>	<b><u>5,087,530</u></b>	<b><u>718,448</u></b>	<b><u>608,262</u></b>

Movements during the nine-month periods ended 30 September 2014 and 2013 of marketable debt and equity securities were as follows:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
<b><i>Held-for-trading securities</i></b>				
At 1 January	445,634	312,598	405,262	312,598
Purchases during the period	762,286	443,301	234,990	403,301
Sales during the period	(680,495)	(337,905)	(275,312)	(337,905)
Valuation adjustment	812	(208)	244	(351)
<b>At 30 September</b>	<b><u>528,237</u></b>	<b><u>417,786</u></b>	<b><u>365,184</u></b>	<b><u>377,643</u></b>
<b><i>Available-for-sale securities</i></b>				
At 1 January	2,997,896	2,729,221	-	-
Valuation adjustment	383,951	345,431	-	-
<b>At 30 September</b>	<b><u>3,381,847</u></b>	<b><u>3,074,652</u></b>	<b><u>-</u></b>	<b><u>-</u></b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

**7 Trade accounts receivable**

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(in thousand Baht)</i>			
Related parties (Note 5)	12,272,250	8,336,745	-	-
Other parties	235,840	164,008	-	-
<b>Total</b>	<b>12,508,090</b>	<b>8,500,753</b>	-	-
<i>Less</i> allowance for doubtful accounts	-	-	-	-
<b>Net</b>	<b>12,508,090</b>	<b>8,500,753</b>	-	-

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
Bad and doubtful debts expense for the				
- three months period ended 30 September	-	-	-	-
- nine months period ended 30 September	-	-	-	-

Aging analyses for trade accounts receivable were as follows:

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(in thousand Baht)</i>			
<b>Related parties</b>				
Within credit terms	12,269,809	8,301,970	-	-
Over Due:				
Less than 3 months	-	-	-	-
3 – 6 months	-	1,559	-	-
6 – 12 months	-	11,958	-	-
More than 12 months	2,441	21,258	-	-
	<b>12,272,250</b>	<b>8,336,745</b>	-	-
<i>Less</i> allowance for doubtful accounts	-	-	-	-
<b>Net</b>	<b>12,272,250</b>	<b>8,336,745</b>	-	-
<b>Other parties</b>				
Within credit terms	235,840	164,008	-	-
<i>Less</i> allowance for doubtful accounts	-	-	-	-
<b>Net</b>	<b>235,840</b>	<b>164,008</b>	-	-

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



**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

**8 Investments in subsidiaries**

		<b>Separate financial statements</b>	
	<i>Note</i>	2014	2013
		<i>(in thousand Baht)</i>	
At 1 January		27,582,161	24,982,161
Additional investment	4	6,557,846	2,600,000
Received return capital		(3,433,546)	-
Allowance from impairment		(665,903)	-
<b>At 30 September</b>		<b><u>30,040,558</u></b>	<b><u>27,582,161</u></b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

Investments in subsidiaries as at 30 September 2014 and 31 December 2013, and dividend income from those investments for the nine-month periods ended 30 September 2014 and 2013 were as follows:

	Separate financial statements										Dividend income for the nine-month periods ended	
	Ownership Interest		Paid-up capital		Cost method		Impairment		At cost - net			
	30	31	30	31	30	31	30	31	30	31	30 September	
	September	December	September	December	September	December	September	December	September	December		
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
(%)		(in thousand Baht)										
<b>Direct subsidiaries</b>												
Ratchaburi Electricity Generating Company Limited	99.99	99.99	21,900,000	18,275,000	21,900,000	18,275,000	-	-	21,900,000	18,275,000	2,917,949	3,555,299
Ratchaburi Gas Company Limited	-	99.99	-	500,000	-	1,165,903	-	-	-	1,165,903	1,259,000	120,000
RatchUdom Power Company Limited	-	99.99	-	420,900	-	420,900	-	-	-	420,900	-	-
Ratchaburi Alliances Company Limited	99.99	-	420,200	-	420,200	-	-	-	420,200	-	-	-
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	7,000,000	7,000,000	7,000,000	-	-	7,000,000	7,000,000	-	-
Ratch O&M Company Limited	99.99	99.99	2,500	2,500	2,500	2,500	-	-	2,500	2,500	-	-
Tri Energy Company Limited	99.99	-	-	-	-	-	-	-	-	-	5,080,000	-
<b>Total</b>					<b>30,040,558</b>	<b>27,582,161</b>	<b>-</b>	<b>-</b>	<b>30,040,558</b>	<b>27,582,161</b>	<b>9,256,949</b>	<b>3,675,299</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

***Dissolution of Tri Energy Company Limited***

At the extraordinary shareholders' meeting of Tri Energy Company Limited, a subsidiary, held on 1 August 2014, the shareholders approved to dissolution of such subsidiary. The dissolution was registered with the Department of Business Development, Ministry of Commerce on 4 August 2014. Surplus in liquidating distribution from such subsidiary amounting to Baht 1,112.35 million was recognized in the separate statement of comprehensive income for three-month and nine-month periods ended 30 September 2014. As at 30 September 2014, the liquidation has been under process.

***Dissolution of Ratchaburi Gas Company Limited***

At the extraordinary shareholders' meeting of Ratchaburi Gas Company Limited, a subsidiary, held on 2 April 2014, the shareholders approved to dissolution of such subsidiary. The registration for dissolution was made at the Department of Business Development, Ministry of Commerce on 3 April 2014 and the liquidation was completed on 28 August 2014. Loss from liquidation amounting to Baht 614.29 million was recognized in the separate statement of comprehensive income for nine-month period ended 30 September 2014.

***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 of operation to the Company. The dissolution was registered with the Department of Business Development, Ministry of Commerce on 28 May 2013. During 1st Quarter of 2014, such subsidiary transfer investment in Ratchaburi Alliances Company Limited to the Company and the liquidation was completed on 7 February 2014.

***Disposal of investment in Sustainable Energy Corporation Company Limited***

At the Board of Directors meeting of Ratchaburi Energy Company Limited, a subsidiary, held on 5 September 2014, the Board approved to dispose the investment in Sustainable Energy Corporation Company Limited, an indirect subsidiary. On 29 September 2014, Ratchaburi Energy Company Limited, a subsidiary, had sold its entire shareholding in such indirect subsidiary to a new shareholder. The loss on disposal of such investment amounting to Baht 142.11 million was recognized in the consolidated comprehensive income for three-month and nine-month periods ended 30 September 2014.

***Dividend from subsidiaries***

At the Board of Directors meeting of Tri Energy Company Limited, a subsidiary, held on 31 July 2014, the Board approved the appropriation of the interim dividend of Baht 2.34 per share, totalling Baht 80 million. The interim dividend was paid to shareholders during July 2014.

At the Board of Directors meeting of Tri Energy Company Limited, a subsidiary, held on 1 July 2014, the Board approved the appropriation of the interim dividend of Baht 146.04 per share, totalling Baht 5,000 million. The interim dividend was paid to shareholders during July 2014.

At the Board of Directors meeting of Ratchaburi Electricity Generating Company Limited, a subsidiary, held on 3 September 2014, the Board approved the appropriation of the interim dividend of Baht 0.68 per share, totalling Baht 1,248.64 million. The interim dividend was paid to shareholders during September 2014.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

At the Board of Directors meeting of Ratchaburi Electricity Generating Company Limited, a subsidiary, held on 18 June 2014, the Board approved the appropriation of the interim dividend of Baht 0.59 per share, totalling Baht 1,080.20 million. The interim dividend was paid to shareholders during July 2014.

At the annual general meeting of the shareholders of Ratchaburi Electricity Generating Company Limited, a subsidiary, held on 17 March 2014, the shareholders approved the appropriation of dividend from the net profit of 2013 of Baht 2.61 per share, totalling Baht 4,764.58 million, after deducting the interim dividend of Baht 2.28 per share, amounting to 4,175.48 million. The balance of dividends, amounting to Baht 589.10 million, was paid to shareholders during March 2014.

At the annual general meeting of the shareholders of Ratchaburi Gas Company Limited, a subsidiary, held on 14 March 2014, the shareholders approved the appropriation of dividend of Baht 25.18 per share, totalling Baht 1,259 million. The dividend was paid to shareholders during March 2014.

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

		<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
	<i>Note</i>	2014	2013 (Restated) (in thousand Baht)	2014	2013
At 1 January		12,613,889	12,373,697	5,683,593	5,287,118
Share of net profit of investment - equity method		1,030,366	635,748	-	-
Payment for additional shares in jointly-controlled entities		533,078	75,100	293,078	57,000
Disposal of investment in jointly-controlled entities		-	(20,800)	(1,273,612)	-
Dividend income		(710,299)	(634,523)	-	-
Investment in jointly-controlled entity before changing status	4	(2,163,163)	-	-	-
Exchange rate adjustment		(22,745)	(62,653)	-	-
Impairment investment in jointly-controlled entities		-	(15,156)	-	(15,446)
Others		142,576	-	-	-
<b>At 30 September</b>		<b>11,423,702</b>	<b>12,351,413</b>	<b>4,703,059</b>	<b>5,328,672</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

Investments in jointly-controlled entities and associates as at 30 September 2014 and 31 December 2013, and dividend income from those investments for the nine-month periods ended 30 September 2014 and 2013 were as follows:

	Consolidated financial statements												Dividend income for the nine-month period ended 30 September	
	Ownership interest		Paid-up capital		Cost method		Equity method		Impairment		At equity - net			
	30	31	30	31	30	31	30	31	30	31	30	31		
	September	December	September	December	September	December	September	December	September	December	September	December		
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
	(%)		(in thousand Baht)											
<b><i>Jointly-controlled entities</i></b>														
Tri Energy Company Limited	-	50	-	3,423,800	-	1,809,211	-	2,163,163	-	-	-	2,163,163	-	122,397
Ratchaburi Power Company Limited	25	25	7,325,000	7,325,000	1,831,250	1,831,250	4,024,981	3,755,434	-	-	4,024,981	3,755,434	400,000	475,000
Chubu Ratchaburi Electric Services Company Limited	50	50	20,000	20,000	10,000	10,000	91,126	79,394	-	-	91,126	79,394	-	20,000
SouthEast Asia Energy Limited	33.33	33.33	6,606,750	6,606,750	2,202,250	2,202,250	2,968,705	2,804,753	-	-	2,968,705	2,804,753	-	-
Hongsa Power Company Limited	40	40	2,457,793	2,457,793	983,116	983,116	-	-	-	-	-	-	-	-
Phu Fai Mining Company Limited	37.5	37.5	1,679	1,679	630	630	324	348	-	-	324	348	-	-
Nam Ngum 3 Power Company Limited	25	25	1,808	1,808	452	452	-	-	-	-	-	-	-	-
Nava Nakorn Electricity Generating Company Limited	40	40	1,002,000	402,000	400,800	160,800	371,083	139,542	-	-	371,083	139,542	-	-
Ratchaburi World Cogeneration Company Limited	40	40	1,250,000	1,250,000	500,000	500,000	504,530	522,774	-	-	504,530	522,774	-	-
Solarta Company Limited	49	49	1,100,000	1,100,000	545,960	545,960	764,969	745,493	-	-	764,969	745,493	105,428	-

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

Consolidated financial statements														
	Ownership interest		Paid-up capital		Cost Method		Equity method		Impairment		At equity-net		Dividend income for the nine-month periods ended	
	30	31	30	31	30	31	30	31	30	31	30	31	30	31
	September 2014	December 2013	September 2014	December 2013	September 2014	December 2013	September 2014	December 2013	September 2014	December 2013	September 2014	December 2013	September 2014	December 2013
	(%)		(in thousand Baht)											
Solar Power (Korat 3) Company Limited	40	40	188,750	178,250	75,500	71,300	101,680	89,259	-	-	101,680	89,259	7,928	-
Solar Power (Korat 4) Company Limited	40	40	194,878	185,178	77,952	74,071	99,164	91,902	-	-	99,164	91,902	12,513	-
Solar Power (Korat 7) Company Limited	40	40	185,502	175,002	74,201	70,001	94,435	89,695	-	-	94,435	89,695	15,930	-
Songkhla Biomass Company Limited	40	40	193,750	168,750	80,000	67,500	73,277	64,169	-	-	73,277	64,169	-	-
PerthPower Partnership (Kwinana)	30	30	2,311,167	2,311,167	618,531	618,531	742,678	707,608	-	-	742,678	707,608	-	17,126
KK 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	377	379	-	-	377	379	-	-
Sukhothai Energy Company Limited	-	25	-	80,000	-	20,000	-	1,689	-	-	-	1,689	-	-
Xe-Pian Xe-Namnoy Power Company Limited	25	25	2,007,806	1,196,415	661,607	393,309	630,216	382,726	-	-	630,216	382,726	-	-
Ayudhya Power Company Limited	45	45	40,100	40,100	18,100	18,100	13,900	17,933	-	-	13,900	17,933	-	-
<b>Total</b>					<b>8,096,195</b>	<b>9,392,327</b>	<b>10,496,601</b>	<b>11,671,417</b>	<b>(15,156)</b>	<b>(15,156)</b>	<b>10,481,445</b>	<b>11,656,261</b>	<b>541,799</b>	<b>634,523</b>
<i>Associate entities</i>														
First Korat Wind Company Limited	20	20	1,996,020	1,996,020	399,204	399,204	504,224	514,917	-	-	504,224	514,917	96,000	-
K.R.Two Company Limited	20	20	1,827,000	1,827,000	365,400	365,400	438,033	442,711	-	-	438,033	442,711	72,500	-
<b>Total</b>					<b>764,604</b>	<b>764,604</b>	<b>942,257</b>	<b>957,628</b>	<b>-</b>	<b>-</b>	<b>942,257</b>	<b>957,628</b>	<b>168,500</b>	<b>-</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

	Separate financial statements										Dividend income for the nine-month period ended 30 September	
	Ownership interest		Paid-up capital		Cost method		Impairment		At cost - net			
	30	31	30	31	30	31	30	31	30	31		
	September	December	September	December	September	December	September	December	September	December		
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
	(%)		(in thousand Baht)									
<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
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	-	-
Hongsai 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	-	-
Ratchaburi World Cogeneration Company Limited	-	40	-	1,250,000	-	500,000	-	-	-	500,000	-	-
Solarta Company Limited	-	49	-	1,100,000	-	545,960	-	-	-	545,960	105,428	-
Solar Power (Korat 3) Company Limited	-	40	-	178,250	-	71,300	-	-	-	71,300	7,928	-
Solar Power (Korat 4) Company Limited	-	40	-	185,178	-	74,071	-	-	-	74,071	12,513	-
Solar Power (Korat 7) Company Limited	-	40	-	175,002	-	70,001	-	-	-	70,001	15,930	-
Songkhla Biomass Company Limited	40	40	193,750	168,750	80,000	67,500	-	-	80,000	67,500	-	-

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

	Separate financial statements										Dividend income for the nine-month period ended 30 September	
	Ownership interest		Paid-up capital		Cost method		Impairment		At cost - net			
	30	31	30	31	30	31	30	31	30	31		
	September	December	September	December	September	December	September	December	September	December		
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
	(%)						(in thousand Baht)					
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	2,007,806	1,196,415	661,607	393,309	-	-	661,607	393,309	-	-
<b>Total</b>					<b>3,953,901</b>	<b>4,934,435</b>	<b>(15,446)</b>	<b>(15,446)</b>	<b>3,938,455</b>	<b>4,918,989</b>	<b>141,799</b>	<b>20,000</b>
<i>Associate entities</i>												
First Korat Wind Company Limited	20	20	1,996,020	1,996,020	399,204	399,204	-	-	399,204	399,204	96,000	-
K.R.TWO Company Limited	20	20	1,827,000	1,827,000	365,400	365,400	-	-	365,400	365,400	72,500	-
<b>Total</b>					<b>764,604</b>	<b>764,604</b>	<b>-</b>	<b>-</b>	<b>764,604</b>	<b>764,604</b>	<b>168,500</b>	<b>-</b>



**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

***Disposal of investments in Sukhothai Energy Company Limited***

At the Board of Directors meeting of Ratchaburi Energy Company Limited, a subsidiary, held on 27 June 2014, the Board approved to dispose the investment in Sukhothai Energy Company Limited, a jointly-controlled entity. On 21 July 2014, Ratchaburi Energy Company Limited, a subsidiary, had sold its entire shareholding in such jointly-controlled entity to other shareholder. The gain on disposal of such investment amounting to Baht 10.94 million was recognized in the consolidated comprehensive income for three-month and nine-month periods ended 30 September 2014.

***Restructuring of investments***

At the Board of Directors meeting of the Company, held on 21 October 2013, the Board approved to redefine business strategy of the Group and approved to dispose the investment between the Company and subsidiaries. During nine-month period ended 30 September 2014, the Company sold investments in jointly-controlled entities comprise Solar Power (Korat 3) Company Limited, Solar Power (Korat 4) Company Limited, Solar Power (Korat 7) Company Limited, Solarta Company Limited and Ratchaburi World Cogeneration Company Limited to subsidiaries. The gain on disposal of those investments amounting to Baht 207.47 million was recognized in the equity in the separate statements of the financial position as at 30 September 2014.

***Increase in share capital***

***Investment in Songkhla Biomass Company Limited***

At the Board of Directors meeting of Songkhla Biomass Company Limited, a jointly-controlled entity, held On 20 December 2013, the Board of Directors of such jointly-controlled entity called for additional paid-up share capital of 1.65 million shares at par value of Baht 100 per share of Baht 25 per share. The company paid for the share capital amounting to Baht 12.50 million, in the proportion of investment of 40%. As at 30 September 2014, the Company had commitment for the remaining unpaid share capital of Baht 4 million.

***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 24 April 2014, the Board of Directors of such jointly-controlled entity called for additional paid-up share capital of 30 million shares at Baht 10 per share. Ratchaburi Electricity Generating Company Limited, a subsidiary, paid for the share capital amounting to Baht 120 million, in the proportion of investment of 40%.

At the Board of Directors meeting of Nava Nakorn Electricity Generating Company Limited, a jointly-controlled entity, held On 6 February 2014, the Board of Directors of such jointly-controlled entity called for additional paid-up share capital of 20 million shares at Baht 10 per share. Ratchaburi Electricity Generating Company Limited, a subsidiary, paid for the share capital amounting to Baht 80 million, in the proportion of investment of 40%.

At the extraordinary shareholders' meeting No.1/2014 of Nava Nakorn Electricity Generating Company Limited, a jointly-controlled entity, held on 26 February 2014, the shareholder approved to increase the authorised share capital from Baht 602 million (*comprising 60.2 million ordinary shares at par value of Baht 10 per share*) to Baht 1,252 million (*comprising 125.2 million ordinary shares at par value of Baht 10 per share*) by issuance of ordinary shares totaling 65 million shares at par value of Baht 10 per share. Such Company called for additional paid-up share capital of 10 million shares at Baht 10 per share. Ratchaburi Electricity Generating Company Limited, a subsidiary, paid for the share capital amounting to Baht 40 million, in the proportion of investment of 40%.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

*Investment in Solar Power (Korat 3) Company Limited*

At the Board of Directors meeting of Solar Power (Korat 3) Company Limited, a jointly-controlled entity, held on 16 January 2014, the Boards approved to call for the additional paid-up share totaling 2.625 million shares at par value of Baht 10 per share of Baht 4 per share. The Company paid for the share capital amounting to Baht 4.20 million, in the proportion of investment of 40%.

*Investment in Solar Power (Korat 4) Company Limited*

At the Board of Directors meeting of Solar Power (Korat4) Company Limited, a jointly-controlled entity, held on 16 January 2014, the Boards approved to call for the additional paid-up share totaling 2.425 million shares at par value of Baht 10 per share of Baht 4 per share. The Company paid for the share capital amounting to Baht 3.88 million, in the proportion of investment of 40%.

*Investment in Solar Power (Korat 7) Company Limited*

At the Board of Directors meeting of Solar Power (Korat 7) Company Limited, a jointly-controlled entity, held on 16 January 2014, the Boards approved to call for the additional paid-up share totaling 2.625 million shares at par value of Baht 10 per share of Baht 4 per share. The Company paid for the share capital amounting to Baht 4.20 million, in the proportion of investment of 40%.

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

During the 3<sup>rd</sup> Quarter of 2014, Xe-Pian Xe-Namnoy Power Company Limited, a jointly-controlled entity, called for the additional paid-up capital. The Company paid for the additional paid-up capital amounting to U.S. Dollars 1.41 million or equivalent Baht 45.72 million, in the proportion of investment of 25%.

During the 2<sup>nd</sup> Quarter of 2014, Xe-Pian Xe-Namnoy Power Company Limited, a jointly-controlled entity, called for the additional paid-up capital. The Company paid for the additional paid-up capital amounting to U.S. Dollars 2.58 million or equivalent Baht 83.72 million, in the proportion of investment of 25%.

During the 1<sup>st</sup> Quarter of 2014, Xe-Pian Xe-Namnoy Power Company Limited, a jointly-controlled entity, increase the authorised share capital from U.S. Dollars 50 million (*comprising 500,000 ordinary shares at par value of U.S. Dollars 100 per share*) to U.S. Dollars 306 million (*comprising 3.06 million ordinary shares at par value of U.S. Dollars 100 per share*). The Company converted the paid-up capital in advance to investment amounting to U.S. Dollars 4.413 million or equivalent to Baht 138.87 million.

*Dividend paid by jointly-controlled entities*

At the Board of Directors meeting of Solar Power (Korat 3) Company Limited, a jointly-controlled entity, held on 25 June 2014, the Board approved the appropriation of the interim dividend of Baht 0.32 per share, the Company received such dividend in the proportion of investment amounting to Baht 2.42 million. The interim dividend was paid in June 2014.

At the annual general meeting of the shareholders of Solar Power (Korat 3) Company Limited, a jointly-controlled entity, held on 18 April 2014, the Board approved the appropriation of dividend of Baht 0.73 per share, the Company received such dividend in the proportion of investment amounting to Baht 5.51 million. The dividend was paid in April 2014.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

At the Board of Directors meeting of Solar Power (Korat 4) Company Limited, a jointly-controlled entity, held on 25 June 2014, the Board approved the appropriation of the interim dividend of Baht 0.36 per share, the Company received such dividend in the proportion of investment amounting to Baht 2.87 million. The interim dividend was paid in June 2014.

At the annual general meeting of the shareholders of Solar Power (Korat 4) Company Limited, a jointly-controlled entity, held on 18 April 2014, the Board approved the appropriation of dividend of Baht 1.21 per share, the Company received such dividend in the proportion of investment amounting to Baht 9.63 million. The dividend was paid in April 2014.

At the Board of Directors meeting of Solar Power (Korat 7) Company Limited, a jointly-controlled entity, held on 25 June 2014, the Board approved the appropriation of the interim dividend of Baht 0.51 per share, the Company received such dividend in the proportion of investment amounting to Baht 3.85 million. The interim dividend was paid in June 2014.

At the annual general meeting of the shareholders of Solar Power (Korat 7) Company Limited, a jointly-controlled entity, held on 18 April 2014, the Board approved the appropriation of dividend of Baht 1.60 per share, the Company received such dividend in the proportion of investment amounting to Baht 12.08 million. The dividend was paid in April 2014.

At the Board of Directors meeting of Ratchaburi Power Company Limited, a jointly-controlled entity, held on 15 August 2014, the Board approved the appropriation of the interim dividend of Baht 19.11 per share. Ratchaburi Alliances Company Limited, a subsidiary, received such dividend in the proportion of investment amounting to Baht 350 million. The dividend was paid during September 2014.

At the annual general meeting of the shareholders of Ratchaburi Power Company Limited, a jointly-controlled entity, held on 10 March 2014, the shareholders approved the appropriation of dividend of Baht 2.73 per share. Ratchaburi Alliances Company Limited, a subsidiary, received such dividend in the proportion of investment amounting to Baht 50 million. The dividend was paid during March 2014.

At the annual general meeting of the shareholders of Solarta Company Limited, a jointly-controlled entity, held on 20 March 2014, the shareholders approved the appropriation of dividends of Baht 16.30 per share, amounting to Baht 105.43 million. The dividend was paid during July 2014.

***Dividend paid by associate entities***

At the annual general meeting of the shareholders of First Korat Wind Company Limited, an associate entity, held on 14 March 2014, the shareholders approved the appropriation of dividend of Baht 2.40 per share, amounting to Baht 96 million. The dividend was paid in April 2014.

At the annual general meeting of the shareholders of K.R. TWO Company Limited, an associate entity, held on 14 March 2014, the shareholders approved the appropriation of dividend of Baht 1.98 per share, amounting to Baht 72.50 million. The dividend was paid in April 2014.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

**10 Property, plant and equipment**

Acquisitions, disposals and transfers of property, plant and equipment during the nine-month periods ended 30 September 2014 and 2013 were as follows:

	Consolidated financial statement							
	2014		2013					
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value	Additional from business acquisitions	Decreased from disposal of investment - net book value  (in thousand Baht)	Adjust exchange rates	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value	Adjust exchange rates
Land	-	-	119,420	-	(6,861)	21,456	-	(23,202)
Buildings and building improvements	-	-	-	-	(3,157)	1,010	-	(9,656)
Power plants, substation & transmission system and operating & maintenance equipment	169,643	(841)	91,461	-	(689,937)	137,397	-	(1,997,066)
Office equipment	35,471	(1,839)	3,053	(332)	(140)	24,722	(2,529)	(136)
Vehicle	1,275	(871)	3,201	(16)	-	-	-	-
Construction in progress	12,207	(28,606)	400	-	-	39,872	(16,423)	-
<b>Total</b>	<b>218,596</b>	<b>(32,157)</b>	<b>217,535</b>	<b>(348)</b>	<b>(700,095)</b>	<b>224,457</b>	<b>(18,952)</b>	<b>(2,030,060)</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

	<b>Separate financial statements</b>		<b>Separate financial statements</b>	
	<b>2014</b>		<b>2013</b>	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
	<i>(in thousand Baht)</i>			
Office equipment	30,871	(1,128)	8,417	(195)
Vehicle	960	-	-	-
Construction in progress	6,205	(22,549)	26,606	(5,584)
<b>Total</b>	<b>38,036</b>	<b>(23,677)</b>	<b>35,023</b>	<b>(5,779)</b>

## 11 Goodwill and intangible assets

	<b>Consolidated financial statement</b>					<b>2013</b>		
	<b>2014</b>							
	Acquisitions and transfer in - at cost	Disposals and transfer out - net book value	Additional from business acquisition	Decrease from disposal of investment-net book value	Adjust exchange rate	Acquisitions and transfer in - at cost	Disposals and transfer out - net book value	Adjust exchange rate
	<i>(in thousand Baht)</i>							
Goodwill from business acquisition	-	-	-	(117,086)	(8,677)	-	-	287,924
Right to power purchase agreement	-	-	-	-	(174,607)	-	-	(534,315)
Software licenses	34,975	(2,595)	9,566	(22)	(11,765)	7,313	-	1,138
<b>Total</b>	<b>34,975</b>	<b>(2,595)</b>	<b>9,566</b>	<b>(117,108)</b>	<b>(195,049)</b>	<b>7,313</b>	<b>-</b>	<b>(245,253)</b>

No significant acquisitions and disposals for the separate financial statements during the nine-month periods ended 30 September 2014 and 2013.

## 12 Deferred tax

Deferred tax assets and liabilities are included in the statement of financial position as at 30 September 2014 and 31 December 2013 as follows:

	<b>Consolidated financial statements</b>			
	<b>Assets</b>		<b>Liabilities</b>	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(in thousand Baht)</i>			
Total	7,650,064	6,410,661	(9,375,987)	(9,721,424)
Set off of tax	(7,631,558)	(6,394,836)	7,631,559	6,394,836
<b>Net deferred tax assets (liabilities)</b>	<b>18,506</b>	<b>15,825</b>	<b>(1,744,428)</b>	<b>(3,326,588)</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

<b>Separate financial statements</b>				
	<b>Assets</b>		<b>Liabilities</b>	
	30 September 2014	31 December 2013	30 September 2014	31 December 2013
	<i>(in thousand Baht)</i>			
Total	18,506	15,825	-	-
Set off of tax	-	-	-	-
<b>Net deferred tax assets (liabilities)</b>	<b>18,506</b>	<b>15,825</b>	<b>-</b>	<b>-</b>

Movements in deferred tax assets and liabilities during the years were as follows:

<b>Consolidated financial statements</b>					
	<b>At 1 January 2014</b>	<b>Acquisitions through business acquisition</b>	<b>(Charged) / credited to: Profit or loss <i>(in thousand Baht)</i></b>	<b>Exchange rate differences</b>	<b>At 30 September 2014</b>
<b>Deferred tax assets</b>					
Allowance for spare parts and supplies	122,072	60,064	9,179	-	191,315
Property, plant and equipment	5,230,138	1,556,836	(487,362)	-	6,299,612
Provision for employee benefits	18,920	-	2,774	-	21,694
Finance leases liabilities	33	-	29	-	62
Losses carry forward	1,039,498	-	134,928	(37,045)	1,137,381
<b>Total</b>	<b>6,410,661</b>	<b>1,616,900</b>	<b>(340,452)</b>	<b>(37,045)</b>	<b>7,650,064</b>
<b>Deferred tax liabilities</b>					
Depreciation and amortization	(2,814,938)	-	107,148	75,933	(2,631,857)
Finance leases receivable	(6,738,975)	(324,534)	546,705	-	(6,516,804)
Others	(167,511)	-	(68,188)	8,373	(227,326)
<b>Total</b>	<b>(9,721,424)</b>	<b>(324,534)</b>	<b>585,665</b>	<b>84,306</b>	<b>(9,375,987)</b>
<b>Net</b>	<b>(3,310,763)</b>	<b>1,292,366</b>	<b>245,213</b>	<b>47,261</b>	<b>(1,725,923)</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

	Consolidated financial statements				
		(Charged) / credited to:			
	At 1 January 2013	Profit or loss	Other comprehensive income <i>(in thousand Baht)</i>	Exchange rate differences	At 30 September 2013
<i>Deferred tax assets</i>					
Allowance for spare parts and supplies	112,738	5,569	-	-	118,307
Property, plant and equipment	5,688,211	(343,723)	-	-	5,344,488
Provision for employee benefits	17,221	860	-	-	18,081
Finance leases liabilities	(76)	96	-	-	20
Deferred expenses	151,599	(152,699)	-	(22,555)	(23,655)
Losses carry forward	1,042,324	12,728	-	(77,838)	977,214
<b>Total</b>	<b>7,012,017</b>	<b>(477,169)</b>	<b>-</b>	<b>(100,393)</b>	<b>6,434,455</b>
<i>Deferred tax liabilities</i>					
Available-for-sale security	(93,635)	-	93,635	-	-
Depreciation and amortization	(3,214,955)	95,484	-	282,785	(2,836,686)
Finance leases receivable	(7,057,541)	334,948	-	-	(6,722,593)
Others	(70,877)	(50,322)	-	(15,596)	(136,795)
<b>Total</b>	<b>(10,437,008)</b>	<b>380,110</b>	<b>93,635</b>	<b>267,189</b>	<b>(9,696,074)</b>
<b>Net</b>	<b>(3,424,991)</b>	<b>(97,059)</b>	<b>93,635</b>	<b>166,796</b>	<b>(3,261,619)</b>

	<b>Separate financial statements</b> (Charged) / credited to:		
	<b>At 1 January 2014</b>	Profit or loss	<b>At 30 September 2014</b>
<i>(in thousand Baht)</i>			
<b>Deferred tax assets</b>			
Provision for employee benefits	15,825	2,681	18,506
<b>Total</b>	<b>15,825</b>	<b>2,681</b>	<b>18,506</b>

	<b>Separate financial statements</b> (Charged) / credited to:		
	<b>At 1 January 2013</b>	Profit or loss	<b>At 30 September 2013</b>
<i>(in thousand Baht)</i>			
<b>Deferred tax assets</b>			
Provision for employee benefits	13,463	6,677	20,140
<b>Total</b>	<b>13,463</b>	<b>6,677</b>	<b>20,140</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

**13 Other non-current assets**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	30	31	30	31
	September	December	September	December
	2014	2013	2014	2013
	<i>(in thousand Baht)</i>			
Development cost-Nam Ngum 3 project	139,051	139,051	139,051	139,051
Development cost for wind power project	576,607	446,591	-	-
Deferred expense under contractual service agreement	855,687	964,574	-	-
Advance for paid-up capital	-	138,868	-	138,868
Others	29,224	41,304	4,313	4,289
<b>Total</b>	<b><u>1,600,569</u></b>	<b><u>1,730,388</u></b>	<b><u>143,364</u></b>	<b><u>282,208</u></b>

**14 Interest-bearing liabilities**

As at 30 September 2014, Ratchaburi Electricity Generating Company Limited, a subsidiary, had outstanding short-term loans from a financial institution amounting to Baht 2,400 million which bear interest at the rates of 2.36% to 2.40% per annum and will be repayable in the 4<sup>th</sup> Quarter of 2014.

As at 30 September 2014, the Ratchaburi Electricity Generating Company Limited, a subsidiary, had outstanding bills of exchange totaling Baht 2,500 million to various financial institutions which bear interest rate at the rate of 2.47% to 2.70% per annum and will be repayable within 187 days. Moreover, the subsidiary is able to issue the unsecured short-term bills of exchange up to a value of Baht 5,000 million within one year from 22 August 2014 to 22 August 2015.

As at 30 September 2014, RH International (Singapore) Corporation PTE.,Ltd, an indirect subsidiary, had outstanding debentures amounting to JPY 15,000 million or equivalent to Baht 4,433.52 million for a 15-year period which bear interest at the fixed rate of 2.72% per annum. Such debentures are unsubordinated, unsecured but guaranteed by the company and will be due in 2026.

On 28 April 2014, RH International (Singapore) Corporation PTE.,Ltd, an indirect subsidiary, completed its issuance and offering of five-year senior notes of U.S. Dollars 300 million or equivalent to Baht 9,711.99 million which bear interest at the fixed rate 3.50% per annum and will be due in 2019. The issue of the notes is guaranteed by the Company.

**15 Other income**

During 2<sup>nd</sup> Quarter of 2014, RATCH-Australia Corporation Limited, an indirect subsidiary, released the provision relating to deferred consideration payable on the development portfolio amounting to Australian Dollars 10 million or equivalent to Baht 306.06 million due to the contractor having not completed the conditions set-down in the agreement.



**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

**16 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.

In 2013, the Group presented the business segment consists of Electricity Generating, Operation and Maintenance and Others. In the 1<sup>st</sup> quarter of 2014, the Group has redefines business strategy that effected to the presentation of business segment was changed to four segments as follow;

Segment 1	Domestic Electricity Generating
Segment 2	Renewable Energy
Segment 3	International Power Projects
Segment 4	Others

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

***Segment information – Principle business***

<b><i>For the three-month period ended 30 September</i></b>	<b>Domestic Electricity Generating</b>		<b>Renewable Energy</b>		<b>International Power Projects</b>		<b>Others</b>		<b>Total</b>	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
	<i>(In thousand Baht)</i>									
Revenue from sale and rendering of services	13,472,849	9,744,421	14,472	20,394	633,483	712,188	-	-	14,120,804	10,477,003
Revenue from finance lease contracts	1,387,022	1,346,178	-	-	-	-	-	-	1,387,022	1,346,178
Cost of sale and rendering of services	(12,736,021)	(9,310,074)	(12,558)	(12,700)	(434,945)	(509,760)	-	-	(13,183,524)	(9,832,534)
<b>Gross profit</b>	<b>2,123,850</b>	<b>1,780,525</b>	<b>1,914</b>	<b>7,694</b>	<b>198,538</b>	<b>202,428</b>	<b>-</b>	<b>-</b>	<b>2,324,302</b>	<b>1,990,647</b>
Management service income	-	-	-	-	3,452	654	58,815	53,990	62,267	54,644
Dividend income	-	-	-	-	90,296	90,749	-	-	90,296	90,749
Interest income	24,597	15,964	708	3,373	20,706	18,049	21,341	27,898	67,352	65,284
Other income	22,532	14,643	6	92	3,342	58,456	192	4,214	26,072	77,405
Administrative expenses	(57,322)	(57,609)	(145,375)	(2,947)	(76,790)	(91,915)	(230,351)	(224,816)	(509,838)	(377,287)
Gain (loss) on exchange rate	(9,641)	2,892	15	(8)	251,496	335,708	10,581	12,823	252,451	351,415
Finance costs	(53,578)	(86,340)	-	-	(341,806)	(259,750)	(12,296)	(12,295)	(407,680)	(358,385)
Share of profit (loss) of jointly-controlled entities and associates	224,439	228,413	118,865	109,591	(3,030)	111,044	(527)	(21,513)	339,747	427,535
<b>Profit (loss) before income tax expense</b>	<b>2,274,877</b>	<b>1,898,488</b>	<b>(23,867)</b>	<b>117,795</b>	<b>146,204</b>	<b>465,423</b>	<b>(152,245)</b>	<b>(159,699)</b>	<b>2,244,969</b>	<b>2,322,007</b>
(Income tax expense) reverse	(382,556)	(337,743)	-	(280)	54,317	78,362	1,073	6,529	(327,166)	(253,132)
<b>Profit (loss) for the period</b>	<b>1,892,321</b>	<b>1,560,745</b>	<b>(23,867)</b>	<b>117,515</b>	<b>200,521</b>	<b>543,785</b>	<b>(151,172)</b>	<b>(153,170)</b>	<b>1,917,803</b>	<b>2,068,875</b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

***Segment information – Principle business***

	<b>Domestic Electricity Generating</b>		<b>Renewable Energy</b>		<b>International Power Projects</b>		<b>Others</b>		<b>Total</b>	
<i>For the nine-month period ended 30 September</i>	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
	<i>(In thousand Baht)</i>									
Revenue from sale and rendering of services	33,722,131	30,247,989	52,141	36,227	1,936,132	2,026,866	-	-	35,710,404	32,311,082
Revenue from finance lease contracts	4,229,826	4,116,499	-	-	-	-	-	-	4,229,826	4,116,499
Cost of sale and rendering of services	<u>(32,332,394)</u>	<u>(28,552,451)</u>	<u>(39,381)</u>	<u>(40,160)</u>	<u>(1,343,459)</u>	<u>(1,531,770)</u>	<u>-</u>	<u>-</u>	<u>(33,715,234)</u>	<u>(30,124,381)</u>
<b>Gross profit (loss)</b>	<b>5,619,563</b>	<b>5,812,037</b>	<b>12,760</b>	<b>(3,933)</b>	<b>592,673</b>	<b>495,096</b>	<b>-</b>	<b>-</b>	<b>6,224,996</b>	<b>6,303,200</b>
Management service income	-	-	-	-	5,794	3,218	218,498	158,813	224,292	162,031
Dividend income	-	-	-	-	235,951	220,903	-	-	235,951	220,903
Interest income	71,716	43,184	5,096	9,243	55,444	204,728	55,313	97,720	187,569	354,875
Gain on sale of other long-term receivable	-	-	-	-	-	645,830	-	-	-	645,830
Gain on bargain purchase	-	-	-	-	-	-	797,293	-	797,293	-
Other income	339,166	37,607	174	92	337,146	300,012	17,615	7,103	694,101	344,814
Administrative expenses	(204,406)	(182,837)	(150,702)	(7,918)	(226,177)	(261,474)	(667,039)	(586,066)	(1,248,324)	(1,038,295)
Gain (loss) on exchange rate	45	2,500	3	63	62,728	375,021	(2,540)	38,084	60,236	415,668
Finance costs	(192,525)	(284,102)	-	-	(946,398)	(925,047)	(36,627)	(36,485)	(1,175,550)	(1,245,634)
Share of profit (loss) of jointly-controlled entities and associates	<u>638,812</u>	<u>447,555</u>	<u>321,464</u>	<u>253,757</u>	<u>58,358</u>	<u>(47,250)</u>	<u>11,732</u>	<u>(18,314)</u>	<u>1,030,366</u>	<u>635,748</u>
<b>Profit (loss) before income tax expense</b>	<b>6,272,371</b>	<b>5,875,944</b>	<b>188,795</b>	<b>251,304</b>	<b>175,519</b>	<b>1,011,037</b>	<b>394,245</b>	<b>(339,145)</b>	<b>7,030,930</b>	<b>6,799,140</b>
(Income tax expense) reverse	<u>(1,092,250)</u>	<u>(1,069,623)</u>	<u>-</u>	<u>(262)</u>	<u>178,466</u>	<u>(104,975)</u>	<u>2,681</u>	<u>6,677</u>	<u>(911,103)</u>	<u>(1,168,183)</u>
<b>Profit (loss) for the period</b>	<b><u>5,180,121</u></b>	<b><u>4,806,321</u></b>	<b><u>188,795</u></b>	<b><u>251,042</u></b>	<b><u>353,985</u></b>	<b><u>906,062</u></b>	<b><u>396,926</u></b>	<b><u>(332,468)</u></b>	<b><u>6,119,827</u></b>	<b><u>5,630,957</u></b>

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

Total assets of each business segment as at 30 September 2014 and 31 December 2013 are as follow :

	<b>Domestic Electricity Generating</b>	<b>Renewable Energy</b>	<b>International Power Projects</b>	<b>Others</b>	<b>Total</b>
	<i>(in thousand Baht)</i>				
<b>30 September 2014</b>	57,862,120	2,388,648	32,855,127	5,201,806	<b>98,307,701</b>
<b>31 December 2013</b>	54,975,287	2,806,680	29,915,118	6,177,410	<b>93,874,495</b>

## 17 Income tax expense

Income tax expense is recognized 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 nine-months ended 30 September 2014 was 12.96%(30 September 2013: 17.18%). This effective tax rate was less than the income tax rate caused mainly by income which not subject to tax and the different basis of income tax calculation in other countries.

## 18 Basic earnings per share

The calculation of basic earnings per share for the three-month and nine-month periods ended 30 September 2014 and 2013 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 September</i>	2014	2013	2014	2013
	<i>(in thousand Baht / thousand shares)</i>			
<b>Profit attributable to equity holders of the Company</b>	<u><b>1,954,097</b></u>	<u><b>2,089,914</b></u>	<u><b>7,600,127</b></u>	<u><b>1,731,804</b></u>
<b>Number of ordinary shares outstanding</b>	<u><b>1,450,000</b></u>	<u><b>1,450,000</b></u>	<u><b>1,450,000</b></u>	<u><b>1,450,000</b></u>
<b>Basic earnings per share (Baht)</b>	<u><b>1.35</b></u>	<u><b>1.44</b></u>	<u><b>5.24</b></u>	<u><b>1.19</b></u>

  

	<b>Consolidated financial statements</b>		<b>Separate financial statements</b>	
<i>For the nine-month period ended 30 September</i>	2014	2013	2014	2013
	<i>(in thousand Baht / thousand shares)</i>			
<b>Profit attributable to equity holders of the Company</b>	<u><b>6,167,291</b></u>	<u><b>5,592,213</b></u>	<u><b>10,152,492</b></u>	<u><b>3,562,804</b></u>
<b>Number of ordinary shares outstanding</b>	<u><b>1,450,000</b></u>	<u><b>1,450,000</b></u>	<u><b>1,450,000</b></u>	<u><b>1,450,000</b></u>
<b>Basic earnings per share (Baht)</b>	<u><b>4.25</b></u>	<u><b>3.86</b></u>	<u><b>7.00</b></u>	<u><b>2.46</b></u>

## 19 Dividends

At the Board of Directors meeting of the Company held on 18 August 2014, the Board approved the appropriation of interim dividend of Baht 1.10 per share, totaling Baht 1,595 million. The interim dividend was paid to shareholders in September 2014.

At the annual general meeting of the shareholders of the Company held on 28 March 2014, the shareholders approved the appropriation of dividend of Baht 2.27 per share, totaling Baht 3,292 million, from the net profit of 2013 after deducting the interim dividends of Baht 1.10 per share, totalling Baht 1,595 million, paid to shareholders in September 2013 from the net profit for the nine-month period ended 30 September 2013. The balance of dividend amounted to Baht 1,697 million which was paid to shareholders in April 2014.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

At the Board of Directors meeting of the Company held on 19 August 2013, the Board approved the appropriation of interim dividend of Baht 1.10 per share, totaling Baht 1,595 million. The interim dividend was paid to shareholders in September 2013.

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, totaling Baht 3,292 million, from the net profit of 2012 after deducting the interim dividends of Baht 1.10 per share, totaling Baht 1,595 million, paid to shareholders in September 2012 from the net profit for the nine-month period ended 30 September 2012. The balance of dividend amounted to Baht 1,697 million which was paid to shareholders in April 2013.

## **20 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 22 November 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 ending 31 December 2014.

On 30 June 2000 Tri Energy Company Limited, a subsidiary, entered into an Operation and Maintenance Agreement with a supplier. According to the agreement, such supplier will act as an operator to perform the operation and maintenance of the power plant. The agreement is effective for a period of 20 years commencing the first commercial operation date which was 1 July 2000. Such subsidiary, shall pay the operator in an amount set forth in accordance with the agreement. On 1 August 2014, Tri Energy Company Limited transferred its entire business including Operation and Maintenance Agreement with a supplier to Ratchaburi Electricity Generating Company Limited (as described in Note 4)

### ***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 nine-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.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

On 17 January 2006, Ratchaburi Energy Company Limited, a subsidiary, entered into a Gas Sales Agreement (gas is a by-product from crude oil production) with PTTEP Siam Company Limited and PTT Exploration and Production Public Company Limited for its 2 Megawatts power plant project (PTO-A) and 0.9 Megawatts power plant project (PTO-A (EX)) with the initial price of Baht 26.65 per 1 million B.T.U. for eight years from the dates of commencement of commercial operation, which were 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 which was 26 January 2012.

On 22 May 1997 Tri Energy Company Limited, a subsidiary, entered into a 20-year Gas Sales Agreement with PTT Public Company Limited ("PTT") commencing the first commercial operation date which was 1 July 2000 whereby PTT will supply natural gas to the subsidiary at an agreed quantity and price. On 1 August 2014, Tri Energy Company Limited transferred its entire business including Gas Sales Agreement with PTT to Ratchaburi Electricity Generating Company Limited (as described in Note 4)

***Contractual Service Agreement***

On 29 December 2005, Ratchaburi Electricity Generating Company Limited, a subsidiary, entered into a Contractual Service Agreement for the Combined Cycle Generating Power Plant between the subsidiary and the Consortium of General Electric International Operations Co., Inc. and GE Energy Parts, Inc. The agreement is effective from the agreement date until the end of the operation of gas turbine according to Power Purchase Agreement in year 2027 with a total contract price of US Dollars 428.60 million with adjustments as conditions specified in the agreement. During 1<sup>st</sup> quarter 2014, parties reduced price and conditions into amendment which has been effective since February 2014, made the total contract price amounting to U.S Dollar 418.21 million. As at 30 September 2014, such Subsidiary has outstanding commitments amounting to U.S Dollars 216.27 million. *(As at 31 December 2013: U.S. Dollar 232.20 million)*

In addition, in accordance with the agreement, the subsidiary is required to open a letter of credit amounting to U.S. Dollars 6 million. As at 30 September 2014 the company had an unused letter of credit amounting to U.S. Dollars 6 million *(As at 31 December 2013: U.S. Dollars 6 million)*.

***Development Support Services Agreement***

On 23 March 2011, the Company entered into a Development Service Agreement with a local Company, whereby the Company provides support, capital planning and financial advice to First Korat Wind Company Limited and K.R.TWO Company Limited, associate entities. The Company will receive a service fee for such service after completion of construction of wind power plant by such associate entities.

***Letter of Guarantee***

As at 30 September 2014, the Company and subsidiaries had commitments from letter of guarantee issued by financial institutions for compliance with agreement conditions in the amount of Baht 94.06 million and U.S. Dollars 1.09 million. *(As at 31 December 2013: Baht 93.01 million and U.S. Dollars 1.09 million)*.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

As at 30 September 2014, the Company and subsidiary had commitments from Standby Letter of Credit issued by financial institutions for Debt Service Reserve Guarantee and equity contribution in jointly-controlled entities in the amount of Baht 105.43 million and U.S. Dollars 204.74 million respectively. *(As at 31 December 2013: U.S. Dollars 204.2 million).*

***Capital commitment***

As at 30 September 2014, the Company had outstanding capital commitments amounting to Baht 4.12 million *(As at 31 December 2013: Baht 4.48 million).*

As at 30 September 2014, Hongsa Power Company Limited, a jointly-controlled entity, had outstanding capital commitment on the significant agreement in the investment proportion under Construction Agreement for a Power Plant, Dam and water pipelines Project and other services that are not recognized amounting to Baht 17,157.62 million and U.S. Dollars 152.32 million *(As at 31 December 2013: Baht 20,348.50 million and U.S. Dollars 270.59 million).*

As at 30 September 2014, Xe-Pian Xe-Namnoy Power Company Limited, a jointly-controlled entity, had outstanding capital commitment on the significant agreement in the investment proportion under Technical Consulting Agreement and Construction Agreement for a hydroelectric power plant Project and other service agreement of U.S. Dollars 153.06 million *(As at 31 December 2013: U.S. Dollars 178.07 million).*

As at 30 September 2014, Ratchaburi World Cogeneration Company Limited, a jointly-controlled entity of the subsidiary, had outstanding capital commitment on the significant agreement in the investment proportion under Technical Consulting Agreement and Construction Agreement for a Power Plant Project of Baht 165.55 million and U.S. Dollars 6.60 million *(As at 31 December 2013: Baht 395.18 million and U.S. Dollars 26.38million).*

As at 30 September 2014, Nava Nakorn Electricity Generating Company Limited, a jointly-controlled entity of the subsidiary, had outstanding capital commitment on the significant agreement in the investment proportion under Technical Consulting Agreement and Construction Agreement for a Power Plant Project of Baht 429.58 million and U.S. Dollars 32.81 million.

***Pledge of share agreement***

The Group/ company has pledged all of share certificates of Ratchaburi Power 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, Xe-Pian Xe-Namnoy Power Company Limited and Nava Nakorn Electricity Generating Company Limited, a 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, an associates, as collateral for loans from such an associates.

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 such subsidiary of the jointly-controlled entity.

**Ratchaburi Electricity Generating Holding Public Company Limited and its subsidiaries**  
**Notes to the interim financial statements**  
**For the three-month and nine-month periods ended 30 September 2014 (Unaudited)**

***Joint Venture Agreement***

On 12 September 2014, RH International (Singapore) Corporation PTE.LTD, a subsidiary, entered into the Shareholder Agreements with Chow International Company Limited to establish a joint venture company in Singapore to invest in solar power generation project in Japan with approximately 33 Megawatt capacity. The investment proportion in this project is 60%.

***Significant litigation***

In the year 2014, the plaintiff filed a lawsuit against the Company based on the allegations that the Company had breached the joint development agreement for bidding of the power plant project. The plaintiff demanded the Company to pay damage. The management of the Company is confident that all of the Company's action have not been in accordance with the allegations of the plaintiff and has much more confidence in strong defences. Therefore, the Company does not record a contingent liability in respect of this case. As at 30 September 2014, this case is under the consideration of the Court.

**21 Events after the reporting period**

At the Board of Directors' meeting of SouthEast Asia Energy Company Limited, a jointly-controlled entity, held on 21 October 2014, the Board approved the appropriation of the interim dividend of Baht 0.33 per share, totaling Baht 72.67 million. The interim dividend will be paid in November 2014.

At the Board of Directors' meeting of Ratchaburi Electricity Generating Company Limited, a subsidiary, held on 12 November 2014, the Board approved the appropriation of the interim dividend of Baht 0.68 per share, totaling Baht 1,284.85 million. The interim dividend will be paid in January 2015.

On 1 October 2014, the Company received a return of share capital of Baht 115 million from Tri Energy Company Limited, a subsidiary.

On 16 October 2014, Ratchaburi Energy Company Limited, a subsidiary has established Oversea Green Energy Company Limited in order to provide management service to solar power generation project in Japan. The registered capital of such company was Baht 1 million, (*Comprising 100,000 ordinary shares at par value of Baht 10 per share*). Ratchaburi Energy Company Limited, a subsidiary, paid for paid-up share capital of Baht 10 each, amounting to Baht 0.06 million, in the proportion of investment 60%.

The liquidations of Ban Bueng Power Company Limited, Eastern IPP Company Limited and Eastern Power Generation Company Limited, indirect subsidiaries, were completed on 28 October 2014.

On 30 October 2014, Ratchaburi Electricity Generating Company Limited, a subsidiary, entered into a Share Purchase Agreement with Rajburi Sugar Company Limited to acquire ordinary shares of Ratchaburi Cogeneration Company Limited for small power producer project in Ratchaburi Province. The registered capital of such company was Baht 100 million, (*Comprising 10 million ordinary shares at par value of Baht 10 per share*). Ratchaburi Electricity Generating Company Limited, a subsidiary, subscribed for paid-up share capital of Baht 2.50 per share, amounting to Baht 8.75 million, representing a 35% share of the investment.