

AAPICO Hitech Public Company Limited and its subsidiaries

Statements of financial position

As at 31 December 2011 and 2010

(Unit: Baht)

	<u>Note</u>	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Assets					
Current assets					
Cash and cash equivalents	9	238,957,479	281,597,310	18,109,481	14,203,196
Current investments		64,810,405	303,112,191	93,479	83,746
Trade and other receivables	8, 10	1,202,831,886	1,617,476,749	433,948,141	420,446,894
Short-term loans to related parties	8	25,000,000	113,926,349	193,000,000	263,926,350
Inventories	11	892,035,981	911,742,561	155,420,535	238,662,919
Other current assets		270,475,628	270,484,867	31,752,709	13,881,964
Total current assets		2,694,111,379	3,498,340,027	832,324,345	951,205,069
Non-current assets					
Restricted bank deposits	12	370,493	362,280	-	-
Long-term loans to related parties	8	-	11,071,365	3,226,314,688	2,963,454,107
Investments in associates	13	728,543,862	523,675,853	346,096,812	261,597,112
Investments in subsidiaries	14	-	-	3,661,336,705	3,761,336,705
Other long-term investments	15	82,349,766	74,397,208	-	-
Property, plant and equipment	16	6,578,407,781	5,546,732,413	1,410,813,379	1,107,567,656
Leasehold right	17	187,682,050	118,141,636	-	-
Deposit for purchase of assets		14,056,498	256,818,399	8,977,676	39,686,820
Goodwill	18	1,086,861,862	1,286,861,862	-	-
Other intangible assets	19	87,104,053	93,677,955	25,849,297	30,507,292
Non-operating assets	20	45,000,000	45,000,000	-	-
Other non-current assets		16,718,554	19,102,600	4,695,211	7,359,232
Total non-current assets		8,827,094,919	7,975,841,571	8,684,083,768	8,171,508,924
Total assets		11,521,206,298	11,474,181,598	9,516,408,113	9,122,713,993

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

AAPICO Hitech Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 31 December 2011 and 2010

(Unit: Baht)

	<u>Note</u>	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans from banks	21	938,280,818	677,344,791	560,444,468	398,000,000
Trade and other payables	22	1,896,988,301	2,192,412,454	598,300,675	677,390,429
Current portion of long-term loans	23	840,887,642	729,333,310	832,600,000	705,050,000
Current portion of liabilities under finance lease agreements	24	41,519,053	1,731,640	6,165,104	-
Short-term loans from related parties	8	17,939,932	3,477,539	167,887,390	347,000,000
Provisions for product warranty		17,638,815	11,385,714	-	-
Deposit received in advance from related party		9,417,896	-	16,363,740	8,181,870
Other current liabilities		249,371,571	349,394,294	67,197,946	84,860,372
Total current liabilities		4,012,044,028	3,965,079,742	2,248,959,323	2,220,482,671
Non-current liabilities					
Long-term loans - net of current portion	23	3,172,026,993	2,890,850,752	2,923,549,997	2,802,450,000
Liabilities under finance lease agreements					
- net of current portion	24	69,032,458	4,998,697	9,891,043	-
Provision for long-term employee benefits	25	73,433,725	-	24,018,682	-
Other non-current liabilities		89,684,883	6,675,894	-	-
Total non-current liabilities		3,404,178,059	2,902,525,343	2,957,459,722	2,802,450,000
Total liabilities		7,416,222,087	6,867,605,085	5,206,419,045	5,022,932,671

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

AAPICO Hitech Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 31 December 2011 and 2010

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2011	2010	2011	2010
Shareholders' equity					
Share capital					
Registered					
42,360,000 non-cumulative preferred shares					
of Baht 1 each	26	42,360,000	42,360,000	42,360,000	42,360,000
229,337,900 ordinary shares of Baht 1 each		229,337,900	229,337,900	229,337,900	229,337,900
Issued and fully paid up					
42,360,000 non-cumulative preferred shares					
of Baht 1 each	26	42,360,000	42,360,000	42,360,000	42,360,000
226,514,300 ordinary shares of Baht 1 each		226,514,300	226,514,300	226,514,300	226,514,300
Premium on preferred shares		1,415,247,600	1,415,247,600	1,415,247,600	1,415,247,600
Premium on ordinary shares		749,106,732	749,106,732	749,106,732	749,106,732
Retained earnings					
Appropriated					
Statutory reserve - the Company	28	59,541,000	59,541,000	59,541,000	59,541,000
- subsidiaries		119,370,074	116,170,535	-	-
Unappropriated		1,438,510,781	2,000,274,746	1,817,219,436	1,607,011,690
Other components of shareholders' equity		(61,153,713)	(116,472,369)	-	-
Equity attributable to owners of the Company		3,989,496,774	4,492,742,544	4,309,989,068	4,099,781,322
Non-controlling interests of the subsidiaries		115,487,437	113,833,969	-	-
Total shareholders' equity		4,104,984,211	4,606,576,513	4,309,989,068	4,099,781,322
Total liabilities and shareholders' equity		11,521,206,298	11,474,181,598	9,516,408,113	9,122,713,993
		0	0	0	0

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

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 Directors

AAPICO Hitech Public Company Limited and its subsidiaries

Income statements

For the years ended 31 December 2011 and 2010

(Unit: Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2011	2010	2011	2010
Revenues					
Sales and service income	30	10,355,659,233	11,344,221,100	1,613,676,426	1,756,644,716
Dividend income		-	-	619,372,364	1,007,033,688
Other income		430,324,897	413,873,674	269,090,710	216,593,222
Total revenues		10,785,984,130	11,758,094,774	2,502,139,500	2,980,271,626
Expenses					
Cost of sales and services		9,591,192,870	10,514,671,090	1,544,102,815	1,643,198,779
Selling expenses		210,507,056	198,452,691	35,418,798	42,041,606
Administrative expenses		868,604,197	476,501,862	164,481,177	92,176,417
Loss on impairment of assets		329,063,343	-	200,000,000	7,000,000
Total expenses		10,999,367,466	11,189,625,643	1,944,002,790	1,784,416,802
Profit (loss) before share of income from investments in associates, finance cost and corporate income tax		(213,383,336)	568,469,131	558,136,710	1,195,854,824
Share of income from investments in associates	13	154,243,465	136,265,214	-	-
Profit (loss) before finance cost and corporate income tax		(59,139,871)	704,734,345	558,136,710	1,195,854,824
Finance cost		(238,527,763)	(176,336,914)	(220,033,538)	(170,164,717)
Profit (loss) before corporate income tax		(297,667,634)	528,397,431	338,103,172	1,025,690,107
Corporate income tax		(94,302,657)	(134,211,146)	(6,602,508)	(7,454,812)
Profit (loss) for the year		(391,970,291)	394,186,285	331,500,664	1,018,235,295
Profit (loss) attributable to:					
Equity holders of the Company		-389,745,050	356,573,051	331,500,664	1,018,235,295
Non-controlling interests of the subsidiaries		-2,225,241	37,613,234		
		-391,970,291	394,186,285		
Earnings per share					
Basic earnings (loss) per share					
Profit (loss) attributable to equity holders of the Company	31	-1.72	1.57	1.46	4.50

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

AAPICO Hitech Public Company Limited and its subsidiaries

Statements of comprehensive income

For the years ended 31 December 2011 and 2010

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
Profit (loss) for the year	(391,970,291)	394,186,285	331,500,664	1,018,235,295
Other comprehensive income:				
Exchange differences on translation of financial statements in foreign currency	51,850,309	(21,337,820)	-	-
Gain on change in value of available-for-sale investments	5,031,455	2,789,393	-	-
Other comprehensive income for the year	56,881,764	(18,548,427)	-	-
Total comprehensive income for the year	<u>-335,088,527</u>	<u>375,637,858</u>	<u>331,500,664</u>	<u>1,018,235,295</u>
Total comprehensive income attributable to:				
Equity holders of the Company	(334,426,394)	336,941,514	<u>331,500,664</u>	<u>1,018,235,295</u>
Non-controlling interests of the subsidiaries	(662,133)	38,696,344		
	<u>(335,088,527)</u>	<u>375,637,858</u>		

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

AAPICO Hitech Public Company Limited and its subsidiaries

Cash flow statements

For the years ended 31 December 2011 and 2010

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Cash flows from operating activities				
Profit (loss) before tax	(297,667,634)	528,397,431	338,103,172	1,025,690,107
Adjustments to reconcile profit (loss) before tax to net cash provided by (paid from) operating activities: -				
Loss from write-off of inventories, machinery and equipment	455,049,956	-	184,684,302	-
Depreciation and amortisation	462,461,272	437,036,216	76,813,344	62,496,175
Share of (income) loss from investments in associates	(154,243,465)	(136,265,214)	-	-
Gain from current investment - investment unit in open-end funds	(77,615)	(5,443,242)	(9,733)	(105,680)
Gain from claim under insurance contract	-	(30,118,489)	-	-
Loss on impairment of investments	-	-	200,000,000	7,000,000
Loss on impairment of assets	25,530,141	5,569,938	-	-
Impairment loss of goodwill	200,000,000	-	-	-
Write-off of assets	7,570,081	-	2,098,540	-
Decrease of inventory to net realisable value (reversal)	76,617,292	(50,294,985)	3,975,572	7,763,198
Dividend income from subsidiary and associate	-	-	(619,372,364)	(1,007,033,688)
Allowance for doubtful accounts	93,785,238	848,427	39,117,254	811,002
Provision for long-term employee benefits	8,376,716	-	2,209,175	-
Gain on disposal of other long-term investments	-	(5,216,271)	-	-
(Gain) loss on disposal of property, plant and equipment	(424,357)	9,653,662	(1,556,263)	(1,140,317)
Interest expenses	235,999,151	174,291,599	217,697,883	167,962,989
Profit from operating activities before changes in operating assets and liabilities	1,112,976,776	928,459,072	443,760,882	263,443,786
Operating assets (increase) decrease				
Current investments	238,379,401	(212,428,673)	-	19,069,264
Trade and other receivables	336,156,470	(427,402,090)	(26,753,791)	19,502,717
Inventories	(443,799,536)	(239,831,971)	(50,121,170)	(47,172,044)
Other current assets	(511,554)	(54,189,600)	(22,217,905)	(9,670,944)
Other non-current assets	2,761,396	26,035,221	2,664,021	3,908,189
Operating liabilities increase (decrease)				
Trade and other payables	(511,009,781)	5,151,330	(182,611,354)	25,985,935
Other current liabilities	(22,107,117)	641,380,894	(9,298,946)	63,877,394
Other non-current liabilities	83,008,989	(705,635)	-	-
Cash flows from operating activities	795,855,044	666,468,548	155,421,737	338,944,297
Cash paid for corporate income tax	(159,183,625)	(74,096,781)	(2,436,958)	(7,273,203)
Net cash flows from (used in) operating activities	636,671,419	592,371,767	152,984,779	331,671,094

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

AAPICO Hitech Public Company Limited and its subsidiaries

Cash flow statements (continued)

For the years ended 31 December 2011 and 2010

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Cash flows from investing activities				
Increase in restricted bank deposits	(8,213)	(351,763)	-	-
Increase in loans to related parties	99,997,714	(13,997,116)	(203,112,538)	(610,387,107)
Acquisition of investments in subsidiaries and associates	(82,442,632)	(16,229,000)	(179,999,700)	(197,695,447)
Dividend received from subsidiary and associate	14,686,403	12,296,841	604,685,961	1,012,296,092
Share subscription receivable - related party	150,004	-	-	-
Decrease in other long-term investments	-	37,854,271	-	-
Proceeds from sales of property, plant and equipment	47,808,189	28,855,852	1,598,131	1,172,896
Acquisitions of plant, equipment, leasehold right and software	(1,144,929,173)	(1,648,801,299)	(225,404,853)	(538,591,341)
Increase (decrease) in non-controlling interests of the subsidiaries	1,563,098	1,083,110	-	-
Net cash flows from (used in) investing activities	<u>(1,063,174,610)</u>	<u>(1,599,289,104)</u>	<u>(2,232,999)</u>	<u>(333,204,907)</u>
Cash flows from financing activities				
Increase (decrease) in bank overdrafts and short-term loans from banks	260,936,027	7,605,491	162,444,465	(7,000,000)
Increase (decrease) in loans from related parties	34,753,218	619,568	(179,112,610)	(1,125,730,000)
Repayment of long-term loans	(791,952,488)	(686,965,026)	(765,350,000)	(622,400,000)
Increase in long-term loans	1,182,526,377	2,012,257,887	1,014,000,000	1,975,000,000
Cash received from non-controlling interests of the subsidiaries				
for share subscription	1,151,813	2,249,996	-	-
Dividend paid	(99,483,411)	(69,907,058)	(99,483,411)	(69,907,058)
Cash paid for interest expenses	(253,530,747)	(174,677,850)	(279,343,939)	(155,311,791)
Net cash flow from (used in) financing activities	<u>334,400,789</u>	<u>1,091,183,008</u>	<u>(146,845,495)</u>	<u>(5,348,849)</u>
Decrease in exchange differences on translation of financial statements in foreign currency	49,462,571	(22,420,930)	-	-
Net increase (decrease) in cash and cash equivalents	<u>(42,639,831)</u>	<u>61,844,741</u>	<u>3,906,285</u>	<u>(6,882,662)</u>
Cash and cash equivalents at beginning of year	281,597,310	219,752,569	14,203,196	21,085,858
Cash and cash equivalents at end of year	<u>238,957,479</u>	<u>281,597,310</u>	<u>18,109,481</u>	<u>14,203,196</u>
	0	0	0	0

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

AAPICO Hitech Public Company Limited and its subsidiaries

Cash flow statements (continued)

For the years ended 31 December 2011 and 2010

(Unit: Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Supplemental cash flows information: -				
Non-cash items consist of				
Transfer inventories to machinery and equipment	83,500,650	22,168,919	-	192,157
Transfer machinery and equipment to inventories	-	-	1,632,994	-
Transfer equipment to software	7,028,000	1,777,389	-	203,150
Increase (decrease) in accounts payable - purchases and construction of assets	190,294,000	(413,426,646)	159,681,359	(316,189,404)
Increase in accounts payable - retention for construction	-	11,558,164	-	11,558,164
Increase (decrease) in deposit for purchase of assets	243,000	183,960,893	(30,709,144)	26,333,088
Transfer interest expense to work under construction	15,130,102	1,616,896	986,297	1,462,973
Surplus (deficit) on changes in value of available-for-sale investments	7,952,558	2,789,393	-	-
Purchases of machinery under sale and lease back agreements	103,821,174	-	16,056,147	-
Increase in share subscription payable - related party	4,500,000	-	4,500,000	-

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

AAPICO Hitech Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity

For the years ended 31 December 2011 and 2010

(Unit: Baht)

Consolidated financial statements															
Equity attributable to owners of the Company															
									Other components of equity						
									Other comprehensive income						
	Retained earnings				Exchange differences on translation of financial statements in foreign currency	Surplus (deficit) on changes in value of available-for- sale investments	Treasury shares	Total other components of shareholders' equity							
									Issued and paid-up share capital	Premium on		Appropriated statutory reserve		Appropriated reserve for treasury shares	Unappropriated
	Preferred shares	Ordinary shares	Preferred shares	Ordinary shares	The Company	Subsidiaries	treasury shares	Unappropriated	in foreign currency	-sale investments	shares	shareholders' equity	the Company	the subsidiaries	equity
Balance as at 31 December 2009	42,360,000	240,000,000	1,415,247,600	749,106,732	59,541,000	85,100,809	192,809,988	1,731,192,779	(7,782,252)	(89,058,580)	(192,809,988)	(289,650,820)	4,225,708,088	75,857,236	4,301,565,324
Total comprehensive income for the year	-	-	-	-	-	-	-	356,573,051	(22,420,930)	2,789,393	-	(19,631,537)	336,941,514	38,696,344	375,637,858
Capital reduction from write-off of treasury shares	-	(13,485,700)	-	-	-	-	-	(179,324,288)	-	-	192,809,988	192,809,988	-	-	-
Reversal of reserve for treasury shares	-	-	-	-	-	-	(192,809,988)	192,809,988	-	-	-	-	-	-	-
Unappropriated retained earnings transferred to statutory reserve	-	-	-	-	-	31,069,726	-	(31,069,726)	-	-	-	-	-	-	-
Dividend paid (Note 27)	-	-	-	-	-	-	-	(69,907,058)	-	-	-	-	(69,907,058)	-	(69,907,058)
Decrease in non-controlling interest of subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	-	(719,611)	(719,611)
Balance as at 31 December 2010	42,360,000	226,514,300	1,415,247,600	749,106,732	59,541,000	116,170,535	-	2,000,274,746	(30,203,182)	(86,269,187)	-	(116,472,369)	4,492,742,544	113,833,969	4,606,576,513
Balance as at 31 December 2010	42,360,000	226,514,300	1,415,247,600	749,106,732	59,541,000	116,170,535	-	2,000,274,746	(30,203,182)	(86,269,187)	-	(116,472,369)	4,492,742,544	113,833,969	4,606,576,513
Cumulative effect of change in accounting policy for employee benefits (Note 5)	-	-	-	-	-	-	-	(69,335,965)	-	-	-	-	(69,335,965)	(225,177)	(69,561,142)
Total comprehensive income for the year	-	-	-	-	-	-	-	(389,745,050)	50,287,201	5,031,455	-	55,318,656	(334,426,394)	(662,133)	(335,088,527)
Unappropriated retained earnings transferred to statutory reserve	-	-	-	-	-	3,199,539	-	(3,199,539)	-	-	-	-	-	-	-
Dividend paid (Note 27)	-	-	-	-	-	-	-	(99,483,411)	-	-	-	-	(99,483,411)	-	(99,483,411)
Increase in non-controlling interests of the subsidiary	-	-	-	-	-	-	-	-	-	-	-	-	-	2,540,778	2,540,778
Balance as at 31 December 2011	42,360,000	226,514,300	1,415,247,600	749,106,732	59,541,000	119,370,074	-	1,438,510,781	20,084,019	(81,237,732)	-	(61,153,713)	3,989,496,774	115,487,437	4,104,984,211

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

AAPICO Hitech Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity

For the years ended 31 December 2011 and 2010

(Unit: Baht)

Separate financial statements

	Issued and paid-up share capital		Premium on		Appropriated statutory reserve	Retained earnings		Other components of shareholders' equity - treasury shares	Total shareholders' equity	
	Preferred shares	Ordinary shares	Preferred shares	Ordinary shares		Appropriated reserve for treasury shares	Unappropriated			
Balance as at 31 December 2009	42,360,000	240,000,000	1,415,247,600	749,106,732	59,541,000	192,809,988	645,197,753	(192,809,988)	3,151,453,085	
Total comprehensive income for the year	-	-	-	-	-	-	1,018,235,295	-	1,018,235,295	
Capital reduction from write-off of treasury shares	-	(13,485,700)	-	-	-	-	(179,324,288)	192,809,988	-	
Reversal of reserve for treasury shares	-	-	-	-	-	(192,809,988)	192,809,988	-	-	
Dividend paid (Note 27)	-	-	-	-	-	-	(69,907,058)	-	(69,907,058)	
Balance as at 31 December 2010	42,360,000	226,514,300	1,415,247,600	749,106,732	59,541,000	-	1,607,011,690	-	4,099,781,322	
Balance as at 31 December 2010	42,360,000	226,514,300	1,415,247,600	749,106,732	59,541,000	-	1,607,011,690	-	4,099,781,322	
Cumulative effect of change in accounting policy for employee benefits (Note 5)	-	-	-	-	-	-	(21,809,507)	-	(21,809,507)	
Dividend paid (Note 27)	-	-	-	-	-	-	(99,483,411)	-	(99,483,411)	
Total comprehensive income for the year	-	-	-	-	-	-	331,500,664	-	331,500,664	
Balance as at 31 December 2011	42,360,000	226,514,300	1,415,247,600	749,106,732	59,541,000	-	1,817,219,436	-	4,309,989,068	

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