

**THITIKORN PUBLIC COMPANY LIMITED  
AND ITS SUBSIDIARIES**

**Interim Financial Statements**

**For the Period Ended September 30, 2008**

**and Report of Certified Public Accountant**

***M.R. & ASSOCIATES CO., LTD.***

***Certified Public Accountants***

## **REVIEW REPORT OF CERTIFIED PUBLIC ACCOUNTANT**

To the Board of Directors of Thitikorn Public Company Limited

I have reviewed the consolidated balance sheet of Thitikorn Public Company Limited and its subsidiaries as at September 30, 2008, and the related consolidated statements of income for the three-month and nine-month periods ended September 30, 2008, changes in shareholders' equity and cash flows for the nine-month period ended September 30, 2008. I have also reviewed the balance sheet of Thitikorn Public Company Limited as at September 30, 2008, and the related statements of income for the three-month and nine-month periods ended September 30, 2008, changes in shareholders' equity and cash flows for the nine-month period ended September 30, 2008. These financial statements are the responsibility of the Company's management as to their correctness and completeness of the presentation. My responsibility is to issue a report on these financial statements based on my review. The consolidated interim financial statements for the three-month and nine-month periods ended September 30, 2007, of Thitikorn Public Company Limited and its subsidiaries, and the interim financial statements for the three-month and nine-month periods ended September 30, 2007, of Thitikorn Public Company Limited, were reviewed by other auditor in my office whose report dated November 6, 2007, stated that nothing has come to his attention that causes him to believe that the financial statements for the three-month and nine-month periods ended September 30, 2007, are not presented fairly, in all material respects, in accordance with generally accepted accounting principles. The consolidated statements of income for the three-month and nine-month periods ended September 30, 2007, changes in shareholders' equity and cash flows for the nine-month period ended September 30, 2007, of Thitikorn Public Company Limited and its subsidiaries and the statements of income for the three-month and nine-month periods ended September 30, 2007, changes in shareholders' equity and cash flows for the nine-month period ended September 30, 2007, of Thitikorn Public Company Limited, which are presented for comparative purpose, are components of those interim financial statements.

I conducted my review in accordance with auditing standards applicable to review engagement. This standard requires that I plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit in accordance with generally accepted auditing standards. Accordingly, I do not express an audit opinion on the reviewed financial statements.

Based on my review, nothing has come to my attention that causes me to believe that the accompanying financial statements for the three-month and nine-month periods ended September 30, 2008, are not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

The consolidated financial statements of Thitikorn Public Company Limited and its subsidiaries and the financial statements of Thitikorn Public Company Limited for the year ended December 31, 2007 were audited by other auditor in my office whose report dated February 27, 2008, expressed an un qualified opinion on those statements. The consolidated balance sheet of Thitikorn Public Company Limited and its subsidiaries and the balance sheet of Thitikorn Public Company Limited as at December 31, 2007, which have been presented herein for comparative purpose, are components of those financial statements. I have not performed any audit procedures subsequent to the date of that report.

(Mr. Boonlert Kaewphanpurk)  
Certified Public Accountant  
Registration No. 4165

M.R. & ASSOCIATES CO., LTD.  
Bangkok  
November 11, 2008

**THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

**BALANCE SHEETS**

**AS AT SEPTEMBER 30, 2008 AND DECEMBER 2007**

**A S S E T S**

		In Thousand Baht			
		Consolidated		The Company only	
		September 30,2008	December 31,2007	September 30,2008	December 31,2007
		“Unaudited”	“Unaudited”	“Unaudited”	“Unaudited”
Notes		“Reviewed”	“Audited”	“Reviewed”	“Audited”
<b>CURRENT ASSETS</b>					
	Cash and cash equivalents	32,423	45,861	28,582	39,619
	Trade accounts receivable				
	Current portion of hire-purchase contract				
	receivables-net	6	2,712,605	2,591,633	2,558,396
	Other receivables-net	7	45,189	52,475	44,108
	Receivables from and short-term loan to related parties	5	9,743	4,151	14,308
	Short-term loans to others	-	1,000	-	-
	Asset foreclosed - net	8	151,426	155,584	149,332
	Other current assets	46,635	26,785	45,958	26,531
	<b>Total current assets</b>	<u>2,998,021</u>	<u>2,877,489</u>	<u>2,840,684</u>	<u>2,655,357</u>
<b>NON – CURRENT ASSETS</b>					
	Deposits pledged as collateral	9	25,000	-	-
	Hire-purchase contract receivables net				
	of current portion - net	6	2,428,233	2,227,017	2,216,939
	Investments accounted for using the cost method	10	-	-	93,986
	Long-term loans to others	24,279	22,640	24,279	22,640
	Property, plant and equipment - net	101,142	101,055	89,825	89,560
	Intangible assets - net	6,994	7,532	6,622	7,027
	Deferred tax assets	13	120,454	117,852	91,860
	Assets not used in operation	35,157	35,157	5,708	5,708
	Other non - current assets	10,690	10,700	7,788	9,050
	<b>Total non – current assets</b>	<u>2,751,949</u>	<u>2,546,953</u>	<u>2,537,007</u>	<u>2,307,154</u>
	<b>TOTAL ASSETS</b>	<u><u>5,749,970</u></u>	<u><u>5,424,442</u></u>	<u><u>5,377,691</u></u>	<u><u>4,962,511</u></u>

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

**THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

**BALANCE SHEETS**

**AS AT SEPTEMBER 30, 2008 AND DECEMBER 2007**

**LIABILITIES AND SHAREHOLDERS' EQUITY**

	Notes	In Thousand Baht			
		Consolidated		The Company only	
		September 30,2008	December 31,2007	September 30,2008	December 31,2007
		“Unaudited” “Reviewed”	“Audited”	“Unaudited” “Reviewed”	“Audited”
<b>CURRENT LIABILITIES</b>					
Bank overdrafts and short-term loans from financial institutions	11	1,350,498	1,718,708	1,167,938	1,440,446
Trade accounts payable					
Related party	5	22,144	11,966	22,144	11,966
Other companies		99,183	59,546	99,183	59,546
Current portion of debentures		200,000	-	200,000	-
Payable to and short - term loans from related parties	5	3,245	1,995	186,698	183,047
Income tax payable		29,335	37,951	28,580	35,987
Deposits and advances from customers		139,676	175,554	133,345	168,728
Other current liabilities		52,555	61,899	47,451	55,888
<b>Total current liabilities</b>		<b>1,896,636</b>	<b>2,067,619</b>	<b>1,885,339</b>	<b>1,955,608</b>
<b>NON – CURRENT LIABILITIES</b>					
Long - term loans - net of current portion	12	1,200,000	600,000	1,200,000	600,000
Debentures- net of current portion		-	200,000	-	200,000
Other non - current liabilities		20,159	21,900	12,760	13,760
<b>Total non – current liabilities</b>		<b>1,220,159</b>	<b>821,900</b>	<b>1,212,760</b>	<b>813,760</b>
<b>Total liabilities</b>		<b>3,116,795</b>	<b>2,889,519</b>	<b>3,098,099</b>	<b>2,769,368</b>
<b>SHAREHOLDERS' EQUITY</b>					
Share capital- common shares, Baht 1 par value					
Authorized share capital -500,000,000 shares, Baht 1 par value		500,000	500,000	500,000	500,000
Issued and fully paid-up share capital					
- 500,000,000 shares, Baht 1 par value		500,000	500,000	500,000	500,000
Premiums on share capital		972,987	972,987	972,987	972,987
Retained earnings					
- Appropriated for legal reserve		50,000	50,000	50,000	50,000
- Unappropriated		1,110,188	1,011,936	756,605	670,156
<b>Total shareholders' equity</b>		<b>2,633,175</b>	<b>2,534,923</b>	<b>2,279,592</b>	<b>2,193,143</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>5,749,970</b>	<b>5,424,442</b>	<b>5,377,691</b>	<b>4,962,511</b>

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

**THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**STATEMENTS OF INCOME**  
**FOR THE THREE-MONTH PERIODS ENDED SEPTEMBER 30, 2008 AND 2007**

“UNAUDITED”  
“REVIEWED”

		In Thousand Baht			
		Consolidated		The Company only	
Note		2008	2007	2008	2007
<b>REVENUES</b>					
	Hire-purchase income	450,390	422,807	441,279	409,349
5	Other income	186,615	197,921	181,896	186,422
	<b>Total Revenues</b>	<b>637,005</b>	<b>620,728</b>	<b>623,175</b>	<b>595,771</b>
<b>EXPENSES</b>					
5	Selling and administrative expenses	359,716	376,366	348,605	358,927
	Bad debt and provision for doubtful accounts	125,747	118,081	127,493	116,986
	<b>Total Expenses</b>	<b>485,463</b>	<b>494,447</b>	<b>476,098</b>	<b>475,913</b>
	<b>PROFIT BEFORE INTEREST</b>				
	<b>EXPENSE AND INCOME TAX</b>	151,542	126,281	147,077	119,858
5	Interest expense	29,528	30,359	31,006	30,544
	Income tax	32,959	26,499	31,724	24,327
	<b>NET PROFIT</b>	<b>89,055</b>	<b>69,423</b>	<b>84,347</b>	<b>64,987</b>
	<b>Earnings per share (Baht)</b>	<b>0.18</b>	<b>0.14</b>	<b>0.17</b>	<b>0.13</b>

**THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**STATEMENTS OF INCOME**  
**FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2008 AND 2007**

“UNAUDITED”  
“REVIEWED”

		In Thousand Baht			
		Consolidated		The Company only	
Notes		2008	2007	2008	2007
<b>REVENUES</b>					
	Hire-purchase income	1,327,210	1,265,502	1,296,454	1,219,697
5	Other income	539,144	471,677	525,994	441,130
	<b>Total Revenues</b>	<b>1,866,354</b>	<b>1,737,179</b>	<b>1,822,448</b>	<b>1,660,827</b>
<b>EXPENSES</b>					
5	Selling and administrative expenses	1,049,667	1,009,706	1,020,087	964,386
	Bad debt and provision for doubtful accounts	388,132	336,306	385,576	331,210
	<b>Total Expenses</b>	<b>1,437,799</b>	<b>1,346,012</b>	<b>1,405,663</b>	<b>1,295,596</b>
<b>PROFIT BEFORE INTEREST</b>					
<b>EXPENSE AND INCOME TAX</b>		428,555	391,167	416,785	365,231
5	Interest expense	80,813	96,796	84,114	96,081
13	Income tax	89,490	77,555	86,222	69,389
<b>NET PROFIT</b>		<b>258,252</b>	<b>216,816</b>	<b>246,449</b>	<b>199,761</b>
<b>Earnings per share (Baht)</b>		<b>0.52</b>	<b>0.43</b>	<b>0.49</b>	<b>0.40</b>

**THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

“UNAUDITED”

**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**

“REVIEWED”

**FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2008 AND 2007**

		In Thousand Baht				
		Consolidated				
		Retained earnings				
	Note	Issued and fully paid-up share capital	Premiums on share capital	Appropriated for legal reserve	Unappropriated	Total
<b>Balance as at January 1, 2008,</b>		500,000	972,987	50,000	1,011,936	2,534,923
Dividends paid	14	-	-	-	(160,000)	(160,000)
Net profit		-	-	-	258,252	258,252
<b>Balance as at September 30, 2008</b>		<u>500,000</u>	<u>972,987</u>	<u>50,000</u>	<u>1,110,188</u>	<u>2,633,175</u>
<b>Balance as at January 1, 2007</b>		500,000	972,987	50,000	874,086	2,397,073
Dividends paid	14	-	-	-	(150,000)	(150,000)
Net profit		-	-	-	216,816	216,816
<b>Balance as at September 30, 2007</b>		<u>500,000</u>	<u>972,987</u>	<u>50,000</u>	<u>940,902</u>	<u>2,463,889</u>

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



**THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

“UNAUDITED”

**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**

“REVIEWED”

**FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2008 AND 2007**

In Thousand Baht					
The Company only					
Note	Issued and fully paid-up share capital	Premiums on share capital	Retained earnings		Total
			Appropriated for legal reserve	Unappropriated	
<b>Balance as at January 1, 2008,</b>	500,000	972,987	50,000	670,156	2,193,143
Dividends paid	-	-	-	(160,000)	(160,000)
Net profit	-	-	-	246,449	246,449
<b>Balance as at September 30, 2008</b>	<u>500,000</u>	<u>972,987</u>	<u>50,000</u>	<u>756,605</u>	<u>2,279,592</u>
<b>Balance as at January 1, 2007</b>	500,000	972,987	50,000	546,374	2,069,361
Dividends paid	-	-	-	(150,000)	(150,000)
Net profit	-	-	-	199,761	199,761
<b>Balance as at September 30, 2007</b>	<u>500,000</u>	<u>972,987</u>	<u>50,000</u>	<u>596,135</u>	<u>2,119,122</u>

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

**THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

“UNAUDITED”

**STATEMENTS OF CASH FLOWS**

“REVIEWED”

**FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2008 AND 2007**

	In Thousand Baht			
	Consolidated		The Company Only	
	2008	2007	2008	2007
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Profit before tax	347,742	294,371	332,671	269,150
Adjustments				
Depreciation and amortization	23,827	21,460	22,389	19,792
Unrealized loss on exchange rate	720	774	720	774
Bad debt and provision for doubtful accounts	388,133	336,306	385,576	331,210
Loss on decline in value (Reversal of loss) of assets foreclosed	(552)	33,258	(1,471)	32,681
Gain on sales of fixed assets	(736)	(643)	(456)	(484)
Interest expense	80,813	96,796	84,114	96,081
Decrease (Increase) in operating assets :				
Hire-purchase contract receivables	(698,820)	(137,019)	(781,411)	(306,711)
Other trade accounts receivable	(4,404)	(5,607)	(4,547)	(6,237)
Receivables from related parties	(5,592)	(3,677)	(6,151)	(3,053)
Assets foreclosed	4,710	(114,318)	7,148	(113,055)
Other current assets	(19,661)	(6,527)	(19,333)	(6,554)
Other non-current assets	10	467	1,262	267
Increase (Decrease) in operating liabilities :				
Trade accounts payable- related party	10,178	-	10,178	-
Trade accounts payable- other companies	39,637	-	39,637	-
Payables to related parties	1,250	3,233	4,131	2,138
Deposits and advances from customers	(35,878)	46,619	(35,383)	54,306
Other current liabilities	(4,937)	307	(4,030)	3,837
Other non-current liabilities	(1,741)	(2,455)	(1,000)	(1,357)
Cash generated from operation	124,699	563,345	34,044	372,785
Interest paid	(85,220)	(109,778)	(88,500)	(109,228)
Income tax paid	(100,708)	(107,269)	(95,421)	(100,017)
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>(61,229)</b>	<b>346,298</b>	<b>(149,877)</b>	<b>163,540</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Decrease in short-term loans to others	1,000	500	-	-
Decrease (Increase) in short-term loans to related party	-	-	(4,000)	97,000
Increase in long-term loans to others	(1,639)	(4,350)	(1,639)	(4,350)
Increase in deposits pledged as collateral	-	(1,000)	-	-
Purchases of fixed assets	(23,509)	(22,888)	(22,382)	(22,888)
Proceeds from sale of fixed assets	2,329	1,706	2,049	1,547
Purchases of intangible assets	(1,460)	(658)	(1,460)	(658)
<b>Net Cash Provided by (Used) in Investing Activities</b>	<b>(23,279)</b>	<b>(26,690)</b>	<b>(27,432)</b>	<b>70,651</b>

**THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

“UNAUDITED”

**STATEMENTS OF CASH FLOWS (CONTINUED)**

“REVIEWED”

**FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2008 AND 2007**

	In Thousand Baht			
	Consolidated		The Company Only	
	2008	2007	2008	2007
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Decrease in bank overdrafts and short-term loans from financial institutions	(368,930)	(119,955)	(273,228)	(32,733)
Proceeds from long-term loans	600,000	600,000	600,000	600,000
Repayments of long-term loans	-	(100,000)	-	(100,000)
Redemption of debentures	-	(545,000)	-	(545,000)
Decrease in short-term loans from related parties	-	-	(500)	(1,500)
Dividends paid	(160,000)	(150,000)	(160,000)	(150,000)
<b>Net Cash Provided by (Used in) Financing Activities</b>	<b>71,070</b>	<b>(314,955)</b>	<b>166,272</b>	<b>(229,233)</b>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(13,438)</b>	<b>4,653</b>	<b>(11,037)</b>	<b>4,958</b>
<b>Cash and Cash Equivalents-Beginning of Period</b>	<b>45,861</b>	<b>40,352</b>	<b>39,619</b>	<b>34,213</b>
<b>CASH AND CASH EQUIVALENTS-END OF PERIOD</b>	<b>32,423</b>	<b>45,005</b>	<b>28,582</b>	<b>39,171</b>

# THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

## Notes to Interim Financial Statements

September 30, 2008 and 2007 (Reviewed)

And December 31, 2007 (Audited)

The financial statements were authorized for issue by the directors on November 11, 2008.

### 1. BASIS FOR INTERIM FINANCIAL STATEMENT PREPARATION

These interim financial statements are prepared in accordance with the Accounting Standard No. 41 “Interim Financial Reporting” and Regulations of The Stock Exchange of Thailand (SET) relating to accounting.

The interim financial statements are prepared as updated information to the financial statements for the year ended December 31, 2007 with an emphasis on the more current information about activities, events and situations, not a duplicate of information previously reported. These interim financial statements should therefore be read in conjunction with the financial statements for the year ended December 31, 2007.

The accompanying financial statements are prepared in Thai Baht and in the Thai language in conformity with generally accepted accounting principles in Thailand. The accompanying financial statements are intended to present the financial position and results of operations and cash flows in accordance with accounting principles and practices generally accepted in Thailand.

For the convenience of the reader, an English translation of financial statements has been prepared from the statutory Thai language financial statements which are issued for domestic reporting purposes.

The consolidated financial statements as at September 30, 2008 and December 31, 2007, include the accounts of The Company and its subsidiaries which the Company has controlling power or directly and indirectly holdings on those subsidiaries as follows:

Name of Companies	Type of business	In Thousand Baht		Percentage of	
		Paid-up share capital		direct and indirect holdings (%)	
		September 30,2008	December 31,2007	September 30,2008	December 31,2007
C. V. A. Co.,Ltd.	Hire-purchase Motorcycle business	50,000	50,000	99.99	99.99
Chayapak Co.,Ltd.	Hire-purchase Automobile business	40,000	40,000	99.99	99.99

All significant intercompany transactions between the Company and its subsidiaries included in the consolidated financial statements have been eliminated.

### 2. EFFECTIVE ACCOUNTING STANDARDS

The Federation of Accounting Professions (FAP) has issued Notifications 38/2550 and 62/2550 regarding accounting standards. The notifications mandate the use of the following new accounting standards.

TAS 25 (revised 2007)	Cash Flow Statements
TAS 29 (revised 2007)	Leases
TAS 31 (revised 2007)	Inventories
TAS 33 (revised 2007)	Borrowing Costs
TAS 35 (revised 2007)	Presentation of Financial Statements
TAS 39 (revised 2007)	Accounting Policies, Changes in Accounting Estimates and Errors

**THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to Interim Financial Statements (Continued)**  
**September 30, 2008 and 2007 (Reviewed)**  
**And December 31, 2007 (Audited)**

TAS 41 (revised 2007)	Interim Financial Reporting
TAS 43 (revised 2007)	Business Combinations
TAS 49 (revised 2007)	Construction Contracts
TAS 51	Intangible Assets

These accounting standards will become effective for the financial statements for fiscal years beginning on or after January 1, 2008. The Managements of the Company and its subsidiaries have assessed the effect of these revised accounting standards and believes that they will not have any significant impact on the financial statements of the Company and its subsidiaries.

**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accompanying interim financial statements have been prepared in accordance with generally accepted accounting principles. Accounting policies that have been applied in the preparation of the interim financial statements for the three-month and nine-month periods ended September 30, 2008 are similar to those which have been applied to the financial statements for the year ended December 31, 2007 except for changes in accounting policy to recognize interest income on hire – purchase (see Note 4).

**4. CHANGES IN ACCOUNTING POLICIES**

**Interest income from hire-purchase**

Prior to 2008, the Company and its subsidiaries recognize interest income on hire-purchase as unearned interest income in each installment period based on the sum-of-digits method. Starting from January 1, 2008, the Company and its subsidiaries change their accounting policy to recognize interest income on hire-purchase as unearned interest income in each installment period based on the effective interest rate method for new hire-purchase agreements made starting from 2008 by the change of Thai Accounting Standard No. 29- Accounting for Lease (revised 2007). Such change in accounting has no effect to the 2007 financial statements presented herewith for comparative purpose.

**5. TRANSACTIONS WITH RELATED PARTIES**

A portion of the Company’s assets, liabilities, revenues, costs and expenses arose from transactions with related companies. Related parties are those parties controlled by the Company, directly or indirectly or significant influence, to govern the financial and operating policies of the Company.

Type of relationship with its related parties are as follows:

Name of Companies	Type of business	Type of relationship
C. V. A. Company Limited	Hire-purchase motorcycle	Subsidiary
Chayapak Company Limited	Hire-purchase automobile	Subsidiary
S. P. International Co., Ltd.	Sale automobile and management service	Co directors & shareholders
S. P. Building Co., Ltd.	Property business	Co directors & shareholders
S. P. Suzuki Public Co., Ltd.	Sale motorcycle	Co directors & shareholders
Zinphol Company Limited	Dealer of motorcycle and hire-purchase business	Subsidiary of S.P.Suzuki Public Co.,Ltd.
Lexus Co., Ltd.	Sale automobile	Co directors & shareholders
Toyota Pathumthani Toyota’s Dealer Co.,Ltd.	Sale automobile and management service	Co directors & shareholders
Napao Co.,Ltd.	Transportation service	Co directors & shareholders in subsidiary

**THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**Notes to Interim Financial Statements (Continued)**  
**September 30, 2008 and 2007 (Reviewed)**  
**And December 31, 2007 (Audited)**

Pricing policies for each transactions are described as follows:

Type of Transaction	Pricing policies
Service income	Negotiated price
Interest income	MOR
Sales promotion income	Market price
Other income	Cost
Rental and service	Contract price
Management fee	Contract price
Utility expenses	Cost
Sales promotion expense	Negotiated price
Collection fee	Negotiated price
Stationery fee	Cost
Other expenses	Market price
Service expense	Negotiated price
Interest expense	MOR
Loss on disposal of assets	Market price
Purchase for hire-purchase	Market price
Purchase of fixed assets	Market price

Significant revenues and expenses derived from transactions with related parties for the three-month and the nine-month periods ended September 30, 2008 and 2007 are summarized as follows:

	In Thousand Baht			
	Consolidated			
	For the three-month periods ended September 30		For the nine-month periods ended September 30	
	2008	2007	2008	2007
<b>Sales promotion income</b>				
S.P. Suzuki Public Company Limited	7,812	5,848	19,017	11,126
<b>Other income</b>				
Zinphol Company Limited	286	86	944	243
<b>Rental and service</b>				
S.P. International Company Limited	4,006	3,802	12,025	10,994
<b>Management fee</b>				
S.P. International Company Limited	2,250	2,250	6,750	6,750
<b>Utility expenses</b>				
S.P. International Company Limited	920	616	2,378	1,671
<b>Sales promotion expenses</b>				
Zinphol Company Limited	5,168	-	11,950	-
<b>Collection fee</b>				
Zinphol Company Limited	153	-	330	-

**THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**
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	In Thousand Baht			
	Consolidated			
	For the three-month periods ended September 30		For the nine-month periods ended September 30	
	2008	2007	2008	2007
<b>Stationery fee</b>				
S.P. International Company Limited	475	390	1,318	1,271
S.P. Suzuki Public Company Limited	52	396	301	396
	<u>527</u>	<u>786</u>	<u>1,619</u>	<u>1,667</u>
<b>Other expenses</b>				
S.P. Suzuki Public Company Limited	1,174	415	3,465	1,286
S.P. International Company Limited	1,112	1,108	3,448	2,677
Napas Co.,Ltd.	25	-	89	9
Lexus Co.,Ltd.	19	-	30	-
Toyota Pathumthani Toyota's Dealer Co.,Ltd.	-	12	-	21
	<u>2,330</u>	<u>1,535</u>	<u>7,032</u>	<u>3,993</u>
<b>Loss on disposal of assets foreclosed</b>				
Zinphol Company Limited	898	369	956	1,273
<b>Purchases for hire-purchase</b>				
Zinphol Company Limited	122,478	-	339,762	-
S.P. International Company Limited	13,646	6,771	50,280	15,826
S.P. Suzuki Public Company Limited	926	1,374	7,049	1,753
Lexus Co.,Ltd.	-	-	-	9,931
	<u>137,050</u>	<u>8,145</u>	<u>397,091</u>	<u>27,510</u>
<b>Purchases of fixed assets</b>				
S.P. International Company Limited	-	-	6,795	-
Toyota Pathumthani Toyota's Dealer Co.,Ltd.	-	1,949	-	3,171
	<u>-</u>	<u>1,949</u>	<u>6,795</u>	<u>3,171</u>
	In Thousand Baht			
	The Company Only			
	For the three-month periods ended September 30		For the nine-month periods ended September 30	
	2008	2007	2008	2007
<b>Service income</b>				
Chayapak Company Limited	2,063	-	6,783	-
C.V.A. Company Limited	5	41	16	579
	<u>2,068</u>	<u>41</u>	<u>6,799</u>	<u>579</u>
<b>Interest income</b>				
Chayapak Company Limited	14	1,268	22	4,844
<b>Sales promotion income</b>				
S.P. Suzuki Public Company Limited	7,812	5,848	19,017	11,126
<b>Other income</b>				
Chayapak Company Limited	43	-	95	3
Zinphol Company Limited	35	86	170	243
C.V.A. Company Limited	1	-	1	-
	<u>79</u>	<u>86</u>	<u>266</u>	<u>246</u>

**THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**
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	In Thousand Baht			
	The Company Only			
	For the three-month periods ended September 30		For the nine-month periods ended September 30	
	2008	2007	2008	2007
<b>Rental and service</b>				
S.P. International Company Limited	3,393	3,189	10,186	9,156
<b>Management fee</b>				
S.P. International Company Limited	1,500	900	4,500	2,700
<b>Utility expenses</b>				
S.P. International Company Limited	860	559	2,220	1,522
<b>Sales promotion expenses</b>				
Zinphol Company Limited	5,168	-	11,950	-
<b>Collection fee</b>				
Zinphol Company Limited	153	-	330	-
<b>Stationery fee</b>				
S.P. International Company Limited	473	387	1,312	1,265
S.P. Suzuki Public Company Limited	52	396	302	396
	525	783	1,614	1,661
<b>Other expenses</b>				
S.P. Suzuki Public Company Limited	1,174	415	3,465	1,286
S.P. International Company Limited	1,021	876	3,000	2,349
Napas Co.,Ltd.	25	-	89	9
Toyota Pathumthani Toyota's Dealer Co.,Ltd.	-	12	-	21
	2,220	1,303	6,554	3,665
<b>Service expense</b>				
C.V.A. Company Limited	13,306	6,071	38,674	17,630
<b>Interest expense</b>				
C.V.A. Company Limited	3,345	3,345	9,522	10,428
Chayapak Company Limited	84	-	316	-
	3,429	3,345	9,838	10,428
<b>Loss on disposal of assets foreclosed</b>				
Zinphol Company Limited	898	369	956	1,273
<b>Purchases for hire-purchase</b>				
Zinphol Company Limited	122,478	-	339,762	-
S.P. Suzuki Public Company Limited	926	1,374	7,049	1,753
Lexus Co.,Ltd.	-	-	-	9,931
	123,404	1,374	346,811	11,684
<b>Purchases of fixed assets</b>				
S.P. International Company Limited	-	-	6,795	-
Toyota Pathumthani Toyota's Dealer Co.,Ltd.	-	1,949	-	3,171
	-	1,949	6,795	3,171



**THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

**Notes to Interim Financial Statements (Continued)**

**September 30, 2008 and 2007 (Reviewed)**

**And December 31, 2007 (Audited)**

Significant outstanding balances with its related companies as at September 30, 2008 and December 31, 2007 are summarized as follows :

	In Thousand Baht			
	Consolidated		The Company Only	
	September 30,2008	December 31,2007	September 30,2008	December 31,2007
<b>Receivables and short-term loan</b>				
<b>Accrued income</b>				
S.P. Suzuki Public Company Limited	7,262	3,829	7,262	3,829
Zinphol Company Limited	2,481	322	2,317	322
Chayapak Company Limited	-	-	727	2
C.V.A. Company Limited	-	-	2	4
	<u>9,743</u>	<u>4,151</u>	<u>10,308</u>	<u>4,157</u>
<b>Short – term loan</b>				
Chayapak Company Limited (Interest rate at 7.125 – 7.50% p.a in 2008)	-	-	4,000	-
	<u>9,743</u>	<u>4,151</u>	<u>14,308</u>	<u>4,157</u>
<b>Trade accounts payable</b>				
Zinphol Company Limited	<u>22,144</u>	<u>11,966</u>	<u>22,144</u>	<u>11,966</u>
<b>Payables and short-term loan</b>				
<b>Accrued expenses</b>				
Zinphol Company Limited	1,787	1,265	1,787	1,265
S.P. International Company Limited	942	639	895	612
S.P. Suzuki Public Company Limited	498	91	498	91
Napas Co.,Ltd.	10	-	10	-
Lexus Co.,Ltd.	8	-	-	-
C.V.A. Company Limited	-	-	5,981	3,069
Chayapak Company Limited	-	-	27	10
	<u>3,245</u>	<u>1,995</u>	<u>9,198</u>	<u>5,047</u>
<b>Short – term loan</b>				
C.V.A. Company Limited (Interest rate at 7.125 – 7.50% p.a in 2008 and 7.125 – 7.75% p.a in 2007)	-	-	177,500	178,000
	<u>3,245</u>	<u>1,995</u>	<u>186,698</u>	<u>183,047</u>

The significant movements of loans to and loans from related party during the period are as follows: -

	In Thousand Baht			
	The Company Only			
	December 31,2007	Increase	Decrease	September 30,2008
<b>Short-term loan to subsidiary</b>				
Chayapak Company Limited	<u>-</u>	<u>142,000</u>	<u>138,000</u>	<u>4,000</u>
<b>Short-term loan from subsidiary</b>				
C.V.A. Company Limited	<u>178,000</u>	<u>52,200</u>	<u>52,700</u>	<u>177,500</u>

**THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
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**6. HIRE - PURCHASE CONTRACT RECEIVABLES - NET**

As at September 30, 2008 and December 31, 2007, the Company and its subsidiaries have outstanding balances of hire-purchase contract receivables as follows :

	In Thousand Baht					
	Consolidated					
	September 30, 2008			December 31, 2007		
	Total	Current	Long-term	Total	Current	Long-term
Hire-purchase contract receivables	7,781,619	4,563,250	3,218,369	7,110,731	4,283,213	2,827,518
Less Unearned income	(2,253,076)	(1,537,332)	(715,744)	(1,914,991)	(1,388,264)	(526,727)
	5,528,543	3,025,918	2,502,625	5,195,740	2,894,949	2,300,791
Less Allowance for doubtful accounts	(387,705)	(313,313)	(74,392)	(377,090)	(303,316)	(73,774)
Net	<u>5,140,838</u>	<u>2,712,605</u>	<u>2,428,233</u>	<u>4,818,650</u>	<u>2,591,633</u>	<u>2,227,017</u>

	In Thousand Baht					
	The Company Only					
	September 30, 2008			December 31, 2007		
	Total	Current	Long-term	Total	Current	Long-term
Hire-purchase contract receivables	7,255,430	4,279,787	2,975,643	6,489,584	3,937,180	2,552,404
Less Unearned income	(2,184,277)	(1,494,776)	(689,501)	(1,833,858)	(1,337,184)	(496,674)
	5,071,153	2,785,011	2,286,142	4,655,726	2,599,996	2,055,730
Less Allowance for doubtful accounts	(295,818)	(226,615)	(69,203)	(287,082)	(220,466)	(66,616)
Net	<u>4,775,335</u>	<u>2,558,396</u>	<u>2,216,939</u>	<u>4,368,644</u>	<u>2,379,530</u>	<u>1,989,114</u>

Hire-purchase contract receivables as at September 30, 2008 and December 31, 2007 are aged by outstanding installment payments of each contract as follows:

	In Thousand Baht			
	Consolidated		The Company Only	
	September 30, 2008	December 31, 2007	September 30, 2008	December 31, 2007
Not yet due	3,716,282	3,362,127	3,482,605	3,106,959
Past due 1 month	806,165	766,218	763,290	708,857
Past due 2-3 months	683,734	693,495	634,073	622,253
Past due 4-6 months	128,177	167,029	101,913	124,353
Past due 7-12 months	43,041	69,498	23,271	34,593
Past due over 12 months	151,144	137,373	66,001	58,711
Total	<u>5,528,543</u>	<u>5,195,740</u>	<u>5,071,153</u>	<u>4,655,726</u>

The Company and its subsidiaries determine their provision for doubtful accounts in line with the 2007 policy. Such policy is not compliance with the accounting guidance for making of provision of doubtful accounts for consumer finance business which was mutual defined by the Securities and Exchange Commission (SEC) and the Institute of Certified Accountants and Auditors of Thailand. However, by the statistic information during the past 3 years (2005 – 2007), the Company and its subsidiaries had an average actual bad debt less than doubtful accounts based on such basis while its allowance for doubtful accounts was made at 7.56% of hire-purchase contract receivables – net. As at September 30, 2008, the Company and its subsidiaries had allowance for doubtful accounts at 7.01% of hire-purchase contract receivables – net.

**THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
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**7. OTHER TRADE ACCOUNTS RECEIVABLE-NET**

As at September 30, 2008 and December 31, 2007, the Company and its subsidiaries have outstanding balances of other trade account receivables as follows :

	In Thousand Baht			
	Consolidated		The Company Only	
	September 30, 2008	December 31, 2007	September 30, 2008	December 31, 2007
Others trade accounts receivable	46,605	53,898	44,866	51,276
Less Allowance for doubtful accounts	(1,416)	(1,423)	(758)	(765)
Net	<u>45,189</u>	<u>52,475</u>	<u>44,108</u>	<u>50,511</u>

The balances of other trade accounts receivable are classified by aging as follows:

	In Thousand Baht			
	Consolidated		The Company Only	
	September 30, 2008	December 31, 2007	September 30, 2008	December 31, 2007
Outstanding				
Not more than 3 months	45,189	52,475	44,108	50,511
3 - 6 months	-	-	-	-
6 - 12 months	-	-	-	-
More than 12 months	1,416	1,423	758	765
Total	46,605	53,898	44,866	51,276
Less: Allowance for doubtful accounts	1,416	1,423	758	765
Other trade accounts receivable - net	<u>45,189</u>	<u>52,475</u>	<u>44,108</u>	<u>50,511</u>

**THITIKORN PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
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**8. ASSETS FORECLOSED – NET**

As at September 30, 2008 and December 31, 2007, the outstanding balance of assets foreclosed of the Company and its subsidiaries are as follows :

	In Thousand Baht			
	Consolidated		The Company Only	
	September 30, 2008	December 31, 2007	September 30, 2008	December 31, 2007
Portion due within one year	216,322	222,263	213,331	221,442
Over one year	7,283	6,052	6,395	5,432
	223,605	228,315	219,726	226,874
Less Allowance for declining in value	(72,179)	(72,731)	(70,394)	(71,865)
Net	151,426	155,584	149,332	155,009

**9. DEPOSITS PLEDGED AS COLLATERAL**

As at September 30, 2008 and December 31, 2007, the subsidiaries used their fixed deposits of Baht 25 million to secure their overdrafts lines.

**10. INVESTMENTS ACCOUNTED FOR USING THE COST METHOD**

	In Thousand Baht					
	The Company Only					
	Paid-up share capital		Percentage of Holdings		Investments	
	September 30, 2008	December 31, 2007	September 30, 2008	December 31, 2007	September 30, 2008	December 31, 2007
C.V.A. Company Limited	50,000	50,000	99.99	99.99	49,993	49,993
Chayapak Company Limited	40,000	40,000	99.99	99.99	43,993	43,993
					93,986	93,986

**11. BANK OVERDRAFTS AND SHORT – TERM LOANS FROM FINANCIAL INSTITUTIONS**

	In Thousand Baht			
	Consolidated		The Company Only	
	September 30,2008	December 31,2007	September 30,2008	December 31,2007
Bank overdrafts	32,824	75,438	30,263	73,176
Short – term loans	1,317,674	1,643,270	1,137,675	1,367,270
Total	1,350,498	1,718,708	1,167,938	1,440,446

As at September 30,2008, the Company and its subsidiaries had credit facilities with several financial institutions which consisted of overdrafts lines of Baht 196 million, short – term loans are in Thai Baht of Baht 3,875 million and foreign currency of USD 1.39 million, bearing interest at 3.30% - 4.85% per annum.

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The credit facilities obtained from financial institutions are secured by fixed deposits of the related persons of the Company.

Bank overdrafts of subsidiaries were guaranteed by fixed deposits. (see Note 9)

**12. LONG – TERM LOANS**

	In Thousand Baht			
	Consolidated		The Company only	
	September 30, 2008	December 31, 2007	September 30, 2008	December 31, 2007
Loans	1,200,000	600,000	1,200,000	600,000

In May 2008, the Company entered into a long-term loan agreement with a local financial institution, amounting to Baht 600 million. This loan bears interest at fixed rate and the interest is repayable monthly while the loan principal is repayable in May 2011.

**13. CORPORATE INCOME TAX / DEFERRED TAX ASSETS AND LIABILITIES**

Corporate income tax recorded as (income) expenses for the nine-month periods ended September 30, 2008 and 2007, consists of:

	In Thousand Baht			
	Consolidated		The Company only	
	September 30, 2008	September 30, 2007	September 30, 2008	September 30, 2007
Income tax on taxable income	92,092	79,428	88,013	69,957
Decrease (Increase) in deferred income tax	(2,602)	(1,873)	(1,791)	(568)
Income tax as presented in the statements of income	89,490	77,555	86,222	69,389

Deferred tax assets and liabilities presented in balance sheets as at September 30, 2008 and December 31, 2007 consist of: -

	In Thousand Baht			
	Consolidated		The Company only	
	September 30, 2008	December 31, 2007	September 30, 2008	December 31, 2007
Deferred tax assets:				
Effects from non-deductible items from				
- Allowance for doubtful accounts	102,320	99,626	74,261	72,103
- Allowance for decline in value of assets foreclosed	18,134	18,226	17,599	17,966
	120,454	117,852	91,860	90,069
Deferred tax liabilities:	-	-	-	-
Net	120,454	117,852	91,860	90,069

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#### **14. DIVIDENDS PAID**

At the Shareholders' Meeting held on April 23, 2008, the shareholders approved the dividend payment for the year 2007 for 500 million shares at Baht 0.32 per share, amounting to Baht 160 million. The payment was made on May 15, 2008.

At the Shareholders' Meeting held on April 23, 2007, the shareholders approved the dividend payment for the year 2006 for 500 million shares at Baht 0.30 per share, amounting to Baht 150 million. The payment was made on May 17, 2007.

#### **15. SEGMENT INFORMATION**

The Company and its subsidiaries operate mainly in hire-purchase on automobile and motorcycle as a single industry, and are carried on in Thailand as a single geographic area. Accordingly, there is no segment financial information to be presented.

#### **16. COMMITMENT**

As of September 30, 2008, the Company and its subsidiaries had lease and service agreements for office premise and branches for a period of 1 to 12 years. Under the agreements, the Company and its subsidiaries are committed to pay annual rental and service fee of Baht 26 million.

#### **17. RECLASSIFICATION OF ACCOUNTS**

Certain accounts in 2007 were reclassified to conform with those in the 2008 financial statements.