

LAM SOON (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
REPORT AND INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006

Review Report of Independent Auditor

To The Board of Directors and Shareholders of
Lam Soon (Thailand) Public Company Limited

I have reviewed the consolidated balance sheet of Lam Soon (Thailand) Public Company Limited and its subsidiaries as at 30 September 2006, and the related consolidated statements of earnings for the three-month and nine-month periods ended 30 September 2006, and the related consolidated statements of changes in shareholders' equity, and cash flows for the nine-month period then ended and the separate financial statements of Lam Soon (Thailand) Public Company Limited for the same periods. These financial statements are the responsibility of the Company's management as to their correctness and the completeness of the presentation. My responsibility is to report on these financial statements based on my review.

I conducted my review in accordance with the auditing standard applicable to review engagements. This standard requires that I plan and perform a 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. I have not performed an audit and, accordingly, I do not express an audit opinion.

Based on my review, nothing has come to my attention that causes me to believe that the accompanying financial statements are not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

The consolidated financial statements of Lam Soon (Thailand) Public Company Limited and its subsidiaries and the separate financial statements of Lam Soon (Thailand) Public Company Limited for the year ended 31 December 2005 were audited in accordance with generally accepted auditing standards by another auditor of our firm who, under his report dated 27 February 2006, expressed an unqualified opinion on those financial statements. The balance sheet as at 31 December 2005, as presented herein for comparative purposes, formed an integral part of the financial statements which were audited and reported on by that auditor.

The consolidated statements of earnings for the three-month and nine-month periods ended 30 September 2005, and the consolidated statements of changes in shareholders' equity and cash flows for the nine-month period then ended of Lam Soon (Thailand) Public Company Limited and its subsidiaries and the separate financial statements of Lam Soon (Thailand) Public Company Limited, as presented herein for comparative purposes, formed an integral part of the interim financial statements, which were reviewed by the aforementioned auditor who reported, under his report dated 8 November 2005, that nothing had come to his attention that caused him to believe that such financial statements were not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

Thipawan Nananuwat

Certified Public Accountant (Thailand) No. 3459

Ernst & Young Office Limited

Bangkok : 8 November 2006

LAWSON (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS

(Unit: Thousand Baht)

	N/A	CONSOLIDATED		THE COMPANY ONLY	
		As at	As at	As at	As at
		30 September 2006 (Unaudited but reviewed)	31 December 2006 (Audited)	30 September 2006 (Unaudited but reviewed)	31 December 2006 (Audited)
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents		214,880	268,545	55,980	27,408
Current investment - bill of exchange		82,680	-	-	-
Trade accounts receivable					
Related parties	2,3	2,666	1,776	5	261
Other companies	2	538,388	550,808	482,361	404,849
Total trade accounts receivable - net		541,051	552,579	482,366	405,110
Short-term loans and advances to related parties - net	3	17	17	531	3,276
Inventories - net		1,041,535	820,970	574,806	434,084
Other current assets		29,405	27,623	12,712	14,948
TOTAL CURRENT ASSETS		1,909,538	1,669,734	1,126,365	884,776
NONCURRENT ASSETS					
Investments in subsidiaries accounted for under equity method	5	-	-	1,083,497	1,009,768
Other long-term investments - net	6	14,569	14,351	689	701
Property, plant and equipment - net	7	1,413,569	1,296,664	436,823	442,543
Non-current land		109,482	109,482	-	-
Goodwill from investments in subsidiaries		239,588	242,254	-	-
Deposit at financial institutions subject to restrictions		900	900	-	-
Other non-current assets		4305	1,302	960	417
TOTAL NONCURRENT ASSETS		1,782,413	1,664,943	1,521,989	1,453,429
TOTAL ASSETS		3,691,951	3,334,677	2,648,354	2,338,205

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

LAMSON (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
BALANCE SHEETS (Continued)

(Unit: Thousand Baht)

	Nte	CONSOLIDATED		THE COMPANY ONLY	
		As at	As at	As at	As at
		30 September 2006 (Unaudited but reviewed)	31 December 2006 (Audited)	30 September 2006 (Unaudited but reviewed)	31 December 2006 (Audited)
LIABILITIES AND SHAREHOLDERS EQUITY					
CURRENT LIABILITIES					
Bank overdrafts and short-term loans from financial institutions	8	857,620	802,928	495,000	470,000
Trade accounts payable					
Related parties	3	-	2,705	47,474	2,183
Other companies		286,188	163,579	169,484	92,228
Total trade accounts payable		286,188	166,284	216,958	94,411
Advances from related party	3	273	-	-	-
Current portion of long-term loans	9	180,244	212,884	125,650	171,900
Dividend payable		30,222	30,424	25,437	25,404
Other current liabilities					
Corporate income tax payable		22,868	15,242	17,140	8,020
Accrued expenses		93,268	60,504	57,608	27,109
Unearned income		39,833	27,043	39,833	26,653
Others		64,792	72,360	42,346	40,233
Total other current liabilities		220,761	175,149	156,927	102,015
TOTAL CURRENT LIABILITIES		1,575,308	1,387,669	1,019,972	863,730
NONCURRENT LIABILITIES					
Long-term loans - net of current portion	9	173,213	201,546	26,200	69,650
Provision for bad debt allowance	10	18,318	17,028	-	-
Others		-	154	-	-
TOTAL NONCURRENT LIABILITIES		191,531	218,728	26,200	69,650
TOTAL LIABILITIES		1,766,839	1,606,397	1,046,172	933,380

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

LAMSON (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
BALANCE SHEETS (Continued)

(Unit: Thousand Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	As at	As at	As at	As at
	30 September 2006 (Unaudited but reviewed)	31 December 2005 (Audited)	30 September 2006 (Unaudited but reviewed)	31 December 2005 (Audited)
SHAREHOLDERS' EQUITY				
Share capital				
Registered issued and fully paid up 800,000,000 ordinary shares of Baht 1 each	800,000	800,000	800,000	800,000
Share premium	241,970	241,970	241,970	241,970
Premium on treasury stock	11 5,209	8,305	5,209	8,305
Unrealised loss from other long term investments	6 -2,874	-2,923	-2,874	-2,923
Retained earnings				
Appropriated - statutory reserve	82,381	70,748	80,655	70,748
- treasury stock reserve	-	26,619	-	26,619
Unappropriated	455,386	266,725	457,112	266,725
Total shareholders' equity	1,602,132	1,481,444	1,602,132	1,481,444
Less: Treasury stock	11 -	-26,619	-	-26,619
EQUITY ATTRIBUTABLE TO THE COMPANY'S SHAREHOLDERS - NET	1,602,132	1,404,825	1,602,132	1,404,825
MINORITY INTERESTS - EQUITY ATTRIBUTABLE TO MINORITY SHAREHOLDERS OF SUBSIDIARIES	322,980	323,455	-	-
TOTAL SHAREHOLDERS' EQUITY	1,925,112	1,728,280	1,602,132	1,404,825
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	3,691,951	3,334,677	2,648,304	2,338,205
	0	0	0	0

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

DIRECTORS

(UNAUDITED BUT REVIEWED)

LAMSON (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF EARNINGS

FOR THE THREE MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht except earnings per share expressed in Baht)

	Nte	CONSOLIDATED		THE COMPANY ONLY	
		2006	2005	2006	2005
REVENUES					
Sales		1,281,908	1,381,433	1,080,780	1,110,262
Share of profit from investments accounted for under equity method		-	-	22,886	-
Other income		10,744	7,422	7,791	2,541
TOTAL REVENUES		<u>1,292,647</u>	<u>1,388,855</u>	<u>1,111,457</u>	<u>1,112,803</u>
EXPENSES					
Cost of sales		1,006,088	1,205,759	918,812	1,000,340
Selling and administrative expenses		142,408	131,940	86,600	60,668
Directors' remuneration		3,235	3,000	989	960
Share of loss from investments accounted for under equity method		-	-	-	198
Amortisation of goodwill		4,486	4,359	-	-
TOTAL EXPENSES		<u>1,156,177</u>	<u>1,345,058</u>	<u>1,006,391</u>	<u>1,062,166</u>
EARNINGS BEFORE INTEREST EXPENSES AND INCOME TAX					
		136,470	43,797	105,066	30,637
INTEREST EXPENSES					
		-17,973	-14,062	-10,171	-7,716
CORPORATE INCOME TAX					
	12	-25,075	-8,671	-17,141	-5,334
EARNINGS BEFORE MINORITY INTERESTS					
		93,422	21,074	77,754	17,587
EARNINGS IN RESPECT OF MINORITY INTERESTS					
		-15,668	-3,487	-	-
NET EARNINGS FOR THE PERIOD					
		<u>77,754</u>	<u>17,587</u>	<u>77,754</u>	<u>17,587</u>
BASIC EARNINGS PER SHARE (BA-II)					
Net earnings					
		<u>0.09</u>	<u>0.02</u>	<u>0.09</u>	<u>0.02</u>
Weighted average number of ordinary shares - net (thousand shares)					
		<u>820,000</u>	<u>750,808</u>	<u>820,000</u>	<u>750,808</u>

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

(UNAUDITED BUT REVIEWED)

LAMSON (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENTS OF EARNINGS
 FOR THE NINE MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht except earnings per share expressed in Baht)

	Nte	CONSOLIDATED		THE COMPANY ONLY	
		2006	2005	2006	2005
REVENUES					
Sales		3,910,055	3,843,063	3,244,334	3,000,853
Share of profit from investments accounted for under equity method		-	-	82,674	53,240
Other income		58,302	23,556	19,487	9,608
TOTAL REVENUES		3,968,357	3,866,619	3,346,495	3,123,696
EXPENSES					
Cost of sales		3,184,183	3,339,401	2,845,973	2,847,684
Selling and administrative expenses		412,452	335,006	240,316	169,460
Directors' remuneration		9,253	8,979	2,879	2,879
Amortisation of goodwill		13,255	13,077	-	-
TOTAL EXPENSES		3,619,143	3,696,553	3,089,168	3,020,023
EARNINGS BEFORE INTEREST EXPENSES AND INCOME TAX					
		349,214	170,066	257,327	108,673
INTEREST EXPENSES					
		-47,713	-38,154	-25,970	-19,748
CORPORATE INCOME TAX					
	12	-53,778	-21,234	-33,214	-5,334
EARNINGS BEFORE MINORITY INTERESTS					
		247,723	110,678	198,143	78,591
EARNINGS IN RESPECT OF MINORITY INTERESTS					
		-49,580	-32,087	-	-
NET EARNINGS FOR THE PERIOD					
		198,143	78,591	198,143	78,591
BASIC EARNINGS PER SHARE (BAEPS)					
Net earnings					
		0.24	0.11	0.24	0.11
Weighted average number of ordinary shares - net (Thousand shares)					
		815,524	742,316	815,524	742,316

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

(UNAUDITED BUT REVIEWED)

LAMSON (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENTS OF CASH FLOWS
 FOR THE NINE MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

	CONSOLIDATED		THE COMPANY ONLY	
	2006	2005	2006	2005
	(Unit: Thousand Baht)			
Cash flows from operating activities:				
Net earnings	198,143	78,591	198,143	78,591
Adjustments to reconcile net earnings to net cash provided by (paid for) operating activities:-				
Depreciation	100,891	106,043	34,598	36,165
Amortisation of goodwill	13,255	13,077	-	-
Share of profit from investments accounted for under equity method	-	-	-82,674	-53,240
Increase in allowance for doubtful accounts	1,495	3,923	1,529	308
Increase (decrease) in provision for diminution in value of inventories	-22,784	-16,051	1,047	-9,216
(Gain) loss on disposal of fixed assets	-909	-2,779	6	-
Loss from write off fixed assets	2,014	5,043	-	-
Unrealised (gain) loss on exchange	-311	151	-366	-67
Provision for bad debt charge	1,220	1,220	-	-
Earnings in respect of minority interests	49,580	32,087	-	-
Earnings before changes in operating assets and liabilities	342,664	221,375	152,288	52,541
Decrease (increase) in operating assets:-				
Trade accounts receivable - related parties	-908	-3,277	256	-49
Trade accounts receivable - other companies	11,429	-759	-79,041	-22,290
Inventories	-197,780	288,916	-141,819	275,732
Other current assets	-1,673	-2,889	2,236	-3,004
Other non-current assets	-3,008	-275	-543	-5
Increase (decrease) in operating liabilities:-				
Trade accounts payable - related parties	-2,705	9	45,291	-24,889
Trade accounts payable - other companies	122,975	22,394	77,622	19,416
Other current liabilities	36,402	46,309	51,186	44,426
Net cash from operating activities	307,406	572,008	107,471	341,878

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

(UNAUDITED BUT REVIEWED)

LAMSON (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENTS OF CASH FLOWS (Continued)
 FOR THE NINE MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

	CONSOLIDATED		THE COMPANY ONLY	
	2006	2005	2006	2005
	(Unit: Thousand Baht)			
Cash flows from investing activities:				
Increase in deposit with maturity of more than 3 months	-82,680	-	-	-
(Increase) decrease in short-term loans and advances to related parties	-657	-104	2,745	-5,916
Increase in investment in subsidiary	-34,860	-	-34,860	-
Dividend received from subsidiary	-	-	43,895	21,483
Acquisitions of equipment	-211,354	-87,094	-25,310	-20,222
Proceeds from disposal of fixed assets	1,792	7,534	153	-
Net cash used in investing activities	<u>-327,759</u>	<u>-79,664</u>	<u>-13,377</u>	<u>-4,655</u>
Cash flows from financing activities:				
Increase (decrease) in bank overdrafts and short-term loans from financial institutions	54,692	-168,767	25,000	-205,000
Increase in advances from related party	273	-	-	-
Repayment of line purchase credits	-293	-293	-	-
Cash received from long-term loans from financial institution	56,300	-	-	-
Cash paid for long-term loans	-117,273	-272,570	-89,700	-241,250
Proceeds from disposal of treasury stock	23,583	109,299	23,583	109,299
Dividend paid	-50,624	-29,211	-24,465	-18,420
Net cash used in financing activities	<u>-33,342</u>	<u>-361,542</u>	<u>-65,552</u>	<u>-355,371</u>
Net increase (decrease) in cash and cash equivalents	<u>-53,695</u>	<u>130,797</u>	<u>28,542</u>	<u>-18,148</u>
Cash and cash equivalents at beginning of the period	<u>268,545</u>	<u>195,464</u>	<u>27,408</u>	<u>56,933</u>
Cash and cash equivalents at end of the period	<u>214,850</u>	<u>326,261</u>	<u>55,950</u>	<u>38,785</u>
Supplementary disclosures of cash flows information				
Cash paid during the period for:-				
Interest expenses	30,167	35,066	7,629	16,767
Corporate income tax	38,546	24,814	15,914	6,398
Non-cash item consists of:-				
Purchase of building and equipment that has not been paid	9,349	-	3,727	-

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

LAMSOON (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
 FOR THE NINE MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

		CONSOLIDATED									
		Issued and paid up share capital	Share premium	Premium on treasury stock	Unrealised loss from other long-term investments	Retained earnings			Treasury stock	Minority interests	Total
						Appropriated		Unappropriated			
Note						statutory reserve	treasury stock reserve				
Balance as at 1 January 2006		800,000	241,970	8,305	(2,923)	70,748	26,619	266,725	(26,619)	323,455	1,728,280
Adjustment of fair value of investments		-	-	-	49	-	-	-	-	-	49
Appropriation of statutory reserve		-	-	-	-	11,633	-	(11,633)	-	-	-
Adjustment of treasury stock reserve		11	-	-	-	-	(26,619)	26,619	-	-	-
Disposal of treasury stock		11	-	(3,086)	-	-	-	-	26,619	-	23,533
Dividend paid		13	-	-	-	-	-	(24,468)	-	-	(24,468)
Net earnings for the period		-	-	-	-	-	-	198,143	-	-	198,143
Decrease in minority interests		-	-	-	-	-	-	-	-	(475)	(475)
Balance as at 30 September 2006		<u>800,000</u>	<u>241,970</u>	<u>5,219</u>	<u>(2,874)</u>	<u>82,381</u>	<u>-</u>	<u>455,386</u>	<u>-</u>	<u>322,980</u>	<u>1,925,112</u>
Balance as at 1 January 2005		800,000	241,970	-	(3,092)	68,054	-	260,608	(127,613)	311,165	1,571,092
Adjustment of fair value of investments		-	-	-	91	-	-	-	-	-	91
Appropriation of statutory reserve		-	-	-	-	3,930	-	(3,930)	-	-	-
Appropriation of treasury stock reserve		11	-	-	-	-	127,613	(127,613)	-	-	-
Adjustment of treasury stock reserve		11	-	-	-	-	(100,994)	100,994	-	-	-
Disposal of treasury stock		11	-	8,305	-	-	-	-	100,994	-	109,299
Dividend paid		13	-	-	-	-	-	(18,450)	-	-	(18,450)
Net earnings for the period		-	-	-	-	-	-	78,591	-	-	78,591
Increase in minority interests		-	-	-	-	-	-	-	-	21,167	21,167
Balance as at 30 September 2005		<u>800,000</u>	<u>241,970</u>	<u>8,305</u>	<u>(3,001)</u>	<u>71,984</u>	<u>26,619</u>	<u>230,200</u>	<u>(26,619)</u>	<u>332,332</u>	<u>1,761,730</u>

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

LAMSON (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
 STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
 FOR THE NINE MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

		THE COMPANY ONLY								
		Issued and paid up share capital	Share premium	Premium on treasury stock	Unrealised loss from other long term investments	Retained earnings			Total	
						Appropriated		Unappropriated		Treasury stock
Nte					statutory reserve	treasury stock reserve				
	Balance as at 1 January 2006	820,000	241,970	8,305	(2,923)	70,748	26,619	266,725	(26,619)	1,404,825
	Adjustment of fair value of investments	-	-	-	49	-	-	-	-	49
	Appropriation of statutory reserve	-	-	-	-	9,907	-	(9,907)	-	-
	Adjustment of treasury stock reserve	-	-	-	-	-	(26,619)	26,619	-	-
	Disposal of treasury stock	-	-	(3,086)	-	-	-	-	26,619	23,533
	Dividend paid	-	-	-	-	-	-	(24,468)	-	(24,468)
	Net earnings for the period	-	-	-	-	-	-	198,143	-	198,143
	Balance as at 30 September 2006	<u>820,000</u>	<u>241,970</u>	<u>5,219</u>	<u>(2,874)</u>	<u>80,655</u>	<u>-</u>	<u>457,112</u>	<u>-</u>	<u>1,602,132</u>
	Balance as at 1 January 2005	820,000	241,970	-	(3,092)	68,054	-	260,608	(127,613)	1,289,927
	Adjustment of fair value of investments	-	-	-	91	-	-	-	-	91
	Appropriation of statutory reserve	-	-	-	-	3,980	-	(3,980)	-	-
	Appropriation of treasury stock reserve	-	-	-	-	-	127,613	(127,613)	-	-
	Adjustment of treasury stock reserve	-	-	-	-	-	(100,994)	100,994	-	-
	Disposal of treasury stock	-	-	8,305	-	-	-	-	100,994	109,299
	Dividend paid	-	-	-	-	-	-	(18,450)	-	(18,450)
	Net earnings for the period	-	-	-	-	-	-	78,591	-	78,591
	Balance as at 30 September 2005	<u>820,000</u>	<u>241,970</u>	<u>8,305</u>	<u>(3,001)</u>	<u>71,984</u>	<u>26,619</u>	<u>290,200</u>	<u>(26,619)</u>	<u>1,429,458</u>

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

(UNAUDITED BUT REVIEWED)

LAM SOON (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO INTERIM FINANCIAL STATEMENTS

1. GENERAL INFORMATION

1.1 Corporate information

Lam Soon (Thailand) Public Company Limited was incorporated as a public limited company under Thai laws. The Company operates its business in Thailand and its principal activity is the manufacture and distribution of palm oil. Its registered address is at No. 947/155 Moo 12, Bangna-Trad Road, Bangna, Bangkok.

1.2 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Accounting Standards Pronouncement No. 41 'Interim financial statements', with the Company choosing to present condensed interim financial statements. However, additional line items are presented in the balance sheets, and the statements of earnings, changes in shareholders' equity, and cash flows as in the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

1.3 Basis of consolidation

The interim consolidated financial statements include the financial statements of Lam Soon (Thailand) Public Company Limited (herein after called 'the Company') and the financial statements of its subsidiaries (herein after called 'the subsidiaries'), which were incorporated in Thailand, and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2005. There is no significant change in the structure of the subsidiaries during the current period.

(UNAUDITED BUT REVIEWED)

1.4 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2005.

2. TRADE ACCOUNTS RECEIVABLE

The outstanding balances of trade accounts receivable as at 30 September 2006 and 31 December 2005 classified by aging were as follows :-

	(Unit : Thousand Bht)			
	Consolidated		The Company Only	
	30 September 2006	31 December 2005	30 September 2006	31 December 2005
Related parties				
- Less than 3 months	2,672	1,776	5	261
- 6- 12 months	(6)	-	-	-
- Over 12 months	452	452	-	-
Total related parties	3,118	2,228	5	261
Less : Allowance for doubtful accounts	(452)	(452)	-	-
Trade accounts receivable - related parties, net	2,666	1,776	5	261
Other companies				
Post dated cheques receivable	38,244	28,720	38,244	18,688
Cheques returned	15,524	13,044	10,290	8,348
Trade accounts receivable				
- Less than 3 months	493,329	513,920	437,539	378,908
- 3- 6 months	3,391	5,270	3,126	4,353
- 6- 12 months	578	1,619	622	1,871
- Over 12 months	24,871	24,888	3,440	2,052
Total other companies	575,937	587,431	493,261	414,220
Less : Allowance for doubtful accounts	(37,552)	(36,628)	(10,900)	(9,371)
Total trade accounts receivable - other companies, net	538,385	550,803	482,361	404,849
Total trade accounts receivable - net	541,051	552,579	482,366	405,110

(UNAUDITED BUT REVIEWED)

3. RELATED PARTY TRANSACTIONS

During the periods, the Company had significant business transactions with its subsidiaries and related companies (related by the way of common shareholders and/or common directors) mainly in respect of purchases and sales of goods. Such transactions are summarised below :-

	For the three-month periods ended 30 September				Pricing policy
	Consolidated		The Company Only		
	2006	2005	2006	2005	
(Unit: Million Bht)					
Transactions with subsidiaries					
Purchase of raw materials	-	-	133.1	43.7	Forward contract prices by using market prices at the date of agreement or market prices
Purchase of finished goods	-	-	78.4	-	Market prices less fixed margin
Rental income	-	-	0.6	0.6	Market prices
Guarantee fee income	-	-	0.7	-	1.5 percent per annum of credit facilities
Transactions with related companies					
Sales of goods	-	4.8	0.1	0.8	Agreed prices
Interest income	-	0.2	-	-	Interest at rate 1.25 per annum

	For the nine-month periods ended 30 September				Pricing policy
	Consolidated		The Company Only		
	2006	2005	2006	2005	
(Unit: Million Bht)					
Transactions with subsidiaries					
Purchase of raw materials	-	-	485.0	380.7	Forward contract prices by using market prices at the date of agreement or market prices
Purchase of finished goods	-	-	178.2	-	Market prices less fixed margin
Rental income	-	-	1.6	1.6	Market prices
Guarantee fee income	-	-	2.3	-	1.5 percent per annum of credit facilities
Transactions with related companies					
Sales of goods	1.2	8.1	1.3	2.6	Agreed prices
Interest income	0.7	0.4	-	-	Interest at rate 1.25 per annum

(UNAUDITED BUT REVIEWED)

The outstanding balances of the above transactions as at 30 September 2006 and 31 December 2005 have been separately shown in the balance sheets with the details as follows :-

	(Unit : Thousand Bht)			
	Consolidated		The Company Only	
	30 September 2006	31 December 2005	30 September 2006	31 December 2005
<u>Trade accounts receivable - related parties</u>				
<u>Subsidiary</u>				
Union Frost Company Limited	-	-	5	5
Total trade accounts receivable - subsidiary	-	-	5	5
<u>Related companies</u>				
Lam Soon Singapore Pte Limited	2,669	1,220	-	-
Union Fresh Company Limited	452	452	-	-
ACE Gaming Corporation Sdn Bhd	(3)	300	-	-
Lam Soon Edible Oils Sdn Bhd	-	256	-	256
Total trade accounts receivable - related companies	3,118	2,228	-	256
Less : Allowance for doubtful accounts	(452)	(452)	-	-
Total trade accounts receivable - related companies, net	2,666	1,776	-	256
Trade accounts receivable - related parties, net	2,666	1,776	5	261
<u>Short-term loans and advances to related parties</u>				
<u>Short-term loans - related companies</u>				
Union Fresh Company Limited	40,286	40,286	-	-
Siam Union Company Limited	5,325	5,325	-	-
Total short-term loans - related companies	45,611	45,611	-	-
<u>Advances - related parties</u>				
<u>Subsidiaries</u>				
United Palm Oil Industry Public Company Limited	-	-	8	4
Union Frost Company Limited	-	-	11	-
Universal Foods Public Company Limited	-	-	512	3,272
Total advances - subsidiaries	-	-	531	3,276

(UNAUDITED BUT REVIEWED)

	(Unit : Thousand Bht)			
	Consolidated		The Company Only	
	30 September 2006	31 December 2005	30 September 2006	31 December 2005
<u>Related companies</u>				
Union Fresh Company Limited	18,549	17,869	-	-
Siam Union Company Limited	1,779	1,779	-	-
ACE Gaming Corporation Sch. Bhd	17	17	-	-
Total advances - related companies	<u>20,345</u>	<u>19,665</u>	-	-
Total advances - related parties	<u>20,345</u>	<u>19,665</u>	<u>531</u>	<u>3,276</u>
Total short-term loans and advances to related parties	<u>65,956</u>	<u>65,276</u>	<u>531</u>	<u>3,276</u>
Less : Allowance for doubtful accounts	<u>(65,939)</u>	<u>(65,259)</u>	<u>-</u>	<u>-</u>
Short-term loans and advances to related parties - net	<u>17</u>	<u>17</u>	<u>531</u>	<u>3,276</u>
<u>Trade accounts payable - related parties</u>				
<u>Subsidiaries</u>				
Universal Foods Public Company Limited	-	-	41,484	225
United Palm Oil Industry Public Company Limited	-	-	5,990	1,958
Total trade accounts payable - subsidiaries	<u>-</u>	<u>-</u>	<u>47,474</u>	<u>2,183</u>
<u>Related company</u>				
ACE Gaming Corporation Sch. Bhd	-	2,705	-	-
Total trade accounts payable - related company	<u>-</u>	<u>2,705</u>	<u>-</u>	<u>-</u>
Total trade accounts payable - related parties	<u>-</u>	<u>2,705</u>	<u>47,474</u>	<u>2,183</u>
<u>Advances from related party</u>				
<u>Related company</u>				
ACE Gaming Corporation Sch. Bhd	273	-	-	-
Total advances from related party	<u>273</u>	<u>-</u>	<u>-</u>	<u>-</u>

(UNAUDITED BUT REVIEWED)

4. ALLOWANCE FOR DIMINUTION IN VALUE OF INVENTORY

Movements in the allowance for diminution in value of inventory account during the nine-month period ended 30 September 2006 are summarised below

	(Unit: Thousand Bht)	
	Consolidated	The Company Only
Balance as at 1 January 2006	71,655	1,610
Add: Allowance made during the period	6,583	1,047
Less: Allowance reversed during the period	(29,367)	-
Less: Write-offs for obsolete and damaged stock	(5,715)	-
Balance as at 30 September 2006	<u>43,156</u>	<u>2,657</u>

5. INVESTMENTS IN SUBSIDIARIES ACCOUNTED FOR UNDER EQUITY METHOD

		(Unit: Thousand Bht)									
Company's name	Type of business	Paid up share capital				Investments					
		30 September 2006		31 December 2005		Cost method		Equity method		Dividend received	
		30 September 2006	31 December 2005	30 September 2006	31 December 2005	30 September 2006	31 December 2005	30 September 2006	31 December 2005	30 September 2006	31 December 2005
				Percent	Percent						
United Palm Oil Industry Public Company Limited	Oil palm plantation, crude palm oil and kernel palm oil processing	324,050	324,050	69.07	66.29	733,366	698,506	694,674	613,026	43,895	21,483
Universal Foods Public Company Limited	Manufacture and distribution of canned fruits and vegetables, juice and drinks	350,000	350,000	96.79	96.79	406,498	406,498	388,823	396,742	-	-
Total investments in subsidiaries accounted for under equity method						<u>1,139,864</u>	<u>1,105,004</u>	<u>1,083,497</u>	<u>1,009,768</u>	<u>43,895</u>	<u>21,483</u>

During the nine-month period ended 30 September 2006, the Company additionally invested in 898,300 shares in United Palm Oil Industry Public Company Limited at cost of Bht 34.9 million, resulting in the increase in equity interest in this subsidiary from 66.29 percent to 69.07 percent.

(UNAUDITED BUT REVIEWED)

6. OTHER LONG-TERM INVESTMENTS

	(Unit : Thousand Baht)			
	Consolidated		The Company Only	
	30 September 2006	31 December 2005	30 September 2006	31 December 2005
<u>Equity securities</u>				
Open-ended Kinlai Pam Poon Fund	1,000	1,000	1,000	1,000
Open-ended TCM Equity Fund (formerly known as The orchid Fund)	300	300	300	300
Open-ended Kiatrakin Fund	200	200	200	200
Bangkok Bank Common Share	16,854	16,854	-	-
Total	18,354	18,354	1,500	1,500
Less : Unrealised loss from other long-term investments	(3,785)	(4,003)	(841)	(799)
Other long-term investments - net	14,569	14,351	659	701
<u>Unrealised loss from other long-term investments</u>				
Portion of the Company	841	799	841	799
Portion of the subsidiary	2,944	3,204	-	-
Total	3,785	4,003	841	799
Unrealised loss attributable to the Company's investments and minority interests	(911)	(1,080)	2,033	2,124
Unrealised loss from other long-term investments	2,874	2,923	2,874	2,923

(UNAUDITED BUT REVIEWED)

7. PROPERTY, PLANT AND EQUIPMENT

Movements of the property, plant and equipment account during the nine-month period ended 30 September 2006 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	The Company Only
Net book value as at 1 January 2006	1,296,654	442,543
Acquisition during the period – at cost	220,708	29,087
Disposals during the period – net book value at disposal date	(2,897)	(159)
Depreciation for the period	(100,891)	(34,598)
Net book value as at 30 September 2006	<u>1,413,569</u>	<u>436,823</u>

As at 30 September 2006 and 31 December 2005, the majority of land and buildings thereon and machinery of the subsidiary were mortgaged and pledged with financial institutions to secure credit facilities granted by financial institutions and letters of guarantees issued by banks.

Included in the land is a plot of the subsidiary's land with the total cost of Baht 18.5 million acquired for operation expansion.

8. BANK OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

As at 30 September 2006, the Company and its subsidiaries had bank overdrafts and short-term loans from financial institutions totaling Baht 858 million (the Company Only : Baht 495 million), carrying interest at the rate of 3.88 - 6.25 percent per annum (the Company Only : 5.30 - 6.25 percent per annum).

Overdraft facilities and short-term loans from financial institutions of the subsidiaries are secured by the mortgage of land and buildings thereon and the pledge of machinery of the subsidiaries.

(UNAUDITED BUT REVIEWED)

9. LONG-TERM LOANS

	(Unit: Thousand Baht)			
	Consolidated		The Company Only	
	30 September 2006	31 December 2005	30 September 2006	31 December 2005
Long-term loans	353,457	414,430	151,850	241,550
Less: Current portion	(180,244)	(212,884)	(125,650)	(171,900)
Long-term loans - net of current portion	173,213	201,546	26,200	69,650

Movements in the long-term loans account during the nine-month period ended 30 September 2006 are summarised below:

	(Unit: Thousand Baht)	
	Consolidated	The Company Only
Balance as at 1 January 2006	414,430	241,550
Add: Additional borrowings	56,300	-
Less: Repayment	(117,273)	(89,700)
Balance as at 30 September 2006	353,457	151,850

During the year 2004, the Company entered into a long-term loan agreement with a local bank and drew down loan of Baht 395 million (credit facilities provided under the agreement are Baht 420 million). The loan is repayable every 6 months in total 9 installments, after a year from the first date on which a disbursement of the loan is made, and bears interest at the rate of THBFX plus applicable margin. As at 30 September 2006, there was the outstanding loan of Baht 113.1 million (31 December 2005: Baht 156.5 million).

(UNAUDITED BUT REVIEWED)

During the year 2003, the Company entered into a long-term loan agreement with a local bank and drew down loan of Baht 370 million (credit facilities provided under the agreement are Baht 600 million). The loan is repayable every 6 months in total 8 installments, commencing the first date on which a disbursement of the loan is made, and bears interest at the rate of THFIX plus applicable margin. As at 30 September 2006, there was the outstanding loan of Baht 38.8 million (31 December 2005 : Baht 85.0 million).

The subsidiaries entered into long-term loan agreements with a local bank and branches of foreign banks and drew down loans of totaling Baht 241.5 million (credit facilities provided under the agreements are Baht 315.4 million). The loans bear interest at the rate of 6.6 - 6.8 percent per annum. As at 30 September 2006, there were the outstanding loans of Baht 201.6 million (31 December 2005 : Baht 172.9 million). Long-term loans of the subsidiaries are secured by the Company and the mortgage of land and buildings thereon, and the pledge of machinery of the subsidiaries.

Under the loan agreements, there are certain covenants and restrictions normally required by the banks, which include dividend payment policy, and the pledge of assets other than permitted encumbrances.

10. PROVISION FOR LAND RENTAL CHARGE

In 2001, a subsidiary company received notification from the Surat Thani Provincial Treasury Office of the Ministry of Finance indicating that the land with an area of 8,600 rai covered by the concession previously granted to the subsidiary company by the Forestry Department was state property, under the jurisdiction of the Ministry of Finance, by virtue of a ruling issued by the Judicial Council. The notice called for the subsidiary company to enter into a land lease agreement commencing 1 January 2001, and also to pay retroactive land rental for the years 1991 to 2000. At present, the subsidiary company is in the process of negotiating with the relevant government agencies. However, for the prudent reasons the subsidiary company has set up a full provision for its estimated liabilities in the accounts.

(UNAUDITED BUT REVIEWED)

11. TREASURY STOCK

	Consolidated		The Company Only	
	30 September 2006	31 December 2005	30 September 2006	31 December 2005
Number of shares (shares)	-	17,104,400	-	17,104,400
Average price per share (Bht)	-	1.56	-	1.56

A resolution of the meeting of the Company's Board of Directors held on 12 November 2002 approved a reacquisition of shares of the Company in order to manage its excess cash, with a budget of not more than Bht 150 million. Not more than 8.2 million shares, equivalent to 10% of the total issued and paid-up shares of the Company are to be repurchased and these shares are to be sold during the stipulated period from 1 December 2003 to 23 April 2006 (more than 6 months from the date of completing the reacquisition of shares and not more than 3 years). In the event that the Company does not or is unable to dispose of all of the repurchased shares within the stipulated period, it is to reduce its paid-up capital by writing-off the remaining unsold shares.

On 16 April 2004, the annual general meeting of the Company's shareholders passed a resolution to approve the amendment of the par value of the Company's shares from Bht 10 per share to Bht 1 per share, resulting in the increase in the number of treasury stock of the Company from 8.2 million shares to 82 million shares and the average price is changed from Bht 15.56 each to Bht 1.56 each.

On 14 February 2005, the Securities and Exchange Commission of Thailand (SEC) imposed an official requirement for all listed companies to follow the deliberation of the Judicial Council on the issue of treasury share schemes under Section 66/1(2) of the Public Limited Companies Act BE 2535, that the cost of treasury shares as acquired by a public limited company should not exceed its unappropriated retained earnings. The public limited company is also required to set aside a separate reserve account in an amount equal to the cost of the treasury shares. The reserve shall remain outstanding until either the shares are sold or paid-up capital is reduced by cancellation of any remaining unsold shares. The Company had set aside approximately Bht 127.6 million to a treasury stock reserve account according to the SEC's requirement since the first quarter of 2005.

(UNAUDITED BUT REVIEWED)

By a resolution of the meeting of the Board of Directors of the Company held on 4 July 2005, the Company was approved to dispose 82 million treasury shares by an offer of sale on the main board of the Stock Exchange of Thailand from 19 July 2005 to 23 April 2006. The Company disposed all treasury shares in the year 2006, of which details are presented below

- a) During the third quarter of 2005, the Company disposed 64.9 million treasury shares with cost of Bht 101.0 million at total price of Bht 109.3 million. The resale price took into account the prevailing market price at the time of sale. The Company recorded the excess of the resale price over the carrying amount of treasury shares of Bht 8.3 million as "Premium on treasury stock" in the shareholders' equity.
- b) During the first quarter of 2006, the Company disposed 12.7 million treasury shares with cost of Bht 19.8 million at total price of Bht 17.6 million. The resale price took into account the prevailing market price at the time of sale. The Company recorded the lower of the resale price than the carrying amount of treasury shares of Bht 2.2 million as a reduction to "Premium on treasury stock" in the shareholders' equity.
- c) During the second quarter of 2006, the Company disposed 4.4 million treasury shares with cost of Bht 6.8 million at total price of Bht 6.0 million. The resale price took into account the prevailing market price at the time of sale. The Company recorded the lower of the resale price than the carrying amount of treasury shares of Bht 0.8 million as a reduction to "Premium on treasury stock" in the shareholders' equity.

12. CORPORATE INCOME TAX

Corporate income tax for the period of the Company and its subsidiaries has been calculated from the earnings of the operations which are not entitled to corporate income tax exemption privileges from the Board of Investment, after deducting shares of profit from investments accounted for under the equity method and adding back expenses which are disallowable for tax computation purposes.

(UNAUDITED BUT REVIEWED)

13. DIVIDEND PAID

During the nine-month periods ended 30 September 2006 and 2005, the Company and its subsidiary had dividend payment as follows :-

	<u>Approved by</u>	<u>Total dividends</u>	<u>(Unit : Bht) Dividend per share</u>
<u>The Company</u>			
<u>For the year 2006</u>			
Final dividend on 2005 earnings	Annual General Meeting of the shareholders on 25 April 2006	24,467,943	0.03
Total for the year 2006		<u>24,467,943</u>	
<u>For the year 2005</u>			
Final dividend on 2004 earnings	Annual General Meeting of the shareholders on 26 April 2005	18,450,000	0.025
Total for the year 2005		<u>18,450,000</u>	
<u>Subsidiary</u>			
<u>For the year 2006</u>			
Final dividend on 2005 earnings	Annual General Meeting of the shareholders on 25 April 2006	32,405,000	1.00
Interim dividends in respect of the earnings for the period from 1 January 2006 to 30 June 2006	Meeting of the Board of Directors on 10 August 2006	32,405,000	1.00
Total for the year 2006		<u>64,810,000</u>	
<u>For the year 2005</u>			
Final dividend on 2004 earnings	Annual General Meeting of the shareholders on 26 April 2005	32,403,300	1.00
Total for the year 2005		<u>32,403,300</u>	

(UNAUDITED BUT REVIEWED)

14. COMMITMENTS

As at 30 September 2006, the Company and its subsidiaries had the following outstanding commitments.

14.1 Capital expenditure under the agreements and purchase orders for purchase of equipment including services payable in the future amounting to approximately Bht 30.8 million and USD 1.8 million and for purchase of fertilisers amounting to approximately Bht 12.0 million (The Company Only: Bht 6.4 million and USD 0.2 million).

14.2 Commitments in respect of lease and service agreements payable in the future of approximately Bht 8.6 million (The Company Only: Bht 3.5 million).

15. GUARANTEES

15.1 Bank guarantees

As at 30 September 2006, there were outstanding bank guarantees of approximately Bht 12.6 million (The Company Only: Bht 6.7 million) issued by the banks on behalf of the Company and its subsidiaries in respect of certain performance bonds as required in the normal course of their businesses.

15.2 Corporate guarantees

The Company has issued letters of guarantee to bank to secure credit facilities granted by the bank to its subsidiary as follows :-

Subsidiary	(Unit : Million Bht)	
	Credit facilities	
	30 September 2006	31 December 2005
Universal Foods Public Company Limited	180.4	180.4
Total	180.4	180.4

(UNAUDITED BUT REVIEWED)

16. FINANCIAL INSTRUMENT

As at 30 September 2006, the Company and its subsidiaries had outstanding forward exchange contracts, of which details are presented below

	Maturity date	Exchange rate
<u>Buy</u>		
USD 963,868	16 February 2007	37.60
<u>Sell</u>		
USD 1,617,416	25 October 2006 - 16 December 2007	37.47 - 37.60

17. CONTINGENT LIABILITIES

- 17.1 In January 2006, the Company was sued by the Metropolitan Electricity Authority for payment of additional electricity expenses totaling approximately Baht 7.1 million for the 18-month period from 30 June 2002 to 30 November 2003. In October 2005, the Metropolitan Electricity Authority received Baht 2.9 million from the bank which was guarantor for electricity payment, leaving an outstanding amount of Baht 4.2 million. However, the Company countersued to recover the guarantee amount from the Metropolitan Electricity Authority because the Company did not have any outstanding late electricity payments due to the Metropolitan Electricity Authority as per the guarantee issued by the bank, but the claim made was a retrospective claim for additional payments. In September 2006, the Civil Court judged that the Company was liable for the electric payment of November 2003 of approximately Baht 0.5 million plus interest to the plaintiff. At present, the Company is waiting for refund of the guarantee of Baht 2.9 million from the Metropolitan Electricity Authority.
- 17.2 In 2004, a subsidiary company received a letter of invitation from the Agricultural Land Reform Office (ALRO) concerning the issue of land overlapping with ALRO land. On 6 October 2004, the subsidiary company attended a fact-finding consultation meeting with the ALRO and handed over various relevant documents for use by ALRO in considering this issue. The end result of this consideration is not known at this stage.

(UNAUDITED BUT REVIEWED)

18. FINANCIAL INFORMATION BY SEGMENT

The operations of the Company and its subsidiaries are the manufacture and distribution of palm oil and manufacture and distribution of canned fruits and vegetables. These activities are carried on in the single geographic area in Thailand. The financial information by segment of the Company and its subsidiaries for the three-month and nine-month periods ended 30 September 2006 and 2005 was as follows :-

(Unit : Million Baht)

Consolidated for the three-month periods ended 30 September

	Manufacture and distribution		Total	Eliminated	Total	
	Palm oil	Canned fruits and vegetables			2006	2005
Revenue from external customers	1,012	270	1,282	-	1,282	1,381
Inter-segment revenues	133	78	211	(211)	-	-
Total revenues	1,145	348	1,493	(211)	1,282	1,381
Segment operating profit	203	56	259	17	276	176
Unallocated income (expenses):						
Other income					11	7
Selling and administrative expenses					(142)	(132)
Directors' remuneration					(3)	(3)
Amortisation of goodwill					(5)	(4)
Earnings before interest expenses and income tax					137	44
Interest expenses					(18)	(14)
Corporate income tax					(25)	(9)
Earnings before minority interests					94	21
Earnings in respect of minority interests					(16)	(3)
Net earnings for the period					78	18

(UNAUDITED BUT REVIEWED)

(Unit : Million Baht)

Consolidated for the nine-month periods ended 30 September

	Manufacture and distribution			Eliminated	Total	
	Palm oil	Canned fruits and vegetables	Total		2006	2005
Revenue from external customers	3,126	784	3,910	-	3,910	3,843
Inter-segment revenues	485	178	663	(663)	-	-
Total revenues	3,611	962	4,573	(663)	3,910	3,843
Segment operating profit	574	154	728	(2)	726	504
Unallocated income (expenses):						
Other income					58	23
Selling and administrative expenses					(413)	(335)
Directors' remuneration					(9)	(9)
Amortisation of goodwill					(13)	(13)
Earnings before interest expenses and income tax					349	170
Interest expenses					(48)	(38)
Corporate income tax					(54)	(21)
Earnings before minority interests					247	111
Earnings in respect of minority interests					(49)	(32)
Net earnings for the period					198	79

19. SUBSEQUENT EVENT

On 11 October 2006, the Federation of Accounting Professions ("FAP") issued the Notification No. 26/2006 regarding Accounting Treatment under Accounting Standard No. 44 "Consolidated Financial Statements and Accounting for Investments in Subsidiaries" (Amendment No. 1), under which investments in subsidiaries, jointly controlled entities and associates are to be presented in separate financial statements under the cost method rather than the equity method or the entity may use the book value at the change date to be cost. Entities that are not ready to adopt this accounting change in 2006 can continue to use the equity method to the end of 2006 and adopt the method described in this Notification as from 1 January 2007.

This Notification of the FAP was announced in the Royal Gazette and is effective from 30 October 2006.

(UNAUDITED BUT REVIEWED)

20. RECLASSIFICATION OF ACCOUNTS

Certain amounts in the financial statements of prior periods, as presented herein for comparative purpose, have been reclassified to conform to the current period classification, with no effect on previously reported net earnings or shareholders' equity.

21. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorised for issue by the Company's Audit Committee on 8 November 2006.