

**Thai Beverage Public Company Limited
and its Subsidiaries**

Interim financial statements
and
Review Report of Certified Public Accountant

For the three-month period ended
31 March 2008



KPMG Phoomchai Audit Ltd.

Empire Tower, 50th-51st Floors
195 South Sathorn Road
Bangkok 10120, Thailand

บริษัท เคพีเอ็มจี ภูมิภาค ไทย สอบบัญชี จำกัด

ชั้น 50-51 เอ็มไพร์ทาวเวอร์
195 ถนนสาทรใต้
กรุงเทพฯ 10120

Tel : 66 (2) 677 2000
Fax: 66 (2) 677 2222
www.kpmg.co.th

Review Report of Certified Public Accountant

To the Board of Directors of Thai Beverage Public Company Limited

I have reviewed the accompanying consolidated and separate balance sheets as at 31 March 2008, and the related statements of income, changes in shareholders' equity and cash flows for the three-month period then ended of Thai Beverage Public Company Limited and its subsidiaries, and of Thai Beverage Public Company Limited, respectively. The Company's management is responsible for the correctness and completeness of information presented in these financial statements. My responsibility is to issue a report on these financial statements based on my reviews. The consolidated and separate statements of income, changes in shareholders' equity and cash flows for the three-month period ended 31 March 2007 of Thai Beverage Public Company Limited and its subsidiaries, and of Thai Beverage Public Company Limited, respectively, were reviewed by another auditor whose report dated 11 May 2007 stated that nothing had come to his attention that caused him to believe that those financial statements were not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

I conducted my reviews in accordance with the auditing standard on review engagements. 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. I have not performed an audit and, accordingly, I do not express an audit opinion on the reviewed financial statements.

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

The consolidated and separate financial statements for the year ended 31 December 2007 of Thai Beverage Public Company Limited and its subsidiaries, and of Thai Beverage Public Company Limited, respectively, were audited by another auditor who expressed an unqualified opinion on those financial statements in his report dated 27 February 2008. The consolidated and separate balance sheets as at 31 December 2007, which are included in the accompanying financial statements for comparative purposes, are components of those financial statements.

m.



Disclosure of significant differences between generally accepted accounting principles in Thailand and International Financial Reporting Standards is not a required part of the basic financial statements under generally accepted accounting principles in Thailand, but it is presented in Note 18 to the financial statements for information purposes only. I have not audited or reviewed such information and therefore do not express any audit opinion or review report thereon.

M. Chetchotiros

(Nittaya Chetchotiros)
Certified Public Accountant
Registration No. 4439

KPMG Phoomchai Audit Ltd.
Bangkok
14 May 2008

Thai Beverage Public Company Limited and its Subsidiaries

Balance sheets

As at 31 March 2008 and 31 December 2007

Assets	Note	Consolidated		Separate	
		financial statements		financial statements	
		31 March	31 December	31 March	31 December
		2008	2007	2008	2007
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
Current assets					
Cash and cash equivalents		1,299,903	2,188,992	18,648	9,168
Current investments	6	8,953	7,685	-	-
Trade accounts receivable	5, 7	1,018,574	1,467,001	-	-
Short-term loans to and amounts due					
from related parties	5	4,788	4,371	3,250,464	3,916,012
Inventories		28,366,752	28,056,926	-	-
Other current assets		1,889,865	1,403,965	17,685	8,482
Total current assets		32,588,835	33,128,940	3,286,797	3,933,662
Non-current assets					
Investments in subsidiaries and associates	8	116,034	124,518	71,999,330	71,470,330
Other long-term investments	6	3,473	3,634	-	-
Long-term loans to and amounts due					
from related parties	5	1,473	1,172	7,197,477	9,411,472
Property, plant and equipment	9	42,650,032	43,216,508	69,294	71,601
Intangible assets		960,154	978,770	16,379	16,166
Other non-current assets		2,061,397	2,073,414	349,817	351,336
Total non-current assets		45,792,563	46,398,016	79,632,297	81,320,905
Total assets		78,381,398	79,526,956	82,919,094	85,254,567

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

Thai Beverage Public Company Limited and its Subsidiaries

Balance sheets

As at 31 March 2008 and 31 December 2007

	Note	Consolidated		Separate	
		financial statements		financial statements	
Liabilities and shareholders' equity		31 March 2008 (Unaudited)	31 December 2007	31 March 2008 (Unaudited)	31 December 2007
<i>(in thousand Baht)</i>					
Current liabilities					
Bank overdrafts and short-term loans					
from financial institutions	10	5,898,639	5,998,234	3,204,382	4,797,684
Trade accounts payable	5, 11	2,325,888	2,249,329	-	-
Current portion of long-term					
guaranteed bonds	10	-	3,000,000	-	3,000,000
Current portion of long-term loans	10	1,650,000	1,755,000	1,650,000	1,755,000
Short-term loans from and amounts due					
to related parties	5	60,279	69,141	5,235,980	2,115,288
Income tax payable		3,876,902	2,773,848	198,371	146,249
Other current liabilities		3,457,284	3,203,279	95,409	161,543
Total current liabilities		17,268,992	19,048,831	10,384,142	11,975,764
Non-current liabilities					
Long-term loans from financial institutions	10	3,750,000	5,400,000	3,750,000	5,400,000
Long-term loans from related parties	5, 10	-	-	7,271,600	6,540,500
Other non-current liabilities		164,771	168,184	118	118
Total non-current liabilities		3,914,771	5,568,184	11,021,718	11,940,618
Total liabilities		21,183,763	24,617,015	21,405,860	23,916,382

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

Thai Beverage Public Company Limited and its Subsidiaries

Balance sheets

As at 31 March 2008 and 31 December 2007

Liabilities and shareholders' equity	Note	Consolidated		Separate	
		financial statements		financial statements	
		31 March	31 December	31 March	31 December
		2008	2007	2008	2007
		(Unaudited)		(Unaudited)	
		<i>(in thousand Baht)</i>			
Shareholders' equity					
Share capital					
Authorised share capital		29,000,000	29,000,000	29,000,000	29,000,000
Issued and paid-up share capital		25,110,025	25,110,025	25,110,025	25,110,025
Difference arising from common					
control transactions		(17,141,406)	(17,141,406)	-	-
Reserves					
Share premium		17,215,737	17,215,737	17,215,737	17,215,737
Currency translation changes		(551,207)	(208,076)	-	-
Fair value changes and revaluation surplus		4,388,935	4,388,935	-	-
Retained earnings					
Appropriated - legal reserve		2,900,000	2,900,000	2,900,000	2,900,000
Unappropriated		25,275,551	22,644,726	16,287,472	16,112,423
Total shareholders' equity		57,197,635	54,909,941	61,513,234	61,338,185
Total liabilities and shareholders' equity		78,381,398	79,526,956	82,919,094	85,254,567

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

Thai Beverage Public Company Limited and its Subsidiaries
Statements of income
For the three-month periods ended 31 March 2008 and 2007 (Unaudited)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		2008	2007	2008	2007
		<i>(in thousand Baht)</i>			
Revenues	5				
Revenue from sales		26,740,426	25,961,073	-	-
Interest income		2,332	7,734	161,363	201,312
Management fees		-	-	696,449	672,914
Other income		47,579	113,824	1,183	81,056
Total revenues		26,790,337	26,082,631	858,995	955,282
Expenses	5				
Cost of sales		19,307,551	18,309,933	-	-
Selling and administrative expenses		3,491,618	3,118,743	329,267	382,565
Total expenses		22,799,169	21,428,676	329,267	382,565
Profit before interest and					
income tax expenses		3,991,168	4,653,955	529,728	572,717
Interest expense		159,671	296,961	279,108	481,013
Income tax expense		1,200,672	1,478,963	75,571	82,916
Net profit		2,630,825	2,878,031	175,049	8,788
Basic earnings per share (Baht)	13	0.10	0.11	0.01	0.00035

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

Thai Beverage Public Company Limited and its Subsidiaries
Statements of changes in shareholders' equity
For the three-month periods ended 31 March 2008 and 2007 (Unaudited)

	Consolidated financial statements							
	Issued and paid-up share capital	Difference arising from common control transactions	Share premium	Reserves		Retained earnings		Total shareholders' equity
				Currency translation changes	Fair value changes and surpluses	Appropriated to legal reserve	Unappropriated	
				<i>(in thousand Baht)</i>				
Balance at 1 January 2007	25,110,025	(17,141,406)	17,215,737	(19,508)	6,586,263	1,700,000	19,102,445	52,553,556
Net surplus on property revaluation	-	-	-	-	(134,521)	-	134,521	-
Translation loss relating to financial statements of foreign operations	-	-	-	(77,904)	-	-	-	(77,904)
Net expense recognised directly in shareholder's equity	-	-	-	(77,904)	(134,521)	-	134,521	(77,904)
Net profit	-	-	-	-	-	-	2,878,031	2,878,031
Balance at 31 March 2007	25,110,025	(17,141,406)	17,215,737	(97,412)	6,451,742	1,700,000	22,114,997	55,353,683
Balance at 1 January 2008	25,110,025	(17,141,406)	17,215,737	(208,076)	4,388,935	2,900,000	22,644,726	54,909,941
Translation loss relating to financial statements of foreign operations	-	-	-	(343,131)	-	-	-	(343,131)
Net profit	-	-	-	-	-	-	2,630,825	2,630,825
Balance at 31 March 2008	25,110,025	(17,141,406)	17,215,737	(551,207)	4,388,935	2,900,000	25,275,551	57,197,635

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

Thai Beverage Public Company Limited and its Subsidiaries

Statements of changes in shareholders' equity

For the three-month periods ended 31 March 2008 and 2007 (Unaudited)

	Separate financial statements					Total shareholders' equity
	Issued and paid-up share capital	Reserves		Retained earnings		
		Share premium	Fair value changes and revaluation surpluses	Appropriated to legal reserve	Unappropriated	
<i>(in thousand Baht)</i>						
Balance at 1 January 2007	25,110,025	17,215,737	134,521	1,700,000	3,534,895	47,695,178
Net surplus on property revaluation	-	-	(134,521)	-	134,521	-
Net profit	-	-	-	-	8,788	8,788
Balance at 31 March 2007	25,110,025	17,215,737	-	1,700,000	3,678,204	47,703,966
Balance at 1 January 2008	25,110,025	17,215,737	-	2,900,000	16,112,423	61,338,185
Net profit	-	-	-	-	175,049	175,049
Balance at 31 March 2008	25,110,025	17,215,737	-	2,900,000	16,287,472	61,513,234

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

Thai Beverage Public Company Limited and its Subsidiaries
Statements of cash flows
For the three-month periods ended 31 March 2008 and 2007 (Unaudited)

	Consolidated		Separate	
	<i>Note</i>	financial statements	financial statements	
	2008	2007	2008	2007
	<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>				
Net profit	2,630,825	2,878,031	175,049	8,788
<i>Adjustments for</i>				
Depreciation and amortisation	1,235,864	1,216,685	7,544	7,187
Interest income	(2,332)	(7,734)	(161,363)	(201,312)
Interest expense	159,671	296,961	279,108	481,013
Unrealised (gain) loss on exchange rate	9,264	(3,770)	4,807	932
Amortisation of advance payments to a specialist	12,500	12,500	2,344	2,344
Allowance for obsolete inventories	(23,853)	(44,879)	-	-
Gain on sale and disposal of property, plant and equipment	(10,543)	(62,571)	(163)	(63,908)
Income tax expense	1,200,672	1,478,963	75,571	82,916
	<u>5,212,068</u>	<u>5,764,186</u>	<u>382,897</u>	<u>317,960</u>
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivable	447,661	348,068	-	-
Amounts due from related parties	(5,536)	10,429	27,806	1,312,318
Inventories	(285,973)	(903,418)	-	-
Other current assets	(486,160)	(147,594)	(9,203)	9,886
Trade accounts payable	75,193	135,495	-	-
Amounts due to related parties	(10,873)	(119,753)	(7,362)	(11,448)
Other current liabilities	373,732	(408,528)	(3,011)	(108,823)
Other non-current liabilities	(3,413)	6,361	-	-
Income taxes paid	(97,618)	(101,809)	(23,449)	(67,328)
Net cash provided by operating activities	<u>5,219,081</u>	<u>4,583,437</u>	<u>367,678</u>	<u>1,452,565</u>

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

Thai Beverage Public Company Limited and its Subsidiaries
Statements of cash flows
For the three-month periods ended 31 March 2008 and 2007 (Unaudited)

	Consolidated		Separate	
	<i>Note</i>	financial statements	financial statements	
	2008	2007	2008	2007
	<i>(in thousand Baht)</i>			
<i>Cash flows from investing activities</i>				
Interest received	2,460	7,804	173,272	222,952
Current investments	(1,268)	(14)	-	-
Loans to related parties	-	-	2,835,020	3,835,050
Investments in subsidiaries and associates	8,484	4,058	(529,000)	(6,504,981)
Decrease in long-term investments	161	75	-	-
Purchase of property, plant and equipment	(828,022)	(32,527)	(2,692)	(5,254)
Decrease in property, plant and equipment	111,158	873,399	865	819,000
Purchase of intangible assets	(3,593)	(11,134)	(1,512)	(10,319)
Decrease in intangible assets	13,871	6,971	-	-
Other non-current assets	(483)	1,064	(824)	-
Net cash provided by (used in)				
investing activities	(697,232)	849,696	2,475,129	(1,643,552)
<i>Cash flows from financing activities</i>				
Interest paid	(213,212)	(421,056)	(333,075)	(606,612)
Bank overdrafts and short-term loans from financial institutions	(99,595)	(3,233,234)	(1,593,302)	(2,529,559)
Repayment of short-term guaranteed bonds	-	(2,200,000)	-	(2,200,000)
Repayment of long-term guaranteed bonds	(3,000,000)	-	(3,000,000)	-
Loans to related parties	-	(3,092,048)	3,848,050	1,430,800
Proceeds from long-term loans from financial institutions	-	4,500,000	-	4,500,000
Repayment of long-term loans from financial institutions	(1,755,000)	(375,000)	(1,755,000)	(375,000)
Net cash provided by (used in)				
financing activities	(5,067,807)	(4,821,338)	(2,833,327)	219,629
Currency translation changes	(343,131)	(77,904)	-	-
Net increase (decrease) in cash and cash equivalents	(889,089)	533,891	9,480	28,642
Cash and cash equivalents at beginning of period	2,188,992	1,919,577	9,168	15,623
Cash and cash equivalents at end of period	1,299,903	2,453,468	18,648	44,265

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

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Note	Contents
1	General information
2	Basis of preparation of the financial statements
3	Seasonal Operations
4	Significant transactions
5	Related party transactions and balances
6	Other investments
7	Trade accounts receivable
8	Investments in subsidiaries and associates
9	Property, plant and equipment
10	Interest-bearing liabilities
11	Trade accounts payable
12	Segment information
13	Earnings per share
14	Changes in accounting policy
15	Commitments with non-related parties
16	Events after the balance sheet date
17	Reclassification of accounts
18	Significant differences between Thai GAAP and IFRS

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

These notes form an integral part of the financial statements.

The interim financial statements were authorised for issue by the directors on 14 May 2008.

1 General information

Thai Beverage Public Company Limited, the “Company”, is incorporated and registered as a public company in Thailand on 29 October 2003. The registered office of the Company is at 14 Vibhavadi Rangsit Road, Chomphon, Chatuchak Bangkok.

The Company was listed on the Singapore Exchange Securities Trading Limited (SGX-ST) in May 2006.

The principal activities of the Company and its subsidiaries are the production, distribution and marketing of alcoholic and non-alcoholic beverages, industrial alcohol and other by-products. Details of the Company’s subsidiaries as at 31 March 2008 and 31 December 2007 were as follows:

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2008	31 December 2007
<i>Direct subsidiaries</i>				
1. Beer Thai (1991) PCL.	Beer brewery	Thailand	100.00	100.00
2. Beer Thip Brewery (1991) Co., Ltd.	Beer brewery	Thailand	100.00	100.00
3. Sangsom Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
4. Fuengfuanant Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
5. Mongkolsamai Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
6. Thanapakdi Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
7. Kanchanasingkorn Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
8. Sura Bangyikhan Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
9. Athimart Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
10. S.S. Karnsura Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
11. Kankwan Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
12. Theparunothai Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
13. Red Bull Distillery (1988) Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
14. United Winery and Distillery Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
15. Simathurakij Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
16. Nateechai Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
17. Luckchai Liquor Trading Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
18. Sura Piset Thipparat Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
19. Thai Alcohol PCL.	Alcohol distillery	Thailand	100.00	100.00
20. Pomthip Co., Ltd.	Beer distributor	Thailand	100.00	100.00
21. Pomkit Co., Ltd.	Beer distributor	Thailand	100.00	100.00
22. Pomkung Co., Ltd.	Beer distributor	Thailand	100.00	100.00
23. Pomchok Co., Ltd.	Beer distributor	Thailand	100.00	100.00
24. Pomcharoen Co., Ltd.	Beer distributor	Thailand	100.00	100.00
25. Pomburapa Co., Ltd.	Beer distributor	Thailand	100.00	100.00
26. Num Yuk Co., Ltd.	Spirits distributor	Thailand	100.00	100.00
27. Num Kijjakarn Co., Ltd.	Spirits distributor	Thailand	100.00	100.00
28. Num Palang Co., Ltd.	Spirits distributor	Thailand	100.00	100.00
29. Num Muang Co., Ltd.	Spirits distributor	Thailand	100.00	100.00
30. Num Nakorn Co., Ltd.	Spirits distributor	Thailand	100.00	100.00
31. Num Thurakij Co., Ltd.	Spirits distributor	Thailand	100.00	100.00
32. Thipchalothorn Co., Ltd.	Beer and sprits agency	Thailand	100.00	100.00
33. Krittayabun Co., Ltd.	Beer and sprits agency	Thailand	100.00	100.00
34. Surathip Co., Ltd.	Spirits agency	Thailand	100.00	100.00
35. Sunthronpirom Co., Ltd.	Spirits agency	Thailand	100.00	100.00

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2008	31 December 2007
<i>Direct subsidiaries (continued)</i>				
36. Piromsurang Co., Ltd.	Spirits agency	Thailand	100.00	100.00
37. Bionic Humus Co., Ltd.	Trading of fertilizer	Thailand	100.00	100.00
38. Wrangyer Beverage (2008) Co., Ltd. (Formerly: Maharas Agri Co., Ltd.)	Production and distribution of energy drink	Thailand	100.00	100.00
39. Thai Molasses Co., Ltd.	Trading of molasses	Thailand	99.72	99.72
40. Additive Food Co., Ltd.	Trading of feeds	Thailand	100.00	100.00
41. Pan International (Thailand) Co., Ltd.	Trading of supplies and procurement	Thailand	100.00	100.00
42. Charun Business 52 Co., Ltd.	Brick producer	Thailand	100.00	100.00
43. Thai Cooperage Co., Ltd.	Oak barrel producer	Thailand	100.00	100.00
44. Bang-Na Logistic Co., Ltd.	Trading of bottles	Thailand	100.00	100.00
45. Thai Beverage Logistics Co., Ltd.	Transportation	Thailand	100.00	100.00
46. Thai Beverage Marketing Co., Ltd.	Import and export spirits for trading/ international marketing	Thailand	100.00	100.00
47. Dhanasindhi Co., Ltd.	Construction	Thailand	100.00	100.00
48. Dhospaak Co., Ltd.	Advertising agency	Thailand	100.00	100.00
49. International Beverage Holdings Ltd.	Holding company	Hong Kong	100.00	100.00
50. Cosmos Brewery (Thailand) Co., Ltd.	Beer brewery	Thailand	100.00	100.00
51. Thai Beverage Brands Co., Ltd. (Formerly: T.C.C. Cosmo Corporation Ltd.)	Trademark holding	Thailand	100.00	100.00
52. Beer Chang Co., Ltd.	Trademark holding and production of concentrate materials	Thailand	100.00	100.00
53. Archa Beer Co., Ltd.	Trademark holding and production of concentrate materials	Thailand	100.00	100.00
54. Sura Piset Phatra Lanna Co., Ltd.	Holding company	Thailand	100.00	100.00
<i>Indirect subsidiaries</i>				
55. Thai Thum Distillery Co., Ltd. #	Trading of spirits	Thailand	99.90	99.90
56. Sura Piset Sahasan Co., Ltd. #	Production and distribution of spirits	Thailand	100.00	100.00
57. Sura Piset Sampan Co., Ltd. #	Production and distribution of spirits	Thailand	100.00	100.00
58. Muangkij Co., Ltd. #	Import of oak woods	Thailand	100.00	100.00
59. Sint Ek Panich Co., Ltd. #	Mining	Thailand	100.00	100.00
60. Pan Alcohol Co., Ltd. #	Production and distribution of vinegar	Thailand	100.00	100.00
61. Banglen Agriculture Co., Ltd. #	Agriculture	Thailand	100.00	100.00
62. Vitayathan Co., Ltd.	Environmental public relations	Thailand	100.00	100.00
63. InterBev (Singapore) Limited	Trading of alcoholic beverages	Singapore	100.00	100.00
64. InterBev (Cambodia) Co., Ltd.	Trading of alcoholic beverages	Cambodia	100.00	100.00
65. InterBev Malaysia Sdn. Bhd.	Trading of alcoholic beverages	Malaysia	100.00	100.00
66. International Beverage Holdings Limited USA, Inc.	Trading of alcoholic beverages	United States of America	100.00	100.00
67. Best Spirits Company Limited	Trading of alcoholic beverages	Hong Kong	100.00	100.00
68. International Beverage Holdings (UK) Limited	Holding company	United Kingdom	100.00	100.00
69. United Products Co., Ltd.	Production and distribution of spirits	Thailand	80.82	80.82
70. S P M Foods and Beverages Co., Ltd.	Production and distribution of water and energy drinks, and spirits agency	Thailand	83.20	83.20

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2008	31 December 2007
<i>Subsidiaries of indirect subsidiaries*</i>				
71. Blairmhor Limited #	Holding Company	United Kingdom	100.00	100.00
72. Inver House Distillers Limited	Production and distribution of spirits	United Kingdom	100.00	100.00
73. Blairmhor Distillers Limited #	Dormant	United Kingdom	100.00	100.00
74. Wee Beastie Limited	Production and distribution of alcoholic beverages	United Kingdom	100.00	100.00
75. Speyburn-Glenlivet Distillery Company Limited #	Dormant	United Kingdom	100.00	100.00
76. The Knockdhu Distillery Company Limited #	Dormant	United Kingdom	100.00	100.00
77. The Pulteney Distillery Company Limited #	Dormant	United Kingdom	100.00	100.00
78. The Balblair Distillery Company Limited #	Dormant	United Kingdom	100.00	100.00
79. R. Carmichael & Sons Limited #	Dormant	United Kingdom	100.00	100.00
80. J MacArthur Junior & Company Limited #	Dormant	United Kingdom	100.00	100.00
81. Mason & Summers Limited #	Dormant	United Kingdom	100.00	100.00
82. Hankey Bannister Limited #	Dormant	United Kingdom	100.00	100.00
83. James Catto & Company Limited #	Dormant	United Kingdom	100.00	100.00
84. Glen Calder Blenders Limited #	Dormant	United Kingdom	100.00	100.00
85. Moffat & Towers Limited #	Dormant	United Kingdom	100.00	100.00
<i>Associates of indirect subsidiaries**</i>				
86. Liquorland Limited	Off licences	United Kingdom	49.49	49.49
87. Inver House Polska Limited	Trading of alcoholic beverages	Poland	44.00	44.00
88. Inver House Distribution SA #	Dormant	France	50.02	50.02

* Subsidiaries of International Beverage Holdings (UK) Limited

** Associates of International Beverage Holdings (UK) Limited

These are currently non-trading.

2 Basis of preparation of financial statements

The interim financial statements issued for Thai reporting purposes are prepared in the Thai language. This English translation of the financial statements has been prepared for the convenience of readers not conversant with the Thai language.

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard No. 41 (revised 2007) *Interim Financial Reporting* including related interpretations and guidelines promulgated by the Federation of Accounting Professions, applicable rules and regulations of the Securities and Exchange Commission and with generally accepted accounting principles in Thailand.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2007. They focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements for the year ended 31 December 2007.

The interim financial statements are presented in Thai Baht, rounded to the nearest thousand unless otherwise stated.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

In 2008, the Group adopted the following new Thai Accounting Standards (TAS) which are relevant to its operations:

TAS 25 (revised 2007)	<i>Cash Flows Statements</i>
TAS 29 (revised 2007)	<i>Leases</i>
TAS 31 (revised 2007)	<i>Inventories</i>
TAS 33 (revised 2007)	<i>Borrowing Costs</i>
TAS 35 (revised 2007)	<i>Presentation of Financial Statements</i>
TAS 39 (revised 2007)	<i>Accounting Policies, Changes in Accounting Estimates and Errors</i>
TAS 41 (revised 2007)	<i>Interim Financial Reporting</i>
TAS 43 (revised 2007)	<i>Business Combinations</i>
TAS 49 (revised 2007)	<i>Construction Contracts</i>
TAS 51	<i>Intangible Assets</i>

The adoption of these new and revised TAS does not have any material impact on the consolidated or separate financial statements except as disclosed in Note 14 to the financial statements.

Accounting policies and methods of computation applied in the interim financial statements for the three-month period ended 31 March 2008 are consistent with those applied in the financial statements for the year ended 31 December 2007 except for the change in accounting policy discussed in Note 14 to the financial statements in respect of goodwill arising from business combinations.

3 Seasonal operations

The Group is subject to seasonal sales revenue from both its beer and spirits operations. Sales revenue fluctuates particularly around festive occasions, whilst expenditure is generally incurred evenly throughout the year.

4 Significant transactions

Significant transactions occurring during the three-month period ended 31 March 2008 were as follows:

- (a) On 25 January 2008, Wrangyer Beverage (2008) Co., Ltd. (formerly: Maharas Agri Co., Ltd.), the Company's subsidiary increased its authorised share capital from Baht 2 million to Baht 200 million by issuing 19.8 million ordinary shares with a Baht 10 par value, totalling Baht 198 million.

Subsequently, on 28 January 2008, the said subsidiary entered into a sale and purchase agreement to acquire assets in the production and sale of energy drink and ready-to-drink coffee owned by Wrangyer Beverage Co., Ltd. at a consideration of Baht 420 million. Part of the fund was derived from the increase of the authorised share capital in the amount of Baht 200 million.

- (b) On 31 January 2008, Pan Alcohol Co., Ltd., the Company's indirect subsidiary, entered into a memorandum of understanding to acquire majority of ordinary shares in Carabao Tawandaeng Co., Ltd. who is engaging in the production and sales of energy drink. The completion of the acquisition is being in the process.

Thai Beverage Public Company Limited and its Subsidiaries

Notes to the interim financial statements

For the three-month period ended 31 March 2008 (Unaudited)

- (c) The Executive Board of Directors' meeting held on 18 February 2008 unanimously passed the resolution of approval in principle of the decrease of authorised share capital of S P M Foods and Beverages Co., Ltd. twice at 75% each and the increase of authorised share capital afterwards. The authorised share capital will be decreased from Baht 100 million to Baht 25 million firstly and from Baht 25 million to Baht 6.25 million secondly. After that the authorised share capital will be increased by Baht 600 million to Baht 606.25 million.
- (d) On 27 February 2008, Thai Beverage Logistics Co., Ltd., the Company's subsidiary, increased its authorised share capital from Baht 12 million to Baht 1,012 million by issuing 100 million ordinary shares with a Baht 10 par value. The first call for the capital paid up is to be 25% of the increased share capital, totalling Baht 250 million.
- (e) On 20 March 2008, International Beverage Holdings Limited, the Company's subsidiary, increased its authorised share capital of from HKD 1,470 million to HKD 1,490 million to increase in capital of International Beverage Holdings Limited USA, Inc.

5 Related party transactions and balances

Related parties include subsidiary companies and those parties linked to the Group and the Company as shareholders or by common shareholders or directors. Transactions with related parties are conducted at prices based on market prices or, where no market price exists, at contractually agreed prices.

Relationships with related parties that are being controlled by the Company or have transactions with the Group were as follows:

Name of the entity	Country of incorporation	Nature of relationships
1. Beer Thai (1991) PCL.	Thailand	Direct subsidiary, 100% shareholding
2. Beer Thip Brewery (1991) Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
3. Sangsom Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
4. Fuengfuanant Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
5. Mongkolsamai Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
6. Thanapakdi Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
7. Kanchanasingkorn Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
8. Sura Bangyikhan Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
9. Athimart Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
10. S.S. Karnsura Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
11. Kankwan Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
12. Theparunothai Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
13. Red Bull Distillery (1988) Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
14. United Winery and Distillery Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
15. Simathurakij Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
16. Nateechai Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
17. Luckchai Liquor Trading Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
18. Sura Piset Thipparat Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
19. Thai Alcohol PCL.	Thailand	Direct subsidiary, 100% shareholding
20. Pomthip Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
21. Pomkit Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
22. Pomkung Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
23. Pomchok Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
24. Pomcharoen Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
25. Pomburapa Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
26. Num Yuk Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Name of the entity	Country of incorporation	Nature of relationships
27. Num Kijjakarn Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
28. Num Palang Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
29. Num Muang Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
30. Num Nakorn Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
31. Num Thurakij Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
32. Thipchalothorn Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
33. Krittayabun Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
34. Surathip Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
35. Sunthronpirom Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
36. Piromsurang Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
37. Bionic Humus Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
38. Wrangyer Beverage (2008) Co., Ltd. (Formerly: Maharas Agri Co., Ltd.)	Thailand	Direct subsidiary, 100% shareholding
39. Thai Molasses Co., Ltd.	Thailand	Direct subsidiary, 99.72% shareholding
40. Additive Food Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
41. Pan International (Thailand) Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
42. Charun Business 52 Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
43. Thai Cooperage Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
44. Bang-Na Logistic Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
45. Thai Beverage Logistics Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
46. Thai Beverage Marketing Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
47. Dhanasindhi Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
48. Dhospaak Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
49. International Beverage Holdings Ltd.	Hong Kong	Direct subsidiary, 100% shareholding
50. Cosmos Brewery (Thailand) Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
51. Thai Beverage Brands Co., Ltd. (Formerly: T.C.C. Cosmo Corporation Ltd.)	Thailand	Direct subsidiary, 100% shareholding
52. Beer Chang Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
53. Archa Beer Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
54. Sura Piset Phatra Lanna Co., Ltd.	Thailand	Direct subsidiary, 100% shareholding
55. Thai Thum Distillery Co., Ltd.	Thailand	Indirect subsidiary, 99.90% shareholding
56. Sura Piset Sahasan Co., Ltd.	Thailand	Indirect subsidiary, 100% shareholding
57. Sura Piset Sampan Co., Ltd.	Thailand	Indirect subsidiary, 100% shareholding
58. Muangkij Co., Ltd.	Thailand	Indirect subsidiary, 100% shareholding
59. Sint Ek Panich Co., Ltd.	Thailand	Indirect subsidiary, 100% shareholding
60. Pan Alcohol Co., Ltd.	Thailand	Indirect subsidiary, 100% shareholding
61. Banglen Agriculture Co., Ltd.	Thailand	Indirect subsidiary, 100% shareholding
62. Vitayathan Co., Ltd.	Thailand	Indirect subsidiary, 100% shareholding
63. InterBev (Singapore) Limited	Singapore	Indirect subsidiary, 100% shareholding
64. InterBev (Cambodia) Co., Ltd.	Cambodia	Indirect subsidiary, 100% shareholding
65. InterBev Malaysia Sdn. Bhd.	Malaysia	Indirect subsidiary, 100% shareholding
66. International Beverage Holdings Limited USA, Inc.	United States of America	Indirect subsidiary, 100% shareholding
67. Best Spirits Company Limited	Hong Kong	Indirect subsidiary, 100% shareholding
68. International Beverage Holdings (UK) Limited	United Kingdom	Indirect subsidiary, 100% shareholding
69. United Products Co., Ltd.	Thailand	Indirect subsidiary, 80.82% shareholding
70. S P M Foods and Beverages Co., Ltd.	Thailand	Indirect subsidiary, 83.20% shareholding
71. Blairmhor Limited	United Kingdom	Subsidiary of indirect subsidiary, 100% shareholding
72. Inver House Distillers Limited	United Kingdom	Subsidiary of indirect subsidiary, 100% shareholding
73. Blairmhor Distillers Limited	United Kingdom	Subsidiary of indirect subsidiary, 100% shareholding
74. Wee Beastie Limited	United Kingdom	Subsidiary of indirect subsidiary, 100% shareholding

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Name of the entity	Country of incorporation	Nature of relationships
75. Speyburn-Glenlivet Distillery Company Limited	United Kingdom	Subsidiary of indirect subsidiary, 100% shareholding
76. The Knockdhu Distillery Company Limited	United Kingdom	Subsidiary of indirect subsidiary, 100% shareholding
77. The Pulteney Distillery Company Limited	United Kingdom	Subsidiary of indirect subsidiary, 100% shareholding
78. The Balblair Distillery Company Limited	United Kingdom	Subsidiary of indirect subsidiary, 100% shareholding
79. R. Carmichael & Sons Limited	United Kingdom	Subsidiary of indirect subsidiary, 100% shareholding
80. J MacArthur Junior & Company Limited	United Kingdom	Subsidiary of indirect subsidiary, 100% shareholding
81. Mason & Summers Limited	United Kingdom	Subsidiary of indirect subsidiary, 100% shareholding
82. Hankey Bannister Limited	United Kingdom	Subsidiary of indirect subsidiary, 100% shareholding
83. James Catto & Company Limited	United Kingdom	Subsidiary of indirect subsidiary, 100% shareholding
84. Glen Calder Blenders Limited	United Kingdom	Subsidiary of indirect subsidiary, 100% shareholding
85. Moffat & Towers Limited	United Kingdom	Subsidiary of indirect subsidiary, 100% shareholding
86. Liquorland Limited	United Kingdom	Associates of indirect subsidiary, 49.90% shareholding
87. Inver House Polska Limited	Poland	Associates of indirect subsidiary, 44.00% shareholding
88. Inver House Distribution SA	France	Associates of indirect subsidiary, 50.00% shareholding
89. Pisetkij Co., Ltd.	Thailand	Directors and controlling shareholders hold substantial shares indirectly
90. Oishi Trading Co., Ltd.	Thailand	Directors and controlling shareholders hold substantial shares indirectly
91. PS Recycle Co., Ltd.	Thailand	Directors and controlling shareholders hold substantial shares indirectly
92. The Southeast Insurance (2000) Co., Ltd.	Thailand	Directors and controlling shareholders hold substantial shares indirectly
93. New Noble Property and Loan Fund	Thailand	Directors and controlling shareholders are the principal unit holder of this real estate investment fund
94. The Maewang Sugar Industry Co., Ltd.	Thailand	Directors and controlling shareholders hold substantial shares indirectly
95. The Chonburi Sugar Corp. Ltd.	Thailand	Directors and controlling shareholders hold substantial shares indirectly
96. The Utaradit Sugar Industry Co., Ltd.	Thailand	Directors and controlling shareholders hold substantial shares indirectly
97. The Suphanburi Sugar Industry Co., Ltd.	Thailand	Directors and controlling shareholders hold substantial shares indirectly
98. Dynamic Assets Property and Loan Fund	Thailand	Directors and controlling shareholders are the principal unit holder of this real estate investment fund
99. Berli Jucker PCL.	Thailand	Directors and controlling shareholders hold substantial shares indirectly
100. Thai Beverage Can Ltd.	Thailand	Directors and controlling shareholders hold 50% shares
101. Southeast Capital Co., Ltd.	Thailand	Directors and controlling shareholders hold substantial shares indirectly
102. T.C.C. Technology Co., Ltd.	Thailand	Directors and controlling shareholders hold substantial shares indirectly
103. TCC Capital Land Limited (Formerly: T.C.C. Capital Land Limited)	Thailand	Directors and controlling shareholders hold substantial shares indirectly
104. Great Oriole Limited	British Virgin Islands	Have common controlling shareholders
105. Madrigal Trading Limited	British Virgin Islands	Directors and controlling shareholders hold substantial shares indirectly

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Name of the entity	Country of incorporation	Nature of relationships
106. Thai Glass Industries PCL.	Thailand	Directors and controlling shareholders hold substantial shares indirectly
107. Bang-Na Glass Co., Ltd.	Thailand	Directors and controlling shareholders hold substantial shares indirectly
108. Plaza Athenee Hotel (Thailand) Co., Ltd.	Thailand	Directors and controlling shareholders are the directors and hold substantial shares indirectly
109. TCC Hotel Collection Co., Ltd.	Thailand	Directors and controlling shareholders hold substantial shares indirectly
110. Siam Realty Co., Ltd.	Thailand	Directors and controlling shareholders hold substantial shares indirectly
111. Best Fortune Property and Loan Fund	Thailand	Directors and controlling shareholders are the principal unit holder of this real estate investment fund
112. Terragro Fertilizer Co., Ltd.	Thailand	Directors and controlling shareholders hold substantial shares indirectly

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

Transactions

Sale of finished goods
 Rendering of services
 Purchase of raw materials
 Receiving of services
 Purchase and sale of property, plant and equipment
 Purchase and sale of investments
 Interest income and expense

Pricing policies

Agreed prices which approximate market prices
 Contractual prices
 Agreed prices which approximate market prices
 Contractual prices
 Contractual prices
 Contractual prices
 Rate as mutually agreed by shareholders with reference interest rates quoted by domestic commercial banks

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Significant transactions for the three-month periods ended 31 March 2008 and 2007 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	2008	2007	2008	2007
	<i>(in million Baht)</i>			
Subsidiaries				
Management fees	-	-	696	673
Purchases of investments	-	-	529	6,505
Interest income	-	-	161	201
Interest expense	-	-	146	248
Other income	-	-	1	2
Other expenses	-	-	11	7
Others related parties				
Revenue from sales	43	25	-	-
Service income	-	4	-	-
Purchases of raw materials and packaging	1,234	1,213	-	-
Overhead costs	43	48	-	-
Sales of property, plant and equipment	4	819	-	819
Purchases of property, plant and equipment	-	31	-	-
Other income	3	69	-	64
Other expenses	83	66	19	14
Interest expense	-	29	-	-
Directors' remuneration	120	118	119	115

Balances as at 31 March 2008 and 31 December 2007 with related parties were as follows:

Trade accounts receivable from related parties	Consolidated financial statements		Separate financial statements	
	31 March 2008	31 December 2007	31 March 2008	31 December 2007
	<i>(in million Baht)</i>			
Other related companies				
Terragro Fertilizer Co., Ltd.	5	-	-	-
Pisetkij Co., Ltd.	5	3	-	-
Oishi Trading Co., Ltd.	4	4	-	-
PS Recycle Co., Ltd.	3	3	-	-
Others	1	4	-	-
Total	18	14	-	-

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Short-term loans to and amounts due from related parties

	Consolidated financial statements						Separate financial statements					
	31 March 2008			31 December 2007			31 March 2008			31 December 2007		
	Short-term loans to	Amounts due from	Total	Short-term loans to	Amounts due from	Total	Short-term loans to	Amounts due from	Total	Short-term loans to	Amounts due from	Total
	<i>(in million Baht)</i>											
Subsidiaries												
Beer Thai (1991) PCL.	-	-	-	-	-	-	983	35	1,018	1,786	54	1,840
Beer Thip Brewery (1991) Co., Ltd.	-	-	-	-	-	-	-	22	22	-	26	26
Sangsom Co., Ltd.	-	-	-	-	-	-	-	6	6	-	6	6
Fuengfuanant Co., Ltd.	-	-	-	-	-	-	-	2	2	-	2	2
Mongkolsamai Co., Ltd.	-	-	-	-	-	-	-	1	1	-	1	1
Thanapakdi Co., Ltd.	-	-	-	-	-	-	-	1	1	-	1	1
Kanchanasingorn Co., Ltd.	-	-	-	-	-	-	41	2	43	182	3	185
Sura Bangyikhan Co., Ltd.	-	-	-	-	-	-	-	12	12	-	8	8
Athimart Co., Ltd.	-	-	-	-	-	-	-	2	2	-	3	3
S.S. Karnsura Co., Ltd.	-	-	-	-	-	-	-	3	3	-	3	3
Kankwan Co., Ltd.	-	-	-	-	-	-	-	4	4	-	4	4
Theparunothai Co., Ltd.	-	-	-	-	-	-	-	3	3	-	3	3
Red Bull Distillery (1988) Co., Ltd.	-	-	-	-	-	-	-	9	9	-	9	9
United Winery and Distillery Co., Ltd.	-	-	-	-	-	-	-	1	1	-	1	1
Simathurakij Co., Ltd.	-	-	-	-	-	-	460	4	464	519	5	524
Nateechai Co., Ltd.	-	-	-	-	-	-	161	3	164	219	3	222
Luckchai Liquor Trading Co., Ltd.	-	-	-	-	-	-	394	6	400	431	7	438
Sura Piset Thipparat Co., Ltd.	-	-	-	-	-	-	145	3	148	-	3	3
Thai Alcohol PCL.	-	-	-	-	-	-	141	4	145	124	7	131
Pomthip Co., Ltd.	-	-	-	-	-	-	-	9	9	-	9	9
Pomkit Co., Ltd.	-	-	-	-	-	-	-	12	12	-	16	16
Pomkung Co., Ltd.	-	-	-	-	-	-	-	8	8	-	7	7
Pomchok Co., Ltd.	-	-	-	-	-	-	-	8	8	-	9	9
Pomcharoen Co., Ltd.	-	-	-	-	-	-	-	4	4	-	5	5
Pomburapa Co., Ltd.	-	-	-	-	-	-	-	6	6	-	7	7
Num Yuk Co., Ltd.	-	-	-	-	-	-	-	10	10	85	12	97

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Short-term loans to and amounts due from related parties

	Consolidated financial statements						Separate financial statements					
	31 March 2008			31 December 2007			31 March 2008			31 December 2007		
	Short-term loans to	Amounts due from	Total	Short-term loans to	Amounts due from	Total	Short-term loans to	Amounts due from	Total	Short-term loans to	Amounts due from	Total
	<i>(in million Baht)</i>											
<i>Subsidiaries (continued)</i>												
Num Kijjakarn Co., Ltd.	-	-	-	-	-	-	-	18	18	-	21	21
Num Palang Co., Ltd.	-	-	-	-	-	-	-	8	8	-	8	8
Num Muang Co., Ltd.	-	-	-	-	-	-	-	9	9	-	9	9
Num Nakorn Co., Ltd.	-	-	-	-	-	-	-	5	5	-	5	5
Num Thurakij Co., Ltd.	-	-	-	-	-	-	-	6	6	-	7	7
Thipchalothorn Co., Ltd.	-	-	-	-	-	-	152	35	187	120	38	158
Krittayabun Co., Ltd.	-	-	-	-	-	-	-	39	39	-	42	42
Surathip Co., Ltd.	-	-	-	-	-	-	-	14	14	-	17	17
Sunthronpirom Co., Ltd.	-	-	-	-	-	-	-	2	2	-	3	3
Piromsurang Co., Ltd.	-	-	-	-	-	-	-	2	2	-	1	1
Wrangyer Beverage (2008) Co., Ltd. (Formerly: Maharas Agri Co., Ltd.)	-	-	-	-	-	-	295	1	296	-	-	-
Thai Beverage Logistics Co., Ltd.	-	-	-	-	-	-	-	-	-	67	-	67
International Beverage Holdings Ltd.	-	-	-	-	-	-	54	3	57	12	1	13
Thai Beverage Brands Co., Ltd. (Formerly: T.C.C. Cosmo Corp., Ltd.)	-	-	-	-	-	-	3	-	3	3	-	3
Sura Piset Phatra Lanna Co., Ltd.	-	-	-	-	-	-	93	7	100	-	2	2
Total subsidiaries	-	-	-	-	-	-	2,922	329	3,251	3,548	368	3,916
<i>Other related companies</i>												
Pisetkij Co., Ltd.	-	1	1	-	2	2	-	-	-	-	-	-
Others	-	4	4	-	2	2	-	-	-	-	-	-
Total other related companies	-	5	5	-	4	4	-	-	-	-	-	-
Total	-	5	5	-	4	4	2,922	329	3,251	3,548	368	3,916

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Long-term loans to and amounts due from related parties

	Consolidated financial statements						Separate financial statements					
	31 March 2008			31 December 2007			31 March 2008			31 December 2007		
	Long-term loans to	Amounts due from	Total	Long-term loans to	Amounts due from	Total	Long-term loans to	Amounts due from	Total	Long-term loans to	Amounts due from	Total
	<i>(in million Baht)</i>											
Subsidiaries												
Beer Thai (1991) PCL.	-	-	-	-	-	-	3,195	-	3,195	4,210	-	4,210
Thanapakdi Co., Ltd.	-	-	-	-	-	-	37	-	37	7	-	7
Kanchanasingkorn Co., Ltd.	-	-	-	-	-	-	217	-	217	286	-	286
Sura Bangyikhan Co., Ltd.	-	-	-	-	-	-	596	-	596	785	-	785
Kankwan Co., Ltd.	-	-	-	-	-	-	21	-	21	106	-	106
Red Bull Distillery (1988) Co., Ltd.	-	-	-	-	-	-	500	-	500	565	-	565
Simathurakij Co., Ltd.	-	-	-	-	-	-	73	-	73	96	-	96
Nateechai Co., Ltd.	-	-	-	-	-	-	46	-	46	61	-	61
Luckchai Liquor Trading Co., Ltd.	-	-	-	-	-	-	652	-	652	859	-	859
Sura Piset Thipparat Co., Ltd.	-	-	-	-	-	-	455	-	455	600	-	600
Thai Alcohol PCL.	-	-	-	-	-	-	892	-	892	1,145	-	1,145
Num Yuk Co., Ltd.	-	-	-	-	-	-	105	-	105	155	-	155
International Beverage Holdings Ltd.	-	-	-	-	-	-	150	-	150	196	-	196
Sura Piset Phatra Lanna Co., Ltd.	-	-	-	-	-	-	258	-	258	340	-	340
Total subsidiaries	-	-	-	-	-	-	7,197	-	7,197	9,411	-	9,411
Other related companies												
Dynamic Assets Property and Loan Fund	-	1	1	-	1	1	-	-	-	-	-	-
Total	-	1	1	-	1	1	7,197	-	7,197	9,411	-	9,411

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Short-term loans from and amounts due to related parties

	Consolidated financial statements						Separate financial statements					
	31 March 2008			31 December 2007			31 March 2008			31 December 2007		
	Short-term loans from	Amounts due to	Total	Short-term loans from	Amounts due to	Total	Short-term loans from	Amounts due to	Total	Short-term loans from	Amounts due to	Total
	<i>(in million Baht)</i>											
Subsidiaries												
Beer Thip Brewery (1991) Co., Ltd.	-	-	-	-	-	-	1,255	19	1,274	129	12	141
Sangsom Co., Ltd.	-	-	-	-	-	-	265	2	267	-	-	-
Fuengfuanant Co., Ltd.	-	-	-	-	-	-	-	1	1	-	-	-
Athimart Co., Ltd.	-	-	-	-	-	-	49	-	49	45	-	45
S.S. Karnsura Co., Ltd.	-	-	-	-	-	-	10	-	10	50	-	50
Theparunothai Co., Ltd.	-	-	-	-	-	-	-	1	1	-	1	1
United Winery and Distillery Co., Ltd.	-	-	-	-	-	-	153	2	155	193	2	195
Pomthip Co., Ltd.	-	-	-	-	-	-	39	1	40	39	2	41
Pomkit Co., Ltd.	-	-	-	-	-	-	208	2	210	80	4	84
Pomkung Co., Ltd.	-	-	-	-	-	-	68	1	69	29	2	31
Pomchok Co., Ltd.	-	-	-	-	-	-	80	3	83	25	2	27
Pomcharoen Co., Ltd.	-	-	-	-	-	-	3	1	4	-	1	1
Pomburapa Co., Ltd.	-	-	-	-	-	-	35	2	37	-	1	1
Num Kijjakarn Co., Ltd.	-	-	-	-	-	-	565	-	565	406	2	408
Num Palang Co., Ltd.	-	-	-	-	-	-	142	-	142	-	-	-
Num Muang Co., Ltd.	-	-	-	-	-	-	264	1	265	-	-	-
Num Nakorn Co., Ltd.	-	-	-	-	-	-	206	1	207	100	-	100
Num Thurakij Co., Ltd.	-	-	-	-	-	-	228	1	229	65	-	65
Krittayabun Co., Ltd.	-	-	-	-	-	-	154	8	162	189	9	198
Surathip Co., Ltd.	-	-	-	-	-	-	116	6	122	10	5	15
Sunthronpirom Co., Ltd.	-	-	-	-	-	-	156	2	158	81	1	82
Piromsurang Co., Ltd.	-	-	-	-	-	-	98	1	99	64	1	65
Bionic Humus Co., Ltd.	-	-	-	-	-	-	29	-	29	121	-	121
Thai Molasses Co., Ltd.	-	-	-	-	-	-	22	-	22	22	-	22
Additive Food Co., Ltd.	-	-	-	-	-	-	25	-	25	-	-	-
Pan International (Thailand) Co., Ltd.	-	-	-	-	-	-	15	-	15	-	-	-
Charun Business 52 Co., Ltd.	-	-	-	-	-	-	10	-	10	-	-	-

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Short-term loans from and amounts due to related parties

	Consolidated financial statements						Separate financial statements					
	31 March 2008			31 December 2007			31 March 2008			31 December 2007		
	Short-term loans from	Amounts due to	Total	Short-term loans from	Amounts due to	Total	Short-term loans from	Amounts due to	Total	Short-term loans from	Amounts due to	Total
	<i>(in million Baht)</i>											
Bang-Na Logistic Co., Ltd.	-	-	-	-	-	-	30	-	30	30	-	30
Thai Beverage Logistics Co., Ltd.	-	-	-	-	-	-	198	1	199	-	-	-
Thai Beverage Marketing Co., Ltd.	-	-	-	-	-	-	150	1	151	150	1	151
Dhospaak Co., Ltd.	-	-	-	-	-	-	35	9	44	-	14	14
International Beverage Holdings Ltd.	-	-	-	-	-	-	-	-	-	-	1	1
Cosmos Brewery (Thailand) Co., Ltd.	-	-	-	-	-	-	332	3	335	177	3	180
Beer Chang Co., Ltd.	-	-	-	-	-	-	142	1	143	-	1	1
Archa Beer Co., Ltd.	-	-	-	-	-	-	74	-	74	35	-	35
Total subsidiaries	-	-	-	-	-	-	5,156	70	5,226	2,040	65	2,105
<i>Other related companies</i>												
Plaza Athenee Hotel (Thailand) Co., Ltd.	-	14	14	-	10	10	-	-	-	-	-	-
Southeast Capital Co., Ltd.	-	12	12	-	14	14	-	-	-	-	2	2
TCC Hotel Collection Co., Ltd.	-	10	10	-	10	10	-	-	-	-	1	1
T.C.C. Technology Co., Ltd.	-	9	9	-	11	11	-	9	9	-	7	7
The Southeast Insurance (2000) Co., Ltd.	-	6	6	-	19	19	-	-	-	-	-	-
Others	-	9	9	-	5	5	-	1	1	-	-	-
Total other related companies	-	60	60	-	69	69	-	10	10	-	10	10
Total	-	60	60	-	69	69	5,156	80	5,236	2,040	75	2,115

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

<i>Long-term loans from related parties</i>	Consolidated financial statements		Separate financial statements	
	31 March 2008	31 December 2007	31 March 2008	31 December 2007
	<i>(in million Baht)</i>			
Subsidiaries				
Beer Thip Brewery (1991) Co., Ltd.	-	-	2,910	2,910
Sangsom Co., Ltd.	-	-	400	-
Fuengfuanant Co., Ltd.	-	-	120	90
Mongkolsamai Co., Ltd.	-	-	84	104
Athimart Co., Ltd.	-	-	40	-
Theparunothai Co., Ltd.	-	-	148	133
United Winery and Distillery Co., Ltd.	-	-	210	210
Pomthip Co., Ltd.	-	-	389	329
Pomkit Co., Ltd.	-	-	682	682
Pomkung Co., Ltd.	-	-	309	309
Pomchok Co., Ltd.	-	-	526	426
Pomcharoen Co., Ltd.	-	-	160	115
Pomburapa Co., Ltd.	-	-	384	284
Krittayabun Co., Ltd.	-	-	101	101
Surathip Co., Ltd.	-	-	24	-
Sunthronpirom Co., Ltd.	-	-	178	178
Piromsurang Co., Ltd.	-	-	78	78
Pan International (Thailand) Co., Ltd.	-	-	10	10
Charun Business 52 Co., Ltd.	-	-	10	10
Thai Cooperage Co., Ltd.	-	-	71	71
Thai Beverage Marketing Co., Ltd.	-	-	50	50
Dhospaak Co., Ltd.	-	-	10	10
Cosmos Brewery (Thailand) Co., Ltd.	-	-	320	320
Beer Chang Co., Ltd.	-	-	45	107
Archa Beer Co., Ltd.	-	-	13	13
Total	-	-	7,272	6,540

<i>Summary of loans from related parties</i>	Consolidated financial statements		Separate financial statements	
	31 March 2008	31 December 2007	31 March 2008	31 December 2007
	<i>(in million Baht)</i>			
Short-term loans	-	-	5,156	2,040
Long-term loans	-	-	7,272	6,540
Total loans from related parties	-	-	12,428	8,580

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Movements during the three-month periods ended 31 March 2008 and 2007 of loans from related parties were as follows:

<i>Loans from related parties</i>	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2008	2007	2008	2007
	<i>(in million Baht)</i>			
Short-term loans				
Subsidiaries				
At 1 January	-	-	2,040	12,984
Increase	-	-	3,324	1,996
Decrease	-	-	(208)	(1,553)
At 31 March	-	-	5,156	13,427
Other related parties				
At 1 January	-	4,615	-	-
Increase	-	-	-	-
Decrease	-	(3,092)	-	-
At 31 March	-	1,523	-	-
Total short-term loans from related parties				
At 1 January	-	4,615	2,040	12,984
Increase	-	-	3,324	1,996
Decrease	-	(3,092)	(208)	(1,553)
At 31 March	-	1,523	5,156	13,427
Long-term loans				
Subsidiaries				
At 1 January	-	-	6,540	4,372
Increase	-	-	814	988
Decrease	-	-	(82)	-
At 31 March	-	-	7,272	5,360

Significant agreements with related parties

Supporting service agreement

The Company entered into the supporting service agreement with subsidiaries for the supporting service such as human resource, administration, accounting, finance, public relations, public co-ordination, technology, law, secretary and share register and internal audit for the period of one year from 1 January 2004 to 31 December 2004. Unless there are notifications to terminate the agreement within 30 days before the expiry date, this agreement continues to be in effect for the successive one year term. The subsidiaries are committed to pay a service fee at the rate of 0.5% of their principal revenue.

Up to date, supporting service fee rate was adjusted to 1% of the principal revenue. Service fee rate was adjusted for development of new product, experiment and quality test, analysis, research and marketing survey for new products and procurement of information.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Application service provisioning agreement

The Company entered into the application service provisioning agreement with T.C.C. Technology Co., Ltd., a related party, for the providing ongoing support and maintenance of the systems and infrastructure and is committed to pay system, hardware and software rental fee and service fee on monthly basis throughout the contract period for five years.

Procurement agreement

The Group entered into the procurement agreement with Pan International (Thailand) Company Limited, the Company's subsidiary, for necessary purchase and procurement services to the Group. The Group is committed to pay procurement fee at 1% of the value of goods and services purchased under such agreement.

Molasses purchase agreement

Thai Molasses Co., Ltd., the Company's subsidiary, entered into the molasses purchase agreement with various related companies in order to sell to other subsidiary companies within the Group. The term and condition as specified in the agreements is that the sellers would sales molasses to the buyers in specified quantity, price, quality, delivery and received, payments, responsibility, weight, sample analysis on molasses, and quality control, etc. These were mutually agreed by the parties.

Glass bottle purchase and sale agreement

Bang-Na Logistic Co., Ltd., the Company's subsidiary, entered into the glass bottle purchase and sale agreement with Berli Jucker Public Company Limited, a related party, to purchase various types of new glass bottles in order to sell to other subsidiaries within the Group for a period of two years and eight months, effective date from 1 May 2007 to 31 December 2009 under the price and condition stated in the contract.

License agreement

- Three subsidiaries entered into license agreements with Beer Chang Co., Ltd. and Archa Beer Co., Ltd., the Company's subsidiaries, in order to receive the rights and obligations in drinking water, soda water, beer, draft beer and lager beer under the trade names of "CHANG" and "ARCHA". Subsidiaries are committed to pay fee at a rate of 2% based on net sale at price distributing at the factory (excluding VAT) after deducting the excise tax and health promotion fund.
- Sura Bangyikhan Co., Ltd., the Company's subsidiary, entered into license agreements with 12 subsidiaries to provide the rights to use trademark for white liquor and Chiang - Chun blended liquor as stipulated in the agreement. The trademark fee the rate ranging from Baht 0.50 - 1.50 per bottle based on contents of each type of bottles.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

6 Other investments

	Consolidated financial statements		Separate financial statements	
	31 March 2008	31 December 2007	31 March 2008	31 December 2007
	<i>(in million Baht)</i>			
Current investments				
Short-term deposits at financial institutions	9	8	-	-
Other long-term investments				
Other non-marketable equity securities	8	8	-	-
Less allowance for decline in value of investments	(4)	(4)	-	-
Net	4	4	-	-
Total	13	12	-	-

7 Trade accounts receivable

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		31 March 2008	31 December 2007	31 March 2008	31 December 2007
		<i>(in million Baht)</i>			
Related parties	5	18	14	-	-
Other parties		1,156	1,608	-	-
		1,174	1,622	-	-
Less allowance for doubtful accounts		(155)	(155)	-	-
Total		1,019	1,467	-	-
Bad and doubtful debts expenses for the three-month periods ended 31 March		1	1	-	-

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		Separate financial statements	
	31 March 2008	31 December 2007	31 March 2008	31 December 2007
	<i>(in million Baht)</i>			
Related parties				
Within credit terms	13	10	-	-
Overdue:				
Less than 3 months	5	4	-	-
	18	14	-	-
Other parties				
Within credit terms	744	979	-	-
Overdue:				
Less than 3 months	208	353	-	-
3-6 months	39	64	-	-
6-12 months	9	72	-	-
Over 12 months	156	140	-	-
	1,156	1,608	-	-
Less allowance for doubtful accounts	(155)	(155)	-	-
Net	1,001	1,453	-	-
Total	1,019	1,467	-	-

The normal credit term granted by the Group ranges from 7 days to 180 days.

8 Investments in subsidiaries and associates

	Consolidated financial statements		Separate financial statements	
	2008	2007	2008	2007
	<i>(in million Baht)</i>			
At 1 January	124	135	71,470	63,595
Acquisitions	-	-	529	6,505
Translation differences on consolidation	(8)	(4)	-	-
At 31 March	116	131	71,999	70,100

The consolidated financial statements of the Company for the three-month period ended 31 March 2008 include the financial statements of two subsidiary companies as follows: United Products Co., Ltd. and S P M Foods and Beverages Co., Ltd., which the financial statements were prepared by their management and which have not been reviewed by the auditors. The total assets of these subsidiary companies represent 1% of the consolidated assets as at 31 March 2008 and their revenues represent 1.3% of the consolidated revenues for the three-month period then ended.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Investments in subsidiaries and associates as at 31 March 2008 and 31 December 2007 were as follows:

	Ownership interest		Consolidated financial statements				Equity method	
	31 March	31 December	Paid-up capital		Cost method		31 March	31 December
	2008	2007	31 March	31 December	31 March	31 December	2008	2007
	(<i>%</i>)				<i>(in million Baht)</i>			
<i>Associates</i>								
<i>Held by subsidiaries of indirect subsidiaries</i>								
Liquorland Limited	49.49	49.49	69	69	18	18	116	124
Inver House Polska Limited	44.00	44.00	8	8	4	4	-	-
Inver House Distribution SA	50.02	50.02	2	2	1	1	-	-
Total			79	79	23	23	116	124

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

	Separate financial statements					
	Ownership interest		Paid-up capital		Cost method	
	31 March 2008	31 December 2007	31 March 2008	31 December 2007	31 March 2008	31 December 2007
	(%)		(in million Baht)			
<i>Direct subsidiaries</i>						
Beer Thai (1991) PCL.	100.00	100.00	5,550	5,550	12,500	12,500
Beer Thip Brewery (1991) Co., Ltd.	100.00	100.00	6,600	6,600	12,500	12,500
Sangsom Co., Ltd.	100.00	100.00	7,500	7,500	7,500	7,500
Fuengfuanant Co., Ltd.	100.00	100.00	900	900	900	900
Mongkolsamai Co., Ltd.	100.00	100.00	700	700	700	700
Thanapakdi Co., Ltd.	100.00	100.00	700	700	700	700
Kanchanasingkorn Co., Ltd.	100.00	100.00	700	700	700	700
Sura Bangyikhan Co., Ltd.	100.00	100.00	4,000	4,000	4,000	4,000
Athimart Co., Ltd.	100.00	100.00	900	900	900	900
S.S. Karnsura Co., Ltd.	100.00	100.00	800	800	800	800
Kankwan Co., Ltd.	100.00	100.00	800	800	800	800
Theparunothai Co., Ltd.	100.00	100.00	700	700	700	700
Red Bull Distillery (1988) Co., Ltd.	100.00	100.00	5,000	5,000	5,000	5,000
United Winery and Distillery Co., Ltd.	100.00	100.00	1,800	1,800	1,800	1,800
Simathurakij Co., Ltd.	100.00	100.00	900	900	889	889
Nateechai Co., Ltd.	100.00	100.00	800	800	800	800
Luckchai Liquor Trading Co., Ltd.	100.00	100.00	800	800	766	766
Sura Piset Thipparat Co., Ltd.	100.00	100.00	500	500	510	510
Thai Alcohol PCL.	100.00	100.00	800	800	1,374	1,374
Pomthip Co., Ltd.	100.00	100.00	10	10	10	10
Pomkit Co., Ltd.	100.00	100.00	10	10	10	10
Pomkung Co., Ltd.	100.00	100.00	10	10	10	10
Pomchok Co., Ltd.	100.00	100.00	10	10	10	10
Pomcharoen Co., Ltd.	100.00	100.00	10	10	10	10
Pomburapa Co., Ltd.	100.00	100.00	10	10	10	10
Num Yuk Co., Ltd.	100.00	100.00	10	10	10	10
Num Kijjakarn Co., Ltd.	100.00	100.00	10	10	10	10
Num Palang Co., Ltd.	100.00	100.00	10	10	10	10

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

	Ownership interest		Paid-up capital		Cost method	
	31 March	31 December	31 March	31 December	31 March	31 December
	2008	2007	2008	2007	2008	2007
		(%)	(in million Baht)			
Direct subsidiaries (continued)						
Num Muang Co., Ltd.	100.00	100.00	10	10	10	10
Num Nakorn Co., Ltd.	100.00	100.00	10	10	10	10
Num Thurakij Co., Ltd.	100.00	100.00	10	10	10	10
Thipchalothorn Co., Ltd.	100.00	100.00	1	1	3	3
Krittayabun Co., Ltd.	100.00	100.00	5	5	27	27
Surathip Co., Ltd.	100.00	100.00	1	1	7	7
Sunthronpirom Co., Ltd.	100.00	100.00	5	5	25	25
Piromsurang Co., Ltd.	100.00	100.00	5	5	24	24
Bionic Humus Co., Ltd.	100.00	100.00	350	350	354	354
Wrangyer Beverage (2008) Co., Ltd. (Formerly: Maharas Agri Co., Ltd.)	100.00	100.00	200	2	200	2
Thai Molasses Co., Ltd.	99.72	99.72	40	40	35	35
Additive Food Co., Ltd.	100.00	100.00	1	1	32	32
Pan International (Thailand) Co., Ltd.	100.00	100.00	1	1	34	34
Charun Business 52 Co., Ltd.	100.00	100.00	122	122	84	84
Thai Cooperage Co., Ltd.	100.00	100.00	300	300	296	296
Bang-Na Logistic Co., Ltd.	100.00	100.00	123	123	134	134
Thai Beverage Logistics Co., Ltd.	100.00	100.00	262	12	262	12
Thai Beverage Marketing Co., Ltd.	100.00	100.00	300	300	300	300
Dhanasindhi Co., Ltd.	100.00	100.00	20	20	24	24
Dhospaak Co., Ltd.	100.00	100.00	25	25	61	61
International Beverage Holdings Ltd.	100.00	100.00	6,841	6,760	6,841	6,760
Cosmos Brewery (Thailand) Co., Ltd.	100.00	100.00	1,667	1,667	4,212	4,212
Thai Beverage Brands Co., Ltd. (Formerly: T.C.C. Cosmo Corp., Ltd.)	100.00	100.00	5	5	39	39
Beer Chang Co., Ltd.	100.00	100.00	1	1	4,301	4,301
Archa beer Co., Ltd.	100.00	100.00	1	1	130	130
Sura Piset Phatra Lanna Co., Ltd.	100.00	100.00	600	600	615	615
Total			51,446	50,917	71,999	71,470

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

9 Property, plant and equipment

Acquisitions and disposals of property, plant and equipment during the three-month periods ended 31 March 2008 and 2007 were as follows:

	Consolidated financial statements			
	2008		2007	
	Acquisitions - at cost	Disposals - net book value <i>(in million Baht)</i>	Acquisitions - at cost	Disposals - net book value
Land	55	-	24	(546)
Land improvement	-	-	1	-
Buildings and improvements	123	-	8	-
Machinery and equipment	244	(4)	22	(6)
Furniture, fixtures and office equipment	11	-	15	-
Vehicles	64	(2)	5	(4)
Construction in progress	265	-	259	(210)
Total	762	(6)	334	(766)

	Separate financial statements			
	2008		2007	
	Acquisitions - at cost	Disposals - net book value <i>(in million Baht)</i>	Acquisitions - at cost	Disposals - net book value
Land	-	-	-	(545)
Furniture, fixtures and office equipment	5	-	1	-
Vehicles	-	(1)	-	-
Construction in progress	-	-	-	(210)
Total	5	(1)	1	(755)

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

10 Interest-bearing liabilities

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		31 March 2008	31 December 2007	31 March 2008	31 December 2007
<i>(in million Baht)</i>					
Current					
Bank overdrafts					
Secured		400	899	-	-
Unsecured		139	101	4	-
Short-term loans from financial institutions					
Unsecured		5,360	4,998	3,200	4,798
Bank overdraft and short-term loans from financial institutions		5,899	5,998	3,204	4,798
Current portion of long-term guaranteed bonds					
Guaranteed / Negative pledge		-	3,000	-	3,000
Current portion of long-term loans					
Guaranteed / Negative pledge		-	1,755	-	1,755
Unsecured		1,650	-	1,650	-
Short-term loans from related parties					
Unsecured	5	-	-	5,156	2,040
		7,549	10,753	10,010	11,593
Non-current					
Long-term loans from financial institutions					
Unsecured		3,750	5,400	3,750	5,400
Long-term loans from related parties					
Unsecured	5	-	-	7,272	6,540
		3,750	5,400	11,022	11,940
Total		11,299	16,153	21,032	23,533

The periods to maturity of interest-bearing liabilities as at 31 March 2008 and 31 December 2007 were as follows:

	Consolidated financial statements		Separate financial statements	
	31 March 2008	31 December 2007	31 March 2008	31 December 2007
<i>(in million Baht)</i>				
Within one year	7,549	10,753	10,010	11,593
After one year but within five years	3,750	5,400	11,022	11,940
Total	11,299	16,153	21,032	23,533

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

As at 31 March 2008 the Group had unutilized credit facilities totalling Baht 22,997 million (*31 December 2007: Baht 24,724 million*).

The principal features of the borrowings were as follows:

- (a) Bank overdrafts are repayable on demand as at 31 March 2008, the Group has a total overdraft facilities amounting to Baht 3,885 million (*31 December 2007: Baht 3,714 million*) which is partially guaranteed by five subsidiaries.
- (b) Short-term loans from financial institutions as at 31 March 2008, the Group has short-term loan facilities from several financial institutions totalling Baht 25,010 million (*31 December 2007: Baht 25,010 million*) with money market rate quoted by bank. The Group utilized those facilities in term of promissory notes issued by the Group to several domestic financial institutions totalling Baht 5,360 million (*31 December 2007: Baht 3,000 million*).

In 2007, the Company issued and offered short-term bill of exchange amounting to Baht 5,000 million to two financial institutions, the said bills represents short-term bill of exchange offered to and exchanged among institutional investors and/or substantial high net worth investors as prescribed in accordance with Notifications of the Securities and Exchange Commission. The Company repaid the short-term bill of exchange at maturity during November 2007 and January 2008. The Company fully repaid the short-term bill of exchange in January 2008 and there was no outstanding balance as at 31 March 2008. (*31 December 2007: Baht 2,000 million*)

- (c) Long-term loan and its current portion as at 31 December 2006 were loan agreements with eight financial institutions to obtain long-term borrowings totalling Baht 26,600 million. Of this, the principal of Baht 23,600 million has a grace period of 2 years and is to be repaid in 36 monthly installments, Baht 654.22 million each for the first 35 installments and Baht 702.2 million for the last installment, from 28 April 2008 to 31 March 2011 with interest at the fixed rates of 5.75% and 6% per annum for the first and the second years, respectively, and MLR-1.5% to MLR-1.75% per annum from the third year onwards, payable monthly, commencing in March 2006. The remaining principal of Baht 3,000 million is to be repaid in eight quarterly installments, Baht 375 million each, from 28 June 2006 to 28 March 2008 with a fixed interest rate of 5.7% per annum, payable quarterly, commencing in June 2006.

The borrowings are fully co-guaranteed by four subsidiaries with a negative pledge made by 17 subsidiaries whereby these subsidiaries agree not to sell, transfer, mortgage, pledge, encumber or grant any preferential right in relation to their land, buildings, plant and machinery.

In 2006 and 2007, the Company partially repaid long-term loans amounting to Baht 22,220 million with accrued interest to seven financial institutions and the interest rate in the second year decrease from 6% to 5% per annum. Subsequently, in March 2008, the Company fully prepaid the remaining long-term loans of Baht 1,380 million with accrued interest to the financial institutions. The fully co-guarantee by four subsidiaries and the negative pledge made by 17 subsidiaries were terminated in March 2008.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

In 2007, the Company entered into a long-term loan agreement with a financial institution in the amount of Baht 4,500 million which is to be repaid monthly in 12 installments, Baht 375 million each, commencing in February 2009. Interest is payable monthly at 5.60% per annum for the first year and 5.75% per annum afterwards. Subsequently, the Company has been granted the reduction of interest rate to be 4.50% per annum for the first year and 4.75% per annum afterwards. In addition, the Company entered into a long-term loan agreement with a financial institution in the amount of Baht 900 million which is to be repaid in 2009. The interest is payable monthly at 3.9625% per annum.

11 Trade accounts payable

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		31 March 2008	31 December 2007	31 March 2008	31 December 2007
		<i>(in million Baht)</i>			
Related parties	5	669	680	-	-
Other parties		1,657	1,569	-	-
Total		2,326	2,249	-	-

12 Segment information

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

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

In preparing segmental information, those liabilities and related interest expense that are not specifically attributable to a particular segment are allocated on a percentage of net assets basis. Management believes this to be a fair indication of the actual use of the liabilities.

Inter-segment transactions are eliminated on consolidation.

Business segments

The Group comprises the following main business segments:

<i>Beer</i>	Production and sales of branded beer products (mostly outside the group);
<i>Spirits</i>	Production and sales of branded spirits products (mostly outside the group);
<i>Non-alcoholic beverages</i>	Production and sales of branded soda, water, energy drinks and fruit drinks products (mostly outside the group); and
<i>Alcohol</i>	Production and sales of alcohol (mostly outside the group)

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Geographical segments

Operating units of the Group are mainly located in Thailand. Portions of product produced from these units are exported directly or indirectly through foreign subsidiaries to external customers. Certain operating units of subsidiaries are located in foreign countries.

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers. Segment assets are based on the geographical location of the assets.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Business segment results

Revenue and results, based on business segments, in the consolidated financial statements for the three-month periods ended 31 March 2008 and 2007 were as follows:

	Beer		Spirits		Non-alcoholic beverages		Alcohol		Elimination		Total	
	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007
	<i>(in million Baht)</i>											
Revenue from sales	11,870	12,364	14,446	13,588	144	-	490	219	(210)	(210)	26,740	25,961
Interest income	1	5	10	5	-	-	-	-	(9)	(2)	2	8
Other income	6	46	42	69	3	-	1	3	(4)	(4)	48	114
Total revenues	11,877	12,415	14,498	13,662	147	-	491	222	(223)	(216)	26,790	26,083
Cost of sales	9,292	9,554	9,657	8,809	129	-	434	186	(204)	(239)	19,308	18,310
Selling and administrative expenses	1,512	1,439	1,872	1,653	70	-	30	32	7	(5)	3,491	3,119
Total expenses	10,804	10,993	11,529	10,462	199	-	464	218	(197)	(244)	22,799	21,429
Profit (loss) before interest and income tax expenses	1,073	1,422	2,969	3,200	(52)	-	27	4	(26)	28	3,991	4,654
Interest expense	44	72	106	217	13	-	6	10	(9)	(2)	160	297
Income tax	267	474	943	1,004	(11)	-	1	1	-	-	1,200	1,479
Net profit (loss)	762	876	1,920	1,979	(54)	-	20	(7)	(17)	30	2,631	2,878

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Business segments financial position

	Beer		Spirits		Non-alcoholic beverages		Alcohol		Total	
	31 March 2008	31 December 2007	31 March 2008	31 December 2007	31 March 2008	31 December 2007	31 March 2008	31 December 2007	31 March 2008	31 December 2007
	<i>(in million Baht)</i>									
Inventories	3,185	3,588	24,607	23,988	294	-	281	481	28,367	28,057
Property, plant and equipment	16,280	17,910	22,553	23,137	1,678	-	2,139	2,169	42,650	43,216
Other assets	1,795	1,817	4,900	5,921	133	-	536	516	7,364	8,254
Total Assets	21,260	23,315	52,060	53,046	2,105	-	2,956	3,166	78,381	79,527
Total debts	3,730	4,444	6,937	11,041	250	-	382	668	11,299	16,153
Other liabilities	2,736	4,065	6,924	4,357	191	-	34	42	9,885	8,464
Total liabilities	6,466	8,509	13,861	15,398	441	-	416	710	21,184	24,617
Capital expenditure										
- Property, plant and equipment	68	58	257	269	420	-	17	7	762	334
- Intangible assets	1	3	1	8	2	-	-	-	4	11
Depreciation	530	577	585	578	65	-	47	49	1,227	1,204
Amortisation	1	1	7	11	-	-	-	-	8	12

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

Geographic segments

The segment financial information of the Group based on geographical segments in the consolidated financial statements for three-month periods ended 31 March were as follows:

	Consolidated financial statements			
	Revenue		Property, plant and equipment	
	31 March 2008	31 March 2007	31 March 2008	31 December 2007
	<i>(in million Baht)</i>			
Thailand	25,979	25,191	41,149	41,613
Overseas	811	892	1,501	1,603
Total	<u>26,790</u>	<u>26,083</u>	<u>42,650</u>	<u>43,216</u>

13 Earnings per share

Basic earnings per share

The calculation of basic earnings per share in the consolidated and separate financial statements for the three-month period ended 31 March 2008 was based on the consolidated and separate net profit for that period attributable to ordinary shareholders of Baht 2,631 million and Baht 175 million, respectively, (2007: consolidated and separate net profit for the three-month period ended 31 March 2007 of Baht 2,878 million and Baht 8.8 million, respectively) and the number of shares outstanding during the period of 25,110 million (2007: 25,110 million).

14 Changes in accounting policy

The following change of accounting policy by the Group has no effect on the separate financial statements of the Company.

Until 31 December 2007, the Group accounted for goodwill arising from a business combination at cost less accumulated amortisation. Amortisation was charged to the statement of income over the estimated useful life of 20 years.

During 2007, the Federation of Accounting Professions issued Thai Accounting Standard (TAS) 43 (revised 2007) "Business Combinations" which is effective for annual accounting periods beginning on or after 1 January 2008. TAS 43 (revised 2007) requires that the acquirer shall, at the acquisition date, recognise goodwill acquired in a business combination as an asset at cost. After initial recognition, goodwill shall be measured at cost less any accumulated impairment losses.

The Group has, accordingly, changed its accounting policy for goodwill prospectively from 1 January 2008. The effect of the change in accounting policy on the Group's consolidated financial statements for the three-month period ended 31 March 2008 is to reduce the charge to the statement of income resulting from the amortisation of goodwill that would have been recognised under the previous accounting policy by approximately Baht 12.6 million, with a corresponding increase in reported profit for the period. Management has determined that there is no impairment in the carrying value of goodwill as at 31 March 2008.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

15 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2008	31 December 2007	31 March 2008	31 December 2007
	<i>(in million Baht)</i>			
Capital commitments				
<i>Contracted but not provided for</i>				
Land, buildings and other constructions	64	217	-	-
Machinery and equipment	115	218	-	-
Total	179	435	-	-
Non-cancellable operating lease commitments				
Within one year	149	165	9	9
After one year but within five years	105	157	12	14
Total	254	322	21	23
Other commitments				
Unused letters of credits	122	86	-	-
Sale of forward contracts	425	524	217	217
Purchase of forward contracts	4,104	5,036	-	-
Bank guarantees	281	247	31	31
Goods and raw materials purchasing agreements	3,694	4,386	-	-
Molasses purchasing agreements	252	296	-	-
Computer system installation agreements	57	53	39	53
Advertising services and sponsorship agreements	824	154	-	-
Others	58	60	18	1
Total	9,817	10,842	305	302

- (a) During 2004, the Company and four subsidiaries entered into production and blending control agreements with a specialist for a period of 40 years from 1 August 2004 to 1 August 2044. Under the agreements, the Company and its subsidiaries are obliged to pay monthly service fees of Baht 4.3 million which are to be annually increased by 5% for the first 20 years from 1 August 2004 to 1 August 2024. Afterwards, the Company and its subsidiaries have to pay monthly service fees of Baht 250,000 until the expiration of the agreements. Service fee under the agreements totaled Baht 1,766.2 million. Subsequently, the addendums were made on 5 January 2006, under which the Company and its subsidiaries have to pay additional amount to this specialist amounting to Baht 2,000 million. Therefore, the total service fees under the agreements both outstanding and already paid by the Company and its subsidiaries amounted to Baht 3,766.2 million.

As at 31 March 2008 the remaining commitments to be paid, relating to these agreements, amounted to Baht 1,564 million.

Thai Beverage Public Company Limited and its Subsidiaries

Notes to the interim financial statements

For the three-month period ended 31 March 2008 (Unaudited)

- (b) During 2005, a subsidiary renewed a sponsorship agreement with Everton Football Club, in the United Kingdom, for a period of three years as from 1 June 2005 to 31 May 2008 in order to promote the Group's businesses globally. Under the agreement, the subsidiary is obliged to pay a minimum amount of GBP 0.5 million and a maximum amount of GBP 2.9 million per year, dependent on the performance of Everton football team in each year.

Subsequently, on 17 January 2008, the sponsorship agreement was extended to another period of three years as from 1 June 2008 to 31 May 2011. The subsidiary is obliged to pay a minimum amount of GBP 0.5 million and a maximum amount of GBP 3.5 million per year, dependent on the performance of Everton football team in each year.

16 Events after the balance sheet date

- (a) At the annual general meeting of the shareholders of the Company held on 28 April 2008, the shareholders approved the appropriation of dividend of Baht 0.29 per share, amounting to Baht 7,282 million. On 11 September 2007, the interim dividend was paid of Baht 0.12 per share, totalling Baht 3,013 million. The remaining dividend payment of Baht 0.17 per share, totalling Baht 4,269 million will be paid on 26 May 2008.
- (b) The Board of Directors of the Company at their meeting held on 14 May 2008 unanimously approved the investment in 82,314,537 shares which represent 43.9% in share capital of Oishi Group Public Company Limited, a company listed in the Stock Exchange of Thailand, from Yodkij Business Co., Ltd., a company affiliated with the controlling shareholders of the Company at Baht 37 per share, totalling Baht 3,045.64 million. The Board of Directors also approved the sale of its 100% investment in shares of Thai Alcohol Public Company Limited to Damrongfah Co., Ltd., another company affiliated with the controlling shareholders of the Company at the total value of Baht 1,590.95 million. The share prices of both companies were valued by PrimePartners Corporate Finance Pte Ltd, a licensed independent financial adviser granted by the Monetary Authority of Singapore. The Board of Directors also approved in principle of calling for the extraordinary meeting of the shareholders to consider the aforementioned acquisition and resolved to authorise the Chairman to set the date, time and venue of the meeting and the closing date of share register to identify the right of the attendants and conduct any related performance as stipulated by associated laws or regulations necessary to complete the aforementioned acquisition.

17 Reclassification of accounts

Certain accounts in the 2007 financial statements have been reclassified to conform to the presentation in the 2008 interim financial statements.

18 Significant differences between Thai GAAP and IFRS (unaudited/ unreviewed)

These consolidated financial statements have been prepared in accordance with generally accepted accounting principles in Thailand ("Thai GAAP"), which differ in certain significant respects from International Financial Reporting Standards ("IFRS"). The following disclosure provides a summary of certain significant differences between Thai GAAP and IFRS, as applicable to the consolidated financial statements of the Group, and a reconciliation of net profit and total shareholders' equity from Thai GAAP to IFRS. Neither the narrative summary nor the reconciliation should be construed as being exhaustive or presented fairly in all material respects and are provided for information purposes only.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

(a) *Deferred tax*

There is no Thai accounting standard currently effective in relation to accounting for deferred taxes. Whilst not specifically addressed in Thai GAAP, provisions for income taxes of the Group are typically based on corporate income taxes currently payable in the period under the Revenue Code of Thailand. The Group does not, therefore, recognise deferred tax assets and liabilities for the current period.

Under IFRS, provision is made for deferred tax using a balance sheet approach, with deferred tax calculated on temporary differences, being the differences between the tax and the book values of assets and liabilities. The deferred tax charge or credit is the change in the period in deferred tax liabilities and assets. Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be fully utilised.

(b) *Employee benefits*

There is currently no Thai accounting standard in relation to accounting for employee benefits, including termination, retirement and post-retirement benefits. The Group's primary obligations in respect of employee benefits are contributions on behalf of employees to provident funds and the payment of statutory severance benefits on retirement and terminating employment involuntarily. Severance termination and retirement benefits vary according to various factors, including the employee's service life and salary. Whilst not specifically addressed in Thai GAAP, contributions are charged as an expense as incurred.

Under IFRS, employee benefits are accounted for in accordance with IAS No. 19 *Employee Benefits*. Accordingly, termination benefits are recognised as a liability and an expense when, and only when, the enterprise is demonstrably committed to either terminate the employment of an employee or group of employees before the normal retirement date or provide termination benefits as a result of an offer made in order to encourage voluntary redundancy.

Retirement benefits are recognised as a liability, being the net total of the present value of the obligation at the balance sheet date less the fair value of any plan assets and recognised as an expense the net total of current service costs, interest costs, past service costs and any actuarial gains and losses.

(c) *Financial instruments*

Thai GAAP has certain disclosure requirements for financial instruments, but only limited guidance on the recognition and measurement of financial instruments. The Group has decided not to recognise derivative financial instruments on the balance sheet. However, foreign currency assets and liabilities hedged by these contracts are translated into Thai Baht at exchange rates prevailing on the balance sheet date.

Under IFRS, derivative financial instruments are recognised on the balance sheet as either an asset or a liability initially at cost, which is the fair value of consideration given (in the case of an asset) or received (in the case of a liability). Transaction costs are included in the initial measurement. Subsequent to initial recognition, derivative financial instruments are stated at fair value. Movements in fair values are recognised in the consolidated statement of income.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

(d) Investment in property

In accordance with Thai GAAP, owned land held to earn rentals is classified as part of property, plant and equipment. This land is carried at a revalued amount less any subsequent accumulated impairment losses. Movements on the revaluation surplus are reflected in equity.

Under IFRS, owned property held to earn rentals is classified as part of investment property. This is covered by IAS No. 40 *Investment Property*. IAS No. 40 allows enterprises to choose either a fair value model or a cost model to measure investment property.

In accordance with the fair value model, an enterprise should measure all of its investment property at its fair value. A gain or loss arising from a change in the fair value of investment property should be included in net profit or loss for the period in which it arises.

In accordance with the cost model, land and buildings held as investment property should be measured at cost less any accumulated impairment losses.

For the purposes of disclosure under IFRS, the Group has adopted the cost model for investment property consisting of both land and buildings. For Thai GAAP, the land has been revalued while the buildings have not.

(e) Business combination (Goodwill)

Until 31 December 2007, Thai GAAP requires goodwill acquired in business combination to be systematically amortised over its estimated useful life, although its useful life should not exceed 20 years from initial recognition.

During 2007, Thai GAAP on goodwill was revised in accordance with IFRS which is effective for accounting period beginning on or after 1 January 2008.

Under the newly revised Thai GAAP, acquired goodwill is measured after initial recognition at cost less any accumulated impairment losses. Therefore, goodwill is not amortised and must be tested for impairment annually or more frequently if events or changes in circumstances indicate that it might be impaired.

	Consolidated net profit	
	Three months period ended 31 March 2008	Three months period ended 31 March 2007
	<i>(in million Baht)</i>	
As reported in these consolidated financial statements under Thai GAAP	2,631	2,878
<i>Add (less) : Thai GAAP/IFRS differences (net of tax effect)</i>		
(a) Deferred tax	87	87
(b) Employee benefits	(18)	(17)
(c) Financial instruments	(145)	(55)
(d) Business combination (Goodwill)	-	11
Under IFRS	2,555	2,904

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2008 (Unaudited)

	Consolidated	
	31 March 2008	31 December 2007
	total shareholders' equity	
	<i>(in million Baht)</i>	
As reported in these consolidated financial statements under Thai GAAP	57,198	54,910
<i>Add (less) : Thai GAAP/IFRS differences (net of tax effect)</i>		
(a) Deferred tax	(549)	(636)
(b) Employee benefits	(599)	(581)
(c) Financial instruments	(133)	12
(d) Investment in property	(47)	(47)
(e) Business combination (Goodwill)	102	102
Under IFRS	<u>55,972</u>	<u>53,760</u>