

**Thai Beverage Public Company Limited and its Subsidiaries**  
**Statements of changes in shareholders' equity**  
**For the years ended 31 December 2006 and 2005**

	Note	Issued and paid-up share capital	Differences arising from common control transactions	Share premium	Consolidated (2005 : Restated)			Retained earnings			Total shareholders' equity
					Reserve	Currency translation changes (in Baht)	Fair value changes and revaluation surpluses	Legal reserve	Unappropriated	shareholders' equity	
<b>Balance at 1 January 2005</b>		22,000,000,000	(6,218,164,735)	-	(2,980)	6,699,299,782	2,500,000	11,270,619,942	33,754,252,009		
Changes in shareholders' equity for 2005											
Surplus on property revaluation	19	-	-	-	-	(114,483,767)	-	-	(114,483,767)		
Unrealised loss on investment		-	-	-	-	(80,571)	-	-	(80,571)		
Unrealised loss on investment		-	-	-	-	(80,571)	-	-	(80,571)		
Unrealised loss on investment		-	-	-	-	(80,571)	-	-	(80,571)		
Currency translation changes		-	(17,692,922)	-	(5,338,491)	-	-	-	(23,023,423)		
Net expense recognised directly in shareholders' equity		-	(17,692,922)	-	(5,338,491)	-	-	-	(23,023,423)		
Net profit	4	-	208,474,751	-	(3,338,491)	(114,564,338)	-	10,132,779,356	10,237,254,107		
Total recognised income and expense		-	186,781,819	-	(5,338,491)	(114,564,338)	-	10,132,779,356	10,199,657,346		
Consideration paid to shareholders of subsidiaries for the common control transactions	4	-	(9,645,998,710)	-	-	-	-	-	(9,645,998,710)		
Increase in share capital in subsidiaries before business restructuring	4	-	46,592,950	-	-	-	-	-	46,592,950		
Legal reserve		-	-	-	-	-	1,107,500,000	(1,107,500,000)	-		
Dividends		-	-	-	-	-	-	(2,640,000,000)	(2,640,000,000)		
<b>Balance at 31 December 2005</b>		22,000,000,000	(15,630,789,676)	-	(5,341,471)	6,584,736,444	3,110,000,000	17,655,899,298	31,714,533,595		
Changes in shareholders' equity for 2006											
Surplus on property revaluation		-	-	-	-	1,528,135	-	-	1,528,135		
Currency translation changes		-	(8,543,855)	-	(14,166,863)	-	-	-	(22,710,718)		
Net expense recognised directly in shareholders' equity		-	(8,543,855)	-	(14,166,863)	-	-	-	(21,182,583)		
Net profit		-	(23,871,662)	-	(14,166,863)	1,528,135	-	10,078,648,807	10,054,777,144		
Total recognised income and expense		-	(32,415,517)	-	(14,166,863)	1,528,135	-	10,078,648,807	10,033,594,561		
Consideration paid to shareholders of subsidiaries for the common control transactions	4	-	(1,505,240,976)	-	-	-	-	-	(1,505,240,976)		
Increase in share capital in subsidiaries before business restructuring	4	-	27,039,805	-	-	-	590,000,000	(590,000,000)	27,039,805		
Legal reserve		-	-	-	-	-	-	-	-		
Dividends	26	-	-	-	-	-	-	-	-		
Issue of share capital	18	3,110,025,000	-	17,215,736,603	-	-	-	-	20,325,761,603		
<b>Balance at 31 December 2006</b>		25,110,025,000	(17,141,406,365)	17,215,736,603	(9,508,334)	6,586,263,579	1,700,000,000	19,102,445,285	52,553,555,838		

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 years ended 31 December 2006 and 2005

	Note	The Company					Total shareholders' equity		
		Issued and paid-up share capital	Difference arising from common control transactions	Share premium	Reserves	Retained earnings			
					Currency translation changes	Fair value changes and revaluation surpluses	Legal reserve	Unappropriated	
<b>Balance at 1 January 2005</b>		22,000,000,000	(9,652,618,122)	-	(2,980)	6,699,299,782	2,504,000	14,270,619,942	30,319,998,622
<b>Changes in shareholders' equity for 2005</b>									
Surplus on property revaluation	19	-	-	-	-	(114,483,767)	-	-	(114,483,767)
Unrealised loss on investment		-	-	-	-	(80,571)	-	-	(80,571)
Current transfers changes		-	-	-	(5,338,491)	-	-	-	(5,338,491)
Net expense recognised directly in shareholders' equity		-	-	-	(5,338,491)	(114,564,338)	-	-	(119,902,829)
Net profit		-	-	-	-	-	-	10,132,779,356	10,132,779,356
Total recognised income and expense		-	-	-	(5,338,491)	(114,564,338)	-	10,132,779,356	10,012,876,327
Difference arising from common control transactions	4	-	(6,326,646,711)	-	-	-	1,107,500,000	(1,107,500,000)	(6,326,646,711)
Legal reserve		-	-	-	-	-	-	(2,640,000,000)	(2,640,000,000)
Dividends		-	-	-	-	-	-	17,655,999,298	17,655,999,298
<b>Balance at 31 December 2005</b>		22,000,000,000	(15,979,264,833)	-	(8,341,471)	6,584,725,444	1,110,000,000	17,655,999,298	31,366,025,438
<b>Changes in shareholders' equity for 2006</b>									
Surplus on property revaluation	19	-	-	-	-	1,528,135	-	-	1,528,135
Current transfers changes		-	-	-	(14,166,863)	-	-	-	(14,166,863)
Net expense recognised directly in shareholders' equity		-	-	-	(14,166,863)	1,528,135	-	-	(12,638,728)
Net profit		-	-	-	-	-	-	10,078,648,807	10,078,648,807
Total recognised income and expense		-	-	-	(14,166,863)	1,528,135	-	10,078,648,807	10,065,010,079
Difference arising from common control transactions		-	(1,162,141,332)	-	-	-	590,000,000	(590,000,000)	(1,162,141,332)
Legal reserve		-	-	-	-	-	-	(8,042,102,750)	(8,042,102,750)
Dividends	26	-	-	-	-	-	-	-	-
Issue of share capital	18	3,110,025,000	-	17,215,736,603	-	-	-	-	20,325,761,603
<b>Balance at 31 December 2006</b>		25,110,025,000	(17,141,406,365)	17,215,736,603	(19,508,334)	6,586,262,579	1,700,000,000	19,102,445,355	52,553,555,838

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 years ended 31 December 2006 and 2005**

	Note	Consolidated		The Company	
		2006	2005 (Restated) (in Baht)	2006	2005
<i>Cash flows from operating activities</i>					
Net profit		10,054,777,144	10,337,254,107	10,078,648,807	10,132,779,356
<i>Adjustments for</i>					
Depreciation and amortisation		4,652,102,246	4,432,147,625	24,071,862	7,837,319
Interest income		(56,452,361)	(71,522,742)	(858,621,337)	(616,562,118)
Interest expense		1,568,631,172	1,741,805,230	2,253,267,473	1,775,183,024
Amortisation of advance payments					
to a specialist		50,000,000	70,833,333	9,375,000	13,281,250
Allowance for obsolete inventories		354,960,794	179,217,640	-	-
Allowance for impairment loss on equipment		-	921,096	-	-
Loss on sale and disposal					
of property, plant and equipment		4,734,397	80,027,724	50,309	-
Unrealised loss on exchange rate		11,720,775	15,879,762	16,321,434	-
Loss on sale of investment		708,828	3,465,809	-	-
Allowance for decline in value of investments		-	(1,135,640)	-	-
Share of profits from investments					
accounted for using the equity method		(23,684,083)	(22,035,776)	(9,128,590,784)	(9,812,306,781)
Income tax expense		4,322,890,312	4,743,184,044	149,318,356	150,137,320
		<u>20,940,409,224</u>	<u>21,510,042,212</u>	<u>2,543,841,120</u>	<u>1,650,349,370</u>
<i>Changes in operating assets and liabilities</i>					
Trade accounts receivable		143,293,100	209,688,035	-	-
Amounts due from related parties		36,148,718	5,031,748,818	(354,909,409)	(880,381,965)
Inventories		76,897,733	4,538,613,438	-	-
Other current assets		657,219,479	963,126,112	(7,432,139)	(9,331,464)
Trade accounts payable		583,226,076	(320,059,744)	-	-
Amounts due to related parties		46,080,798	(229,335,116)	5,885,734	7,509,246
Other current liabilities		(1,637,370,959)	2,053,429,124	60,617,406	105,665,053
Other non-current liabilities		(3,520,637)	(25,705,031)	-	-
Advance payments to a specialist	28	(2,000,000,000)	-	(375,000,000)	-
Income taxes paid		(4,671,000,532)	(5,164,843,709)	(198,576,232)	(62,476,074)
<b>Net cash provided by operating activities</b>		<u>14,171,383,060</u>	<u>28,566,704,139</u>	<u>1,674,426,480</u>	<u>811,334,166</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 years ended 31 December 2006 and 2005**

	Note	Consolidated		The Company	
		2006	2005 (Restated) (in Baht)	2006	2005
<b>Cash flows from investing activities</b>					
Interest received		58,093,432	69,514,872	847,583,522	573,221,540
Dividends received		16,975,616	23,385,005	8,055,408,868	5,235,676,477
Current investments		3,640,990	(8,469,902)	-	-
Short-term loans to related parties		40,850,000	376,838,008	(1,144,799,640)	1,656,000,000
Investments accounted for using the equity method		-	-	(509,999,340)	(535,046,490)
Consideration paid to shareholders of subsidiaries for the common control transactions		(1,505,240,976)	(9,645,998,710)	-	(9,619,911,346)
Increase in share capital in subsidiaries before business restructuring		27,039,805	46,592,950	-	-
Sale of long-term investments	26	-	1,111,381,960	-	-
Purchase of property, plant and equipment		(4,038,539,449)	(7,302,013,424)	(111,780,397)	(68,425,187)
Sale of property, plant and equipment		50,253,932	581,007,562	58,906	-
Purchase of intangible assets		(13,060,373)	(73,555,660)	(6,666,764)	(8,206,360)
Other non-current assets		(25,023,220)	9,626,623	(4,716,900)	(68,000)
<b>Net cash provided by (used in) investing activities</b>		<b>(5,383,010,217)</b>	<b>(14,811,690,716)</b>	<b>7,125,088,255</b>	<b>(2,766,759,366)</b>
<b>Cash flows from financing activities</b>					
Interest paid		(1,420,545,600)	(1,741,800,683)	(2,086,173,156)	(1,731,616,587)
Dividends paid	26	(8,042,102,750)	(2,640,000,000)	(8,042,102,750)	(2,640,000,000)
Bank overdrafts and short-term loans from financial institutions		(33,405,319,840)	(5,223,957,520)	(33,370,440,734)	(1,528,565,682)
Proceeds from short-term guaranteed bonds		4,700,000,000	-	4,700,000,000	-
Repayment of short-term guaranteed bonds		(2,500,000,000)	-	(2,500,000,000)	-
Short-term loans from related parties		629,727,420	(514,822,212)	1,815,500,000	7,856,400,000
Proceeds from long-term guaranteed bonds		5,300,000,000	-	5,300,000,000	-
Proceeds from long-term loans from financial institutions		26,600,000,000	-	26,600,000,000	-
Repayment of long-term loans from financial institutions		(22,431,600,000)	(1,320,000,000)	(21,345,000,000)	-
Proceeds from issue of shares	18	20,325,761,603	-	20,325,761,603	-
<b>Net cash provided by (used in) financing activities</b>		<b>(10,244,079,167)</b>	<b>(11,440,580,415)</b>	<b>(8,802,455,037)</b>	<b>1,956,217,731</b>
Currency translation changes	19	(22,710,718)	(23,032,423)	-	-
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>(1,478,417,042)</b>	<b>2,291,400,585</b>	<b>(2,940,302)</b>	<b>792,531</b>
Cash and cash equivalents at beginning of year		3,397,994,012	1,106,593,427	18,562,884	17,770,353
Cash and cash equivalents at end of year	6	<u>1,919,576,970</u>	<u>3,397,994,012</u>	<u>15,622,582</u>	<u>18,562,884</u>

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

**Thai Beverage Public Company Limited and its Subsidiaries**  
**Notes to the financial statements**  
**For the years ended 31 December 2006 and 2005**

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**Thai Beverage Public Company Limited and its Subsidiaries**  
**Notes to the financial statements**  
**For the years ended 31 December 2006 and 2005**

These notes form an integral part of the financial statements.

The financial statements were authorised for issue by the directors on 27 February 2007.

**I 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 are as follows:

	Type of business	Country of incorporation	Ownership interest (%)	
			2006	2005
<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. Puengfuanant Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
5. Mongkolsamai Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
6. Thanapakd Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
7. Kanchanasingkom Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
8. Sura Bangyukhan Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
9. Athimart Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
10. S.S. Kamsura Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
11. Kankwan Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
12. Theperonothai 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. Netechai 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. Pomchak 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 Kijjakam 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 Nakom Co., Ltd.	Spirits distributor	Thailand	100.00	100.00
31. Num Thurakij Co., Ltd.	Spirits distributor	Thailand	100.00	100.00

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	Type of business	Country of incorporation	Ownership Interest (%)	
			2006	2005
32. Thipchelothon Co., Ltd.	Beer and spirits agency	Thailand	100.00	100.00
33. Krittayabun Co., Ltd.	Beer and spirits agency	Thailand	100.00	100.00
34. Surathip Co., Ltd.	Spirits agency	Thailand	100.00	100.00
35. Suntronpicom Co., Ltd.	Spirits agency	Thailand	100.00	100.00
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. Maharas Agri Co., Ltd.	Japanese rice farming	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 equipment and supplies	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. Sahatipkamkongsong 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. Dhospak 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. 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
<i>Indirect subsidiaries</i>				
54. Thai Thum Distillery Co., Ltd. #	Trading of spirits	Thailand	99.90	99.90
55. Sura Piset Sahasan Co., Ltd. #	Production and distribution of spirits	Thailand	100.00	100.00
56. Sura Piset Sampan Co., Ltd. #	Production and distribution of spirits	Thailand	100.00	100.00
57. Sura Piset Phatra Lanna Co., Ltd. #	Production and distribution of spirits	Thailand	100.00	100.00
58. Muengkij Co., Ltd. #	Import of oak woods	Thailand	100.00	100.00
59. Snt 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. Vlayathan 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	-
65. InterBev Malaysia Sdn. Bhd.	Trading of alcoholic beverages	Malaysia	100.00	-
66. InterBev USA Inc.	Trading of alcoholic beverages	United States of America	100.00	-
67. Best Spirits Company Limited***	Trading of alcoholic beverages	Hong Kong	100.00	-
68. Pacific Spirits (UK) Limited***	Holding company	United Kingdom	100.00	-

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**Notes to the financial statements**  
**For the years ended 31 December 2006 and 2005**

	Type of business	Country of incorporation	Ownership interest (%)	
			2006	2005
<i>Subsidiaries of indirect subsidiaries****</i>				
69. Blainmhor Limited	Production and distribution of spirits	United Kingdom	100.00	-
70. Inver House Distillers Limited	Production and distribution of spirits	United Kingdom	100.00	-
71. Blainmhor Distillers Limited	Spirits distillery	United Kingdom	100.00	-
72. Wee Beastie Limited	Trading of alcoholic beverages	United Kingdom	100.00	-
73. Speyburn-Glenlivet Distillery Company Limited #	Dormant	United Kingdom	100.00	-
74. The Knockdhu Distillery Company Limited #	Dormant	United Kingdom	100.00	-
75. The Pulteney Distillery Company Limited #	Dormant	United Kingdom	100.00	-
76. The Balblair Distillery Company Limited #	Dormant	United Kingdom	100.00	-
77. R. Carmichael & Sons Limited #	Dormant	United Kingdom	100.00	-
78. J MacArthur Junior & Company Limited #	Dormant	United Kingdom	100.00	-
79. Mason & Summers Limited #	Dormant	United Kingdom	100.00	-
80. Hankey Bannister Limited #	Dormant	United Kingdom	100.00	-
81. James Catto & Company Limited #	Dormant	United Kingdom	100.00	-
82. Glen Calder Blenders Limited #	Dormant	United Kingdom	100.00	-
83. Moffat & Towers Limited # (Formerly: Blainmhor Blender Limited)	Dormant	United Kingdom	100.00	-
<i>Associates of indirect subsidiaries*****</i>				
84. Liqueurland Limited	Off licences	United Kingdom	49.00	-
85. Inver House Polska Limited #	Spirits distillery	Poland	40.00	-
86. Inver House Distribution SA #	Spirits distillery	France	50.00	-

\* These subsidiaries were changed from indirect subsidiaries to direct subsidiaries in 2006.

\*\* These subsidiaries were transferred from ultimate controlling shareholder controlled the business to the Company in 2005.

\*\*\* These subsidiaries were transferred from ultimate controlling shareholder controlled the business to the Company in 2006.

\*\*\*\* Subsidiaries of Pacific Spirits (UK) Limited

\*\*\*\*\* Associates of Pacific Spirits (UK) Limited

# These are currently non-trading.



**Thai Beverage Public Company Limited and its Subsidiaries**  
**Notes to the financial statements**  
**For the years ended 31 December 2006 and 2005**

**2 Basis of preparation of the financial statements**

The 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 financial statements are prepared in accordance with Thai Accounting Standards ("TAS") including related interpretations and guidelines promulgated by the Federation of Accounting Professions ("FAP") and with generally accepted accounting principles in Thailand.

The financial statements are presented in Thai Baht, rounded in the notes to the financial statements to the nearest million, unless otherwise stated. They are prepared on the historical cost basis except for the following assets which are stated at fair value: land and investments in available-for-sale securities.

The preparation of financial statements in conformity with TAS requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying amounts of assets and liabilities that are not readily apparent from other sources.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

**3 Significant accounting policies**

**(a) Basis of consolidation**

The consolidated financial statements relate to the Company and its subsidiaries (together referred to as the "Group") and the Group's interest in associates.

Significant intra-group transactions between the Company and its subsidiaries are eliminated on consolidation.

*Subsidiaries*

Subsidiaries are those companies controlled by the Company. Control exists when the Company has the power, directly or indirectly, to govern the financial and operating policies of a company so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

*Associates*

Associates are those companies in which the Group has significant influence, but not control, over the financial and operating policies. The consolidated financial statements include the Group's share of the total recognised gains and losses of associates on an equity accounted basis, from the date that significant influence commences until the date that significant influence ceases. When the Group's share of losses exceeds its interest in an associate, the Group's carrying amount is reduced to nil and recognition of further losses is discontinued except to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the associate.

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*Business combinations*

Business combinations involving businesses under common control have been accounted for in a manner similar to a pooling of interests, whereby the assets, liabilities and contingent liabilities transferred have been accounted for at book values.

Business combinations are accounted for using the purchase method. The cost of an acquisition is measured at the fair value of the assets given, equity instruments issued and liabilities incurred or assumed at the date of exchange, plus costs directly attributable to the acquisition.

**(b) Foreign currencies**

*Foreign currency transactions*

Transactions in foreign currencies are translated to Thai Baht at the foreign exchange rates ruling at the date of the transactions.

Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated to Thai Baht at the foreign exchange rates ruling at that date. Foreign exchange differences arising on translation are recognised in the statement of income.

Non-monetary assets and liabilities measured at cost in foreign currencies are translated to Thai Baht using the foreign exchange rates ruling at the dates of the transactions.

*Foreign entities*

The assets and liabilities of foreign entities are translated to Thai Baht at the average foreign exchange rates ruling at the balance sheet date.

The revenues and expenses of foreign entities are translated to Thai Baht at rates approximating the average foreign exchange rates ruling at the dates of the transactions.

Foreign exchange differences arising on translation are recognised in a separate component of equity until disposal of the investments.

**(c) Derivative financial instruments**

Forward exchange contracts are treated as off-balance sheet items.

**(d) Cash and cash equivalents**

Cash and cash equivalents comprise cash balances, call deposits and highly liquid short-term investments. Bank overdrafts that are repayable on demand are a component of financing activities for the purpose of the statement of cash flows.

**(e) Trade and other accounts receivable**

Trade and other accounts receivables (including balances with related parties) are stated at their invoice value less allowance for doubtful accounts.

The allowance for doubtful accounts is assessed primarily on analysis of payment histories and future expectations of customer payments. Bad debts are written off when incurred.

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**(f) Inventories**

Inventories are stated at the lower of cost and net realisable value.

Cost of raw material, packaging materials, work in progress and finished goods is calculated using the weighted average cost formula and comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. In the case of manufactured inventories and work-in-progress, cost includes an appropriate share of overheads based on normal operating capacity.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs to complete and to make the sale.

**(g) Investments**

*Investments in subsidiaries and associates*

Investments in subsidiaries in the separate financial statements of the Company are accounted for using the equity method.

Investments in associates in the consolidated financial statements of the Company are accounted for using the equity method.

*Investments in other equity securities*

Marketable equity securities are classified as being available-for-sale and are stated at fair value, with any resultant gain or loss being recognised directly in equity. The exceptions are impairment losses, which are recognised in the statement of income.

Equity securities which are not marketable are stated at cost less impairment losses.

The fair value of financial instruments classified as available-for-sale is determined as the quoted bid price at the balance sheet date.

*Disposal of investments*

On disposal of an investment, the difference between net disposal proceeds and the carrying amount together with the associated cumulative gain or loss that was reported in equity is recognised in the statement of income.

**(h) Property, plant and equipment**

*Owned assets*

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses except for land, which is stated at its revalued amount. The revalued amount is the fair value.

Property that is being constructed or developed for future use is classified as property, plant and equipment and stated at cost until construction or development is complete.

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*Leased assets*

Leases in terms of which the Group substantially assumes all the risk and rewards of ownership are classified as finance leases. Property, plant and equipment acquired by way of finance leases is capitalised at the lower of its fair value and the present value of the minimum lease payments at the inception of the lease, less accumulated depreciation and impairment losses. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly to the statement of income.

*Revalued assets*

Revaluations are performed by independent professional valuers with sufficient regularity. The Group's policy requires an appraisal to be conducted every three to five years or when there are factors that might materially impact the value of the land, to ensure that the carrying amount of these assets does not differ materially from that which would be determined using fair values at the balance sheet date.

Any increase in value, on revaluation, is credited to equity under the heading "revaluation surplus" unless it offsets a previous decrease in value recognised in the statement of income in respect of the same asset. A decrease in value is recognised in the statement of income to the extent it exceeds an increase previously recognised in equity in respect of the same asset. Upon disposal of a revalued asset, any related revaluation surplus is transferred from equity to retained earnings and is not taken into account in calculating the gain or loss on disposal.

*Subsequent expenditure*

Subsequent expenditure relating to an item of property, plant and equipment is added to the carrying amount of the asset when it is probable that the future economic benefits in excess of the originally assessed standard of performance of the existing asset will flow to the Group. All other subsequent expenditure is recognised as an expense in the period in which it is incurred.

*Depreciation*

Depreciation is charged to the statement of income on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment. The estimated useful lives are as follows:

Land improvement	5-20 years
Building and structures	5-40 years
Building improvements	5-20 years
Machinery and equipment	4-40 years
Oak barrels	10-20 years
Furniture, fixtures and office equipment	3-10 years
Vehicles	5-10 years

No depreciation is provided on freehold land and assets under construction.

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**(j) Intangible assets**

*Goodwill*

Goodwill in a business combination represents the excess of the cost of acquisition over the fair value of the Group's share of the identifiable net assets acquired.

Goodwill is stated at cost less accumulated amortisation and impairment loss.

*Other intangible assets*

Intangible assets that are acquired by the Group are stated at cost less accumulated amortisation and impairment losses.

*Amortisation*

Amortisation is charged to the statement of income on a straight-line and unit of production basis over the estimated useful lives of the assets. Intangible assets are amortised from the date that they are available for use. The estimated useful lives are as follows:

Trademark	10 years (straight-line method)
Computer software	3-10 years (straight-line method)
Broadcasting rights	4 years (unit of production method)
Leasehold	Lease term (straight-line method)
Goodwill	20 years (straight-line method)

**(j) Impairment**

The carrying amounts of the Group's assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated.

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. The impairment loss is recognised in the statement of income unless it reverses a previous revaluation credited to equity, in which case it is charged to equity.

**(k) Interest-bearing liabilities**

Interest-bearing liabilities are recognised initially at fair value less attributable transaction charges. Subsequent to initial recognition, interest-bearing liabilities are stated at amortised cost with any difference between cost and redemption value being recognised in the statement of income over the period of the borrowings on an effective interest basis.

**(l) Trade and other accounts payable**

Trade and other accounts payable (including balances with related parties) are stated at cost.

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**(m) Provisions**

A provision is recognised in the balance sheet when the Group has a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

**(n) Difference arising from common control transactions**

Difference arising from common control transactions relates to the restructuring of businesses under the common control of the ultimate majority shareholder of the Company and arises from the difference between the cost of the combination and the carrying amounts of net identifiable assets at the date of combination (except for businesses acquired that are not under common control, net identifiable assets are measured at the fair value). The Company recognises the difference arising from common control transactions under shareholders' equity until disposal of the investment.

**(o) Revenue**

Revenue excludes value added taxes or other sales taxes and is arrived at after deduction of trade discounts.

*Sale of goods and services rendered*

Revenue is recognised in the statement of income when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognised if there is continuing management involvement with the goods or there are significant uncertainties regarding recovery of the consideration due, associated costs, or the probable return of goods. Service income is recognised as services are provided.

When the outcome of a contract for the rendering of services can be estimated reliably, contract revenue is recognised in the statement of income by reference to the stage of completion of the contract activity at the balance sheet date. When the outcome of the contract cannot be estimated reliably, revenue is recognised only to the extent of the expenses recognised that are recoverable.

*Construction contracts*

When the outcome of a construction contract can be estimated reliably, contract revenue and expenses are recognised in the statement of income by reference to the stage of completion of the contract activity at the balance sheet date. The stage of completion is assessed the percentage of completion method, which is measured by the project engineer. When it is probable that total contract costs will exceed total contract revenue, the expected loss is recognised immediately as an expense in the statement of income.

*Interest and dividend income*

Interest income is recognised in the statement of income as it accrues. Dividend income is recognised in the statement of income on the date the Company's / the Group's right to receive payments is established which in the case of quoted securities is usually the ex-dividend date.

**Thai Beverage Public Company Limited and its Subsidiaries**  
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**(p) Expenses**

*Operating leases*

Payments made under operating leases are recognised in the statement of income on a straight line basis over the term of the lease. Lease incentives received are recognised in the statement of income as an integral part of the total lease payments made. Contingent rentals are charged to the statement of income in the accounting period in which they are incurred.

*Finance costs*

Interest expenses and similar costs are charged to the statement of income in the period in which they are incurred, except to the extent that they are capitalised as being directly attributable to the acquisition, construction or production of an asset which necessarily takes a substantial period of time to be prepared for its intended use or sale. The interest component of finance lease payments is recognised in the statement of income using the effective interest rate method.

*Research and development*

Research and development costs, including costs of developing new drinks products and package design is expensed in the period in which it is incurred.

Other income and expenses are recognised on an accrual basis.

**(q) Income tax**

Income tax on the profit or loss for the year comprises current tax. Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

**4 Business restructuring**

The Company was formed in 2003 to combine the separate beverages businesses of the ultimate controlling shareholder group, the Siriwadhanabhakdi family, which were held as part of the operations of 89 separate companies, into a single group of companies. Of these, 65 businesses were transferred between 2003 and 2004, four businesses were transferred during 2005 and 20 businesses were transferred during 2006. Prior to the restructuring these business were under the common control of the ultimate controlling shareholder of the Company.

As the same ultimate controlling shareholder controlled the businesses and operations transferred to the Company both before and after the recent restructuring, the consolidated financial statements have been prepared on the basis of a business combination involving entities and businesses under common control. Accordingly, the transfer of businesses and operations has been accounted for in a manner similar to a pooling of interests and the assets, liabilities and contingent liabilities transferred have been accounted for at book values.

The difference between the cost of the combination and the carrying amounts of net identifiable assets at the date of combination (except for businesses acquired that were not under common control, whereby net identifiable assets were measured at their fair value) was recorded as "Difference arising from common control transactions", which is shown as a reduction in shareholders' equity.

**Thai Beverage Public Company Limited and its Subsidiaries**  
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In preparing the consolidated financial statements, those assets, liabilities, revenues and expenses that are clearly applicable to the businesses and operations transferred are included in the consolidated financial statements and are stated at their carrying values, after adjusting for intercompany transactions and transactions with the ultimate controlling shareholder. Expenses for which the specific identification method was not practical have been allocated on a percentage of sales basis. Management believes that this is a reasonable basis of estimating what the expenses would have been on a standalone basis.

In 2005, the Group entered into four transfer transactions involving entities under common control, namely the transfer of Cosmos Brewery (Thailand) Co., Ltd., T.C.C. Cosmo Corporation Ltd., Beer Chang Co., Ltd. and Archa Beer Co., Ltd. from the ultimate controlling shareholder, who controlled the businesses and operations of the four companies transferred to the Group both before and after the transfer. Accordingly, the transfer of businesses and operations has been accounted for in a manner similar to a pooling of interests, as previously applied to similar transactions in 2003. As such, the Company has prepared the consolidated financial statements as if the transfers were completed at the beginning of the earliest period presented.

The result of the transfer was an increase in "Difference arising from common control transactions" of Baht 6,326.65 million. This represents the difference between consideration of Baht 9,646 million paid to the ultimate controlling shareholder of the Group and the carrying amounts of net identifiable assets of the four companies at the date of the transfer of Baht 3,319.35 million.

Subsequently, in 2006, a further 20 entities were transferred to the Group in transactions involving entities under common control, namely Pacific Spirits (UK) Limited (consisting of 15 subsidiaries and three associates) and Best Spirits Company Limited. The result of the transfer was an increase in "Difference arising from common control transactions" of Baht 1,162.14 million. This represents the difference between consideration of Baht 1,505.24 million paid to the ultimate controlling shareholder of the Group and the carrying amounts of net identifiable assets of the two companies at the date of the transfer of Baht 343.10 million.

During the year 2006 and 2005, prior to being transferred to the Company, certain businesses, now subsidiaries of the Company, increased their share capital in the amount of Baht 27.04 million and Baht 46.59 million, respectively. The currency translation change reserves of those subsidiaries amounted to Baht 8.54 million and Baht 17.69 million, respectively. The profits (losses) of such entities transferred prior to restructuring amounted to Baht (23.87) million and Baht 204.47 million, respectively.



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

The consolidated financial statements for the year ended 31 December 2005 have been restated as a result of 20 transactions involving entities under common control, which occurred in 2006 and were accounted for in a manner similar to a pooling of interest method. The effects of the restatement on the consolidated balance sheet as at 31 December 2005 and the consolidated statement of income for the year ended 31 December 2005 are summarised as follows:

	Balance previously reported	Consolidated 2005 Effect of the restatement (in million Baht)	Balance after restatement
<b>Balance sheet</b>			
Total assets	81,211.38	5,925.65	87,137.03
Total liabilities	49,845.35	5,577.17	55,422.52
Difference arising from common control transactions	(15,979.26)	348.47	(15,630.79)
Shareholders' equity	31,366.03	348.47	31,714.50
	Results previously reported	Effect of the restatement (in million Baht)	Results after restatement
<b>Statement of Income</b>			
Net profit	10,409.37	(72.12)	10,337.25
Basic earnings per share (Baht)	0.47	-	0.47

**5 Related party transactions and balances**

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

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

	Pricing policies
Sale of finished goods	Agreed prices which approximate market prices
Purchase of raw materials	Agreed prices which approximate market prices
Purchase of services	Contractual prices
Purchase and sale of property, plant and equipment	Contractual prices
Purchase and sale of investments	Contractual prices
Interest income and expense	Rate as mutually agreed by shareholders with reference interest rates quoted by domestic commercial banks

**Thai Beverage Public Company Limited and its Subsidiaries**  
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Transactions for the years ended 31 December 2006 and 2005 with related parties were summarised as follows:

	Consolidated		The Company	
	2006	2005	2006	2005
	<i>(in million Baht)</i>			
<b>Revenues</b>				
Revenue from sales	145.84	382.22	-	-
Service income	32.63	9.03	3,432.47	2,349.83
Interest income	0.02	27.45	843.88	615.87
Other income	18.30	24.96	4.87	1.92
Share of profits from investments accounted for using the equity method	23.68	22.04	9,128.59	9,812.31
<b>Expenses</b>				
Purchase of raw materials and packaging	4,800.28	4,067.74	-	-
Production service fees	1.99	10.70	-	-
Overhead costs	175.23	235.86	-	-
Interest expense	109.00	103.13	885.51	356.91
Other expenses	274.21	249.82	-	-
Directors' remuneration	264.76	250.93	254.73	218.04
<b>Others</b>				
Sale of investments	-	1,108.98	-	-
Sale of property	-	474.83	-	-
Sale of plant and equipment	0.66	52.02	-	-
Consideration paid for common control transactions	1,505.24	9,646.00	-	9,619.91
Purchase of investments	-	-	110.00	-
Purchase of property	-	491.35	-	-
Purchase of equipment and others	3.76	17.36	-	27.85

Balances as at 31 December 2006 and 2005 with related parties were as follows:

**Trade accounts receivable**  
*(being part of trade accounts  
receivable in the balance sheets)*

	Consolidated		The Company	
	2006	2005	2006	2005
	<i>(in million Baht)</i>			
PS Recycle Co., Ltd.	6.67	8.83	-	-
Madrigal Trading Ltd.	5.74	-	-	-
Pisetkij Co., Ltd.	3.85	6.49	-	-
Olshi Trading Co., Ltd.	2.57	-	-	-
U W D Marketing Co., Ltd.	-	34.15	-	-
Others	2.25	1.80	-	-
<b>Total</b>	<b>21.08</b>	<b>51.27</b>	<b>-</b>	<b>-</b>

# Thai Beverage Public Company Limited and its Subsidiaries

## Notes to the financial statements

For the years ended 31 December 2006 and 2005

### Short-term loans to and amounts due from related parties

	Consolidated				The Company		
	2006		2005		2005		Total
	Short-term loans to	Amounts due from	Short-term loans to	Amounts due from	Short-term loans to	Amounts due from	
<i>Subsidiaries</i>							
Beer Thai (1991) PCL.	-	-	3,625.70	135.86	4,693.50	65.20	4,758.70
Beer Thip Brewery (1991) Co., Ltd.	-	-	-	145.64	-	67.31	67.31
Sangsom Co., Ltd.	-	-	-	46.67	-	97.29	97.29
Puengruan Co., Ltd.	-	-	-	11.74	-	15.26	15.26
Thaapakdi Co., Ltd.	-	-	-	4.39	-	5.19	5.19
Mongkolsemai Co., Ltd.	-	-	-	3.24	-	3.73	3.73
Kanchanasrungkorn Co., Ltd.	-	-	412.00	6.40	1,036.00	10.37	1,046.87
Sura Piset Thupparat Co., Ltd.	-	-	760.20	1.82	762.02	-	-
Sura Bengyikhan Co., Ltd.	-	-	1,919.00	44.85	1,963.85	2,261.80	2,282.63
Ahimart Co., Ltd.	-	-	-	12.67	-	12.67	14.74
S.S. Kamura Co., Ltd.	-	-	-	12.52	-	14.41	14.41
Kaolwan Co., Ltd.	-	-	329.60	14.86	666.10	18.83	684.93
Thepannothai Co., Ltd.	-	-	-	10.51	-	12.80	12.80
United Winery and Distillery Co., Ltd.	-	-	-	6.69	-	9.04	9.04
Red Bull Distillery (1988) Co., Ltd.	-	-	2,961.80	32.33	2,994.13	16.16	2,981.96
Sinathurakij Co., Ltd.	-	-	670.00	8.74	678.74	220.00	272.59
Nateechai Co., Ltd.	-	-	694.40	11.59	705.99	575.00	538.87
Luckchai Liqueur Trading Co., Ltd.	-	-	1,160.40	10.64	1,171.04	975.40	980.20
Thai Alcohol PCL.	-	-	680.00	13.91	693.91	60.00	62.53
Thipolathorn Co., Ltd.	-	-	85.30	202.47	287.77	130.70	130.70
Kritayabun Co., Ltd.	-	-	-	190.32	190.32	132.09	132.09
Sunthronprom Co., Ltd.	-	-	-	71.60	71.60	119.79	119.79
Piromsurang Co., Ltd.	-	-	-	61.35	61.35	30.14	30.14
Num Yuk Co., Ltd.	-	-	-	14.00	14.00	28.31	28.31
Num Thurakij Co., Ltd.	-	-	-	66.66	66.66	84.24	84.24
				30.18	30.18	44.04	44.04

**Thai Beverage Public Company Limited and its Subsidiaries**  
**Notes to the financial statements**  
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*Short-term loans to and amounts due from related parties*

	Consolidated				The Company			
	2006		2005		2006		2005	
	Short-term loans to	Amounts due from	Short-term loans to	Amounts due from	Total	Short-term loans to	Amounts due from	
			Total	Amounts due from	Total	Short-term loans to	Amounts due from	Total
					<i>(in million Baht)</i>			
<i>Subsidiaries (continued)</i>								
Num Muang Co., Ltd.	-	-	-	46.67	46.67	-	65.02	65.02
Num Nakorn Co., Ltd.	-	-	-	24.55	24.55	-	34.01	34.01
Num Palang Co., Ltd.	-	-	-	38.91	38.91	-	55.60	55.60
Num Kijjakarn Co., Ltd.	-	-	-	89.36	89.36	-	119.29	119.29
Pornthip Co., Ltd.	-	-	-	37.32	37.32	-	11.06	11.06
Pornkit Co., Ltd.	-	-	-	106.68	106.68	-	15.96	15.96
Pornkung Co., Ltd.	-	-	-	39.84	39.84	-	9.98	9.98
Pornsebk Co., Ltd.	-	-	-	47.81	47.81	-	10.74	10.74
Porncharoen Co., Ltd.	-	-	-	20.92	20.92	-	5.85	5.85
Pornbarapa Co., Ltd.	-	-	-	35.35	35.35	-	7.80	7.80
Pitonic Hurus Co., Ltd.	-	-	-	0.12	0.12	23.00	0.05	17.05
Mahaas Agr Co., Ltd.	-	-	-	0.06	0.06	13.30	0.02	3.82
Sahadipkamkonsong Co., Ltd.	-	-	-	-	-	50.00	-	120.00
Dhospaak Co., Ltd.	-	-	-	-	-	-	185.30	185.52
Bang-Na Logistic Co., Ltd.	-	-	-	-	-	-	310.00	311.32
Thai Beverage Marketing Co., Ltd.	-	-	-	-	-	-	50.00	50.21
International Beverage Holdings Ltd.	-	-	-	8.29	1,493.77	-	-	-
<b>Total subsidiaries</b>	-	-	-	<b>1,667.55</b>	<b>16,536.02</b>	<b>13,739.90</b>	<b>1,501.69</b>	<b>15,041.59</b>

**Thai Beverage Public Company Limited and its Subsidiaries**  
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*Short-term loans to and amounts due from related parties*

	2006			2005			2006			2005		
	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>Related companies</i>												
Plastic Agachon Co., Ltd.	-	-	-	40.85	3.10	43.95	-	-	-	-	-	-
The Suphanburi Sugar Industry Co., Ltd.	-	12.03	12.03	-	10.50	10.50	-	-	-	-	-	-
The Chalaburi Sugar Corp. Ltd.	-	7.97	7.97	-	7.93	7.93	-	-	-	-	-	-
The Mae Wang Sugar Industry Co., Ltd.	-	6.52	6.52	-	3.86	3.86	-	-	-	-	-	-
The Uttaradit Sugar Industry Co., Ltd.	-	6.67	6.67	-	7.03	7.03	-	-	-	-	-	-
Suresate (2005) Co., Ltd.	-	-	-	-	38.50	38.50	-	-	-	-	-	-
Padmachai Co., Ltd.	-	0.01	0.01	-	21.75	21.75	-	-	-	-	-	-
TCC ARGO Co., Ltd.	-	1.96	1.96	-	3.25	3.25	-	-	-	-	-	-
Pisedij Co., Ltd.	-	6.87	6.87	-	1.22	1.22	-	-	-	-	-	-
Thai Glass Industries Co., Ltd.	-	1.46	1.46	-	0.44	0.44	-	-	-	-	-	-
Thai Charoen Insurance PCL.	-	1.81	1.81	-	1.21	1.21	-	-	-	-	-	-
Southeast Assurance (2000) Co., Ltd.	-	1.75	1.75	-	0.06	0.06	-	-	-	-	-	-
New Noble Property And Loan Fund	-	3.55	3.55	-	0.30	0.30	-	-	-	-	-	-
Dynamic Assets Property and Loan Fund	-	13.04	13.04	-	-	-	-	-	-	-	-	-
Best Spirits (China) Co., Ltd.	-	-	-	-	2.56	2.56	-	-	-	-	-	-
T.C.C. Ningbo Best Spirits Co., Ltd.	-	-	-	-	13.30	13.30	-	-	-	-	-	-
Subhothai Marbeeing Co., Ltd.	-	-	-	-	1.18	1.18	-	-	-	-	-	-
Others	-	0.69	0.69	-	0.64	0.64	-	-	-	-	-	-
<b>Total related companies</b>	-	<b>64.33</b>	<b>64.33</b>	<b>40.85</b>	<b>116.83</b>	<b>157.68</b>	-	-	-	-	-	-
<b>Total</b>	-	<b>64.33</b>	<b>64.33</b>	<b>40.85</b>	<b>116.83</b>	<b>157.68</b>	<b>14,868.47</b>	<b>1,667.55</b>	<b>16,536.02</b>	<b>13,739.90</b>	<b>1,301.69</b>	<b>15,041.59</b>

**Thai Beverage Public Company Limited and its Subsidiaries**  
**Notes to the financial statements**  
**For the years ended 31 December 2006 and 2005**

Movements during the years on short-term loans to related parties were as follows:

	Consolidated		The Company	
	2006	2005	2006	2005
			<i>(in million Baht)</i>	
At 1 January	40.85	417.69	13,739.90	15,395.90
Increase	-	6,483.15	13,572.80	15,588.28
Decrease	<u>(40.85)</u>	<u>(6,859.99)</u>	<u>(12,444.23)</u>	<u>(17,244.28)</u>
At 31 December	<u>-</u>	<u>40.85</u>	<u>14,868.47</u>	<u>13,739.90</u>

*Trade accounts payable*  
*(being part of trade accounts*  
*payable in the balance sheets)*

	Consolidated		The Company	
	2006	2005	2006	2005
			<i>(in million Baht)</i>	
Berli Jucker PCL.	553.92	273.74	-	-
Thai Beverage Can Ltd.	126.04	97.00	-	-
Pisetkij Co., Ltd.	59.58	58.78	-	-
PS Recycle Co., Ltd.	74.11	75.98	-	-
The Suphanburi Sugar Industry Co., Ltd.	3.35	-	-	-
Yunnan Yunlinquan Liquor Co., Ltd.	-	8.15	-	-
Others	<u>2.31</u>	<u>7.47</u>	<u>-</u>	<u>-</u>
Total	<u>819.31</u>	<u>521.12</u>	<u>-</u>	<u>-</u>

**Thai Beverage Public Company Limited and its Subsidiaries**  
**Notes to the financial statements**  
**For the years ended 31 December 2006 and 2005**

**Short-term loans from and amounts due to related parties**

	Consolidated				The Company		Total	
	2006		2005		2005			
	Short-term loans to	Amounts due from	Short-term loans to	Amounts due from	Short-term loans to	Amounts due from		
<i>Subsidiaries</i>								
Beer Thip Brewery (1991) Co., Ltd.	-	-	-	17.78	3,506.78	990.00	3.08	993.08
Sangsom Co., Ltd.	-	-	-	4.58	1,056.58	2,263.00	9.05	2,272.05
Fuengfuanant Co., Ltd.	-	-	-	0.80	200.80	140.00	0.55	140.55
Thanaarakdi Co., Ltd.	-	-	-	0.28	130.28	20.00	0.03	20.03
Mongkolsemai Co., Ltd.	-	-	-	0.08	92.08	135.00	0.57	135.57
Adhimaat Co., Ltd.	-	-	-	0.59	193.99	180.00	0.71	180.71
S.S. Karnyura Co., Ltd.	-	-	-	1.46	397.46	329.60	1.40	331.00
Theparunethai Co., Ltd.	-	-	-	1.14	287.14	311.00	0.95	311.95
United Winery and Distillery Co., Ltd.	-	-	-	2.01	396.01	212.00	0.90	212.90
Thipchalobom Co., Ltd.	-	-	-	-	-	686.00	2.36	688.36
Kritayabun Co., Ltd.	-	-	-	3.57	473.40	710.00	3.03	713.03
Surathip Co., Ltd.	-	-	-	2.68	596.30	916.00	3.56	919.56
Suanthronrom Co., Ltd.	-	-	-	5.66	1,206.96	1,053.80	4.23	1,058.03
Pitomsurang Co., Ltd.	-	-	-	3.78	776.28	795.00	3.19	798.19
Nim Yuk Co., Ltd.	-	-	-	0.33	120.33	352.00	0.37	352.37
Nim Tharakij Co., Ltd.	-	-	-	0.66	175.96	284.00	0.74	284.74
Nim Muang Co., Ltd.	-	-	-	0.87	170.87	530.60	1.19	531.79
Nim Nakorn Co., Ltd.	-	-	-	0.30	126.10	171.50	0.41	171.91
Nim Palang Co., Ltd.	-	-	-	0.05	94.75	236.00	0.54	236.54
Nim Kijjakarn Co., Ltd.	-	-	-	5.48	1,254.43	1,211.10	4.30	1,215.40
Thai Molasses Co., Ltd.	-	-	-	0.10	83.10	60.00	0.07	60.07
Thai Coopers Co., Ltd.	-	-	-	0.80	177.30	9.50	0.04	9.54
Cosmos Brewery (Thailand) Co., Ltd.	-	-	-	10.69	2,107.69	2,050.00	7.08	2,057.08
Pornship Co., Ltd.	-	-	-	2.09	446.89	388.00	1.35	389.35
Pongkit Co., Ltd.	-	-	-	6.88	1,609.98	255.00	0.46	255.46

**Thai Beverage Public Company Limited and its Subsidiaries**  
**Notes to the financial statements**  
**For the years ended 31 December 2006 and 2005**

*Short-term loans from and amounts due to related parties*

	2006			2005			2006			2005		
	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>Subsidiaries (continued)</i>												
Pomking Co., Ltd.	-	-	-	-	310.45	310.45	1.50	205.00	0.63	205.63		
Pomek Co., Ltd.	-	-	-	-	575.00	575.00	2.16	567.20	2.15	569.35		
Pornkaron Co., Ltd.	-	-	-	-	123.30	123.30	0.72	20.00	0.01	20.01		
Pornurap Co., Ltd.	-	-	-	-	496.30	496.30	2.16	281.30	0.83	282.13		
Additive Food Co., Ltd.	-	-	-	-	25.00	25.00	0.13	-	-	-		
Beer Chang Co., Ltd.	-	-	-	-	100.00	100.00	0.51	128.00	0.49	128.49		
Archia Beer Co., Ltd.	-	-	-	-	20.00	20.00	0.10	-	-	-		
Pan International (Thailand) Co., Ltd.	-	-	-	-	55.00	55.00	0.42	50.00	0.27	50.27		
Dhospak Co., Ltd.	-	-	-	-	40.00	40.00	12.76	-	6.22	6.22		
International Beverage Holdings Ltd.	-	-	-	-	-	-	0.32	-	-	-		
<b>Total subsidiaries</b>	-	-	-	-	<b>17,356.10</b>	<b>17,356.10</b>	<b>93.44</b>	<b>15,540.60</b>	<b>60.76</b>	<b>15,601.36</b>		
								<b>17,449.54</b>		<b>17,449.54</b>		



**Thai Beverage Public Company Limited and its Subsidiaries**  
**Notes to the financial statements**  
**For the years ended 31 December 2006 and 2005**

*Short-term loans from and amounts due to related parties*

	2006			2005			2006			2005		
	Short-term loans to		Amounts due from	Short-term loans to		Amounts due from	Short-term loans to		Amounts due from	Short-term loans to		Amounts due from
				Total			Total			Total		Total
<i>Related companies</i>												
T.C.C. Technology Co., Ltd.	-	9.90	-	9.90	-	6.17	6.17	-	5.56	-	0.34	0.34
South East Capital Co., Ltd.	-	16.61	-	16.61	-	13.32	13.32	-	1.75	-	2.60	2.60
T.C.C. Property Development Co., Ltd.	-	-	-	-	-	6.38	6.38	-	-	-	6.38	6.38
Plaza Athletee Hotel (Thailand) Co., Ltd.	-	10.89	-	10.89	-	0.32	0.32	-	-	-	-	-
Thai Charoen Insurance PCL.	-	-	-	-	-	6.24	6.24	-	-	-	-	-
Southeast Assurance (2004) Co., Ltd.	-	41.32	-	41.32	-	0.69	0.69	-	-	-	-	-
Queen's Park Hotel Group Co., Ltd.	-	6.67	-	6.67	-	0.03	0.03	-	-	-	-	-
Indora Insurance Public Co., Ltd.	-	3.53	-	3.53	-	-	-	-	-	-	-	-
Mae Ping Hotel (1988) Limited	-	1.49	-	1.49	-	-	-	-	-	-	-	-
Great Oriole Limited	4,615.23	128.62	4,743.85	4,743.85	4,015.39	115.04	4,130.43	-	-	-	-	-
Others	-	3.53	-	3.53	-	1.28	1.28	-	0.18	-	0.30	0.30
Total related companies	4,615.23	222.56	4,837.79	4,837.79	4,015.39	149.47	4,164.86	-	7.49	-	9.62	9.62
Total	4,615.23	222.56	4,837.79	4,837.79	4,015.39	149.47	4,164.86	17,356.10	17,457.03	15,540.60	70.38	15,610.98

**Thai Beverage Public Company Limited and its Subsidiaries**  
**Notes to the financial statements**  
**For the years ended 31 December 2006 and 2005**

Movements during the years on short-term loans from related parties were as follows:

	Consolidated		The Company	
	2006	2005	2006	2005
	<i>(in million Baht)</i>			
At 1 January	4,015.39	4,505.21	15,540.60	7,684.20
Increase	630.35	46.21	21,391.94	22,795.80
Decrease	<u>(30.51)</u>	<u>(536.03)</u>	<u>(19,576.44)</u>	<u>(14,939.40)</u>
At 31 December	<u>4,615.23</u>	<u>4,015.39</u>	<u>17,356.10</u>	<u>15,540.60</u>

**6 Cash and cash equivalents**

	Consolidated		The Company	
	2006	2005	2006	2005
	<i>(in million Baht)</i>			
Cash on hand	32.55	22.51	0.02	0.02
Cash at banks	<u>1,887.03</u>	<u>3,375.48</u>	<u>15.60</u>	<u>18.54</u>
Total	<u>1,919.58</u>	<u>3,397.99</u>	<u>15.62</u>	<u>18.56</u>

**7 Trade accounts receivable, net**

	Note	Consolidated		The Company	
		2006	2005	2006	2005
		<i>(in million Baht)</i>			
Trade accounts receivable from related parties	5	21.08	51.27	-	-
Trade accounts receivable from other parties		1,320.74	1,431.11	-	-
Less allowance for doubtful accounts		<u>(23.89)</u>	<u>(18.73)</u>	-	-
Total		<u>1,317.93</u>	<u>1,463.65</u>	-	-

	Consolidated		The Company	
	2006	2005	2006	2005
	<i>(in million Baht)</i>			
Within credit terms	957.98	1,123.96	-	-
Overdue:				
Less than 3 months	343.07	242.86	-	-
3 - 6 months	17.15	39.33	-	-
6 - 12 months	18.42	39.06	-	-
Over 12 months	<u>5.20</u>	<u>37.17</u>	-	-
	<u>1,341.82</u>	<u>1,482.38</u>	-	-
Less allowance for doubtful accounts	<u>(23.89)</u>	<u>(18.73)</u>	-	-
Net	<u>1,317.93</u>	<u>1,463.65</u>	-	-

The normal credit term granted by the Group is 7 - 150 days.

**Thai Beverage Public Company Limited and its Subsidiaries**  
**Notes to the financial statements**  
**For the years ended 31 December 2006 and 2005**

**8 Inventories**

	Consolidated		The Company	
	2006	2005	2006	2005
	<i>(in million Baht)</i>			
Raw materials	1,379.46	921.61	-	-
Packaging materials	523.61	516.43	-	-
Maturing spirits	8,160.89	7,065.93	-	-
Work in progress	3,406.65	3,243.37	-	-
Finished goods				
- at cost	13,235.05	15,958.20	-	-
- at net realisable value	880.66	279.86	-	-
Spare parts	488.81	540.25	-	-
Others	240.03	221.37	-	-
<b>Total</b>	<b>28,315.16</b>	<b>28,747.02</b>	<b>-</b>	<b>-</b>

As at 31 December 2005, certain finished goods of subsidiaries with a carrying amount of Baht 4,054.76 million were pledged as security for short-term loans from financial institutions and a long-term loan as disclosed in Note 15.

**9 Other current assets**

	Consolidated		The Company	
	2006	2005	2006	2005
	<i>(in million Baht)</i>			
Prepaid excise tax	687.75	1,553.55	-	-
Refundable VAT	380.58	260.80	8.95	8.06
Deposits	374.23	103.35	0.19	0.09
Prepaid property tax	151.77	148.44	-	-
Refundable excise tax	102.51	168.35	-	-
Prepaid expenses	55.75	133.11	0.84	0.75
Prepaid income tax	51.87	33.63	-	-
Withholding tax	30.52	43.32	-	-
Advanced payments	37.14	44.23	7.01	-
Advanced payments for construction	9.56	74.74	-	-
Others	50.66	23.50	-	0.66
	<b>1,932.34</b>	<b>2,587.02</b>	<b>16.99</b>	<b>9.56</b>
Less allowance for doubtful accounts	(18.10)	(14.02)	-	-
<b>Net</b>	<b>1,914.24</b>	<b>2,573.00</b>	<b>16.99</b>	<b>9.56</b>

**Thai Beverage Public Company Limited and its Subsidiaries**  
**Notes to the financial statements**  
**For the years ended 31 December 2006 and 2005**

**10 Investments accounted for using the equity method**

	<b>The Company</b>	
	2006	2005
	<i>(in million Baht)</i>	
Net book value at 1 January	68,045.38	59,761.28
Purchase of investments	110.00	9,619.91
Increase in share capital in subsidiaries	400.00	535.05
Adjustment of difference arising from common control transactions (Note 4)	(1,162.14)	(6,326.65)
Share of net profits of investments - equity method	9,128.59	9,812.30
Dividend income	(8,055.41)	(5,235.68)
Surplus on assets revaluation	1.53	(114.48)
Excess of share of losses over costs of investments	937.24	(0.93)
Unrealised loss on investment in securities of subsidiary	-	(0.08)
Currency translation changes	(14.17)	(5.34)
<b>Net book value at 31 December</b>	<b><u>69,391.02</u></b>	<b><u>68,045.38</u></b>

Disclosed as:

	<b>The Company</b>	
	2006	2005
	<i>(in million Baht)</i>	
Investments accounted for using the equity method	69,391.02	68,045.38
Excess of share of losses over costs of investments	(937.92)	(0.67)
<b>Total</b>	<b><u>68,453.10</u></b>	<b><u>68,044.71</u></b>

**Thai Beverage Public Company Limited and its Subsidiaries**  
**Notes to the financial statements**  
**For the years ended 31 December 2006 and 2005**

Investments accounted for using the equity method for consolidated financial statements as at 31 December 2006 and 2005, and dividend income from those investments during the years ended on those dates, were as follows:

	Ownership interest (%)		Paid-up capital		Consolidated Cost method		Equity method		Dividend income	
	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005
<i>Associates</i>										
<i> Held by subsidiaries of indirect subsidiaries</i>										
Liquorland Limited	49.90	49.90	69.06	69.06	51.35	51.35	135.49	128.78	16.97	23.39
Inver House Polska Limited	40.00	40.00	8.50	8.50	3.75	3.75	-	-	-	-
Inver House Distribution SA	50.00	50.00	1.70	1.70	0.85	0.85	-	-	-	-
<i>Direct subsidiaries</i>										
Beer Thai (1991) PCL.	100.00	100.00	5,550.00	5,550.00	12,500.00	12,500.00	9,156.18	8,944.94	821.40	666.00
Beer Trip Brewery (1991) Co., Ltd.	100.00	100.00	6,600.00	6,600.00	12,500.00	12,500.00	9,185.50	8,894.18	1,089.00	660.00
Coonros Brewery (Thailand) Co., Ltd.	100.00	100.00	1,666.67	1,666.67	5,150.00	5,150.00	3,431.43	3,308.38	256.67	-
Thai Alcohol PCL.	100.00	100.00	800.00	800.00	1,665.60	1,665.60	2,200.96	2,333.72	120.00	80.00
Sangsom Co., Ltd.	100.00	100.00	7,500.00	7,500.00	7,500.00	7,500.00	10,846.15	11,473.56	840.00	562.50
Red Bull Distillery (1988) Co., Ltd.	100.00	100.00	3,000.00	3,000.00	3,000.00	3,000.00	3,286.78	3,478.71	-	30.00
United Winery and Distillery Co., Ltd.	100.00	100.00	1,800.00	1,800.00	1,800.00	1,800.00	2,046.13	2,025.71	66.60	21.60
Sura Bangyikhan Co., Ltd.	100.00	100.00	4,000.00	4,000.00	4,000.00	4,000.00	6,161.19	5,952.10	60.00	80.00
Fueingfuan Co., Ltd.	100.00	100.00	900.00	900.00	900.00	900.00	1,314.15	1,301.14	104.40	112.50
Athnart Co., Ltd.	100.00	100.00	900.00	900.00	900.00	900.00	1,262.76	1,258.97	108.90	135.00
S.S. Karnsara Co., Ltd.	100.00	100.00	800.00	800.00	800.00	800.00	1,281.26	1,259.23	128.80	120.00
Kanfowan Co., Ltd.	100.00	100.00	800.00	800.00	800.00	800.00	1,171.72	1,150.26	122.40	160.00

Investments accounted for using the equity method for the separate financial statements as at 31 December 2006 and 2005, and dividend income from those investments during the years ended on those dates, were as follows:

	Ownership interest (%)		Paid-up capital		The Company Cost method		Equity method		Dividend income	
	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005
<i>Direct subsidiaries</i>										
Beer Thai (1991) PCL.	100.00	100.00	5,550.00	5,550.00	12,500.00	12,500.00	9,156.18	8,944.94	821.40	666.00
Beer Trip Brewery (1991) Co., Ltd.	100.00	100.00	6,600.00	6,600.00	12,500.00	12,500.00	9,185.50	8,894.18	1,089.00	660.00
Coonros Brewery (Thailand) Co., Ltd.	100.00	100.00	1,666.67	1,666.67	5,150.00	5,150.00	3,431.43	3,308.38	256.67	-
Thai Alcohol PCL.	100.00	100.00	800.00	800.00	1,665.60	1,665.60	2,200.96	2,333.72	120.00	80.00
Sangsom Co., Ltd.	100.00	100.00	7,500.00	7,500.00	7,500.00	7,500.00	10,846.15	11,473.56	840.00	562.50
Red Bull Distillery (1988) Co., Ltd.	100.00	100.00	3,000.00	3,000.00	3,000.00	3,000.00	3,286.78	3,478.71	-	30.00
United Winery and Distillery Co., Ltd.	100.00	100.00	1,800.00	1,800.00	1,800.00	1,800.00	2,046.13	2,025.71	66.60	21.60
Sura Bangyikhan Co., Ltd.	100.00	100.00	4,000.00	4,000.00	4,000.00	4,000.00	6,161.19	5,952.10	60.00	80.00
Fueingfuan Co., Ltd.	100.00	100.00	900.00	900.00	900.00	900.00	1,314.15	1,301.14	104.40	112.50
Athnart Co., Ltd.	100.00	100.00	900.00	900.00	900.00	900.00	1,262.76	1,258.97	108.90	135.00
S.S. Karnsara Co., Ltd.	100.00	100.00	800.00	800.00	800.00	800.00	1,281.26	1,259.23	128.80	120.00
Kanfowan Co., Ltd.	100.00	100.00	800.00	800.00	800.00	800.00	1,171.72	1,150.26	122.40	160.00

## Thai Beverage Public Company Limited and its Subsidiaries

### Notes to the financial statements

For the years ended 31 December 2006 and 2005

	Ownership interest (%)		Paid-up capital		The Company		Equity method		Dividend income	
	2006	2005	2006	2005	Cost method	2006	2005	2006	2005	
	<i>(In million Baht)</i>									
<i>Direct subsidiaries (Continued)</i>										
Therparavuthai Co., Ltd.	100.00	100.00	700.00	700.00	700.00	1,038.06	1,017.71	95.20	105.00	
Thanapakdi Co., Ltd.	100.00	100.00	700.00	700.00	700.00	845.82	834.72	24.50	-	
Mongkolsamai Co., Ltd.	100.00	100.00	700.00	700.00	700.00	808.88	843.81	24.50	-	
Simathurakij Co., Ltd.	100.00	100.00	900.00	900.00	900.00	1,157.70	1,134.23	22.50	54.00	
Kanchanasitkongkorn Co., Ltd.	100.00	100.00	700.00	700.00	700.00	968.10	973.97	32.20	52.50	
Luckchai Liquor Trading Co., Ltd.	100.00	100.00	800.00	800.00	800.00	1,413.04	1,386.02	24.00	40.00	
Nateechai Co., Ltd.	100.00	100.00	800.00	800.00	800.00	1,211.23	1,171.43	37.60	100.00	
Thiphalachorn Co., Ltd.	100.00	100.00	2.59	1.00	2.59	165.43	345.36	232.79	149.99	
Kritlayabun Co., Ltd.	100.00	100.00	26.65	5.00	26.65	187.23	229.73	234.50	55.00	
Surathip Co., Ltd.	100.00	100.00	6.84	1.20	6.84	673.10	630.62	413.31	191.90	
Sunthronpitron Co., Ltd.	100.00	100.00	24.75	5.00	24.75	1,017.77	892.94	436.99	400.00	
Firmensung Co., Ltd.	100.00	100.00	23.80	5.00	23.80	707.51	690.79	350.00	300.00	
T.C.C. Cosanto Corporation Ltd.	100.00	100.00	38.95	5.00	38.95	9.19	6.07	0.06	-	
Pornthip Co., Ltd.	100.00	100.00	10.00	10.00	10.00	221.84	143.36	100.00	70.00	
Pornkit Co., Ltd.	100.00	100.00	10.00	10.00	10.00	323.88	40.10	116.00	130.00	
Pornkung Co., Ltd.	100.00	100.00	10.00	10.00	10.00	205.04	96.32	74.00	50.00	
Pornchok Co., Ltd.	100.00	100.00	10.00	10.00	10.00	410.52	224.82	155.00	100.00	
Porncharoen Co., Ltd.	100.00	100.00	10.00	10.00	10.00	27.35	7.96	-	25.00	
Pornnapa Co., Ltd.	100.00	100.00	10.00	10.00	10.00	294.18	158.90	93.00	60.00	
Num Yuk Co., Ltd.	100.00	100.00	10.00	10.00	10.00	723.48	671.04	247.04	200.00	
Num Kijjakarn Co., Ltd.	100.00	100.00	10.00	10.00	10.00	1,228.42	1,102.28	604.00	200.00	
Num Patang Co., Ltd.	100.00	100.00	10.00	10.00	10.00	394.86	387.43	170.33	30.00	
Num Muang Co., Ltd.	100.00	100.00	10.00	10.00	10.00	507.27	498.89	267.00	50.00	
Num Nakorn Co., Ltd.	100.00	100.00	10.00	10.00	10.00	198.94	202.45	119.04	20.00	
Num Thurasakij Co., Ltd.	100.00	100.00	10.00	10.00	10.00	385.11	390.48	196.31	60.00	
Beer Chang Co., Ltd.	100.00	100.00	4,301.04	1.00	4,301.04	187.32	166.87	95.55	-	
Archa beer Co., Ltd.	100.00	100.00	129.92	1.00	129.92	34.26	4.95	1.60	-	
Maharas Agri Co., Ltd.	100.00	100.00	2.00	2.00	2.00	-	-	-	-	
Pan International (Thailand) Co., Ltd.	100.00	100.00	53.62	1.00	53.62	73.71	59.28	18.86	21.98	
Additive Food Co., Ltd.	100.00	100.00	38.11	1.00	38.11	41.38	31.04	12.41	6.00	
Cheruu Business S2 Co., Ltd.	100.00	100.00	84.53	121.80	84.53	103.56	102.27	-	-	

**Thai Beverage Public Company Limited and its Subsidiaries**  
**Notes to the financial statements**  
**For the years ended 31 December 2006 and 2005**

	Ownership interest (%)		Paid-up capital		The Company		Equity method		Dividend income	
	2006	2005	2006	2005	Cost method	2006	2005	2006	2005	
<i>Direct subsidiaries (Continued)</i>										
Bionic Hutus Co., Ltd.	100.00	100.00	10.00	10.00	14.36	14.36	5.56	12.76	3.50	
Thai Molasses Co., Ltd.	99.72	99.72	40.00	40.00	35.41	35.41	117.67	88.35	47.86	
Sahatipkarnkong Co., Ltd.	100.00	100.00	12.00	12.00	12.00	12.00	85.10	60.12	9.60	
Thai Cooperage Co., Ltd.	100.00	100.00	300.00	300.00	300.00	300.00	533.70	515.10	-	
Dhansindhi Co., Ltd.	100.00	100.00	20.00	20.00	23.89	23.89	32.14	32.52	-	
Bang-Na Logistic Co., Ltd.	100.00	100.00	123.00	123.00	134.07	134.07	196.57	169.47	30.75	
Thai Beverage Marketing Co., Ltd.	100.00	100.00	300.00	300.00	300.00	300.00	931.04	840.95	45.00	
Dhespeak Co., Ltd.	100.00	100.00	25.00	25.00	61.50	61.50	61.22	15.10	-	
International Beverage Holdings Limited	100.00	100.00	535.10	535.10	535.10	535.10	-	484.27	-	
Sura Piset Thipparat Co., Ltd.	100.00	-	500.00	-	510.00	-	499.63	-	-	
<b>Total</b>					<b>63,594.73</b>	<b>63,084.73</b>	<b>69,391.02</b>	<b>68,045.38</b>	<b>8,055.41</b>	<b>5,235.68</b>

**Thai Beverage Public Company Limited and its Subsidiaries**  
**Notes to the financial statements**  
**For the years ended 31 December 2006 and 2005**

**11 Other long-term investments**

	Consolidated		The Company	
	2006	2005	2006	2005
			<i>(in million Baht)</i>	
Non-marketable equity securities	8.07	8.78	-	-
Less allowance for decline in value of investments	<u>(4.32)</u>	<u>(4.32)</u>	<u>-</u>	<u>-</u>
Net	<u>3.75</u>	<u>4.46</u>	<u>-</u>	<u>-</u>

In 2005, three subsidiaries sold their investments in non-marketable equity securities with total cost of Baht 1,108.06 million receiving with a profit of Baht 0.92 million.