

**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 2007



KPMG Phoomchai Audit Ltd.

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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 2007, and the related statements of income, changes in shareholders' equity and cash flows for the three-month periods ended 31 March 2007 and 2006 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.

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.

I have previously audited the consolidated and the Company's financial statements for the year ended 31 December 2006 of Thai Beverage Public Company Limited and its subsidiaries, and of Thai Beverage Public Company Limited, respectively, in accordance with generally accepted auditing standards and expressed an unqualified opinion on those financial statements in my report dated 27 February 2007. The Company's financial statements for the year ended 31 December 2006 have been restated for the effects of the change in accounting policy for investments in subsidiaries and associates from the equity method of accounting to the cost method, as described in note 12 to the financial statements, and are now termed 'separate' financial statements. I have audited the adjustments that were applied to the restatement of 2006 separate financial statements and in my opinion these adjustments are appropriate and have been properly applied. Except for the audit of those adjustments, I have not performed any auditing procedures since the date of my audit report. The consolidated and separate balance sheets as at 31 December 2006, which are included in the accompanying financial statements for comparative purposes, are components of those financial statements.



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 17 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.

A handwritten signature in black ink, appearing to be 'Nirand Lilamethwat', with a stylized, circular flourish at the end.

(Nirand Lilamethwat)
Certified Public Accountant
Registration No. 2316

KPMG Phoomchai Audit Ltd.
Bangkok
11 May 2007

Thai Beverage Public Company Limited and its Subsidiaries

Balance sheets

As at 31 March 2007 and 31 December 2006

Assets	Note	Consolidated financial statements		Separate financial statements	
		31 March 2007 (Unaudited)	31 December 2006	31 March 2007 (Unaudited)	31 December 2006 (Restated)
<i>(in thousand Baht)</i>					
Current assets					
Cash and cash equivalents		2,453,468	1,919,577	44,265	15,623
Current investments		4,372	4,359	-	-
Trade accounts receivable	7	969,937	1,317,930	-	-
Short-term loans to and amounts due from related parties	6	35,445	64,335	11,362,009	16,536,017
Inventories		29,263,455	28,315,158	-	-
Other current assets		2,062,146	1,914,238	7,102	16,989
Total current assets		34,788,823	33,535,597	11,413,376	16,568,629
Non-current assets					
Investments in subsidiaries and associates	8	131,432	135,490	70,099,712	63,594,730
Other long-term investments		3,679	3,754	-	-
Amounts due from related parties	6	13,566	-	-	-
Property, plant and equipment		47,851,589	49,532,724	85,873	845,926
Intangible assets		346,691	354,845	21,461	12,353
Other non-current assets		2,003,538	2,017,102	354,786	357,129
Total non-current assets		50,350,495	52,043,915	70,561,832	64,810,138
Total assets		85,139,318	85,579,512	81,975,208	81,378,767

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 2007 and 31 December 2006

Liabilities and shareholders' equity	Note	Consolidated financial statements		Separate financial statements	
		31 March 2007 (Unaudited)	31 December 2006	31 March 2007 (Unaudited)	31 December 2006 (Restated)
<i>(in thousand Baht)</i>					
Current liabilities					
Bank overdrafts and short-term loans					
from financial institutions	9	3,520,071	6,753,305	500,000	3,029,559
Trade accounts payable		2,410,304	2,275,671	-	-
Short-term guaranteed bonds	9	-	2,200,000	-	2,200,000
Current portion of long-term guaranteed bonds	9	5,300,000	2,300,000	5,300,000	2,300,000
Current portion of long-term loans	9	1,500,000	1,500,000	1,500,000	1,500,000
Short-term loans from and amounts due					
to related parties	6	1,628,290	4,837,787	18,872,430	17,457,029
Income tax payable		3,558,024	2,180,870	63,380	47,792
Other current liabilities		3,862,176	4,103,315	155,432	394,209
Total current liabilities		21,778,865	26,150,948	26,391,242	26,928,589
Non-current liabilities					
Long-term guaranteed bonds	9	-	3,000,000	-	3,000,000
Long-term loans from financial institutions	9	7,880,000	3,755,000	7,880,000	3,755,000
Amounts due to related parties		401	-	-	-
Other non-current liabilities		126,369	120,008	-	-
Total non-current liabilities		8,006,770	6,875,008	7,880,000	6,755,000
Total liabilities		29,785,635	33,025,956	34,271,242	33,683,589

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 2007 and 31 December 2006

Note	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2007 (Unaudited)	31 December 2006	31 March 2007 (Unaudited)	31 December 2006 (Restated)
	<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	(97,412)	(19,508)	-	-
Fair value changes and revaluation surplus	6,451,742	6,586,263	-	134,521
Retained earnings				
Appropriated - legal reserve	1,700,000	1,700,000	1,700,000	1,700,000
Unappropriated	22,114,997	19,102,445	3,678,204	3,534,895
Total shareholders' equity	55,353,683	52,553,556	47,703,966	47,695,178
Total liabilities and shareholders' equity	85,139,318	85,579,512	81,975,208	81,378,767

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 2007 and 2006 (Unaudited)

		Consolidated		Separate	
		financial statements		financial statements	
	<i>Note</i>	2007	2006	2007	2006
			(Restated)		(Restated)
		<i>(in thousand Baht)</i>			
Revenues					
	6				
Revenue from sales		25,961,073	23,299,000	-	-
Interest income		7,734	4,968	201,312	187,492
Management fees		-	-	672,914	756,792
Dividends		-	-	-	1,251,750
Other income		113,824	24,112	81,056	1,127
Total revenues		26,082,631	23,328,080	955,282	2,197,161
Expenses					
Cost of sales	6	18,309,933	16,069,126	-	-
Selling and administrative expenses	6	3,097,671	3,142,045	382,565	265,368
Net foreign exchange loss		21,072	30,946	-	-
Total expenses		21,428,676	19,242,117	382,565	265,368
Profit before interest and					
income tax expenses		4,653,955	4,085,963	572,717	1,931,793
Interest expense		296,961	474,757	481,013	651,657
Income tax expense		1,478,963	1,068,480	82,916	9,920
Net profit	3, 12	2,878,031	2,542,726	8,788	1,270,216
Basic earnings per share (Baht)	3, 12	0.11	0.12	0.00035	0.06

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 2007 and 2006 (Unaudited)

Consolidated financial statements (Restated)								
	<i>Note</i>	Issued and paid- up share capital	Difference arising from common control transactions	<i>Reserves</i>		<i>Retained earnings</i>		Total shareholders' equity
				Currency translation changes	Fair value changes and revaluation surpluses	Legal reserve	Unappropriated	
<i>(in thousand Baht)</i>								
Balance at 1 January 2006		22,000,000	(15,630,790)	(5,341)	6,584,735	1,110,000	17,655,899	31,714,503
Change in shareholders' equity for 2006								
Translation loss relating to financial statements of foreign operations		-	(15,539)	(24,603)	-	-	-	(40,142)
Net expense recognised directly in shareholder's equity		-	(15,539)	(24,603)	-	-	-	(40,142)
Net profit		-	(21,961)	-	-	-	2,564,687	2,542,726
Total recognised income and expense		-	(37,500)	(24,603)	-	-	2,564,687	2,502,584
Dividends		-	-	-	-	-	(5,280,000)	(5,280,000)
Increase in share capital in subsidiaries before business restructuring		-	27,040	-	-	-	-	27,040
Balance at 31 March 2006		22,000,000	(15,641,250)	(29,944)	6,584,735	1,110,000	14,940,586	28,964,127

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 2007 and 2006 (Unaudited)

		Consolidated financial statements							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
<i>(in thousand Baht)</i>									
Balance at 1 January 2007	<i>Note</i>	25,110,025	(17,141,406)	17,215,737	(19,508)	6,586,263	1,700,000	19,102,445	52,553,556
Change in shareholders' equity for 2007									
Net surplus on property revaluation	3	-	-	-	-	(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
Total recognised income and expense		-	-	-	(77,904)	(134,521)	-	3,012,552	2,800,127
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

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 2007 and 2006 (Unaudited)

	<i>Note</i>	Separate financial statements (Restated)					Total shareholders' equity	
		Issued and paid-up share capital	Difference arising from common control transactions	<i>Reserves</i>		<i>Retained earnings</i>		
				Currency translation changes	Fair value changes and revaluation surpluses	Legal reserve		Unappropriated/ (Deficit)
<i>(in thousand Baht)</i>								
Balance at 1 January 2006		22,000,000	(15,979,265)	(5,341)	6,584,735	1,110,000	17,655,899	31,366,028
Changes in accounting policy	12	-	15,979,265	5,341	(6,450,214)	-	(14,494,368)	(4,959,976)
Restated balance		22,000,000	-	-	134,521	1,110,000	3,161,531	26,406,052
Changes in shareholders' equity for 2006								
Net profit		-	-	-	-	-	1,270,216	1,270,216
Dividends		-	-	-	-	-	(5,280,000)	(5,280,000)
Balance at 31 March 2006		22,000,000	-	-	134,521	1,110,000	(848,253)	22,396,268

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 2007 and 2006 (Unaudited)

	<i>Note</i>	Separate financial statements (Restated)							Total shareholders' equity
		Issued and paid-up share capital	Difference arising from common control transactions	Share premium	<i>Reserves</i>		<i>Retained earnings</i>		
					Currency translation changes	Fair value changes and revaluation surpluses	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
Change in accounting policies	12	-	17,141,406	-	19,508	(6,451,742)	-	(15,567,550)	(4,858,378)
Restated balance		25,110,025	-	17,215,737	-	134,521	1,700,000	3,534,895	47,695,178
Change in shareholders' equity for 2007									
Net surplus on property revaluation		-	-	-	-	(134,521)	-	134,521	-
Net income recognised directly in shareholders' equity		-	-	-	-	(134,521)	-	134,521	-
Net profit		-	-	-	-	-	-	8,788	8,788
Total recognised income and expense		-	-	-	-	(134,521)	-	143,309	8,788
Balance at 31 March 2007		25,110,025	-	17,215,737	-	-	1,700,000	3,678,204	47,703,966

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 2007 and 2006 (Unaudited)

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		2007	2006	2007	2006
			(Restated)		(Restated)
<i>(in thousand Baht)</i>					
<i>Cash flows from operating activities</i>					
Net profit		2,878,031	2,542,726	8,788	1,270,216
<i>Adjustments for</i>					
Depreciation and amortisation		1,223,656	1,088,093	7,187	5,195
Interest income		(7,734)	(4,968)	(201,312)	(187,492)
Interest expense		296,961	474,757	481,013	651,657
Amortisation of advance payments to a specialist		12,500	12,500	2,344	2,344
Reversal of an allowance for obsolete inventories		(44,879)	(20,449)	-	-
(Gain) loss on sale and disposal of property, plant and equipment		(17,649)	66,784	(63,908)	(2)
Unrealised (gain) loss on exchange rate		(3,770)	2,176	932	-
Dividends		-	-	-	(1,251,750)
Income tax expense		1,478,963	1,068,480	82,916	9,920
		<u>5,816,079</u>	<u>5,230,099</u>	<u>317,960</u>	<u>500,088</u>
<i>Changes in operating assets and liabilities</i>					
Trade accounts receivable		348,068	681,164	-	-
Amounts due from related parties		10,429	88,030	1,312,318	914,049
Inventories		(903,418)	(741,310)	-	-
Other current assets		(147,594)	510,531	9,886	(35,896)
Trade accounts payable		135,495	535,239	-	-
Amounts due to related parties		(119,753)	31,836	(11,448)	(4,144)
Other current liabilities		(106,993)	(1,304,528)	(113,508)	(64,744)
Other non-current liabilities		6,361	(1,132)	-	-
Advance payments to a specialist		-	(2,000,000)	-	(375,000)
Income taxes paid		(101,809)	(30,524)	(67,328)	(9,920)
Net cash provided by operating activities		<u>4,936,865</u>	<u>2,999,405</u>	<u>1,447,880</u>	<u>924,433</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 2007 and 2006 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
<i>Note</i>	2007	2006	2007	2006
		(Restated)		(Restated)
	<i>(in thousand Baht)</i>			
<i>Cash flows from investing activities</i>				
Interest received	7,804	5,184	222,952	180,977
Current investments	(14)	6,279	-	-
Short-term loans to related parties	-	40,850	3,835,050	(2,246,200)
Investments in subsidiaries and associates	4,058	3,921	(6,504,981)	-
Increase in share capital in subsidiaries				
before business restructuring	-	27,040	-	-
Sale of long-term investments	75	137	-	-
Purchase of property, plant and equipment	(334,062)	(645,492)	(569)	(35,646)
Sale of property, plant and equipment	828,477	37,788	819,000	54
Purchase of intangible assets	(11,134)	(872)	(10,319)	(326)
Other non-current assets	1,064	(36,568)	-	(91)
Net cash provided by (used in)				
investing activities	496,268	(561,733)	(1,638,867)	(2,101,232)
<i>Cash flows from financing activities</i>				
Interest paid	(421,056)	(424,711)	(606,612)	(586,758)
Bank overdrafts and short-term loans from				
financial institutions	(3,233,234)	(39,445,076)	(2,529,559)	(36,600,000)
Short-term loans to related parties	(3,092,048)	(172,944)	1,430,800	1,748,900
Proceeds from short-term guaranteed bonds	-	4,700,000	-	4,700,000
Repayment of short-term guaranteed bonds	(2,200,000)	-	(2,200,000)	-
Proceeds from long-term guaranteed bonds	-	5,300,000	-	5,300,000
Proceeds from long-term loans from				
financial institutions	4,500,000	26,600,000	4,500,000	26,600,000
Repayment of long-term loans from				
financial institutions	(375,000)	(330,000)	(375,000)	-
Net cash provided by (used in)				
financing activities	(4,821,338)	(3,772,731)	219,629	1,162,142
Currency translation changes	(77,904)	(40,142)	-	-
Net increase (decrease) in cash and				
cash equivalents	533,891	(1,375,201)	28,642	(14,657)
Cash and cash equivalents at beginning of period	1,919,577	3,397,994	15,623	18,563
Cash and cash equivalents at end of period	2,453,468	2,022,793	44,265	3,906

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 2007 (Unaudited)

These notes form an integral part of the financial statements.

The interim financial statements were authorised for issue by the directors on 11 May 2007.

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.

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 (“TAS”) No. 41 *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 2006. 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 2006.

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

Accounting policies and methods of computation applied in the interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2006, except for the change in the accounting policy for investments in subsidiary companies and associates, which is not classified as a “held for sale” investment, in the separate financial statements of the Company. (See note 12 to the financial statements)

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2007 (Unaudited)

3 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.

The Company recognised these transfers as business combinations involving entities and businesses under common control and were accounted for in a manner similar to a pooling of interest. This business restructuring is disclosed further in the financial statements for the year ended 31 December 2006. However, the effect of the restated financial statements has decreased the consolidated net profit for the three-month period ended 31 March 2006 by Baht 22 million.

4 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.

5 Significant transactions

Significant transactions occurring during the three-month period ended 31 March 2007 are as follows:

- (a) On 5 February 2007, the Company entered into a long-term loan agreement with a commercial bank in the amount of Baht 4,500 million in order to increase the capital of International Beverage Holdings Ltd., the Company's subsidiary, in the amount of HK Dollar 980 million.
- (b) On 20 March 2007, the Company sold its land and building of ThaiBev Tower Project to T.C.C. Hotel Collection Company Limited, a related party, in the amount of Baht 819 million. Gain on sale of Baht 64 million was recognised in the statement of income and revaluation surplus on a revalued asset in the amount of Baht 134 million was transferred from equity to retained earnings directly.
- (c) On 27 March 2007, the Company purchased the new ordinary shares of Red Bull Distillery (1988) Co., Ltd., the Company's subsidiary, which issued 200 million ordinary shares with a Baht 10 par value, totaling Baht 2,000 million.
- (d) The Executive Board of Directors' Meeting No. 6/2007 held on 28 March 2007 unanimously passed for the following solutions:
 - Approval for capital increase of Bionic Humus Co., Ltd., the Company's subsidiary, from Baht 10 million to Baht 860 million by the issue of 8.5 million new ordinary shares with a Baht 100 par value. The first call for the capital paid up is to be 40% in the amount of Baht 340 million.
 - Approval for 53 subsidiaries to pay dividends from the operating results of 2006 to the Company in the amount of Baht 4,690 million, the remaining dividend from the interim dividend payment.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2007 (Unaudited)

6 Related party transactions and balances

Related parties include subsidiary companies and 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 price exists, 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

Significant transactions for the three-month periods ended 31 March 2007 and 2006 with related parties were summarised as follows:

	Consolidated financial statements		Separate financial statements	
	2007	2006	2007	2006
	<i>(in million Baht)</i>			
Subsidiaries				
Service income	-	-	673	757
Dividends	-	-	-	1,252
Purchases of investments (See note 5 to the financial statements)	-	-	6,505	-
Interest income	-	-	201	187
Interest expense	-	-	248	201
Other income	-	-	2	1
Other expenses	-	-	7	3
Others				
Revenue from sales	25	46	-	-
Service income	4	8	-	-
Purchases of raw materials and packaging	1,213	944	-	-
Overhead costs	48	31	-	-
Sales of property, plant and equipment	819	-	819	-
Purchases of property, plant and equipment	31	-	-	-
Interest expense	29	23	-	-
Other income	69	2	64	-
Other expenses	66	75	14	6
Directors' remuneration	118	117	115	115

Thai Beverage Public Company Limited and its Subsidiaries
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Balances as at 31 March 2007 and 31 December 2006 with related parties were as follows:

<i>Trade accounts receivable</i>	Consolidated financial statements		Separate financial statements	
	31 March 2007	31 December 2006	31 March 2007	31 December 2006
	<i>(in million Baht)</i>			
Other related companies				
PS Recycle Co., Ltd.	9	7	-	-
Madrigal Trading Ltd.	6	6	-	-
Pisetkij Co., Ltd.	4	4	-	-
Oishi Trading Co., Ltd.	2	2	-	-
Others	1	2	-	-
Total	22	21	-	-

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2007 (Unaudited)

Short-term loans to and amounts due from related parties

	Consolidated financial statements						Separate financial statements					
	31 March 2007			31 December 2006			31 March 2007			31 December 2006		
	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.	-	-	-	-	-	-	2,794	26	2,820	3,626	136	3,762
Beer Thip Brewery (1991) Co., Ltd.	-	-	-	-	-	-	-	20	20	-	146	146
Sangsom Co., Ltd.	-	-	-	-	-	-	-	8	8	-	47	47
Fuengfuanant Co., Ltd.	-	-	-	-	-	-	-	2	2	-	12	12
Thanapakdi Co., Ltd.	-	-	-	-	-	-	-	1	1	-	4	4
Mongkolsamai Co., Ltd.	-	-	-	-	-	-	-	1	1	-	3	3
Kanchanasingkorn Co., Ltd.	-	-	-	-	-	-	630	3	633	412	6	418
Sura Piset Thipparat Co., Ltd.	-	-	-	-	-	-	760	4	764	760	2	762
Sura Bangyikhan Co., Ltd.	-	-	-	-	-	-	1,555	14	1,569	1,919	45	1,964
Athimart Co., Ltd.	-	-	-	-	-	-	-	2	2	-	13	13
S.S. Karnsura Co., Ltd.	-	-	-	-	-	-	-	2	2	-	12	12
Kankwan Co., Ltd.	-	-	-	-	-	-	428	5	433	330	14	344
Theparunothai Co., Ltd.	-	-	-	-	-	-	-	2	2	-	10	10
United Winery and Distillery Co., Ltd.	-	-	-	-	-	-	-	1	1	-	7	7
Red Bull Distillery (1988) Co., Ltd.	-	-	-	-	-	-	925	9	934	2,962	32	2,994
Simathurakij Co., Ltd.	-	-	-	-	-	-	795	6	801	670	9	679
Nateechai Co., Ltd.	-	-	-	-	-	-	565	4	569	694	12	706
Luckchai Liquor Trading Co., Ltd.	-	-	-	-	-	-	1,251	7	1,258	1,160	11	1,171
Thai Alcohol PCL.	-	-	-	-	-	-	630	4	634	680	14	694
Thipchalothorn Co., Ltd.	-	-	-	-	-	-	167	29	196	85	203	288
Krittayabun Co., Ltd.	-	-	-	-	-	-	-	32	32	-	190	190
Surathip Co., Ltd.	-	-	-	-	-	-	-	28	28	-	72	72
Sunthronpirom Co., Ltd.	-	-	-	-	-	-	-	2	2	-	61	61
Piromsurang Co., Ltd.	-	-	-	-	-	-	-	1	1	-	14	14
Num Yuk Co., Ltd.	-	-	-	-	-	-	-	13	13	-	67	67
Num Thurakij Co., Ltd.	-	-	-	-	-	-	-	6	6	-	30	30

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

	Consolidated financial statements						Separate financial statements					
	31 March 2007			31 December 2006			31 March 2007			31 December 2006		
	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 (continued)												
Num Muang Co., Ltd.	-	-	-	-	-	-	-	8	8	-	47	47
Num Nakorn Co., Ltd.	-	-	-	-	-	-	-	5	5	-	25	25
Num Palang Co., Ltd.	-	-	-	-	-	-	-	9	9	-	39	39
Num Kijjakarn Co., Ltd.	-	-	-	-	-	-	-	17	17	-	89	89
Pomthip Co., Ltd.	-	-	-	-	-	-	-	8	8	-	37	37
Pomkit Co., Ltd.	-	-	-	-	-	-	-	20	20	-	107	107
Pomkung Co., Ltd.	-	-	-	-	-	-	-	8	8	-	40	40
Pomchok Co., Ltd.	-	-	-	-	-	-	-	8	8	-	48	48
Pomcharoen Co., Ltd.	-	-	-	-	-	-	-	5	5	-	21	21
Pomburapa Co., Ltd.	-	-	-	-	-	-	-	6	6	-	35	35
Bionic Humus Co., Ltd.	-	-	-	-	-	-	23	1	24	23	-	23
Maharas Agri Co., Ltd.	-	-	-	-	-	-	15	-	15	13	-	13
Thai Beverage Logistics Co., Ltd. (Formerly: Sahatipkarnkonsong Co., Ltd.)	-	-	-	-	-	-	-	-	-	50	-	50
International Beverage Holdings Ltd.	-	-	-	-	-	-	490	6	496	1,484	8	1,492
Total subsidiaries	-	-	-	-	-	-	11,028	333	11,361	14,868	1,668	16,536

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

	Consolidated financial statements						Separate financial statements					
	31 March 2007			31 December 2006			31 March 2007			31 December 2006		
	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>											
Related companies												
The Suphanburi Sugar Industry Co., Ltd.	-	4	4	-	12	12	-	-	-	-	-	-
The Cholburi Sugar Corp. Ltd.	-	7	7	-	8	8	-	-	-	-	-	-
The Mae Wang Sugar Industry Co., Ltd.	-	3	3	-	6	6	-	-	-	-	-	-
The Uttaradit Sugar Industry Co., Ltd.	-	3	3	-	7	7	-	-	-	-	-	-
TCC ARGO Co., Ltd.	-	2	2	-	2	2	-	-	-	-	-	-
Pisetkij Co., Ltd.	-	7	7	-	7	7	-	-	-	-	-	-
Thai Glass Industries Co., Ltd.	-	-	-	-	1	1	-	-	-	-	-	-
Thai Charoen Insurance PCL.	-	-	-	-	2	2	-	-	-	-	-	-
Southeast Assurance (2000) Co., Ltd.	-	4	4	-	2	2	-	-	-	-	-	-
Southeast Life Insurance Co., Ltd.	-	1	1	-	-	-	-	-	-	-	-	-
New Noble Property And Loan Fund	-	3	3	-	3	3	-	-	-	-	-	-
Dynamic Assets Property and Loan Fund	-	-	-	-	13	13	-	-	-	-	-	-
Others	-	1	1	-	1	1	-	1	1	-	-	-
Total related companies	-	35	35	-	64	64	-	1	1	-	-	-
Total	-	35	35	-	64	64	11,028	334	11,362	14,868	1,668	16,536

Thai Beverage Public Company Limited and its Subsidiaries
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For the three-month period ended 31 March 2007 (Unaudited)

Movements during the three-month periods ended 31 March on loans to related parties were as follows:

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2007	2006	2007	2006
	<i>(in million Baht)</i>			
Short-term Subsidiaries				
At 1 January	-	-	14,868	13,740
Increase	-	-	2,525	5,529
Decrease	-	-	(6,365)	(3,283)
At 31 March	-	-	11,028	15,986
Others				
At 1 January	-	41	-	-
Increase	-	-	-	-
Decrease	-	(41)	-	-
At 31 March	-	-	-	-
Total short-term				
At 1 January	-	41	14,868	13,740
Increase	-	-	2,525	5,529
Decrease	-	(41)	(6,365)	(3,283)
At 31 March	-	-	11,028	15,986
Long-term amount due from related parties				
	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	31 March	31 December	31 March	31 December
	2007	2006	2007	2006
	<i>(in million Baht)</i>			
Other related companies				
Dynamic Assets Property and Loan Fund	13	-	-	-
Others	1	-	-	-
Total	14	-	-	-

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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<i>Trade accounts payable</i>	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2007	2006	2007	2006
	<i>(in million Baht)</i>			
Other related companies				
Berli Jucker PCL.	509	554	-	-
Thai Beverage Can Ltd.	119	126	-	-
Pisetkij Co., Ltd.	75	60	-	-
PS Recycle Co., Ltd.	63	74	-	-
The Suphanburi Sugar Industry Co., Ltd.	18	3	-	-
Others	14	2	-	-
Total	798	819	-	-

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

	Consolidated financial statements						Separate financial statements					
	31 March 2007			31 December 2006			31 March 2007			31 December 2006		
	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 Thip Brewery (1991) Co., Ltd.	-	-	-	-	-	-	4,359	20	4,379	3,489	18	3,507
Sangsom Co., Ltd.	-	-	-	-	-	-	911	-	911	1,052	5	1,057
Fuengfuanant Co., Ltd.	-	-	-	-	-	-	180	1	181	200	1	201
Thanapakdi Co., Ltd.	-	-	-	-	-	-	101	1	102	130	-	130
Mongkolsamai Co., Ltd.	-	-	-	-	-	-	27	-	27	92	-	92
Athimart Co., Ltd.	-	-	-	-	-	-	118	-	118	193	1	194
S.S. Karnsura Co., Ltd.	-	-	-	-	-	-	257	1	258	396	2	398
Theparunothai Co., Ltd.	-	-	-	-	-	-	192	1	193	286	1	287
United Winery and Distillery Co., Ltd.	-	-	-	-	-	-	344	1	345	394	2	396
Krittayabun Co., Ltd.	-	-	-	-	-	-	490	1	491	474	3	477
Surathip Co., Ltd.	-	-	-	-	-	-	584	3	587	594	3	597
Sunthronpirom Co., Ltd.	-	-	-	-	-	-	1,213	6	1,219	1,201	6	1,207
Piromsurang Co., Ltd.	-	-	-	-	-	-	797	4	801	772	4	776
Num Yuk Co., Ltd.	-	-	-	-	-	-	191	-	191	120	-	120
Num Thurakij Co., Ltd.	-	-	-	-	-	-	312	1	313	175	1	176
Num Muang Co., Ltd.	-	-	-	-	-	-	365	1	366	170	1	171
Num Nakorn Co., Ltd.	-	-	-	-	-	-	153	1	154	126	-	126
Num Palang Co., Ltd.	-	-	-	-	-	-	246	1	247	95	-	95
Num Kijjakarn Co., Ltd.	-	-	-	-	-	-	1,574	6	1,580	1,249	5	1,254
Thai Molasses Co., Ltd.	-	-	-	-	-	-	83	-	83	83	-	83
Thai Cooperage Co., Ltd.	-	-	-	-	-	-	177	1	178	176	1	177
Cosmos Brewery (Thailand) Co., Ltd.	-	-	-	-	-	-	2,053	6	2,059	2,097	11	2,108
Pomthip Co., Ltd.	-	-	-	-	-	-	507	2	509	445	2	447
Pomkit Co., Ltd.	-	-	-	-	-	-	1,137	4	1,141	1,603	7	1,610
Pomkung Co., Ltd.	-	-	-	-	-	-	416	2	418	311	1	312
Pomchok Co., Ltd.	-	-	-	-	-	-	799	3	802	573	2	575

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

	Consolidated financial statements						Separate financial statements					
	31 March 2007			31 December 2006			31 March 2007			31 December 2006		
	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 (continued)												
Pomcharoen Co., Ltd.	-	-	-	-	-	-	131	1	132	123	1	124
Pomburapa Co., Ltd.	-	-	-	-	-	-	595	3	598	497	2	499
Additive Food Co., Ltd.	-	-	-	-	-	-	25	-	25	25	-	25
Beer Chang Co., Ltd.	-	-	-	-	-	-	210	1	211	100	1	101
Archa Beer Co., Ltd.	-	-	-	-	-	-	35	-	35	20	-	20
Pan International (Thailand) Co., Ltd.	-	-	-	-	-	-	55	-	55	55	-	55
Charun Business 52 Co., Ltd.	-	-	-	-	-	-	10	-	10	-	-	-
Dhospaak Co., Ltd.	-	-	-	-	-	-	40	3	43	40	13	53
Thai Beverage Marketing Co., Ltd.	-	-	-	-	-	-	100	1	101	-	-	-
Total subsidiaries	-	-	-	-	-	-	18,787	76	18,863	17,356	94	17,450
Related companies												
T.C.C. Technology Co., Ltd.	-	10	10	-	10	10	-	5	5	-	5	5
South East Capital Co., Ltd.	-	16	16	-	17	17	-	2	2	-	2	2
Plaza Athenee Hotel (Thailand) Co., Ltd.	-	12	12	-	11	11	-	1	1	-	-	-
Southeast Assurance (2000) Co., Ltd.	-	39	39	-	41	41	-	-	-	-	-	-
Southeast Life Insurance Co., Ltd.	-	4	4	-	-	-	-	-	-	-	-	-
TCC Hotel Collection Co.,Ltd. (Formerly: Queen's Park Hotel Group Co., Ltd.)	-	11	11	-	7	7	-	-	-	-	-	-
Indara Insurance Public Co., Ltd.	-	-	-	-	3	3	-	-	-	-	-	-
Mae Ping Hotel (1988) Limited	-	-	-	-	1	1	-	-	-	-	-	-

Thai Beverage Public Company Limited and its Subsidiaries
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For the three-month period ended 31 March 2007 (Unaudited)

Short-term loans from and amounts due to related parties

	Consolidated financial statements						Separate financial statements					
	31 March 2007			31 December 2006			31 March 2007			31 December 2006		
	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>											
Related companies (continued)												
Great Oriole Limited	1,523	9	1,532	4,615	129	4,744	-	-	-	-	-	-
Others	-	4	4	-	4	4	-	1	1	-	-	-
Total related companies	1,523	105	1,628	4,615	223	4,838	-	9	9	-	7	7
Total	1,523	105	1,628	4,615	223	4,838	18,787	85	18,872	17,356	101	17,457

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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Movements during the three-month periods ended 31 March on loans from related parties were as follows:

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2007	2006	2007	2006
	<i>(in million Baht)</i>			
Short-term Subsidiaries				
At 1 January	-	-	17,356	15,541
Increase	-	-	6,475	7,070
Decrease	-	-	(5,044)	(5,321)
At 31 March	-	-	18,787	17,290
Others				
At 1 January	4,615	4,015	-	-
Increase	-	-	-	-
Decrease	(3,092)	(176)	-	-
At 31 March	1,523	3,839	-	-
Total short-term				
At 1 January	4,615	4,015	17,356	15,541
Increase	-	-	6,475	7,070
Decrease	(3,092)	(176)	(5,044)	(5,321)
At 31 March	1,523	3,839	18,787	17,290

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2007 (Unaudited)

7 Trade accounts receivable

	Consolidated financial statements		Separate financial statements	
	31 March 2007	31 December 2006	31 March 2007	31 December 2006
	<i>(in million Baht)</i>			
Accounts receivable from related parties				
Within credit terms	13	18	-	-
Overdue:				
Less than 3 months	9	3	-	-
	<u>22</u>	<u>21</u>	<u>-</u>	<u>-</u>
Accounts receivable from other parties				
Within credit terms	549	940	-	-
Overdue:				
Less than 3 months	323	340	-	-
3-6 months	51	17	-	-
6-12 months	43	19	-	-
Over 12 months	5	5	-	-
	<u>971</u>	<u>1,321</u>	<u>-</u>	<u>-</u>
Less allowance for doubtful accounts	(23)	(24)	-	-
Net	<u>948</u>	<u>1,297</u>	<u>-</u>	<u>-</u>
Total	<u>970</u>	<u>1,318</u>	<u>-</u>	<u>-</u>

8 Investments in subsidiaries and associates

Movements during the three-month periods ended 31 March on investments were as follows:

	Consolidated financial statements		Separate financial statements	
	2007	2006	2007	2006 (Restated)
	<i>(in million Baht)</i>			
Net book value at 1 January	135	129	63,595	63,085
Share of net losses of investments - equity method	(4)	(4)	-	-
Acquisitions (See note 5 to the financial statements)	-	-	6,505	-
Net book value at 31 March	<u>131</u>	<u>125</u>	<u>70,100</u>	<u>63,085</u>
Net book value at 31 December		<u>135</u>		<u>63,595</u>

Thai Beverage Public Company Limited and its Subsidiaries
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Investments accounted for using the equity method for consolidated financial statements as at 31 March 2007 and 31 December 2006, were as follows:

	Consolidated financial statements								
	Ownership interest		Paid-up capital		Cost method		Equity method		
	31 March 2007	31 December 2006	31 March 2007	31 December 2006	31 March 2007	31 December 2006	31 March 2007	31 December 2006	
	(%)		<i>(in million Baht)</i>						
<i>Associates</i>									
<i>Held by subsidiaries of indirect subsidiaries</i>									
Liquorland Limited	49.90	49.90	69	69	51	51	131	135	
Inver House Polska Limited	40.00	40.00	8	8	4	4	-	-	
Inver House Distribution SA	50.00	50.00	2	2	1	1	-	-	
Total			79	79	56	56	131	135	

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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Investments in subsidiaries and associates for separate financial statements as at 31 March 2007 and 31 December 2006, were as follows:

	Ownership interest		Separate financial statements (Restated)				Dividend income			
	31 March	31 December	Paid-up capital		Cost method		31 March	31 March		
	2007	2006	31 March	31 December	31 March	31 December	2007	2006		
	(%)		2007	2006	2007	2006				
			<i>(in million Baht)</i>							
Direct subsidiaries										
Beer Thai (1991) PCL.	100.00	100.00	5,550	5,550	12,500	12,500	-	472		
Beer Thip Brewery (1991) Co., Ltd.	100.00	100.00	6,600	6,600	12,500	12,500	-	660		
Cosmos Brewery (Thailand) Co., Ltd.	100.00	100.00	1,667	1,667	5,150	5,150	-	-		
Thai Alcohol PCL.	100.00	100.00	800	800	1,666	1,666	-	120		
Sangsom Co., Ltd.	100.00	100.00	7,500	7,500	7,500	7,500	-	-		
Red Bull Distillery (1988) Co., Ltd.	100.00	100.00	5,000	3,000	5,000	3,000	-	-		
United Winery and Distillery Co., Ltd.	100.00	100.00	1,800	1,800	1,800	1,800	-	-		
Sura Bangyikhan Co., Ltd.	100.00	100.00	4,000	4,000	4,000	4,000	-	-		
Fuengfuanant Co., Ltd.	100.00	100.00	900	900	900	900	-	-		
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	-	-		
Thanapakdi Co., Ltd.	100.00	100.00	700	700	700	700	-	-		
Mongkolsamai Co., Ltd.	100.00	100.00	700	700	700	700	-	-		
Simathurakij Co., Ltd.	100.00	100.00	900	900	900	900	-	-		
Kanchanasingkorn Co., Ltd.	100.00	100.00	700	700	700	700	-	-		
Luckchai Liquor Trading Co., Ltd.	100.00	100.00	800	800	800	800	-	-		
Nateechai Co., Ltd.	100.00	100.00	800	800	800	800	-	-		
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	-	-		

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	Separate financial statements (Restated)								
	Ownership interest		Paid-up capital		Cost method		Dividend income		
	31 March 2007	31 December 2006	31 March 2007	31 December 2006	31 March 2007	31 December 2006	31 March 2007	31 March 2006	
	(%)		(in million Baht)						
<i>Direct subsidiaries (Continued)</i>									
T.C.C. Cosmo Corp., Ltd.	100.00	100.00	5	5	39	39	-	-	
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	-	-	
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	-	-	
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	-	-	
Maharas Agri Co., Ltd.	100.00	100.00	2	2	2	2	-	-	
Pan International (Thailand) Co., Ltd.	100.00	100.00	1	1	54	54	-	-	
Additive Food Co., Ltd.	100.00	100.00	1	1	38	38	-	-	
Charun Business 52 Co., Ltd.	100.00	100.00	122	122	84	84	-	-	
Bionic Humus Co., Ltd.	100.00	100.00	10	10	14	14	-	-	
Thai Molasses Co., Ltd.	99.72	99.72	40	40	35	35	-	-	
Thai Beverage Logistics Co., Ltd. (Formerly: Sahatipkarnkonsong Co., Ltd.)	100.00	100.00	12	12	12	12	-	-	
Thai Cooperage Co., Ltd.	100.00	100.00	300	300	300	300	-	-	
Dhanasindhi Co., Ltd.	100.00	100.00	20	20	24	24	-	-	
Bang-Na Logistic Co., Ltd.	100.00	100.00	123	123	134	134	-	-	
Thai Beverage Marketing Co, Ltd.	100.00	100.00	300	300	300	300	-	-	

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	Ownership interest		Separate financial statements (Restated)				Dividend income	
	31 March	31 December	Paid-up capital		Cost method		31 March	31 March
	2007	2006	2007	2006	2007	2006	2007	2006
	(%)		<i>(in million Baht)</i>					
Direct subsidiaries (Continued)								
Dhospaak Co., Ltd.	100.00	100.00	25	25	61	61	-	-
International Beverage Holdings Ltd.	100.00	100.00	5,040	535	5,040	535	-	-
Sura Piset Thipparat Co., Ltd.	100.00	100.00	500	500	510	510	-	-
Total			48,257	41,752	70,100	63,595	-	1,252

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9 Interest-bearing liabilities

	Consolidated financial statements		Separate financial statements	
	31 March 2007	31 December 2006	31 March 2007	31 December 2006
	<i>(in million Baht)</i>			
Current				
Bank overdrafts				
- Guaranteed	546	1,516	-	-
- Unsecured	74	367	-	30
	<u>620</u>	<u>1,883</u>	<u>-</u>	<u>30</u>
Short-term loans from financial institutions				
- Unsecured	2,900	4,870	500	3,000
Short-term guaranteed bonds				
- Guaranteed / Negative pledge	-	2,200	-	2,200
Current portion of long-term guaranteed bonds				
- Guaranteed / Negative pledge	5,300	2,300	5,300	2,300
Current portion of long-term loan				
- Guaranteed / Negative pledge	1,500	1,500	1,500	1,500
	<u>10,320</u>	<u>12,753</u>	<u>7,300</u>	<u>9,030</u>
Non-current				
Long-term guaranteed bonds				
- Guaranteed / Negative pledge	-	3,000	-	3,000
Long-term loans from financial institution				
- Guaranteed / Negative pledge	3,380	3,755	3,380	3,755
- Unsecured	4,500	-	4,500	-
	<u>7,880</u>	<u>6,755</u>	<u>7,880</u>	<u>6,755</u>
Total	<u>18,200</u>	<u>19,508</u>	<u>15,180</u>	<u>15,785</u>

The interest rate exposure of the borrowings as at 31 March 2007 and 31 December 2006 were as follows:

	31 March 2007		31 December 2006	
	Range	Weighted (%)	Range	Weighted
Bank overdrafts	6.25 - 8.25	6.45	6.00 - 10.75	7.16
Short-term loans from financial institutions	4.85 - 5.18	4.92	5.27 - 5.45	5.41
Short-term guaranteed bonds	-	-	5.40	5.40
Long-term guaranteed bonds and current portion	5.55 - 5.75	5.66	5.55 - 5.75	5.66
Long-term loan and current portion	5.60 - 6.00	5.81	5.70 - 5.75	5.73

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The principal features of the borrowings are as follows:

- (a) Bank overdrafts are repayable on demand. As at 31 March 2007, the Group has a total overdraft facilities amounting to Baht 3,684 million (*31 December 2006: Baht 3,705 million*) which is partially guaranteed by five subsidiaries.
- (b) Short-term loans from financial institutions as at 31 March 2007, the Group has short-term loan facilities from several financial institutions totalling Baht 22,040 million (*31 December 2006: Baht 20,820 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 commercial banks totalling Baht 2,900 million (*31 December 2006: Baht 4,870 million*)
- (c) Guaranteed bonds as at 31 March 2007 and 31 December 2006 were guaranteed bonds with a full co-guarantee by four subsidiaries and negative pledge undertaken by the Company whereby 17 subsidiaries agree not to sell, transfer, mortgage, pledge, encumber or grant any preferential right in relation to their land, buildings, plants and machinery. The Company is required to maintain a consolidated debt (interest-bearing debt) to equity (excluding unrealised foreign exchange gain or loss) ratio of not more than 2.5 to 1 based on the annual consolidated financial statements prepared in accordance with generally accepted accounting standards in Thailand.

The bonds have the following payment terms:

	Amount <i>(in million Baht)</i>	Fixed interest rate <i>(% per annum)</i>	Maturity
First tranche	2,500	4.95	22 August 2006
Second tranche	2,200	5.40	22 February 2007
Third tranche	2,300	5.55	22 August 2007
Fourth tranche	3,000	5.75	22 February 2008

The principal is to be redeemed at maturity. Interest is payable semi-annually commencing on 22 August 2006.

- (d) Long-term loan and its current portion as at 31 December 2006 were loan agreements with eight commercial banks 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 702.20 million for the last installment, from 28 April 2008 to 31 March 2011 with interest at the fixed rates of 5.75% and 6.00% 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 5.70% 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.

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In 2006, the Company partially repaid long-term loans with accrued interest to seven financial institutions amounting to Baht 20,336 million.

During February 2007, the Company entered into a long-term loan agreement with a commercial bank 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.

10 Share capital

Issued and paid up share capital as at 31 March 2007 amounted to Baht 25,110 million (2006: Baht 22,000 million) which composed of 25,110 million ordinary shares (2006: 22,000 million shares), Baht 1 per share and fully paid.

There was no movement in share capital during the three-month periods ended 31 March 2007 and 2006.

11 Segmental information

Segment information is presented in respect of both 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/water</i>	Production and sales of branded beer and water products (mostly outside the group);
<i>Spirits</i>	Production and sales of branded spirits products (mostly outside the group);
<i>Alcohol</i>	Production and sales of alcohol (mostly outside the group); and
<i>Related</i>	Purchasing of packaging materials and sale of byproducts (mostly within the group).

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.

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Business segment results

Business segment results for the three-month periods ended 31 March were as follows:

	Beer/water		Spirits		Alcohol		Related		Elimination		Total	
	2007	2006	2007	2006	2007	2006	2007	2006	2007	2006	2007	2006
	<i>(in million Baht)</i>											
Revenue	12,556	10,805	13,559	12,600	219	76	1,739	1,608	(2,112)	(1,790)	25,961	23,299
Interest income	5	4	3	1	-	-	2	1	(2)	(1)	8	5
Other income	44	8	68	24	3	-	9	8	(10)	(16)	114	24
Total revenue	12,605	10,817	13,630	12,625	222	76	1,750	1,617	(2,124)	(1,807)	26,083	23,328
Cost of sales	9,600	8,187	8,765	7,752	186	53	1,483	1,448	(1,724)	(1,371)	18,310	16,069
Selling and administrative expenses	1,655	1,595	1,745	1,813	32	56	116	131	(429)	(422)	3,119	3,173
Total expenses	11,255	9,782	10,510	9,565	218	109	1,599	1,579	(2,153)	(1,793)	21,429	19,242
Profit before interest and income tax expenses	1,350	1,035	3,120	3,060	4	(33)	151	38	29	(14)	4,654	4,086
Interest expense	71	92	214	355	8	14	6	15	(2)	(1)	297	475
Income tax	671	454	744	594	2	-	62	20	-	-	1,479	1,068
Net profit (loss)	608	489	2,162	2,111	(6)	(47)	83	3	31	(13)	2,878	2,543

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Business segments financial position

Business segment assets and liabilities as at 31 March 2007 and 31 December 2006 were as follows:

	Beer/water		Spirits		Alcohol		Related		Total	
	31 March 2007	31 December 2006	31 March 2007	31 December 2006	31 March 2007	31 December 2006	31 March 2007	31 December 2006	31 March 2007	31 December 2006
	<i>(in million Baht)</i>									
Inventories, net	3,388	2,823	25,411	25,078	346	275	118	139	29,263	28,315
Property, plant and equipment, net	19,230	19,941	24,796	25,673	1,612	1,681	2,214	2,237	47,852	49,532
Other assets	2,355	1,680	5,012	5,298	490	563	167	192	8,024	7,733
Total Assets	24,973	24,444	55,219	56,049	2,448	2,519	2,499	2,568	85,139	85,580
Total debt	5,949	5,567	11,391	13,012	520	571	340	358	18,200	19,508
Other liabilities	4,626	4,616	6,009	7,837	33	46	918	1,019	11,586	13,518
Total liabilities	10,575	10,183	17,400	20,849	553	617	1,258	1,377	29,786	33,026

Business segment capital expenditure, depreciation and amortisation for the three-month periods ended 31 March were as follows:

	Beer/water		Spirits		Alcohol		Related		Total	
	2007	2006	2007	2006	2007	2006	2007	2006	2007	2006
	<i>(in million Baht)</i>									
Capital expenditure										
- Fixed assets	56	509	262	120	7	13	9	3	334	645
- Intangible assets	3	-	8	1	-	-	-	-	11	1
Depreciation	567	468	574	544	49	30	14	24	1,204	1,066
Amortisation	1	-	18	22	-	-	-	-	19	22

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Geographical segments

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

	Consolidated financial statements			
	Revenue		Fixed assets	
	31 March 2007	31 March 2006	31 March 2007	31 December 2006
	<i>(in million Baht)</i>			
Thailand	25,191	22,734	46,428	48,032
Overseas	892	594	1,424	1,500
Total	<u>26,083</u>	<u>23,328</u>	<u>47,852</u>	<u>49,532</u>

12 Changes in accounting policy

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

Until 31 December 2006, the Company accounted for its investments in subsidiary companies and associates in its separate financial statements using the equity method.

On 11 October 2006, the Federation of Accounting Professions (FAP) announced that the Thai Accounting Standard No. 44 (TAS No. 44) "Consolidated Financial Statements and Accounting for Investments in Subsidiaries" is to be revised. FAP announcement No. 26/2006 requires a parent company which has investments in a subsidiary company, or an associate company, which is not classified as a "held for sale" investment, to record such investment in accordance with either the cost method or with the recognition and measurement basis for financial instruments (when an announcement is made), instead of the equity method currently used.

Starting from 1 January 2007, the Company has, accordingly, changed its accounting policy for its investments in subsidiary companies and associate companies in its financial statements from the equity method to the cost method. The change in accounting policy has been applied retrospectively and the Company's 2006 separate financial statements, which are included in the Company's 2007 interim financial statements for comparative purposes, have been restated accordingly.

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The effects of the change in accounting policy on the Company's interim financial statements are as follows:

	2007	2006
	<i>(in million Baht)</i>	
Balance sheet at 1 January		
Decrease in excess of share losses over costs of investments	(938)	(1)
Decrease in retained earnings	(15,567)	(14,494)
Increase in difference arising from common control transactions	17,141	15,979
Decrease in revaluation surpluses	(6,452)	(6,450)
Increase in currency translation changes	20	5
Decrease in investment in subsidiaries and associates	<u>(5,796)</u>	<u>(4,961)</u>
Statement of income for the three-month period ended 31 March		
Increase in dividend income from subsidiaries and associates		1,252
Decrease in share of profits from investments accounted for using the equity method, net		(2,546)
Decrease in net profit		<u>(1,294)</u>
Decrease in earnings per share (Baht)		<u>(0.06)</u>

13 Commitments

	Consolidated financial statements		Separate financial statements	
	31 March 2007	31 December 2006	31 March 2007	31 December 2006
	<i>(in million)</i>			
Capital commitments				
<i>Contracted but not provided for</i>				
Buildings and other constructions				
Baht	246	392	-	86
Machinery and equipment				
Baht	407	232	-	-
Euro (EUR)	6	9	-	-
Great Britain Pound (GBP)	-	3	-	-

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	Consolidated financial statements		Separate financial statements	
	31 March 2007	31 December 2006	31 March 2007	31 December 2006
	<i>(in million Baht)</i>			
<i>Non-cancellable operating lease commitments</i>				
Within one year	271	285	28	24
After one year but within five years	296	284	46	38
After five years	19	19	-	-
Total	586	588	74	62

	Consolidated financial statements		Separate financial statements	
	31 March 2007	31 December 2006	31 March 2007	31 December 2006
	<i>(in million)</i>			
<i>Other commitments</i>				
Raw materials purchasing agreements (Malt & Hop)				
US Dollar (USD)	33	44	-	-
Euro (EUR)	6	9	-	-
Great Britain Pound (GBP)	5	6	-	-
Molasses purchasing agreements				
Baht	938	1,728	-	-
Computer system installation agreements				
Baht	214	309	289	320
Others				
Baht	214	190	4	5

- (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 1,766.20 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 3,766.20 million.

As at 31 March 2007 the remaining commitments to be paid, relating to these agreements, amounted to Baht 1,623 million.

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- (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 £0.50 million and a maximum amount of £2.9 million per year, dependent on the performance of Everton football team in each year.

14 Litigation

The application filed by a subsidiary to the Central Tax Court to withdraw the assessment of the property tax of 2002 up to 2006 in the amount of Baht 151.32 million. The subsidiary has appealed and the case is currently being considered by the Central Tax Court and the Supreme Court. The management of the subsidiary ensures that they will receive the above property tax back.

15 Events after the balance sheet date

Significant events after the balance sheet date were as follows:

- (a) At the Annual General Meeting of the shareholders of the Company held on 20 April 2007, the shareholders approved the appropriation of dividend payment from the net profit of 2006 of Baht 0.22 per share, totalling Baht 5,524 million. On 8 September 2006, the interim dividend were paid of Baht 0.11 per share, totalling Baht 2,762 million. The remaining dividend payment of Baht 0.11 per share, totalling Baht 2,762 million.
- (b) On 29 March 2007, a subsidiary company submitted a conditional bid in the amount of RMB 980 million for the purchase of all businesses of Anhui Gujing Group Limited, a state-owned enterprise, which engaged in distillery, hotels and other businesses from a state entity of The People's Republic of China. If the bidding is successful, such subsidiary will dispose of the non liquor-related businesses to T.C.C. International Limited who issued a written undertaking, to purchase the non liquor-related businesses per pro-rata of bidding value of the fair value of non liquor-related businesses and the fair value of total businesses.

Subsequently, on 3 April 2007, that subsidiary had been selected to negotiate the final terms of the acquisition and has paid a deposit for bidding in the amount of RMB 50 million. Currently, it is negotiating the condition of the acquisition.

16 Reclassification of accounts

Certain accounts in the 2006 interim financial statements have been reclassified to conform with the presentation in the 2007 interim financial statements.

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17 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.

(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.

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(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.

(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)*

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.

Under IFRS, 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.

