

Hana Microelectronics Public Company Limited
and its subsidiaries
Report and interim financial statements
For the three-month and nine-month periods ended
30 September 2011 and 2010

Review report of Independent Auditor

To the Shareholders of Hana Microelectronics Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Hana Microelectronics Public Company Limited and its subsidiaries as at 30 September 2011, the related consolidated statements of income and comprehensive income for the three-month and nine-month periods ended 30 September 2011 and 2010, the related consolidated statements of changes in shareholders' equity and cash flows for the nine-month periods ended 30 September 2011 and 2010, and the separate financial statements of Hana Microelectronics Public Company Limited for the same periods. These financial statements are the responsibility of the Company's management as to their correctness and the completeness of the presentation. My responsibility is to issue a report on these financial statements based on my reviews.

I conducted my reviews in accordance with the auditing standard applicable to 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. I have not performed an audit and, accordingly, I do not express an audit opinion.

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

I have previously audited the consolidated financial statements of Hana Microelectronics Public Company Limited and its subsidiaries, and the separate financial statements of Hana Microelectronics Public Company Limited for the year ended 31 December 2010 in accordance with generally accepted auditing standards and, based on my audit and the report of the other auditor, expressed an unqualified opinion on those statements under my report dated 1 March 2011. The consolidated and separate statements of financial position as at 31 December 2010, as presented herein for comparative purposes, formed an integral part of the financial statements which I audited and reported on. I have not performed any other audit procedures subsequent to the date of that report.

I draw attention to the matter as discussed in Note 1.4 and 1.5 to the financial statements, during the current period, the Company and its subsidiaries adopted the revised and new accounting standards issued by the Federation of Accounting Professions, and applied them in preparation and presentation of the interim financial statements. For the first-time adoption of TAS 19 Employee Benefits, the Company and its subsidiaries elected to recognise the transitional liability, which exceeds the liability that would have been recognised at the same date under the previous accounting policy, through an adjustment to the beginning balance of retained earnings in the current period. In addition, I draw attention to the event after the reporting period regarding the flood situation, as discussed in Note 18 to the financial statements.

Kamontip Lertwitworatep
Certified Public Accountant (Thailand) No. 4377

Ernst & Young Office Limited
Bangkok: 11 November 2011

Hana Microelectronics Public Company Limited and its subsidiaries

Statements of financial position

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		As at	As at	As at	As at
		30 September	31 December	30 September	31 December
		2011	2010	2011	2010
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents	3	3,552,356	2,974,544	253,731	662,729
Short-term investments	5	1,963,406	2,035,009	-	-
Trade accounts receivable					
Subsidiary companies	4, 6	-	-	11,484	18,433
Other companies - net	6	2,666,035	2,431,564	1,095,772	1,012,426
Total trade accounts receivable - net		2,666,035	2,431,564	1,107,256	1,030,859
Inventories - net	7	2,709,808	2,555,008	750,048	615,977
Other current assets					
Advance payments		41,271	45,543	3,122	4,437
Input tax refundable		67,245	60,633	4,896	9,358
Income tax refundable		8,137	8,137	8,137	8,137
Others		113,738	128,827	36,194	12,203
Total other current assets		230,391	243,140	52,349	34,135
Total current assets		11,121,996	10,239,265	2,163,384	2,343,700
Non-current assets					
Investments in subsidiary companies	8	-	-	3,427,502	3,427,502
Other long-term investment		97	97	97	97
Property, plant and equipment - net	9	6,539,076	6,526,493	1,660,660	1,722,116
Intangible assets - net	10	15,115	17,569	4,475	4,739
Other non-current assets		2,162	20,511	1,329	1,329
Total non-current assets		6,556,450	6,564,670	5,094,063	5,155,783
Total assets		17,678,446	16,803,935	7,257,447	7,499,483

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

Hana Microelectronics Public Company Limited and its subsidiaries

Statements of financial position (continued)

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		As at	As at	As at	As at
		30 September	31 December	30 September	31 December
		2011	2010	2011	2010
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from financial institution	11	51,967	-	-	-
Trade accounts payable					
Subsidiary companies	4	-	-	37,822	13,050
Other companies		1,910,370	1,698,690	518,617	458,506
Total trade accounts payable		1,910,370	1,698,690	556,439	471,556
Corporate income tax payable		2,021	25,266	-	8,728
Short-term provisions					
Provision for loss on tax assessment	16.5	150,466	150,466	150,466	150,466
Provision for product warranty		208,209	182,992	-	-
Total short-term provisions		358,675	333,458	150,466	150,466
Other current liabilities					
Other accounts payable		40,374	307,965	16,641	46,925
Accrued expenses		378,175	176,592	81,741	26,291
Advances received from customers		172,026	165,490	27,461	10,041
Others		109,025	17,938	19,960	14,101
Total other current liabilities		699,600	667,985	145,803	97,358
Total current liabilities		3,022,633	2,725,399	852,708	728,108
Non-current liabilities					
Provision for long-term employee benefits	1.4	301,012	-	121,940	-
Total non-current liabilities		301,012	-	121,940	-
Total liabilities		3,323,645	2,725,399	974,648	728,108

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

Hana Microelectronics Public Company Limited and its subsidiaries

Statements of financial position (continued)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	As at	As at	As at	As at
	30 September	31 December	30 September	31 December
	Note	2011	2010	2011
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered				
1,000,000,000 ordinary shares of Baht 1 each	1,000,000	1,000,000	1,000,000	1,000,000
Issued and fully paid-up				
830,474,960 ordinary shares of Baht 1 each	830,475	830,475	830,475	830,475
Share premium	1,723,219	1,723,219	1,723,219	1,723,219
Retained earnings				
Appropriated - statutory reserve	320,218	320,218	100,000	100,000
Appropriated - reserve for treasury shares	12	262,987	262,987	262,987
Unappropriated	11,724,825	11,700,365	3,629,105	4,117,681
Other components of shareholders' equity	(243,936)	(495,741)	-	-
Equity attributable to owners of the Company	14,617,788	14,341,523	6,545,786	7,034,362
Treasury shares	12	(262,987)	(262,987)	(262,987)
Total shareholders' equity	14,354,801	14,078,536	6,282,799	6,771,375
Total liabilities and shareholders' equity	17,678,446	16,803,935	7,257,447	7,499,483
	-	-	-	-

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

Directors

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries**Income statements****For the three-month periods ended 30 September 2011 and 2010**

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

	Note	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Revenues					
Sales		4,521,588	4,655,923	1,569,426	1,617,215
Other income					
Interest income		33,817	35,419	9	806
Dividend income		10	9	10	9
Gain on exchange		11,495	103,421	20,965	-
Others		85,960	75,496	18,689	19,891
Total other income		131,282	214,345	39,673	20,706
Total revenues		4,652,870	4,870,268	1,609,099	1,637,921
Expenses					
Cost of sales		3,939,783	3,832,857	1,347,888	1,324,894
Selling expenses		28,348	31,249	6,651	4,972
Administrative expenses		184,072	126,581	49,581	27,177
Loss on exchange		-	-	-	33,461
Other expenses		6,391	6,544	-	-
Total expenses		4,158,594	3,997,231	1,404,120	1,390,504
Profit before finance cost and corporate income tax					
corporate income tax		494,276	873,037	204,979	247,417
Finance cost		(1,810)	(1,956)	(613)	(584)
Profit before corporate income tax		492,466	871,081	204,366	246,833
Corporate income tax		(6,925)	(27,441)	(140)	(5,099)
Profit for the period		485,541	843,640	204,226	241,734
Profit attributable to:					
Equity holders of the Company		485,541	843,640	204,226	241,734
Earnings per share					
13					
Basic earnings per share					
Profit attributable to equity holders of the Company					
(Baht)		0.60	1.05	0.25	0.30

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statements of comprehensive income

For the three-month periods ended 30 September 2011 and 2010

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Profit for the period	<u>485,541</u>	<u>843,640</u>	<u>204,226</u>	<u>241,734</u>
Other comprehensive income:				
Gain (loss) on change in value of available-for-sale investments	(78,573)	74,841	-	-
Exchange differences on translation of financial statements in foreign currency	<u>124,169</u>	<u>(359,174)</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the period	<u>45,596</u>	<u>(284,333)</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u><u>531,137</u></u>	<u><u>559,307</u></u>	<u><u>204,226</u></u>	<u><u>241,734</u></u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u><u>531,137</u></u>	<u><u>559,307</u></u>	<u><u>204,226</u></u>	<u><u>241,734</u></u>

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

Hana Microelectronics Public Company Limited and its subsidiaries**Income statements****For the nine-month periods ended 30 September 2011 and 2010**

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

	Note	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Revenues					
Sales		12,681,316	12,970,308	4,487,319	4,924,414
Other income					
Interest income		109,567	106,201	4,665	3,896
Dividend income		1,772	3,674	310,021	275,019
Gain on exchange		104,895	142,801	54,609	-
Others		319,192	211,597	54,044	54,443
Total other income		535,426	464,273	423,339	333,358
Total revenues		13,216,742	13,434,581	4,910,658	5,257,772
Expenses					
Cost of sales		10,997,444	10,656,324	3,872,622	3,997,439
Selling expenses		72,126	89,267	17,694	16,974
Administrative expenses		527,056	400,939	131,869	81,955
Loss on exchange		-	-	-	30,180
Other expenses		19,250	20,170	-	-
Total expenses		11,615,876	11,166,700	4,022,185	4,126,548
Profit before finance cost and corporate income tax					
corporate income tax		1,600,866	2,267,881	888,473	1,131,224
Finance cost		(7,367)	(5,917)	(2,322)	(1,710)
Profit before corporate income tax		1,593,499	2,261,964	886,151	1,129,514
Corporate income tax		(33,680)	(77,476)	(9,896)	(22,127)
Profit for the period		1,559,819	2,184,488	876,255	1,107,387
Profit attributable to:					
Equity holders of the Company		1,559,819	2,184,488	876,255	1,107,387
Earnings per share					
13					
Basic earnings per share					
Profit attributable to equity holders of the Company					
(Baht)		1.94	2.71	1.09	1.38

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statements of comprehensive income

For the nine-month periods ended 30 September 2011 and 2010

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
Note	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Profit for the period	<u>1,559,819</u>	<u>2,184,488</u>	<u>876,255</u>	<u>1,107,387</u>
Other comprehensive income:				
Gain (loss) on change in value of available-for-sale investments	5.2 (40,981)	65,684	-	-
Exchange differences on translation of financial statements in foreign currency	<u>292,786</u>	<u>(536,106)</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the period	<u>251,805</u>	<u>(470,422)</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u><u>1,811,624</u></u>	<u><u>1,714,066</u></u>	<u><u>876,255</u></u>	<u><u>1,107,387</u></u>
Total comprehensive income attributable to:				
Equity holders of the Company	<u><u>1,811,624</u></u>	<u><u>1,714,066</u></u>	<u><u>876,255</u></u>	<u><u>1,107,387</u></u>

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries**Statements of cash flows****For the nine-month periods ended 30 September 2011 and 2010**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Cash flows from operating activities				
Profit before tax	1,593,499	2,261,964	886,151	1,129,514
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation	901,563	826,972	220,266	202,811
Amortisation expenses	4,352	2,344	468	415
Allowance for doubtful accounts (reversal)	5,175	(14)	-	-
Reversal of allowance for diminution in inventory value	(28,106)	(30,817)	(16,915)	(20,246)
Dividend income from subsidiary companies	-	-	(310,000)	(275,000)
Dividend income from other companies	(1,772)	(3,674)	(21)	(19)
Interest income from short-term investments	(74,260)	(82,996)	-	-
Loss (gain) on sales of short-term investments	(54,522)	3,977	-	-
Revaluation loss (gain) on investments in securities held for trading	2,156	(28,516)	-	-
Loss (gain) on disposals of equipment	1,698	3,084	(3,745)	(135)
Allowance for impairment loss on assets (reversal)	(312)	-	338	-
Provision for product warranty	19,251	20,171	-	-
Provision for long-term employee benefits	32,067	-	12,910	-
Unrealised loss (gain) on exchange	(10,034)	17,735	(20,354)	29,083
Unrealised loss (gain) on forward contracts	55,258	(28,178)	-	-
Unrealised gain on asset swap contracts	(1,464)	(68)	-	-
Interest expenses	440	18	434	-
Income from operating activities before changes in operating assets and liabilities	2,444,989	2,962,002	769,532	1,066,423
Operating assets (increase) decrease				
Trade accounts receivable	(224,662)	(504,905)	(40,869)	(128,899)
Inventories	(126,694)	(578,200)	(117,156)	(76,972)
Other current assets	48,017	(87,171)	(18,207)	(5,431)
Other non-current assets	7,541	73	-	-
Operating liabilities increase (decrease)				
Trade accounts payable	215,755	337,112	70,751	(135,861)
Accrued expenses	202,000	171,897	56,421	55,064
Advances received from customers	3,142	31,716	16,369	2,780
Other current liabilities	18,928	11,826	(2,449)	5,109
Cash from operating activities	2,589,016	2,344,350	734,392	782,213
Cash paid for corporate income tax	(57,827)	(157,482)	(19,524)	(106,108)
Interest paid	(434)	-	(434)	-
Net cash from operating activities	2,530,755	2,186,868	714,434	676,105

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries**Statements of cash flows (continued)**

For the nine-month periods ended 30 September 2011 and 2010

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>
Cash flows from investing activities				
Increase in short-term investments	(268,434)	(266,840)	-	-
Proceed from sales of short-term investments	351,422	79,543	-	-
Interest income from short-term investments	39,325	52,586	-	-
Dividend income from subsidiary companies	-	-	310,000	275,000
Dividend income from other companies	1,772	3,674	21	19
Proceeds from disposals of equipment	19,808	27,831	15,883	3,937
Acquisitions of property, plant and equipment	(1,202,931)	(1,576,137)	(201,570)	(239,997)
Acquisitions of computer software	(1,898)	(2,096)	(204)	(1,750)
Decrease (increase) in other non-current assets	10,808	(7,852)	-	(22,922)
Net cash from (used in) investing activities	<u>(1,050,128)</u>	<u>(1,689,291)</u>	<u>124,130</u>	<u>14,287</u>
Cash flows from financing activities				
Increase (decrease) in short-term loans				
from financial institutions	51,967	(43,906)	-	-
Interest paid	(6)	(18)	-	-
Dividend paid	(1,247,562)	(1,126,830)	(1,247,562)	(1,126,830)
Net cash used in financing activities	<u>(1,195,601)</u>	<u>(1,170,754)</u>	<u>(1,247,562)</u>	<u>(1,126,830)</u>
Increase (decrease) in cash and cash equivalents	285,026	(673,177)	(408,998)	(436,438)
Translation adjustment	292,786	(536,106)	-	-
Net increase (decrease) in cash and cash equivalents	577,812	(1,209,283)	(408,998)	(436,438)
Cash and cash equivalents at beginning of the period	2,974,544	4,272,065	662,729	902,743
Cash and cash equivalents at end of the period (Note 3)	<u>3,552,356</u>	<u>3,062,782</u>	<u>253,731</u>	<u>466,305</u>
	-	-	-	-
Supplemental cash flow information				
Non-cash related transactions from investing activities				
Net increase (decrease) in other accounts payable				
for purchases of plant and equipment	(267,591)	(9,142)	(30,284)	19,518
Revaluation gain (loss) from change in fair value of				
investments in available-for-sale securities	(40,981)	65,684	-	-

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity

For the nine-month periods ended 30 September 2011 and 2010

(Unit: Thousand Baht)

Consolidated financial statements															
						Other components of shareholders' equity									
						Other comprehensive income									
						Surplus (deficit)									
						Retained earnings		on change in		Exchange differences		Total other		Total equity	
						Appropriated		fair value of		on translation of		components of		attributable to	
						Reserve for		available-for-sale		financial statements		shareholders'		shareholders of	
						Statutory reserve		investments		in foreign currency		equity		Treasury	
						treasury shares		Unappropriated		equity		shares		Total	
						Unappropriated		investments		in foreign currency		equity		shareholders'	
Note	Issued and paid up share capital	Share premium	Statutory reserve	Reserve for treasury shares	Unappropriated	investments	in foreign currency	equity	the Company	Treasury shares	equity	equity	equity		
Balance as at 31 December 2009	830,475	1,723,219	320,218	262,987	10,077,775	68,996	(14,397)	54,599	13,269,273	(262,987)	13,006,286				
Dividend paid	15	-	-	-	(1,126,830)	-	-	-	(1,126,830)	-	(1,126,830)				
Total comprehensive income for the period	-	-	-	-	2,184,488	65,684	(536,106)	(470,422)	1,714,066	-	1,714,066				
Balance as at 30 September 2010	<u>830,475</u>	<u>1,723,219</u>	<u>320,218</u>	<u>262,987</u>	<u>11,135,433</u>	<u>134,680</u>	<u>(550,503)</u>	<u>(415,823)</u>	<u>13,856,509</u>	<u>(262,987)</u>	<u>13,593,522</u>				
Balance as at 31 December 2010	830,475	1,723,219	320,218	262,987	11,700,365	103,873	(599,614)	(495,741)	14,341,523	(262,987)	14,078,536				
Cumulative effect of changes in accounting policy															
for employee benefits	1.4	-	-	-	(287,797)	-	-	-	(287,797)	-	(287,797)				
Dividend paid	15	-	-	-	(1,247,562)	-	-	-	(1,247,562)	-	(1,247,562)				
Total comprehensive income for the period	-	-	-	-	1,559,819	(40,981)	292,786	251,805	1,811,624	-	1,811,624				
Balance as at 30 September 2011	<u>830,475</u>	<u>1,723,219</u>	<u>320,218</u>	<u>262,987</u>	<u>11,724,825</u>	<u>62,892</u>	<u>(306,828)</u>	<u>(243,936)</u>	<u>14,617,788</u>	<u>(262,987)</u>	<u>14,354,801</u>				

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

(Unaudited but reviewed)

Hana Microelectronics Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity (continued)

For the nine-month periods ended 30 September 2011 and 2010

(Unit: Thousand Baht)

		Separate financial statements						
		Retained earnings				Total equity		
		Issued and paid up		Appropriated		attributable to shareholders of		Treasury
Note	share capital	Share premium	Statutory reserve	Reserve for treasury shares	Unappropriated	the Company	shares	Total
Balance as at 31 December 2009	830,475	1,723,219	100,000	262,987	3,962,787	6,879,468	(262,987)	6,616,481
Dividend paid	15	-	-	-	(1,126,830)	(1,126,830)	-	(1,126,830)
Total comprehensive income for the period	-	-	-	-	1,107,387	1,107,387	-	1,107,387
Balance as at 30 September 2010	<u>830,475</u>	<u>1,723,219</u>	<u>100,000</u>	<u>262,987</u>	<u>3,943,344</u>	<u>6,860,025</u>	<u>(262,987)</u>	<u>6,597,038</u>
Balance as at 31 December 2010	830,475	1,723,219	100,000	262,987	4,117,681	7,034,362	(262,987)	6,771,375
Cumulative effect of changes in accounting policy								
for employee benefits	1.4	-	-	-	(117,269)	(117,269)	-	(117,269)
Dividend paid	15	-	-	-	(1,247,562)	(1,247,562)	-	(1,247,562)
Total comprehensive income for the period	-	-	-	-	876,255	876,255	-	876,255
Balance as at 30 September 2011	<u>830,475</u>	<u>1,723,219</u>	<u>100,000</u>	<u>262,987</u>	<u>3,629,105</u>	<u>6,545,786</u>	<u>(262,987)</u>	<u>6,282,799</u>

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

Hana Microelectronics Public Company Limited and its subsidiaries

Notes to interim financial statements

For the three-month and nine-month periods ended 30 September 2011 and 2010

1. General information

1.1 Corporate information

Hana Microelectronics Public Company Limited (“the Company”) was incorporated as a limited company under Thai law and transformed to be a public limited company under the Public Limited Companies Act on 27 January 1993. The Company operates its business in Thailand and is principally engaged in the manufacture and sales of electronic components. Its registered address is at 10/4 Moo 3, Vibhavadi-Rangsit Road, Kwang Talad Bangkhen, Khet Laksi, Bangkok.

1.2 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Accounting Standard No. 34 (revised 2009) “Interim Financial Reporting”, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, income statement, comprehensive income, changes in shareholders’ equity, and cash flows in the same format as that used for the annual financial statements.

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

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language interim financial statements.

1.3 Basis of consolidation

These consolidated interim financial statements include the financial statements of Hana Microelectronics Public Company Limited and its subsidiaries and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2010. There are no changes in the group structure during the current period.

However, Hana Microelectronics Enterprises Company Limited, a subsidiary company of Hana Microelectronics Investments Company Limited, had additionally invested in the capital increase of Hana Microelectronics (Jiaxing) Company Limited, a subsidiary company, of USD 5 million or equivalent to Baht 155.8 million during the current period, with no change in the shareholding percentage of the subsidiary.

1.4 Application of new accounting standards during the period

During the current period, the Company adopted a number of revised and new accounting standards, issued by the Federation of Accounting Professions, as listed below.

Accounting standards:

TAS 1 (revised 2009)	Presentation of Financial Statements
TAS 2 (revised 2009)	Inventories
TAS 7 (revised 2009)	Statement of Cash Flows
TAS 8 (revised 2009)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (revised 2009)	Events after the Reporting Period
TAS 11 (revised 2009)	Construction Contracts
TAS 16 (revised 2009)	Property, Plant and Equipment
TAS 17 (revised 2009)	Leases
TAS 18 (revised 2009)	Revenue
TAS 19	Employee Benefits
TAS 23 (revised 2009)	Borrowing Costs
TAS 24 (revised 2009)	Related Party Disclosures
TAS 26	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (revised 2009)	Consolidated and Separate Financial Statements
TAS 28 (revised 2009)	Investments in Associates
TAS 29	Financial Reporting in Hyperinflationary Economies
TAS 31 (revised 2009)	Interests in Joint Ventures
TAS 33 (revised 2009)	Earnings per Share
TAS 34 (revised 2009)	Interim Financial Reporting
TAS 36 (revised 2009)	Impairment of Assets
TAS 37 (revised 2009)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (revised 2009)	Intangible Assets
TAS 40 (revised 2009)	Investment Property

Financial reporting standards:

TFRS 2	Share-Based Payment
TFRS 3 (revised 2009)	Business Combinations
TFRS 5 (revised 2009)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6	Exploration for and Evaluation of Mineral Resources

Employee benefits

Post-employment benefits (Defined contribution plans)

The Company, its subsidiaries and their employees have jointly established a provident fund. The fund is monthly contributed by employees and by the Company and its subsidiaries. The fund's assets are held in a separate trust fund and the Company's and its subsidiaries' contributions are recognised as expenses when incurred.

Post-employment benefits (Defined benefit plans)

The Company and its subsidiaries have obligations in respect of the severance payments they must make to employees upon retirement under labor law. The Company and its subsidiaries treat these severance payment obligations as a defined benefit plan.

The obligation under the defined benefit plan is determined based on actuarial techniques, using the projected unit credit method. Such determination is made based on various assumptions, including discount rate, future salary increase rate, staff turnover rate, mortality rate, and inflation rates.

Actuarial gains and losses arising from post-employment benefits are recognised immediately in profit or loss.

For the first-time adoption of TAS 19 Employee Benefits, the Company and its subsidiaries elected to recognise the transitional liability, which exceeds the liability that would have been recognised at the same date under the previous accounting policy, through an adjustment to the beginning balance of retained earnings in the current period.

Provision for vacation

The Company and its subsidiaries have set up provision for vacation which is calculated in accordance with the Company's policy and formula, taking into consideration the employee's salary, the number of service years and the unused vacation days.

2. New accounting standards issued during the period not yet effective

During the current period, the Federation of Accounting Professions issued the below listed new accounting standards that are effective for fiscal years beginning on or after 1 January 2013.

Accounting Standard Interpretations:

- SIC 10 Government Assistance - No Specific Relation to Operating Activities
- SIC 21 Income Taxes - Recovery of Revalued Non-Depreciable Assets
- SIC 25 Income Taxes - Changes in the Tax Status of an Entity or its Shareholders

(Unaudited but reviewed)

3. Cash and cash equivalents

Cash and cash equivalents as reflected in the cash flow statements for the nine-month periods ended 30 September 2011 and 2010 consist of the following:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
Cash and deposits at banks	1,739,691	2,442,430	253,731	166,305
Bills of exchange	310,000	600,000	-	300,000
Fixed deposits with maturity not over 3 months	1,502,665	20,352	-	-
Cash and cash equivalents	<u>3,552,356</u>	<u>3,062,782</u>	<u>253,731</u>	<u>466,305</u>

4. Related party transactions

During the periods, the Company and its subsidiaries had significant business transactions with the related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company and those related parties.

(Unit: Million Baht)

	Separate financial statements				Pricing policies
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September		
	<u>2011</u>	<u>2010</u>	<u>2011</u>	<u>2010</u>	
Transactions with subsidiaries (eliminated from the consolidation)					
Sales	3	5	9	15	Prices agreed between the parties due to the uniqueness of products sold to each customer
Dividend income	-	-	310	275	Declared rate
Rental income	1	4	7	10	Contract price
Purchase of materials	34	22	86	68	Cost plus margin
Service fee expenses	-	-	1	2	Rates stipulated in the agreement

(Unaudited but reviewed)

The balances of the accounts as at 30 September 2011 and 31 December 2010 between the Company and those related parties are as follows:

(Unit: Thousand Baht)

	Separate financial statements	
	30 September 2011	31 December 2010
Trade accounts receivable - subsidiary companies		
Hana Microdisplay Technologies, Inc.	7,378	15,834
Omac Sales Limited	3,877	1,450
Hana Semiconductor (BKK) Company Limited	143	1,149
Hana Semiconductor International Limited	77	-
Hana Semiconductor (Ayutthaya) Company Limited	9	-
Total trade accounts receivable - subsidiary companies	<u>11,484</u>	<u>18,433</u>
Trade accounts payable - subsidiary companies		
Omac Sales Limited	30,692	8,244
Hana Semiconductor International Limited	3,704	576
Hana Semiconductor (Ayutthaya) Company Limited	1,184	1,369
Hana Microelectronics, Inc.	881	624
Hana Microdisplay Technologies, Inc.	843	2,169
Hana Microelectronics Investments Company Limited	518	68
Total trade accounts payable - subsidiary companies	<u>37,822</u>	<u>13,050</u>

Directors' and management's remuneration

During the three-month and nine-month periods ended 30 September 2011, the Company and its subsidiaries had salaries, bonuses, meeting allowances and other benefits of their directors and management recognised as expenses totaling Baht 20.1 million and Baht 56.0 million, respectively (the Company only: Baht 2.8 million and Baht 6.5 million, respectively) (2010: Baht 22.9 million and Baht 63.7 million, respectively, the Company only: Baht 1.5 million and Baht 5.5 million, respectively).

5. Short-term investments

(Unit: Thousand Baht)

		Consolidated financial statements			
		30 September 2011		31 December 2010	
		Cost/ Carrying value	Fair value	Cost/ Carrying value	Fair value
Securities held for trading					
	Overseas marketable equity securities	93,501	94,466	30,154	33,274
	Domestic marketable equity securities	-	-	37,353	128,196
	Total	93,501	94,466	67,507	161,470
	Add: Revaluation surplus on changes in value of investments	965	-	93,963	-
	Securities held for trading	94,466	94,466	161,470	161,470
Available-for-sale securities					
	Overseas marketable corporate bonds	971,669	993,716	901,608	932,940
	Quoted bonds	834,379	875,224	868,058	940,599
	Total	1,806,048	1,868,940	1,769,666	1,873,539
	Add: Revaluation surplus on changes in value of investments	62,892	-	103,873	-
	Available-for-sale securities	1,868,940	1,868,940	1,873,539	1,873,539
	Total short-term investments	1,963,406	1,963,406	2,035,009	2,035,009

5.1 Securities held for trading

Since the third quarter of 2008, Hana Microelectronics International Company Limited, an overseas subsidiary company, has invested in mutual fund of a company listed on the Stock Exchange of Cayman Island, warrants and shares of a company listed on the Stock Exchange of Thailand (SET). These investments are held for trading purpose. During the nine-month period ended 30 September 2011, the subsidiary company additionally invested in a fund from an overseas bank. In addition, this subsidiary company disposed the entire amount of the remaining shares of a company listed on the Stock Exchange of Thailand, resulting in gain of USD 1.8 million or equivalent to approximately Baht 53.1 million.

As at 30 September 2011, the subsidiary had assessed the fair value of the equity securities for mutual fund and the fund from an overseas bank by referring to the latest bid price as quoted on the Stock Exchanges, in which the fair value had decreased by USD 0.07 million or equivalent to approximately Baht 2.2 million (2010: increased by HKD 8.3 million or equivalent to approximately Baht 28.5 million). The changes in the fair value of these investments were recognised in the income statements.

5.2 Available-for-sale securities

In addition, this subsidiary has invested in private corporate bonds issued by various companies listed on the overseas Stock Exchanges and quoted bonds through the three overseas banks. These investments are classified as available-for-sale investments. During the nine-month period ended 30 September 2011, the subsidiary additionally invested in listed corporate bonds and disposed some of the bonds, resulting in gain of USD 0.05 million or equivalent to approximately Baht 1.4 million.

As at 30 September 2011, the subsidiary had assessed the fair value of the bonds by referring to the value quoted by the banks in which the fair value had decreased by USD 1.4 million or equivalent to approximately Baht 41.0 million (2010: increased by HKD 18.3 million or equivalent to approximately Baht 65.7 million). The change in the fair value of such bonds are shown as a separate item in the statements of comprehensive income.

6. Trade accounts receivable

The balances of trade accounts receivable as at 30 September 2011 and 31 December 2010, aged on the basis of due dates, are summarised below.

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
<u>Age of receivable</u>	30 September 2011	31 December 2010	30 September 2011	31 December 2010
<u>Accounts receivable - subsidiary companies</u>				
Not yet due	-	-	1,618	2,054
Past due				
Up to 3 months	-	-	5,864	8,238
3 - 6 months	-	-	2,158	3,630
6 - 12 months	-	-	1,568	4,030
Over 12 months	-	-	276	481
Total accounts receivable - subsidiary companies	-	-	11,484	18,433
<u>Accounts receivable - other companies</u>				
Not yet due	2,174,782	1,909,840	986,140	858,884
Past due				
Up to 3 months	476,356	513,225	106,776	152,470
3 - 6 months	18,194	8,957	453	1,072
6 - 12 months	3,362	2,782	2,403	-
Over 12 months	1,756	-	-	-
Total accounts receivable - other companies	2,674,450	2,434,804	1,095,772	1,012,426
Less: Allowance for doubtful accounts	(8,415)	(3,240)	-	-
Total trade accounts receivable - other companies - net	2,666,035	2,431,564	1,095,772	1,012,426
Total trade accounts receivable - net	<u>2,666,035</u>	<u>2,431,564</u>	<u>1,107,256</u>	<u>1,030,859</u>

7. Allowance for diminution in inventory value

Movements in the allowance for diminution in inventory value account during the nine-month period ended 30 September 2011 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Balance as at 31 December 2010	206,071	176,815
Allowance made during the period	83,450	92,645
Write-off obsolete and damaged inventories during the period	(111,557)	(109,560)
Translation adjustment	1	-
Balance as at 30 September 2011	<u>177,965</u>	<u>159,900</u>

8. Investments in subsidiary companies

Company's name	Separate financial statements							
	Paid up capital		Shareholding percentage		Cost		Dividend received for the nine-month periods ended	
	30 September 2011	31 December 2010	30 September 2011	31 December 2010	30 September 2011	31 December 2010	30 September	
			Percent	Percent			2011	2010
Hana Semiconductor (Ayutthaya) Company Limited	1,200,000	1,200,000	58	58	2,142,910	2,142,910	70,000	175,000
Hana Semiconductor (BKK) Company Limited	1,000,000	1,000,000	100	100	1,011,100	1,011,100	240,000	100,000
Omac Sales Limited	325	325	100	100	273,492	273,492	-	-
Hana Microelectronics International Company Limited	-	-	100	100	-	-	-	-
Hana Microelectronics Investment Company Limited	-	-	100	100	-	-	-	-
Hana Technologies Group Limited	-	-	100	100	-	-	-	-
Total investments in subsidiary companies					<u>3,427,502</u>	<u>3,427,502</u>	<u>310,000</u>	<u>275,000</u>

9. Property, plant and equipment

Movements in the property, plant and equipment account during the nine-month period ended 30 September 2011 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
	<u> </u>	<u> </u>
Net book value as at 31 December 2010	6,526,493	1,722,116
Acquisitions during the period - at cost	813,330	171,286
Disposals during the period - net book value at disposal date	(21,506)	(12,138)
Depreciation for the period	(901,563)	(220,266)
Allowance for impairment decrease (increase) during the period	312	(338)
Translation adjustment	122,010	-
Net book value as at 30 September 2011	<u>6,539,076</u>	<u>1,660,660</u>

10. Intangible assets

Movements in the intangible asset account, which represents computer software, during the nine-month period ended 30 September 2011 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
	<u> </u>	<u> </u>
Net book value as at 31 December 2010	17,569	4,739
Additions during the period - at cost	1,788	204
Amortisation during the period	(4,352)	(468)
Translation adjustment	110	-
Net book value as at 30 September 2011	<u>15,115</u>	<u>4,475</u>

11. Short-term loan from financial institution

During the current period, Hana Microelectronics International Company Limited, an overseas subsidiary company, entered into the loan agreements with an overseas commercial bank to borrow short-term loans of GBP 0.74 million and EUR 0.38 million. The short-term loans bear interest at the rate of 0.88% per annum and 1.27% per annum, respectively, and are secured by the pledge of the investments in available-for-sale securities held under the accounts of the lender by the subsidiary company.

12. Treasury shares

As at 30 September 2011 and 31 December 2010, details of treasury shares are as follows:

	Consolidated and separate financial statements	
	30 September 2011	31 December 2010
Cost of treasury shares (Thousand Baht)	262,987	262,987
Number of treasury shares (Thousand shares)	25,596	25,596
Average price per share (Baht)	10.27	10.27
Percentage of treasury shares to the Company's shares in issue	3.08	3.08

A resolution of the meeting of the Company's Board of Directors No. 4/2551 held on 7 October 2008 approved the repurchase of shares of the Company with a budget of not more than Baht 1,600 million, in order to manage its excess cash, increase earnings per share and maximise shareholder benefits. The repurchase of shares shall not be more than 83 million shares, or equivalent to 9.99% of total issued and paid-up shares of the Company. The period of repurchase of shares is from 22 October 2008 to 22 April 2009 and these shares are to be sold after 6 months from the date of completing the repurchase of shares, but not more than 3 years.

Under the notification of the Office of the Securities and Exchange Commission No. Gor Lor Tor. Chor. Sor. (Wor) 2/2548 and the notification of the Federation of Accounting Professions No. Sor. Sor Wor Bor Chor. 016/2548, public limited company is required to set aside retained earnings in an amount equal to the amount paid for treasury shares until either the shares are sold or paid-up capital is reduced by cancellation of any remaining unsold shares. As at 30 September 2011, the Company set aside approximately Baht 262.99 million as reserve for treasury shares (31 December 2010: Baht 262.99 million).

A resolution of the meeting of the Company's Board of Directors No. 3/2554 held on 10 August 2011 approved the resale of 25,596,100 treasury shares, or equivalent to 3.08 percent of total issued and paid-up shares of the Company. The treasury shares will be sold through the Stock Exchange of Thailand. The period of the resale of these shares is from 25 August 2011 to 2 September 2011, and the resale price shall not less than 85 percent of the average closing price of the last 5 trading days. However, no treasury shares were sold until the ending resale period on 2 September 2011.

13. Earnings per share

Basic earnings per share is calculated by dividing profit for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares held by public and in issue during the period.

Diluted earnings per share is calculated by dividing profit for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares held by public and in issue during the period plus the weighted average number of ordinary shares which would need to be issued to convert of all dilutive potential ordinary shares into ordinary shares. The calculation assumes that the conversion took place either at the beginning of the period or on the date the potential ordinary shares were issued.

	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Profit for the period (Thousand Baht)	485,541	843,640	204,226	241,734
Number of weighted average ordinary shares (Thousand shares)	804,879	804,879	804,879	804,879
Basic earnings per share (Baht per share)	0.60	1.05	0.25	0.30

	For the nine-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Profit for the period (Thousand Baht)	1,559,819	2,184,488	876,255	1,107,387
Number of weighted average ordinary shares (Thousand shares)	804,879	804,879	804,879	804,879
Basic earnings per share (Baht per share)	1.94	2.71	1.09	1.38

Warrants

The Company had in 2006 issued warrants to the Company's employees and directors, as detailed below.

Number of warrants: 20,000,000 warrants

Exercise price: Baht 27.40 per share

Exercise ratio: 1 ordinary share: 1 warrant

Exercise period: From 31 October 2006 to 31 July 2010

However, no warrants were exercised until the exercise period ended on 31 July 2010.

14. Segment information

The Company and its subsidiaries mainly involve a single industry segment in electronic components and mainly carry on their business in the geographic areas in Thailand, Hong Kong, the United States of America, and China. Geographical segment information of the Company and its subsidiaries for the three-month and nine-month periods ended 30 September 2011 and 2010 are as follows:

(Unit: Million Baht)

Consolidated financial statements for the three-month periods ended 30 September								
	Domestic		Foreign		Eliminated		Total	
	2011	2010	2011	2010	2011	2010	2011	2010
Revenues from external customers	3,197	3,537	1,325	1,119	-	-	4,522	4,656
Intersegment revenues	9	12	1,545	1,549	(1,554)	(1,561)	-	-
Total revenues	<u>3,206</u>	<u>3,549</u>	<u>2,870</u>	<u>2,668</u>	<u>(1,554)</u>	<u>(1,561)</u>	<u>4,522</u>	<u>4,656</u>
Segment income	401	591	181	232			582	823
Unallocated income and expenses:								
Other income							120	111
Gain on exchange							11	103
Selling expenses							(28)	(31)
Administrative expenses							(184)	(127)
Other expenses							(6)	(6)
Finance cost							(2)	(2)
Corporate income tax							(7)	(27)
Profit for the period							<u>486</u>	<u>844</u>

(Unit: Million Baht)

Consolidated financial statements for the nine-month periods ended 30 September								
	Domestic		Foreign		Eliminated		Total	
	2011	2010	2011	2010	2011	2010	2011	2010
Revenues from external customers	9,218	10,099	3,464	2,871	-	-	12,682	12,970
Intersegment revenues	27	34	3,998	3,739	(4,025)	(3,773)	-	-
Total revenues	<u>9,245</u>	<u>10,133</u>	<u>7,462</u>	<u>6,610</u>	<u>(4,025)</u>	<u>(3,773)</u>	<u>12,682</u>	<u>12,970</u>
Segment income	1,162	1,702	522	612			1,684	2,314
Unallocated income and expenses:								
Other income							430	321
Gain on exchange							105	143
Selling expenses							(72)	(89)
Administrative expenses							(527)	(401)
Other expenses							(19)	(20)
Finance cost							(7)	(6)
Corporate income tax							(34)	(77)
Profit for the period							<u>1,560</u>	<u>2,185</u>

15. Dividend paid

During the nine-month periods ended 30 September 2011 and 2010, the Company and its subsidiaries had dividend payments as follows:

	Approved by	Total dividends	Dividend per share
		Thousand Baht	Baht
<u>The Company</u>			
<u>For the year 2011</u>			
Dividends on 2010 income	Annual General Meeting of the shareholders on 29 April 2011	1,247,562	1.55
<u>For the year 2010</u>			
Dividends on 2009 income	Annual General Meeting of the shareholders on 30 April 2010	1,126,830	1.40
<u>Subsidiary companies</u>			
<u>Hana Semiconductor (BKK) Company Limited</u>			
<u>For the year 2011</u>			
Dividends on the unappropriated retained earnings	Annual General Meeting of the shareholders on 29 April 2011	190,000	1.90
Interim dividend in respect of the income for the period from 1 January 2011 to 30 April 2011	Board of Director's Meeting on 4 May 2011	50,000	0.50
Total for the year 2011		240,000	2.40
<u>For the year 2010</u>			
Dividends on the unappropriated retained earnings	Annual General Meeting of the shareholders on 30 April 2010	100,000	1.00
Total for the year 2010		100,000	1.00

(Unaudited but reviewed)

	Approved by	Total dividends	Dividend per share
		Thousand Baht	Baht
Hana Semiconductor (Ayutthaya) Company Limited			
<u>For the year 2011</u>			
Dividends on the unappropriated retained earnings	Annual General Meeting of the shareholders on 20 April 2011	120,000	1.00
<u>For the year 2010</u>			
Dividends on the unappropriated retained earnings	Annual General Meeting of the shareholders on 29 March 2010	300,000	2.50

16. Commitments and contingent liabilities

16.1 Capital commitments

As at 30 September 2011, the Company and its subsidiaries had capital commitments of approximately USD 3 million or equivalent to Baht 106 million, relating to construction of new plant and acquisitions of machinery (the Company only: Baht 40 million).

16.2 Operating lease commitments

The Company and its subsidiaries operate their business in Bangkok on a leased premise, the lease agreement of which is made between the landlord and a related company. The lease is for a period from the year 1986 up to the year 2014 with the annual lease payment of approximately Baht 0.2 million in the year 1992 and subject to an increase at the rate of 10% per annum. The lease payment rate has been changed to Baht 0.1 million per month since March 2011.

16.3 Marketing supportive service agreement

Since the year 2001, the Company and four subsidiary companies entered into marketing supportive service agreement with an overseas subsidiary company. Under that agreement, the Company and the four subsidiary companies have to pay service fees to that subsidiary company at the rates stipulated in the agreement.

16.4 Guarantees

As at 30 September 2011, there were outstanding bank guarantees of approximately Baht 190 million (the Company only: Baht 154 million) issued by the banks on behalf of the Company and its subsidiaries in respect of certain performance bonds as required in the normal course of business of the Company and the subsidiaries. These included letters of guarantee amounting to Baht 144 million to be security for the tax assessment made by the Revenue Department (as described in Note 16.5), Baht 45 million to guarantee electricity use and Baht 1 million among others.

16.5 Tax assessment and litigation

During the year 2003, the Company received a notification of a corporate income tax assessment for the year 1997 from the Revenue Department for not allocating interest expenses and loss on exchange rate of loans to the promoted operations, causing the under recording of corporate income tax for the year 1997, which together with related penalty and surcharge amounted to Baht 150 million. The Company did not agree with the assessment and appealed it to the Tax Tribunal. In November 2007, the Tax Tribunal rejected the appeal. Currently, the Company is in the process of appealing to the Supreme Court and expects that the Supreme Court will reverse the judgment of the Central Tax Court, which will not result in any tax payment to the Company.

However, the Company has recorded provision for loss on tax assessment of approximately Baht 150 million and has placed a bank guarantee as security against the assessment.

17. Foreign currency risk

The Company's and the subsidiaries' exposure to foreign currency risk arises mainly from trading transactions that are denominated in foreign currencies. The subsidiary of the Company entered into forward exchange contracts to manage such risk. Generally, the forward contracts will mature within one year.

(Unaudited but reviewed)

The balances of financial assets and liabilities denominated in foreign currencies as at 30 September 2011 are summarised below.

Foreign currency	Financial assets	Financial liabilities	Average exchange rate as at 30 September 2011
	(Million)	(Million)	(Baht per 1 foreign currency unit)
China Yuan	306	127	4.8881
US Dollar	163	58	31.1674
Indian Rupee	48	-	0.6347
Japanese Yen	34	30	0.4068
Euro	9	-	42.2426
Pound Sterling	3	1	48.6248
Hong Kong Dollar	3	1	3.9993
Australia Dollar	2	-	30.4449
Singapore Dollar	2	-	24.0287
Brazilian Real	2	-	17.8400

As at 30 September 2011, an overseas subsidiary company had outstanding forward exchange contracts, of which details are presented below.

Sold amount	Maturity date	Contractual exchange rate for amount sold
(Million USD)		(Baht per USD)
10	25 October 2011	29.97
10	2 November 2011	29.83
20	13 December 2011	30.17
20	13 December 2011	30.17
20	30 March 2012	31.30
(Million Euro)		(USD per Euro)
5	16 November 2011	1.41

In addition, this subsidiary company entered into a linked asset swap agreement with an overseas bank to hedge one of its bond holding. The details of the swap agreement outstanding as at 30 September 2011 are as follows:

Swap agreement	Notional amount	Maturity date	Yield to maturity	Fair value gain (loss)
	(Million USD)		(Percent)	(Million Baht)
Credit default swap - quoted bonds	2	20 June 2013	1.43	1.46

18. Event after the reporting period

During October and November 2011, there was severe flooding in Thailand. The location of two subsidiary companies' factories and offices was affected, forcing a subsidiary company to temporarily cease production. However, the management of the Company and subsidiary companies expect that the damage to assets caused by this event will not materially affect the subsidiary companies' financial statements since the subsidiary companies have insurance coverage for disaster risk. The subsidiary companies are in the process of estimating the impact to their financial statements, and the financial impact of the floods will be reported in the fourth quarter of the current year.

19. Reclassification

Certain amounts in the income statements for the three-month and nine-month periods ended 30 September 2010 have been reclassified to conform to the current period's classification but with no effect to previously reported profit or shareholders' equity. The reclassifications are as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 30 September 2010			
	Consolidated financial statement		Separate financial statement	
	As previously		As previously	
	As reclassified	reported	As reclassified	reported
Income statements				
Administrative expenses	126,581	103,712	27,177	25,635
Management benefit expenses	-	22,869	-	1,542

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September 2010			
	Consolidated financial statement		Separate financial statement	
	As previously		As previously	
	As reclassified	reported	As reclassified	reported
Income statements				
Administrative expenses	400,939	337,233	81,955	76,410
Management benefit expenses	-	63,706	-	5,545

20. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 11 November 2011.