

TRANSLATION)

NY LIMITED AND SUBSIDIARIES

FINANCIAL STATEMENTS

FOR THE YEARS ENDED MARCH 31, 2005 AND DECEMBER 31, 2004

Unit : Baht

| | Notes | Consolidated | | The Company | |
|--|-------|--|--------------------------------|--|--------------------------------|
| | | June 30, 2005 (Unaudited Reviewed) | December 31, 2004 (Audited) | June 30, 2005 (Unaudited Reviewed) | December 31, 2004 (Audited) |
| Assets | | | | | |
| Current Assets | | | | | |
| Cash and cash equivalents | 3 | 44,507,964,011 | 51,237,268,294 | 6,390,554,018 | 12,621,621,594 |
| Current investments | | 3,621,313,331 | 51,914,264,243 | 120,671,636 | 46,652,712,981 |
| Trade accounts and notes receivable - others, net | 4 | 57,587,161,275 | 45,329,269,869 | 50,016,456,995 | 38,594,240,286 |
| Trade accounts receivable - related parties, net | 5.1 | 18,950,269,312 | 12,085,764,652 | 29,981,375,429 | 18,784,297,134 |
| Other accounts receivable, advances and short-term loans - related parties, net | 5.2 | 5,782,566,957 | 1,268,437,136 | 33,908,839,625 | 3,122,996,981 |
| Inventories | | 17,360,782,895 | 11,144,338,142 | 6,658,956,615 | 4,548,656,167 |
| Materials and supplies - net | | 3,331,332,865 | 2,663,175,058 | 1,377,783,612 | 1,155,603,181 |
| Other current assets | | 20,411,805,244 | 19,981,663,016 | 16,583,802,978 | 14,432,464,446 |
| Total Current Assets | | 171,553,195,890 | 195,624,180,410 | 145,038,440,908 | 139,912,592,770 |
| Non-current Assets | | | | | |
| Investments accounted for under equity method | 6.2 | 50,936,526,084 | 54,910,078,246 | 118,110,467,589 | 97,161,761,442 |
| Other long-term investments | 7.2 | 1,864,750,010 | 1,737,458,010 | 1,854,750,000 | 1,737,458,000 |
| Advances and long-term loans - related parties, net | 5.3 | 5,899,482,796 | 7,429,027,767 | 5,899,482,796 | 7,429,027,767 |
| Property, plant and equipment, net | 8 | 208,953,477,765 | 190,187,203,814 | 89,297,693,033 | 75,278,966,808 |
| Intangible assets | 9 | 4,295,796,621 | 3,410,752,158 | 3,102,584,164 | 3,120,029,443 |
| Deferred tax assets | | 1,768,801,842 | 1,655,646,464 | 1,420,371,161 | 1,597,180,069 |
| Advance payment for gas purchased | 10 | 20,934,970,139 | 22,745,521,554 | 26,074,278,212 | 28,276,775,987 |
| Other non-current assets | | 14,038,041,868 | 9,526,366,454 | 8,531,312,841 | 5,447,669,470 |
| Total Non-current Assets | | 308,691,847,125 | 291,602,054,467 | 254,290,939,796 | 220,048,868,986 |
| Total Assets | | 480,245,043,015 | 487,226,234,877 | 399,329,380,704 | 359,961,461,756 |

Notes to financial statements form an integral part of these financial statements.

(TRANSLATION)

PTT PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS

AS AT JUNE 30, 2005 AND DECEMBER 31, 2004

| | | Unit : Baht | | | |
|--|-------------------------|------------------------|-------------------------|------------------------|--|
| | | Consolidated | | The Company | |
| Notes | June 30, 2005 | December 31, 2004 | June 30, 2005 | December 31, 2004 | |
| | (Unaudited Reviewed) | (Audited) | (Unaudited Reviewed) | (Audited) | |
| <u>Liabilities and Shareholders' Equity</u> | | | | | |
| Current Liabilities | | | | | |
| Bank overdrafts and short-term loans from financial institutions | 414,279,211 | 11,760,750,000 | - | 11,760,750,000 | |
| Trade accounts payable - others | 38,461,750,627 | 24,175,153,957 | 35,319,255,894 | 22,608,672,717 | |
| Trade accounts payable - related parties | 5.4 18,143,537,667 | 12,216,383,280 | 25,572,180,096 | 18,068,479,516 | |
| Other accounts payable - related parties | 5.5 281,903,208 | 182,983,719 | 200,759,336 | 144,219,010 | |
| Current portion of long-term loans | 11 10,433,084,146 | 60,688,648,039 | 10,196,135,831 | 7,959,441,241 | |
| Other short-term loans | - | 868,436,250 | - | - | |
| Income tax payable | 11,685,465,956 | 12,318,193,491 | 3,176,848,671 | 2,675,905,439 | |
| Accrued expenses | 11,025,032,010 | 10,316,842,313 | 4,790,741,743 | 4,984,311,092 | |
| Other current liabilities | 8,312,413,848 | 6,384,745,097 | 4,848,832,604 | 3,379,700,814 | |
| Total Current Liabilities | 98,757,466,673 | 138,912,136,146 | 84,104,754,175 | 71,581,479,829 | |
| Non-current Liabilities | | | | | |
| Other long-term accounts payable - related parties | 5.6 - | - | 427,045,220 | 14,565,509 | |
| Long-term loans | 11 147,465,446,321 | 140,904,310,498 | 116,940,469,257 | 115,925,102,343 | |
| Allowance for share of net loss over investments | 6.2 - | - | 1,489,083,171 | 1,597,942,764 | |
| Deferred tax liabilities | 10,374,436,437 | 10,257,015,755 | 285,914,795 | - | |
| Provision for decommissioning costs | 12 5,534,387,595 | 5,229,671,609 | - | - | |
| Deposits on LPG cylinders | 3,830,202,357 | 3,711,089,732 | 3,830,202,357 | 3,711,089,732 | |
| Other non-current liabilities | 2,586,682,793 | 3,297,047,976 | 2,155,171,074 | 2,757,094,602 | |
| Total Non-current Liabilities | 169,791,155,503 | 163,399,135,570 | 125,127,885,874 | 124,005,794,950 | |
| Total Liabilities | 268,548,622,176 | 302,311,271,716 | 209,232,640,049 | 195,587,274,779 | |

Notes to financial statements form an integral part of these financial statements.

(TRANSLATION)

PTT PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS

AS AT JUNE 30, 2005 AND DECEMBER 31, 2004

Unit : Baht

| | Notes | Consolidated | | The Company | |
|--|-------|-------------------------|------------------------|-------------------------|------------------------|
| | | June 30, 2005 | December 31, 2004 | June 30, 2005 | December 31, 2004 |
| | | (Unaudited Reviewed) | (Audited) | (Unaudited Reviewed) | (Audited) |
| <u>Liabilities and Shareholders' Equity (Continued)</u> | | | | | |
| Shareholders' Equity | | | | | |
| Share capital | 13 | | | | |
| Authorized share capital | | | | | |
| 2,850,000,000 ordinary shares of Baht 10 each | | - | 28,500,000,000 | - | 28,500,000,000 |
| 2,837,245,725 ordinary shares of Baht 10 each | | 28,372,457,250 | - | 28,372,457,250 | - |
| Issued and paid-up share capital | | | | | |
| 2,797,245,725 ordinary shares of Baht 10 each | | 27,972,457,250 | 27,972,457,250 | 27,972,457,250 | 27,972,457,250 |
| Premium on share capital | | | | | |
| Premium on ordinary shares | | 17,992,830,666 | 17,992,830,666 | 17,992,830,666 | 17,992,830,666 |
| Surplus on dilution of investments in subsidiaries and associates | | 2,094,926,604 | 2,089,284,252 | 2,094,926,604 | 2,089,284,252 |
| Unrealized gain on available-for-sale securities | 7.2 | 1,143,659,181 | 1,046,367,181 | 1,143,659,181 | 1,046,367,181 |
| Currency translation differences | | (615,263,914) | (765,711,742) | (615,263,914) | (765,711,742) |
| Retained earnings | | | | | |
| Appropriated | | | | | |
| Legal reserve | | 2,850,000,000 | 2,850,000,000 | 2,850,000,000 | 2,850,000,000 |
| Reserve for Self-Insurance Fund | | 811,830,329 | 811,830,329 | 811,830,329 | 811,830,329 |
| Unappropriated | | 137,846,300,539 | 112,377,129,041 | 137,846,300,539 | 112,377,129,041 |
| Total parent's shareholders' equity | | 190,096,740,655 | 164,374,186,977 | 190,096,740,655 | 164,374,186,977 |
| Minority interests | | 21,599,680,184 | 20,540,776,184 | - | - |
| Total Shareholders' Equity | | 211,696,420,839 | 184,914,963,161 | 190,096,740,655 | 164,374,186,977 |
| Total Liabilities and Shareholders' Equity | | 480,245,043,015 | 487,226,234,877 | 399,329,380,704 | 359,961,461,756 |

Notes to financial statements form an integral part of these financial statements.

(Signed) Prasert Bunsumpun
(Prasert Bunsumpun)
President

(Signed) Pichai Chunhavajira
(Pichai Chunhavajira)
Senior Executive Vice President,
Corporate Finance & Accounting

(TRANSLATION)

PTT PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF INCOMEUnaudited
Reviewed

FOR THE THREE-MONTH PERIODS ENDED JUNE 30, 2005 AND 2004

Unit : Baht

| | Notes | Consolidated | | The Company | |
|---|-------|-----------------------|-----------------------|-----------------------|-----------------------|
| | | 2005 | 2004 | 2005 | 2004 |
| Sales | | 226,291,417,653 | 150,673,372,061 | 241,010,205,879 | 148,410,219,047 |
| Cost of sales | | 197,514,960,524 | 131,734,409,099 | 227,553,446,010 | 136,893,389,156 |
| Gross Margin | | 28,776,457,129 | 18,938,962,962 | 13,456,759,869 | 11,516,829,891 |
| Selling and administrative expenses | | 6,784,612,976 | 4,169,496,158 | 4,703,178,476 | 3,291,664,983 |
| Exploration expenses | | 298,877,705 | 131,028,209 | - | - |
| Income from Sales | | 21,692,966,448 | 14,638,438,595 | 8,753,581,393 | 8,225,164,908 |
| Other incomes | 15 | 2,686,220,305 | 1,647,916,919 | 3,186,630,372 | 1,830,675,273 |
| Directors' remuneration | | 11,665,173 | 9,289,146 | 7,309,863 | 5,575,000 |
| Income from Operations | | 24,367,521,580 | 16,277,066,368 | 11,932,901,902 | 10,050,265,181 |
| Share of net income from investments under equity method | 16 | 4,509,071,173 | 5,811,736,682 | 10,399,251,801 | 7,839,368,261 |
| Income before Interests and Taxes | | 28,876,592,753 | 22,088,803,050 | 22,332,153,703 | 17,889,633,442 |
| Interest expenses | | 2,065,141,737 | 1,882,006,746 | 1,676,959,686 | 1,530,158,655 |
| Income taxes | | 6,524,159,942 | 4,921,126,565 | 2,300,517,583 | 2,276,576,662 |
| Income after Taxes | | 20,287,291,074 | 15,285,669,739 | 18,354,676,434 | 14,082,898,125 |
| Income of minority interests | | 1,932,614,640 | 1,202,771,614 | - | - |
| Net Income | | 18,354,676,434 | 14,082,898,125 | 18,354,676,434 | 14,082,898,125 |
| Basic earnings per share | 14 | | | | |
| Net income | | 6.56 | 5.03 | 6.56 | 5.03 |
| Diluted earnings per share | 14 | | | | |
| Net income | | 6.56 | 5.03 | 6.56 | 5.03 |

Notes to financial statements form an integral part of these financial statements.

(TRANSLATION)

PTT PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF INCOME
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2005 AND 2004

Unaudited
Reviewed

Unit : Baht

| | Notes | Consolidated | | The Company | |
|---|-------|-----------------------|-----------------------|-----------------------|-----------------------|
| | | 2005 | 2004 | 2005 | 2004 |
| Sales | | 417,452,681,652 | 287,816,240,296 | 443,616,013,501 | 283,630,646,150 |
| Cost of sales | | 363,351,736,282 | 251,391,920,724 | 417,743,543,383 | 261,124,614,629 |
| Gross Margin | | 54,100,945,370 | 36,424,319,572 | 25,872,470,118 | 22,506,031,521 |
| Selling and administrative expenses | | 11,457,818,125 | 7,637,088,458 | 8,253,775,575 | 6,339,318,400 |
| Exploration expenses | | 472,746,228 | 171,064,482 | - | - |
| Income from Sales | | 42,170,381,017 | 28,616,166,632 | 17,618,694,543 | 16,166,713,121 |
| Other incomes | 15 | 4,731,280,548 | 3,339,731,039 | 6,370,608,594 | 3,594,743,843 |
| Directors' remuneration | | 22,378,881 | 16,649,134 | 14,188,613 | 11,326,250 |
| Income from Operations | | 46,879,282,684 | 31,939,248,537 | 23,975,114,524 | 19,750,130,714 |
| Share of net income from investments under equity method | 16 | 10,274,628,158 | 9,564,169,143 | 28,154,582,353 | 13,846,215,614 |
| Income before Interests and Taxes | | 57,153,910,842 | 41,503,417,680 | 52,129,696,877 | 33,596,346,328 |
| Interest expenses | | 4,316,387,644 | 3,784,131,345 | 3,436,835,289 | 3,097,704,223 |
| Income taxes | | 12,820,947,387 | 8,945,657,763 | 4,342,281,446 | 4,141,338,905 |
| Income after Taxes | | 40,016,575,811 | 28,773,628,572 | 44,350,580,142 | 26,357,303,200 |
| Income of minority interests | | 3,404,276,444 | 2,416,325,372 | - | - |
| Income from ordinary activities | | 36,612,299,367 | 26,357,303,200 | 44,350,580,142 | 26,357,303,200 |
| Extraordinary items | 17 | 7,738,280,775 | - | - | - |
| Net Income | | 44,350,580,142 | 26,357,303,200 | 44,350,580,142 | 26,357,303,200 |
| Basic earnings per share | 14 | | | | |
| Net income | | 15.86 | 9.42 | 15.86 | 9.42 |
| Diluted earnings per share | 14 | | | | |
| Net income | | 15.85 | 9.42 | 15.85 | 9.42 |

Notes to financial statements form an integral part of these financial statements.

(TRANSLATION)

Unaudited
Reviewed

PTT PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2005 AND 2004
CONSOLIDATED

Unit : Baht

| Notes | Issued and paid-up share capital | Premium on share capital | Surplus on dilution of investments | Unrealized gain(loss) on available-for-sale securities | Currency translation differences | Legal reserve | Reserve for Self-Insurance Fund | Retained earnings | Minority interests | Total |
|--|-------------------------------------|-----------------------------|--|--|--|----------------------|---------------------------------------|------------------------|-----------------------|------------------------|
| Balance as at January 1, 2004 | 27,972,457,250 | 17,992,830,666 | - | 550,400,000 | (721,543,059) | 2,850,000,000 | 776,993,833 | 62,888,774,224 | 16,619,274,744 | 128,929,187,658 |
| Cumulative effect of the changes in accounting policies | 2 | - | - | 1,966,620,101 | - | - | - | (1,954,294,958) | - | 12,325,143 |
| Balance after adjustment | 27,972,457,250 | 17,992,830,666 | 1,966,620,101 | 550,400,000 | (721,543,059) | 2,850,000,000 | 776,993,833 | 60,934,479,266 | 16,619,274,744 | 128,941,512,801 |
| Currency translation differences | - | - | - | - | 26,562,841 | - | - | - | - | 26,562,841 |
| Unrealized gain on available-for-sale securities | - | - | - | 668,543,181 | - | - | - | - | - | 668,543,181 |
| Minority interests | - | - | - | - | - | - | - | - | 1,313,389,583 | 1,313,389,583 |
| Surplus on dilution of investments in subsidiaries and associates | - | - | 135,680,138 | - | - | - | - | - | - | 135,680,138 |
| Dividend paid | - | - | - | - | - | - | - | (11,188,982,900) | - | (11,188,982,900) |
| Net income | - | - | - | - | - | - | - | 26,357,303,200 | - | 26,357,303,200 |
| Balance as at June 30, 2004 | 27,972,457,250 | 17,992,830,666 | 2,102,300,239 | 1,218,943,181 | (694,980,218) | 2,850,000,000 | 776,993,833 | 76,102,799,566 | 17,932,664,327 | 146,254,008,844 |
| Balance as at January 1, 2005 | 27,972,457,250 | 17,992,830,666 | 2,089,284,252 | 1,046,367,181 | (765,711,742) | 2,850,000,000 | 811,830,329 | 112,377,129,041 | 20,540,776,184 | 184,914,963,161 |
| Currency translation differences | - | - | - | - | 150,447,828 | - | - | - | - | 150,447,828 |
| Unrealized gain on available-for-sale securities | - | - | - | 97,292,000 | - | - | - | - | - | 97,292,000 |
| Minority interests | - | - | - | - | - | - | - | - | 1,058,904,000 | 1,058,904,000 |
| Surplus on dilution of investments in subsidiaries and associates | - | - | 5,642,352 | - | - | - | - | - | - | 5,642,352 |
| Dividend paid | - | - | - | - | - | - | - | (18,881,408,644) | - | (18,881,408,644) |
| Net income | - | - | - | - | - | - | - | 44,350,580,142 | - | 44,350,580,142 |
| Balance as at June 30, 2005 | 27,972,457,250 | 17,992,830,666 | 2,094,926,604 | 1,143,659,181 | (615,263,914) | 2,850,000,000 | 811,830,329 | 137,846,300,539 | 21,599,680,184 | 211,696,420,839 |

Notes to financial statements form an integral part of these financial statements.

(TRANSLATION)

PTT PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2005 AND 2004
THE COMPANY

Unaudited
Reviewed

Unit : Baht

| Notes | Issued and paid-up share capital | Premium on share capital | Surplus on dilution of investments | Unrealized gain(loss) on available-for-sale securities | Currency translation differences | Legal reserve | Reserve for Self-Insurance Fund | Retained earnings | Total |
|--|-------------------------------------|-----------------------------|--|--|--|----------------------|---------------------------------------|------------------------|------------------------|
| Balance as at January 1, 2004 | 27,972,457,250 | 17,992,830,666 | - | 550,400,000 | (721,543,059) | 2,850,000,000 | 776,993,833 | 62,888,774,224 | 112,309,912,914 |
| Cumulative effect of changes in accounting policies | - | - | 1,966,620,101 | - | - | - | - | (1,954,294,958) | 12,325,143 |
| Balance after adjustment | 27,972,457,250 | 17,992,830,666 | 1,966,620,101 | 550,400,000 | (721,543,059) | 2,850,000,000 | 776,993,833 | 60,934,479,266 | 112,322,238,057 |
| Currency translation differences | - | - | - | - | 26,562,841 | - | - | - | 26,562,841 |
| Unrealized gain on available-for-sale securities | - | - | - | 668,543,181 | - | - | - | - | 668,543,181 |
| Surplus on dilution of investments in subsidiaries and associates | - | - | 135,680,138 | - | - | - | - | - | 135,680,138 |
| Dividend paid | - | - | - | - | - | - | - | (11,188,982,900) | (11,188,982,900) |
| Net income | - | - | - | - | - | - | - | 26,357,303,200 | 26,357,303,200 |
| Balance as at June 30, 2004 | 27,972,457,250 | 17,992,830,666 | 2,102,300,239 | 1,218,943,181 | (694,980,218) | 2,850,000,000 | 776,993,833 | 76,102,799,566 | 128,321,344,517 |
| Balance as at January 1, 2005 | 27,972,457,250 | 17,992,830,666 | 2,089,284,252 | 1,046,367,181 | (765,711,742) | 2,850,000,000 | 811,830,329 | 112,377,129,041 | 164,374,186,977 |
| Currency translation differences | - | - | - | - | 150,447,828 | - | - | - | 150,447,828 |
| Unrealized gain on available-for-sale securities | - | - | - | 97,292,000 | - | - | - | - | 97,292,000 |
| Surplus on dilution of investments in subsidiaries and associates | - | - | 5,642,352 | - | - | - | - | - | 5,642,352 |
| Dividend paid | - | - | - | - | - | - | - | (18,881,408,644) | (18,881,408,644) |
| Net income | - | - | - | - | - | - | - | 44,350,580,142 | 44,350,580,142 |
| Balance as at June 30, 2005 | 27,972,457,250 | 17,992,830,666 | 2,094,926,604 | 1,143,659,181 | (615,263,914) | 2,850,000,000 | 811,830,329 | 137,846,300,539 | 190,096,740,655 |

Notes to financial statements form an integral part of these financial statements.

(TRANSLATION)

PTT PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2005 AND 2004

Unaudited
Reviewed

| | Unit : Baht | | | |
|--|------------------|-----------------|------------------|------------------|
| | Consolidated | | The Company | |
| | 2005 | 2004 | 2005 | 2004 |
| Cash Flows from Operating Activities | | | | |
| Net income | 44,350,580,142 | 26,357,303,200 | 44,350,580,142 | 26,357,303,200 |
| Adjustment of net income to net cash provided by (used in) operating activities : | | | | |
| Depreciation, depletion and amortization | 7,836,510,264 | 7,179,944,529 | 3,240,239,178 | 2,936,685,720 |
| Reversal of impairment loss | (43,763,572) | - | - | - |
| Impairment loss | 12,816,206 | 10,640,210 | 12,816,206 | 10,640,210 |
| (Gain) loss on disposal of assets | (22,613,057) | (3,298,173) | (20,652,342) | 6,521,648 |
| (Gain) loss on disposal of investments | 577,873,705 | - | - | - |
| Write-off assets adjustment | (2,601,627) | 15,678,583 | (2,601,627) | 12,484,055 |
| Share of net income from investments under equity method | (10,274,628,158) | (9,564,169,142) | (28,154,582,353) | (13,846,215,614) |
| Income of minority interests | 3,404,276,444 | 2,416,325,372 | - | - |
| (Gain) loss on foreign exchange | 1,791,298,597 | 103,439,796 | 857,318,856 | (205,255,273) |
| Doubtful accounts | (25,280,431) | 110,226,104 | (29,250,952) | 96,510,811 |
| Amortization of exploration costs | 196,387,175 | 135,717 | - | - |
| Amortization of bond issuing expenses | 4,787,761 | 4,787,761 | - | - |
| Amortization of bond discounts | 7,721,453 | 554,425 | 7,167,028 | - |
| Deferred income taxes | (73,917,374) | 700,290,464 | 462,723,703 | (37,241,762) |
| Amortization of deferred interest from finance leases | 2,625,143 | 2,748,574 | 2,625,143 | 2,748,574 |
| Provision for net realizable value | 153,915,251 | - | 153,915,251 | - |
| Dividend income | (32,800,000) | (36,480,000) | (32,800,000) | (36,480,000) |
| Extraordinary items | (7,738,280,775) | - | - | - |
| Others | (856,643) | (481,831,169) | - | (481,831,169) |
| Net income from operating activities before changes in operating assets and liabilities | 40,124,050,504 | 26,816,296,251 | 20,847,498,233 | 14,815,870,400 |

Notes to financial statements form an integral part of these financial statements.

(TRANSLATION)

PTT PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2005 AND 2004

Unaudited
Reviewed

| | Consolidated | | The Company | |
|--|------------------------|------------------------|------------------------|------------------------|
| | 2005 | 2004 | 2005 | 2004 |
| Changes in operating assets (increase) decrease | | | | |
| Trade accounts and notes receivable - others | (11,904,519,131) | (7,776,641,407) | (11,127,196,900) | (7,276,432,023) |
| Trade accounts receivable - related parties | (6,641,315,665) | (2,086,291,575) | (11,029,951,065) | (6,512,963,968) |
| Other accounts receivable, advances and short-term loans - related parties | (194,097,879) | 775,957,589 | (350,840,318) | 203,321,383 |
| Inventories | (6,370,360,004) | (3,782,873,257) | (2,264,215,700) | (3,121,051,668) |
| Materials and supplies | (708,717,391) | (411,721,520) | (256,446,519) | (56,760,666) |
| Other current assets | 1,361,099,078 | (2,334,678,433) | (394,103,371) | (1,555,683,754) |
| Advance payment for gas purchased | 1,810,551,415 | 1,284,931,746 | 2,202,497,775 | 1,515,788,002 |
| Long-term advances - related parties | 215,469 | - | 215,469 | - |
| Other non-current assets | (4,033,677,058) | (381,617,429) | (3,083,397,306) | (398,510,158) |
| Changes in operating liabilities increase (decrease) | | | | |
| Trade accounts payable - others | 13,585,865,222 | 6,173,435,123 | 12,375,836,447 | 5,515,860,282 |
| Trade accounts payable - related parties | 6,259,815,532 | (192,474,295) | 7,550,152,174 | 3,162,823,908 |
| Other accounts payable - related parties | (97,831,417) | (285,821,744) | 56,520,302 | (309,651,931) |
| Income tax payable | (640,877,857) | (95,073,067) | 500,943,232 | 1,285,565,606 |
| Accrued expenses | 999,008,970 | 460,731,860 | 220,618,395 | (255,273,463) |
| Other current liabilities | (262,864,286) | (944,289,923) | (380,659,259) | (114,677,310) |
| Deposits on LPG cylinders | 119,112,626 | 184,920,226 | 119,112,626 | 184,920,226 |
| Other long-term accounts payable - related parties | - | - | 412,479,711 | - |
| Other non-current liabilities | (942,596,969) | 978,966,417 | (820,296,345) | 721,654,793 |
| | <u>(7,661,189,345)</u> | <u>(8,432,539,689)</u> | <u>(6,268,730,652)</u> | <u>(7,011,070,741)</u> |
| Net cash provided by operating activities | <u>32,462,861,159</u> | <u>18,383,756,562</u> | <u>14,578,767,581</u> | <u>7,804,799,659</u> |

Notes to financial statements form an integral part of these financial statements.

(TRANSLATION)

PTT PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2005 AND 2004

Unaudited
Reviewed

Unit : Baht

| | Consolidated | | The Company | |
|--|------------------|------------------|------------------|------------------|
| | 2005 | 2004 | 2005 | 2004 |
| Cash Flows from Investing Activities | | | | |
| Proceeds from disposal of property, plant and equipment | 9,981,848 | 5,073,166 | 7,138,670 | 2,515,157 |
| Payment of property, plant and equipment | (26,403,329,234) | (24,506,846,095) | (17,285,915,818) | (8,273,309,673) |
| Payment of intangible assets | (244,506,681) | (148,194,155) | (122,750,292) | (87,810,315) |
| Long-term loans to related parties | (50,540,186) | (10,449,862) | (50,540,186) | (10,449,862) |
| Short-term loans to related parties | (3,212,559,000) | (1,313,007,210) | (47,467,809,000) | (2,101,042,865) |
| Payment of investments in subsidiaries | (1,022,451,236) | (2,521,499,545) | (1,421,951,236) | (2,551,800,412) |
| Payment of investments in joint ventures | - | - | (148,995,000) | (1,713,701,106) |
| Payment of investments in associates | (687,457,310) | (487,358,800) | (677,457,310) | (487,358,800) |
| Payment of investments in other companies | - | (249,750,000) | - | (249,750,000) |
| Cash received from disposal of long-term investments | 8,909,861,560 | - | 784,050 | - |
| Cash received from short-term loans | 599,901,700 | - | 599,901,700 | - |
| Cash received from short-term loans to related parties | 45,000,000 | 826,080,000 | 17,999,901,700 | 826,080,000 |
| Cash received from cancellation of leasehold in gas stations | 24,937,500 | 10,867,500 | 24,937,500 | 10,867,500 |
| Current investments (increase) decrease | 48,488,234,053 | (3,403,483,377) | 46,515,360,520 | (2,491,395,359) |
| Dividends received | 5,522,850,889 | 953,876,700 | 9,679,260,689 | 3,654,801,874 |
| Net cash provided by (used in) investing activities | 31,979,923,903 | (30,844,691,678) | 7,651,865,987 | (13,472,353,861) |
| Cash Flows from Financing Activities | | | | |
| Cash received from issuing ordinary shares | 6,885,600 | 4,519,860 | - | - |
| Proceeds from long-term loans | 8,848,258,437 | - | 4,040,000,000 | - |
| Cash received from issuing bonds | - | 19,000,000,000 | - | 19,000,000,000 |
| Proceeds from short-term loans | - | 783,292,197 | - | - |
| Cash received from notes payable | 6,180,000,000 | - | 6,180,000,000 | - |
| Repayment of long-term loans | (45,159,662,393) | (10,991,378,097) | (203,086,094) | (10,974,308,685) |
| Repayment of notes payable | (6,180,000,000) | - | (6,180,000,000) | - |
| Redemption of bonds | (1,800,000,000) | (600,000,000) | (1,800,000,000) | (600,000,000) |
| Repayment of short-term loans | (12,470,855,218) | - | (11,602,418,968) | - |
| Payment of liabilities from finance leases | (15,760,567) | (29,400,979) | (15,668,067) | (29,308,479) |
| Increase in bank overdrafts and short-term loans | | | | |
| from financial institutions | 414,279,210 | 406,367,726 | - | - |
| Dividend paid | (21,091,781,045) | (12,909,690,040) | (18,881,408,644) | (11,188,982,900) |
| Net cash used in financing activities | (71,268,635,976) | (4,336,289,333) | (28,462,581,773) | (3,792,600,064) |

Notes to financial statements form an integral part of these financial statements.

(TRANSLATION)

PTT PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2005 AND 2004

Unaudited
Reviewed

| | Unit : Baht | | | |
|--|-----------------------|-----------------------|----------------------|-----------------------|
| | <u>Consolidated</u> | | <u>The Company</u> | |
| <u>Notes</u> | <u>2005</u> | <u>2004</u> | <u>2005</u> | <u>2004</u> |
| Effects of exchange rates on cash and cash equivalents | 74,915,029 | 107,423,511 | 880,629 | (1,041,409) |
| Currency translation differences | 21,631,603 | 76,732,460 | - | - |
| Net increase (decrease) in cash and cash equivalents | (6,729,304,282) | (16,613,068,478) | (6,231,067,576) | (9,461,195,675) |
| Cash and cash equivalents at beginning of periods | 51,237,268,293 | 57,050,541,717 | 12,621,621,594 | 36,967,351,408 |
| Cash and cash equivalents at end of periods | 44,507,964,011 | 40,437,473,239 | 6,390,554,018 | 27,506,155,733 |
| | 3 | | | |
| Supplemental disclosures of cash flow information | | | | |
| Cash paid during the periods for | | | | |
| Interest expenses | 5,147,870,623 | 3,918,525,389 | 3,748,354,058 | 3,220,036,499 |
| Income taxes | 13,023,000,280 | 10,511,197,463 | 2,909,860,765 | 2,479,316,204 |

Notes to financial statements form an integral part of these financial statements.