

(UNOFFICIAL TRANSLATION)

REVIEWED REPORT OF AUDITOR

TO : THE SHAREHOLDERS OF THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED

The Office of the Auditor General has reviewed the accompanying consolidated and the Company statements of financial position as at June 30, 2011, the related consolidated and the Company statements of comprehensive income for the three and six-month periods ended June 30, 2011 and 2010 (restated), statements of changes in shareholders' equity and statements of cash flows for the three and six - month periods ended June 30, 2011 and 2010 (restated), of Thai Airways International Public Company Limited and its subsidiaries and the Company, respectively. The Company's management is responsible for the correctness and completeness of information presented. The responsibility of the Office of the Auditor General is to express an opinion on these financial statements based on its reviews.

The Office of the Auditor General of Thailand conducted the review in accordance with generally accepted auditing standards. Those standards require that the Office of the Auditor General of Thailand plans and performs the review to obtain reasonable assurance about whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of the Company personnel and analytical comparison of financial data and thus provides less assurance than an audit according to Generally Accepted Accounting Standards. Therefore, the Office of the Auditor General of Thailand does not express an opinion to these reviewed financial statements.

Based on this review, nothing has come to the Office of the Auditor General's attention that causes its to believe that these accompanying consolidated and the Company balance sheets are not presented fairly, in all material respects, in accordance with the Generally Accepted Accounting Principles.

As stated in Notes to interim financial statements No. 2.2 and 3 for the three and six-month periods ended June 30, 2011, the Company has changed the accounting policy concerning employee benefits. Hence, the compared financial statements for the three and six-month periods ended June 30, 2010 and the statements of financial position as at December 31, 2010 have been restated due to the effect of such change. The Office of the Auditor General of Thailand audited the retrospective adjustments relating to the statements of financial position as at December 31, 2010 and confirmed that they are appropriate and have been properly applied.

The Office of the Auditor General of Thailand had audited the consolidated and the Company financial statements for the year ended December 31, 2010 of Thai Airways International Public Company Limited and its subsidiaries in conformity with the Generally Accepted Accounting Standards and expressed an unqualified opinion on those financial statements in the report dated February 23, 2011. The consolidated and the Company statements of financial position as at December 31, 2010, presented here to compare, are a component of those financial statements which were audited and reported by the Office of the Auditor General of Thailand without performing any other auditing methods subsequent to the date of that reports, except for the adjustments due to the effect of changes in accounting policies as mentioned in the fourth paragraph.

As stated in Note to the interim financial statements No. 1.2 and 2 during the three and six-month periods ended June 30, 2011, the Company has adopted the new Thai Financial Reporting Standards issued by the Federation of Accounting Professions, which are effective for the accounting period stating on or after January 1, 2011 onwards. Accordingly, the comparative interim financial statements for the three and six-month periods ended June 30, 2010 and the statement of financial position as at December 31, 2010 have been presented in the new format to comply with the interim financial statements for the three and six-month periods ended June 30, 2011.

(Signed) *Jiraporn Piriyaakitpaiboon*
(Jiraporn Piriyaakitpaiboon)
Inspector General

(Signed) *Dawan Wongphayak*
(Dawan Wongphayak)
Director of Audit Office

Office of the Auditor General
August 11, 2011

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2011 AND DECEMBER 31, 2010

Units : Baht

	Notes	CONSOLIDATED		THE COMPANY	
		June 30, 2011 (Unaudited but Reviewed)	December 31, 2010 (Restated)	June 30, 2011 (Unaudited but Reviewed)	December 31, 2010 (Restated)
ASSETS					
Current Assets					
Cash and cash equivalents	4.1	26,033,956,717	37,679,682,021	25,963,832,965	37,601,476,433
Temporary investments		397,574,253	549,631,092	-	-
Trade accounts receivable, net	4.2	15,236,318,248	17,026,522,846	15,206,107,287	16,997,958,124
Inventories and supplies, net		7,387,474,095	6,967,672,684	7,387,474,095	6,967,672,684
Prepaid expenses and deposits		9,941,639,543	9,086,820,600	9,940,318,352	9,080,884,481
Other current assets	4.3	6,831,873,787	6,991,111,837	6,796,793,393	6,963,643,648
Total Current Assets		65,828,836,643	78,301,441,080	65,294,526,092	77,611,635,370
Non-Current Assets					
Investment in associates	4.4.1	1,452,393,627	1,400,993,771	918,520,500	918,520,500
Investment in subsidiaries	4.4.1	-	-	9,229,930	9,229,930
Other long-term investments	4.4.2	129,773,104	78,868,075	80,139,133	78,868,075
Property, plant and equipment, net	4.6	204,759,871,891	206,118,498,576	204,751,414,299	206,106,106,106
Intangible assets, net	4.7	599,878,082	552,355,100	595,001,659	547,622,540
Assets for sales		-	274,996,800	-	274,996,800
Deferred income tax assets	4.8	7,826,288,347	7,569,631,669	7,812,409,290	7,555,783,585
Other non-current assets	4.9	2,430,682,601	2,261,025,826	2,429,609,497	2,260,652,011
Total Non-Current Assets		217,198,887,652	218,256,369,817	216,596,324,308	217,751,779,547
Total Assets		283,027,724,295	296,557,810,897	281,890,850,400	295,363,414,917

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

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2011 AND DECEMBER 31, 2010

	Units : Baht			
	<u>CONSOLIDATED</u>		<u>THE COMPANY</u>	
<u>Notes</u>	<u>June 30, 2011</u>	<u>December 31, 2010</u>	<u>June 30, 2011</u>	<u>December 31, 2010</u>
	(Unaudited but Reviewed)	(Restated)	(Unaudited but Reviewed)	(Restated)
LIABILITIES AND SHAREHOLDERS' EQUITY				
Current Liabilities				
Trade accounts payable	8,842,833,065	6,438,803,086	8,834,721,871	6,429,968,646
Current portion of long-term liabilities				
Debentures	5,657,920,000	11,487,920,000	5,657,920,000	11,487,920,000
Long-term loans from related parties	4.5.1.1 2,072,000,000	2,072,000,000	2,072,000,000	2,072,000,000
Long-term loans from other parties	2,000,000,000	-	2,000,000,000	-
Liabilities under finance leases	9,958,345,717	9,595,026,378	9,958,345,717	9,595,026,378
Other current liabilities				
Accrued expenses	14,280,440,974	18,897,692,862	14,243,122,699	18,869,584,115
Accrued dividends	80,539,392	72,007,719	80,509,044	72,007,719
Accrued income taxes	25,541,204	16,398,775	-	-
Unearned transportation revenues	23,864,280,214	25,804,443,193	23,864,280,214	25,804,443,193
Deferred income	127,230,685	509,417,156	127,230,685	509,417,156
Others	6,013,667,370	5,841,986,865	5,994,069,477	5,819,769,875
Total Current Liabilities	72,922,798,621	80,735,696,034	72,832,199,707	80,660,137,082
Non-Current Liabilities				
Long-term liabilities				
Debentures	25,626,790,000	17,846,790,000	25,676,790,000	17,846,790,000
Long-term loans from related parties	4.5.1.1 6,233,528,000	7,245,852,000	6,233,528,000	7,245,852,000
Long-term loans from others	41,800,000,000	43,300,000,000	41,800,000,000	43,300,000,000
Liabilities under finance leases	52,939,295,519	54,732,093,240	52,939,295,519	54,732,093,240
Staff pension fund	4.19 4,666,976,831	4,371,134,750	4,666,976,831	4,371,134,750
Long-term provisions	2,556,971,979	2,556,971,979	2,555,351,979	2,555,351,979
Employee benefit obligation	4.10 9,762,296,667	9,326,022,519	9,758,404,270	9,322,510,535
Other non-current liabilities	153,310,000	61,310,000	153,310,000	61,310,000
Total Non-Current Liabilities	143,739,168,996	139,440,174,488	143,783,656,599	139,435,042,504
Total Liabilities	216,661,967,617	220,175,870,522	216,615,856,306	220,095,179,586
Shareholders' Equity				
Share capital	4.12			
Authorized share capital				
2,698.90 million ordinary shares par value of Baht 10 each	26,989,009,500	26,989,009,500	26,989,009,500	26,989,009,500
Issued and paid-up share capital				
2,182.77 million ordinary shares par value of Baht 10 each	21,827,719,170	21,827,719,170	21,827,719,170	21,827,719,170
Premium on ordinary shares	25,548,223,951	25,548,223,951	25,548,223,951	25,548,223,951
Retained earnings				
Appropriated				
Legal reserve	2,469,792,865	2,469,792,865	2,469,792,865	2,469,792,865
Unappropriated	16,264,192,845	26,247,856,250	15,429,258,108	25,422,499,345
Total Company Shareholders' Equity	66,109,928,831	76,093,592,236	65,274,994,094	75,268,235,331
Non-controlling Interests	255,827,847	288,348,139	-	-
Total Shareholders' Equity	66,365,756,678	76,381,940,375	65,274,994,094	75,268,235,331
Total Liabilities and Shareholders' Equity	283,027,724,295	296,557,810,897	281,890,850,400	295,363,414,917

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

(Signed) *Piyasvasti Amranand*
(Piyasvasti Amranand)
President

(Signed) *Kaweepan Raungpaka*
(Kaweepan Raungpaka)
Executive Vice President
Finance and Accounting

(Unaudited
but Reviewed)

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

For the three-month periods ended June 30, 2011 and 2010

Units : Baht

	Notes	CONSOLIDATED		THE COMPANY	
		2011	2010 (Restated)	2011	2010 (Restated)
Revenues					
Revenues from Sales or Revenues from Services					
Passenger and excess baggage		35,487,358,245	29,878,711,401	35,487,358,245	29,878,711,401
Freight		7,145,893,585	6,992,897,278	7,145,893,585	6,992,897,278
Mail		216,609,715	186,104,460	216,609,715	186,104,460
Other activities		1,989,760,824	1,701,332,843	1,917,197,351	1,638,102,285
Total Revenues from Sales or Revenues from Services		44,839,622,369	38,759,045,982	44,767,058,896	38,695,815,424
Other Income					
Interest income		100,869,039	33,456,280	97,875,631	31,297,793
Others	4.13	618,530,566	841,654,892	779,742,125	989,348,536
Total Other Income		719,399,605	875,111,172	877,617,756	1,020,646,329
Total Revenues		45,559,021,974	39,634,157,154	45,644,676,652	39,716,461,753
Expenses					
Fuel and oil		19,370,405,503	13,800,863,161	19,370,405,503	13,800,863,161
Employee benefit expense	4.14	8,688,469,377	7,660,222,330	8,676,117,460	7,650,929,457
Flight service expenses		5,105,061,776	4,519,851,708	5,105,061,776	4,519,851,708
Crew expenses		1,362,022,910	1,233,637,456	1,362,022,910	1,233,637,456
Aircraft maintenance and overhaul costs		3,084,998,316	2,033,609,357	3,084,998,316	2,033,609,357
Depreciation and amortisation expenses		5,007,084,321	5,118,425,880	5,004,319,009	5,115,666,670
Lease of aircraft and spare parts		1,474,816,166	1,011,088,865	1,474,816,166	1,011,088,865
Inventories and supplies		2,147,164,697	2,062,387,842	2,147,164,697	2,062,387,842
Selling and advertising expenses		1,462,633,394	1,365,291,631	1,450,527,936	1,356,490,953
Insurance expenses		169,013,013	166,101,509	169,013,013	166,101,509
Impairment loss of assets		256,419,705	30,340,348	256,419,705	30,340,348
Other expenses	4.15	2,074,202,577	2,041,083,357	2,057,985,461	2,023,149,861
Losses (Gains) on foreign currency exchange		2,265,086,800	(4,391,154,984)	2,265,785,875	(4,394,007,587)
Total Expenses		52,467,378,555	36,651,748,460	52,424,637,827	36,610,109,600
Loss on redemption of debentures		1,427,287	-	-	-
Share of profit of investments by the equity method		(104,143,162)	(175,743,322)	-	-
Profit (loss) before Finance Costs and Income Tax Expenses		(6,805,640,706)	3,158,152,016	(6,779,961,175)	3,106,352,153
Finance costs		1,418,717,594	1,263,025,614	1,419,276,826	1,263,025,614
Profit (loss) before Income Tax Expenses		(8,224,358,300)	1,895,126,402	(8,199,238,001)	1,843,326,539
Net tax expenses (income)	4.16	(360,355,256)	486,956,197	(370,778,102)	479,704,268
Comprehensive Income (expenses) for the Period		(7,864,003,044)	1,408,170,205	(7,828,459,899)	1,363,622,271
Profit (loss) Attributable to:					
Owners of the parent		(7,874,453,312)	1,400,931,702	(7,828,459,899)	1,363,622,271
Non-controlling interests		10,450,268	7,238,503	-	-
		(7,864,003,044)	1,408,170,205	(7,828,459,899)	1,363,622,271
Basic Earnings (losses) per Share					
Earnings (losses) per share	4.17	(3.61)	0.82	(3.59)	0.80

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

(Signed) Piyasvasti Amranand
(Piyasvasti Amranand)
President

(Signed) Kaweeapan Raungpaka
(Kaweeapan Raungpaka)
Executive Vice President
Finance and Accounting

(Unaudited
but Reviewed)

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

For the six-month periods ended June 30, 2011 and 2010

Units : Baht

	Notes	CONSOLIDATED		THE COMPANY	
		2011	2010 (Restated)	2011	2010 (Restated)
Revenues					
Revenues from Sales or Revenues from Services					
Passenger and excess baggage		77,422,055,007	70,509,849,034	77,422,055,007	70,509,849,034
Freight		13,897,292,160	13,018,259,563	13,897,292,160	13,018,259,563
Mail		421,130,271	413,827,242	421,130,271	413,827,242
Other activities		4,124,392,521	3,730,574,865	3,966,898,086	3,561,869,221
Total Revenues from Sales or Revenues from Services		95,864,869,959	87,672,510,704	95,707,375,524	87,503,805,060
Other Income					
Interest income		220,858,470	64,103,842	214,833,139	59,196,193
Others	4.13	1,324,390,213	1,703,092,170	1,485,502,117	1,850,937,104
Total Other Income		1,545,248,683	1,767,196,012	1,700,335,256	1,910,133,297
Total Revenues		97,410,118,642	89,439,706,716	97,407,710,780	89,413,938,357
Expenses					
Fuel and oil		36,880,860,897	28,092,386,150	36,880,860,897	28,092,386,150
Employee benefit expense	4.14	16,427,725,032	15,330,405,655	16,402,220,227	15,309,057,197
Flight service expenses		10,196,116,262	9,508,012,356	10,196,116,262	9,508,012,356
Crew expenses		2,709,177,903	2,585,142,619	2,709,177,903	2,585,142,619
Aircraft maintenance and overhaul costs		5,579,532,325	4,782,512,444	5,579,532,325	4,782,512,444
Depreciation and amortisation expenses		9,802,647,424	10,333,651,872	9,796,609,273	10,328,121,911
Lease of aircraft and spare parts		2,910,557,072	1,508,730,234	2,910,557,072	1,508,730,234
Inventories and supplies		4,367,726,441	4,443,376,680	4,367,726,441	4,443,376,680
Selling and advertising expenses		2,797,345,949	2,963,775,501	2,774,312,911	2,945,882,150
Insurance expenses		333,123,076	330,177,681	333,123,076	330,177,681
Impairment loss of assets		613,294,599	118,608,745	613,294,599	118,608,745
Other expenses	4.15	4,052,207,138	4,107,095,143	4,019,884,633	4,074,873,140
Losses (Gains) on foreign currency exchange		5,623,448,502	(10,089,650,061)	5,626,490,890	(10,098,261,653)
Total Expenses		102,293,762,620	74,014,225,019	102,209,906,509	73,928,619,654
Loss on redemption of debentures		1,427,287	-	-	-
Share of profit of investments by the equity method		(142,366,996)	(168,866,196)	-	-
Profit (loss) before Finance Costs and Income Tax Expenses		(4,742,704,269)	15,594,347,893	(4,802,195,729)	15,485,318,703
Finance costs		2,727,533,059	2,607,756,046	2,728,092,291	2,607,756,046
Profit (loss) before Income Tax Expenses		(7,470,237,328)	12,986,591,847	(7,530,288,020)	12,877,562,657
Net tax expenses (income)	4.16	(239,134,727)	985,863,341	(264,722,531)	959,104,401
Comprehensive Income (expenses) for the Period		(7,231,102,601)	12,000,728,506	(7,265,565,489)	11,918,458,256
Profit (loss) Attributable to:					
Owners of the parent		(7,255,987,657)	11,973,420,255	(7,265,565,489)	11,918,458,256
Non-controlling interests		24,885,056	27,308,251	-	-
		(7,231,102,601)	12,000,728,506	(7,265,565,489)	11,918,458,256
Basic Earnings (losses) per Share					
Earnings (losses) per share	4.17	(3.32)	7.05	(3.33)	7.02

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

(Signed) *Piyasvasti Amranand*
(Piyasvasti Amranand)
President

(Signed) *Kaweeapan Raungpaka*
(Kaweeapan Raungpaka)
Executive Vice President
Finance and Accounting

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
For the three and six-month periods ended June 30, 2011 and 2010 (unaudited but reviewed)

1. BASIS OF FINANCIAL STATEMENT PREPARATION

1.1 Financial Statement Preparation

The consolidated and the Company financial statements have been prepared in accordance with generally accepted accounting principles under the Accounting Act B.E. 2543 (2000) being those Thai Accounting Standards which issued by the Accounting Profession Act B.E. 2547 (2004) and the Financial Reporting Requirements of the Securities and Exchange Commission, Thailand under the Securities and Exchange Act B.E. 2535 (1992).

The Company's financial statements consist of Thai Airways International Public Company Limited and the Company's staff pension fund.

The consolidated financial statements consist of the Company and its subsidiaries, Thai-Amadeus Southeast Asia Company Limited, in which the Company holds equity interests of 55%, as well as WingSpan Services Company Limited, in which the Company holds equity interests of 49% of ordinary shares controlling by the Company. Significant transactions between the Company and its subsidiaries have been eliminated from the consolidated financial statements.

An English language version of the financial statements has been prepared from the statutory financial statements that were issued in Thai language. In case of conflict or difference in understanding, the financial statements in Thai language shall prevail.

1.2 Interim Financial Statement Preparation

The interim financial statements are prepared in accordance with Thai Accounting Standard No.34 (revised 2009) Interim Financial Statements. The Company presents items in the statements of financial position, statements of comprehensive income, statements of changes in shareholders' equity and statements of cash flows which complied with TAS 1 (revised 2009) Presentation of Financial Statements, which is effective on January 1, 2011 onwards, and discloses only significant additional information in the note to financial statements.

The preparation of these interim financial statements are intended to provide additional information to that included in the latest annual financial statements for the year ended December 31, 2010. Accordingly, the interim financial statements focus on supporting of 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.

During the year 2010, The Federation of Accounting Professions (FAP) announced the revised Thai Accounting Standards and Thai Financial Reporting Standards, which will be effective on or after January 1, 2011 as follows:

TAS	1	(revised 2009)	Presentation of Financial Statements
TAS	2	(revised 2009)	Inventories
TAS	7	(revised 2009)	Statements of Cash Flow
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 Economics
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
TFRS	2		Share-Based Payments
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

Besides the mentioned Accounting Standards and Financial Reporting Standards, the Federation of Accounting Professions (FAP) has announced the other Accounting Standards during the year 2010, which will be effective on January 1, 2013 onwards. The management of the Company has assessed and expected that the above standards have no material impact on the consolidated and the Company's financial statements.

2. CHANGES IN ACCOUNTING POLICIES

In order to comply with Thai Accounting Standards (TAS) and Thai Financial Reporting Standards (TFRS) which are effective on January 1, 2011, the Company has changed in the accounting policies as follows:

2.1 Presentation of Financial Statements

The Company has adopted TAS 1 (Revised 2009) Presentation of Financial Statements. Under the revised TAS 1, the Company's financial statements consist of statements of financial position, statement of comprehensive income, statement of changes in shareholders' equity, statements of cash flow and notes to financial statement.

Some items in the statements of comprehensive income for the three and six-month periods ended June 30, 2010, which have been included in the interim financial statements for the comparative purpose to the year 2011, are reclassified to comply with the presentation of interim financial statements.

2.2 Employee Benefits

The Company has adopted TAS 19 Employee Benefits. Under the Company's defined benefit plans and other long-term employee benefits are recognised in the financial statements based on calculations by a qualified actuary using the projected unit credit method. Previously, these obligations were recognised as occurred.

The Company has opted to record the entire amount of the employee benefits obligation as retrospective adjustment.

The changes in those accounting policies have effected only on the presentation of financial statements, but have no effect on profit or earnings per share, except for the employee benefits as stated in Note 3.

3. EFFECT OF THE FIRST TIME ADOPTION OF THAI ACCOUNTING STANDARDS AND THAI FINANCIAL REPORTING STANDARDS

As the Company has adopted the newly issued and revised TAS and TFRS, which are effective on January 1, 2011, the effects are as follows:

Statement of Financial Position as at December 31, 2010

	Units : Million Baht	
	Consolidated	The Company
Retained earnings as at December 31, 2010 as reported previously	35,244.76	34,418.05
Increase in employee benefit obligation	(9,324.44)	(9,322.51)
Increase in deferred tax asset	<u>2,797.33</u>	<u>2,796.75</u>
Retained earnings as at January 1, 2011	<u>28,717.65</u>	<u>27,892.29</u>

Statement of Comprehensive Income for the three-month periods ended June 30, 2010

	Units : Million Baht	
	Consolidated	The Company
Increase in expenses		
Increase in employee benefit expenses	216.52	216.35
Decrease in tax expenses	<u>(64.96)</u>	<u>(64.91)</u>
Decrease in profit	<u>151.56</u>	<u>151.44</u>
Decrease in earnings per share		
Basic earnings per share (THB)	0.09	0.09

Statement of Comprehensive Income for the six-month periods ended June 30, 2010

	Units : Million Baht	
	Consolidated	The Company
Increase in expenses		
Increase in employee benefit expenses	433.05	432.69
Decrease in tax expenses	<u>(129.91)</u>	<u>(129.81)</u>
Decrease in profit	<u>303.14</u>	<u>302.88</u>
Decrease in earnings per share		
Basic earnings per share (THB)	0.18	0.18

4. SUPPLEMENTARY INFORMATION

4.1 Cash and Cash Equivalents

	Consolidated		Units : Million Baht The Company	
	<u>Jun 30, 2011</u>	<u>Dec 31, 2010</u>	<u>Jun 30, 2011</u>	<u>Dec 31, 2010</u>
Cash - Domestic	48.60	133.01	48.60	133.01
Cash – Abroad	29.40	18.59	29.40	18.59
Bank Deposits - Domestic	6,463.78	22,984.35	6,393.65	22,906.15
Bank Deposits - Abroad	<u>19,492.18</u>	<u>14,543.73</u>	<u>19,492.18</u>	<u>14,543.73</u>
Total	<u>26,033.96</u>	<u>37,679.68</u>	<u>25,963.83</u>	<u>37,601.48</u>

4.2 Trade Accounts Receivable - Net

	Consolidated		Units : Million Baht The Company	
	<u>Jun 30, 2011</u>	<u>Dec 31, 2010</u>	<u>Jun 30, 2011</u>	<u>Dec 31, 2010</u>
Period overdue				
Not over 6 months	15,206.25	17,008.81	15,176.05	16,980.24
Over 6 months to 1 year	79.16	89.86	79.15	89.85
Over 1 year to 2 years	74.46	91.53	74.45	91.61
Over 2 years	<u>1,502.94</u>	<u>1,456.66</u>	<u>1,474.21</u>	<u>1,427.82</u>
	16,862.81	18,646.86	16,803.86	18,589.52
<u>Less</u> Allowance for doubtful accounts	<u>(1,626.49)</u>	<u>(1,620.34)</u>	<u>(1,597.75)</u>	<u>(1,591.56)</u>
Trade accounts receivable - net	<u>15,236.32</u>	<u>17,026.52</u>	<u>15,206.11</u>	<u>16,997.96</u>

4.3 Other Current Assets

	Consolidated		Units : Million Baht The Company	
	<u>Jun 30, 2011</u>	<u>Dec 31, 2010</u>	<u>Jun 30, 2011</u>	<u>Dec 31, 2010</u>
Tax refund	396.26	265.59	396.26	265.59
Cash and bank deposits of pension fund	4,460.07	4,650.13	4,460.07	4,650.13
Others	<u>1,975.54</u>	<u>2,075.39</u>	<u>1,940.46</u>	<u>2,047.92</u>
Total	<u>6,831.87</u>	<u>6,991.11</u>	<u>6,796.79</u>	<u>6,963.64</u>

4.4 Investments

Consolidated

Units : Million Baht

Name of Company	Percentage of Shareholding		Investments				Income on investments	
	Jun 30, 2011	Dec 31, 2010	Cost method		Equity method		Jun 30, 2011	Jun 30, 2010
			Jun 30, 2011	Dec 31, 2010	Jun 30, 2011	Dec 31, 2010		
4.4.1 Investments using the equity method								
Royal Orchid Hotel (Thailand) Public Company Limited (Market value as at June 30, 2011 amount of THB 472.50 million and as at December 31, 2010 amount of THB 562.50 million)	24	24	225.00	225.00	166.31	185.11	(18.80)	(8.41)
Donmuang International Airport Hotel Company Limited	40	40	48.00	48.00	109.40	112.31	(2.90)	(4.64)
Bangkok Aviation Fuel Services Public Company Limited (Market value as at June 30, 2011 amount of THB 1,324.64 million and as at December 31, 2010 amount of THB 1,232.50 million)	22.6	22.6	115.19	115.19	675.36	659.83	56.99	40.57
Phuket Air Catering Company Limited	30	30	30.00	30.00	134.49	108.95	36.03	29.98
Suvarnabhumi Airport Hotel Company Limited	30	30	305.33	305.33	83.56	100.07	(16.51)	(13.30)
Nok Airlines Company Limited	39	39	195.00	195.00	<u>283.27</u>	<u>234.72</u>	<u>87.55</u>	<u>124.67</u>
Total investments using the equity Method					<u>1,452.39</u>	<u>1,400.99</u>	<u>142.36</u>	<u>(168.87)</u>
4.4.2 Other long-term investments stated at cost								
Fuel Pipeline Transportation Limited	8.4	8.4	133.00	133.00			-	-
Aeronautical Radio of Thailand Limited	2.5	2.5	16.58	16.58			-	-
SITA Investment Certificate	-	-	30.95	30.34			-	-
Trade Siam Company Limited (paid 25% of authorized share capital)	3.5	3.5	1.75	1.75			-	-
SITA Information Networking Computing	-	-	27.99	27.44			-	-
Other Shares	-	-	2.87	2.76			0.07	0.04
Bond Investment			49.63	-			-	-
<u>Less</u> Allowance for impairment of Fuel Pipeline Transportation Ltd.			<u>(133.00)</u>	<u>(133.00)</u>			<u>-</u>	<u>-</u>
Total other long-term investments			<u>129.14</u>	<u>78.87</u>			<u>0.07</u>	<u>0.04</u>

Name of Company	Percentage of Shareholding		Investments		Dividend Income	
			Cost method			
	Jun 30, 2011	Dec 31, 2010	Jun 30, 2011	Dec 31, 2010	Jun 30, 2011	Jun 30, 2010
4.4.1 Investments using the cost method						
Subsidiary Companies						
Thai-Amadeus Southeast Asia Company Limited	55	55	8.25	8.25	70.12	70.12
Wing Span Services Company Limited	49	49	<u>0.98</u>	<u>0.98</u>	-	-
Total			<u>9.23</u>	<u>9.23</u>	<u>70.12</u>	<u>70.12</u>
Associated Companies						
Royal Orchid Hotel (Thailand) Public Company Limited (Market value as at June 30, 2011 amount of THB 472.50 million and as at December 31, 2010 amount of THB 562.50 million)	24	24	225.00	225.00	-	-
Donmuang International Airport Hotel Company Limited	40	40	48.00	48.00	-	33.60
Bangkok Aviation Fuel Services Public Company Limited (Market value as at June 30, 2011 amount of THB 1,324.64 million and as at December 31, 2010 amount of THB 1,232.50 million)	22.6	22.6	115.19	115.19	41.47	34.56
Phuket Air Catering Company Limited	30	30	30.00	30.00	10.50	9.00
Suvarnabhumi Airport Hotel Company Limited	30	30	305.33	305.33	-	-
Nok Airlines Company Limited	39	39	<u>195.00</u>	<u>195.00</u>	<u>39.00</u>	-
Total			<u>918.52</u>	<u>918.52</u>	<u>90.97</u>	<u>77.16</u>
Total investments using the cost method			<u>927.75</u>	<u>927.75</u>	<u>161.09</u>	<u>147.28</u>
4.4.2 Other long-term investments stated at cost						
Fuel Pipeline Transportation Limited	8.4	8.4	133.00	133.00	-	-
Aeronautical Radio of Thailand Limited	2.5	2.5	16.58	16.58	-	-
SITA Investment Certificate	-	-	30.95	30.34	-	-
TRADESIAM Company Limited (paid 25% of authorized share capital)	3.5	3.5	1.75	1.75	-	-
SITA Information Networking Computing	-	-	27.99	27.44	-	-
Other Shares	-	-	2.87	2.76	0.07	0.04
<u>Less</u> Allowance for impairment of Fuel Pipeline Transportation Limited			<u>(133.00)</u>	<u>(133.00)</u>	-	-
Total other long-term investments			<u>80.14</u>	<u>78.87</u>	<u>0.07</u>	<u>0.04</u>

Units : Million Baht				
Name of Company	Assets	Liabilities	Income	Gains (Losses)
<u>Subsidiary Companies</u>				
Thai-Amadeus Southeast Asia Company Limited	667.68	101.44	168.10	55.23
WingSpan Services Company Limited	11.99	10.90	10.57	(0.84)
<u>Associated Companies</u>				
Royal Orchid Hotel (Thailand) Public Company Limited	1,572.02	879.05	221.57	(13.42)
Donmuang International Airport Hotel Company Limited	321.23	47.71	51.25	(1.85)
Bangkok Aviation Fuel Services Public Company Limited	5,791.89	2,618.70	538.18	211.71
Phuket Air Catering Company Limited	542.19	58.90	204.88	106.41
Suvarnabhumi Airport Hotel Company Limited	1,790.73	1,512.19	313.03	(55.03)
Nok Airlines Company Limited	1,805.49	979.15	1,446.30	89.62

The Company used the financial statements of associated companies as at March 31, 2011 to record the investment by equity method in the consolidated financial statement and by cost method in the Company's financial statement because the associated companies cannot submit their financial statements to the Company in time for accounting closing. This is no material effect to the Company.

4.5 Related Parties

4.5.1 Major Shareholders

4.5.1.1 Long-term loans from related parties

Units : Million Baht		
	Jun 30, 2011	Dec 31, 2010
Foreign loans via the Ministry of Finance	1,235.53	1,211.85
Government Saving Bank	5,820.00	6,606.00
Islamic Bank of Thailand	<u>1,250.00</u>	<u>1,500.00</u>
Total	<u>8,305.53</u>	<u>9,317.85</u>

4.5.2 Subsidiary Company

4.5.2.1 Bond and Bond Investment

Units : Million Baht		
	Jun 30, 2011	Dec 31, 2010
Thai-Amadeus Southeast Asia Company Limited	<u>51.21</u>	-
Total	<u>51.21</u>	<u>-</u>

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4.5.2.2 Sales and Purchase

Units : Million Baht		
	Three-month periods	Six-month periods

	Apr – Jun 2011		Apr – Jun 2010		Jan – Jun 2011		Jan – Jun 2010	
	Sales	Purchase	Sales	Purchase	Sales	Purchase	Sales	Purchase
Thai-Amadeus Southeast Asia Company Limited	0.78	-	0.78	-	1.70	-	1.64	-
WingSpan Services Company Limited	0.10	10.56	-	-	0.15	10.56	-	-

4.5.2.3 Account Receivables and Account Payables

Units : Million Baht

	Jun 30, 2011		Dec 31, 2010	
	Account Receivables	Account Payables	Account Receivables	Account Payables
Thai-Amadeus Southeast Asia Company Limited	0.28	-	0.27	-
WingSpan Services Company Limited	-	3.37	-	-

4.5.3 Associated Companies

4.5.3.1 Sales and Purchase

Units : Million Baht

	Three-month periods				Six-month periods			
	Apr – Jun 2011		Apr – Jun 2010		Jan – Jun 2011		Jan – Jun 2010	
	Sales	Purchase	Sales	Purchase	Sales	Purchase	Sales	Purchase
Royal Orchid Hotel (Thailand) Public Company Limited	0.15	0.63	-	0.05	0.15	2.18	-	2.52
Donmuang International Airport Hotel Company Limited	-	-	-	0.11	-	0.05	-	0.32
Bangkok Aviation Fuel Services Public Company Limited	0.01	99.19	0.01	86.90	0.02	194.95	0.02	183.16
Phuket Air Catering Company Limited	0.73	2.53	0.68	2.23	1.51	6.90	1.55	3.54
Suvarnabhumi Airport Hotel Company Limited	0.02	4.34	-	2.02	0.02	13.87	-	14.16
Nok Airlines Company Limited	164.86	-	440.74	-	570.71	-	793.20	-

4.5.3.2 Account Receivables and Account Payables

Units : Million Baht

	Jun 30, 2011	Dec 31, 2010

	Account Receivables	Account Payables	Account Receivables	Account Payables
Royal Orchid Hotel (Thailand) Public Company Limited	0.16	0.09	-	0.01
Donmuang International Airport Hotel Company Limited	-	0.06	-	-
Bangkok Aviation Fuel Services Public Company Limited	0.01	35.49	-	37.15
Phuket Air Catering Company Limited	0.23	2.54	0.26	2.93
Suvarnabhumi Airport Hotel Company Limited	-	0.59	-	3.35
Nok Airlines Company Limited	69.39	-	69.30	-

The Company purchases goods and services at a market price from related parties on normal commercial term as unrelated parties.

On June 21, 2011, The Strategy Steering Committee approved to waive the wages for the 4 employees who perform secondment duty at WingSpan Services Company Limited for 2 years in 2010-2011.

4.6 Property, Plant and Equipment – Net

Consolidated

Units : Million Baht

	Prepaid Aircraft and Spare Engines	Aircraft	Aircraft under finance leases	Aircraft spare parts	Work In Progress	Land and buildings	Leasehold Buildings	Building Improvement	Other plant and equipment	Total
Cost										
As at January 1, 2011	17,982.74	141,437.22	163,441.09	27,718.15	310.68	3,463.10	10,782.61	4,656.38	29,321.62	399,113.59
- Adjust/Transfers	-	(1.13)	(0.20)	(104.34)	-	-	-	22.30	102.30	18.93
- Additions	3,395.00	881.73	640.79	1,833.33	1,897.27	-	19.08	15.66	113.17	8,796.03
- Disposals	-	(675.67)	(359.28)	(1,158.20)	-	-	-	(19.63)	(185.60)	(2,398.38)
As at June 30, 2011	21,377.74	141,642.15	163,722.40	28,288.94	2,207.95	3,463.10	10,801.69	4,674.71	29,351.49	405,530.17
Impairment Allowance	-	950.40	3,475.19	-	-	-	-	-	-	4,425.59
Accumulated depreciation										
As at January 1, 2011	-	91,898.70	44,345.32	18,124.77	-	2,199.03	4,875.09	3,840.54	23,286.05	188,569.50
- Depreciation	-	3,225.90	4,287.10	861.80	-	33.87	114.92	190.01	904.99	9,618.59
- Adjust/Transfers	-	2.83	-	(64.21)	-	-	-	(1.54)	1.50	(61.42)
- Disposals	-	(675.67)	(359.28)	(543.11)	-	-	-	(18.64)	(185.26)	(1,781.96)
As at June 30, 2011	-	95,402.16	51,748.33	18,379.25	-	2,232.90	4,990.01	4,010.37	24,007.28	200,770.30
Net book value										
As at December 31, 2010	17,982.74	48,588.12	115,620.58	9,593.38	310.68	1,264.07	5,907.52	815.84	6,035.57	206,118.50
As at June 30, 2011	21,377.74	46,239.99	111,974.07	9,909.69	2,207.95	1,230.20	5,811.68	664.34	5,344.21	204,759.87

The Company

Units : Million Baht

	Prepaid Aircraft and Spare Engines	Aircraft	Aircraft under finance leases	Aircraft spare parts	Work In Progress	Land and buildings	Leasehold Buildings	Building Improvement	Other plant and equipment	Total
Cost										
As at January 1, 2011	17,982.74	141,437.22	163,441.09	27,718.15	310.68	3,463.10	10,782.61	4,656.38	29,108.04	398,900.01
- Adjust/Transfers	-	(1.13)	(0.20)	(104.34)	-	-	-	22.30	102.30	18.93
- Additions	3,395.00	881.73	640.79	1,833.33	1,897.27	-	19.08	15.66	111.42	8,794.28
- Disposals	-	(675.67)	(359.28)	(1,158.20)	-	-	-	(19.63)	(185.60)	(2,398.38)
As at June 30, 2011	21,377.74	141,642.15	163,722.40	28,288.94	2,207.95	3,463.10	10,801.69	4,674.71	29,136.16	405,314.84
Impairment Allowance	-	950.40	3,475.19	-	-	-	-	-	-	4,425.59
Accumulated depreciation										
As at January 1, 2011	-	91,898.70	44,345.32	18,124.77	-	2,199.03	4,875.09	3,840.54	23,084.86	188,368.31
- Depreciation	-	3,225.90	4,287.10	861.80	-	33.87	114.92	190.01	899.31	9,612.91
- Adjust/Transfers	-	2.83	-	(64.21)	-	-	-	(1.54)	1.50	(61.42)
- Disposals	-	(675.67)	(359.28)	(543.11)	-	-	-	(18.64)	(185.26)	(1,781.96)
As at June 30, 2011	-	95,402.16	51,748.33	18,379.25	-	2,232.90	4,990.01	4,010.37	23,800.41	200,563.43
Net book value										
As at December 31, 2010	17,982.74	48,588.12	115,620.58	9,593.38	310.68	1,264.07	5,907.52	815.84	6,023.18	206,106.11
As at June 30, 2011	21,377.74	46,239.99	111,974.07	9,909.69	2,207.95	1,230.20	5,811.68	664.34	5,335.75	204,751.41

In this fiscal year, there are 93 aircraft represented in the Company's fleet consisting of 52 own aircraft, 31 aircraft under financial leases, and 10 aircraft under operating leases, which excluded 2 phased out aircraft, with a book value of THB 424.53 million.

Aircraft spare parts consist of aircraft engines and other aircraft spare parts.

The Company uses buildings and equipment that are now fully depreciated with historical cost of THB 57,357.86 million including the leasehold buildings amount of THB 3,918.75 million.

Leasehold buildings are leased from Airports of Thailand Public Company Limited at Suvarnabhumi with a lease term of 30 years starting from September 28, 2006 to September 29, 2036 and at Donmuang with a lease term of 3 years starting from September 27, 2009 to September 28, 2012. The title of buildings and elements will be passed to The Ministry of Finance at the end of the lease term.

The Company has provided a land located in Bangkok for security meanwhile the Company is now in the procedure of appealing against the judgement of the court of first instance who has made a decision that compelled the Company to provide compensation in the amount of THB 27.63 million with interest due to ceasing of wine purchase.

At present, the official appraisal value of the Company's domestic land is THB 3,965.58 million consisting of land in Bangkok amount of THB 3,728.64 million and land in provinces amount of THB 236.94 million.

Finance leased assets are aircraft under finance leases which the purchase contracts were made in USD currency but the finance leases were made in EUR currency.

4.7 Intangible Assets-net

	Units : Million Baht	
	Consolidated	The Company
Cost		
As at January 1, 2011	1,502.79	1,495.74
- Additions	181.90	181.39
As at June 30, 2011	1,684.69	1,677.13
Accumulated amortisation		
As at January 1, 2011	950.43	948.12
- Amortisation	134.38	134.01
As at June 30, 2011	1,084.81	1,082.13
Net book value		
As at December 31, 2010	552.36	547.62
As at June 30, 2011	599.88	595.00

4.8 Deferred Income Tax Assets

Deferred income tax assets arising from the temporary differences between the book values and tax bases of assets and liabilities in statement of financial position are as follows:

	Consolidated		Units : Million Baht The Company	
	Jun 30, 2011	Dec 31, 2010	Jun 30, 2011	Dec 31, 2010
	Contribution to staff pension fund	893.98	820.92	893.98
Allowance for obsolete inventories	592.45	583.23	592.45	583.23
Allowance for doubtful accounts	546.12	542.05	537.50	533.42
Allowance for impairment in value of assets	1,341.35	1,341.82	1,341.35	1,341.82
Estimated accrual expenses	1,370.82	1,326.71	1,370.33	1,326.23
Loss on foreign currency exchange	134.01	134.11	134.01	134.11
Employee benefits obligation	2,928.69	2,797.81	2,927.52	2,796.75
Others	<u>18.87</u>	<u>22.98</u>	<u>15.27</u>	<u>19.30</u>
Total	<u>7,826.29</u>	<u>7,569.63</u>	<u>7,812.41</u>	<u>7,555.78</u>

4.9 Other Non-Current Assets

	Consolidated		Units : Million Baht The Company	
	Jun 30, 2011	Dec 31, 2010	Jun 30, 2011	Dec 31, 2010
	Deferred charges	1,924.50	1,918.80	1,924.50
Others	<u>506.18</u>	<u>342.23</u>	<u>505.11</u>	<u>341.85</u>
Total	<u>2,430.68</u>	<u>2,261.03</u>	<u>2,429.61</u>	<u>2,260.65</u>

Deferred charges consisted of aircraft overhaul costs (D-check) for aircraft under operating lease, which are amortised as expenses over an estimated useful life of 4-7 years but not over the lease term, and loan guarantee premiums for purchasing of aircraft are amortised as expenses over the period of due payment loans in each accounting period.

4.10 Employee Benefits Obligation The Company

Employee benefits obligations are classified into 5 projects as follows:

4.10.1 Legal Severance Payments are paid to the retired employees who work with the Company from 5 to less than 15 years, receiving 180 days of the latest salary rate. For the retired employees who work with the Company from 15 years onwards will get paid for 300 days of the latest salary rate.

4.10.2 Post-Retirement Medical Benefits are provided to the retired and early retired employees together with their spouses and unmarried children less than 20 years of age with no expenses at all medical centers of the Company.

4.10.3 Encashment of Unutilised Holiday Leaves is paid to the employees who have their vacations left, which can be accumulated not more than 3 years.

4.10.4 Long Service Awards (Pin/Ring) will be rewarded to the employees who have been working with the Company for 15, 25 and 35 years.

4.10.5 Long Service Awards (Air ticket) – the employees who have been working with the Company for 15 years will get rewards for 1 free confirmed ticket on the Company’s routes, and every next 5 years for present employees. The employees can accumulate and use these awards whenever they desire.

Principal actuarial assumptions :

Discount rate	4.2%
Price inflation	3.5%
Average salary increase rates	
Domestic staff	3.0% – 7.0%
Oversea staff	5.0%
Staff turnover rate	
Domestic staff	0.0% - 1.5%
Oversea staff	0.0% - 9.0%
Medical cost inflation	6.0%
Mortality rate	TM097 (Thai mortality table year 1997)

Changes in Present Value of the Employee Benefits Obligation

	Consolidated		Units : Million Baht The Company	
	<u>Jun 30, 2011</u>	<u>Dec 31, 2010</u>	<u>Jun 30, 2011</u>	<u>Dec 31, 2010</u>
Beginning Balance – Employee Benefits Obligation	9,326.02	10,499.58	9,322.51	10,496.78
Employee Benefit Expenses for the period	436.27	866.10	435.89	865.39
Benefits paid during the period	-	(2,039.66)	-	(2,039.66)
Ending Balance – Employee Benefits Obligation	<u>9,762.29</u>	<u>9,326.02</u>	<u>9,758.40</u>	<u>9,322.51</u>

4.11 Dividend Payment – The Company

The resolution of the 2011 Annual General Shareholders’ Meeting held on April 27, 2011 approved a dividend payment from the Company’s operation for the year 2010 to the shareholders representing 2,182.77 million shares at THB 1.25 per share, totaling to THB 2,728.46 million. But the Company paid the dividend amount of THB 2,727.67 million because there are 631,318 nominee shares having no rights to receive the dividend amount of THB 0.79 million.

4.12 Share Capital

As at June 30, 2011, the Company has authorized ordinary shares amount of 2,698.90 million shares at par value of THB 10 each for an aggregate of THB 26,989.01 million, issued and paid-up ordinary shares amount of THB 21,827.72 million.

4.13 Other Incomes

	Consolidated			
	Three-month Periods		Six-month Periods	
	Apr-Jun 2011	Apr-Jun 2010	Jan-Jun 2011	Jan-Jun 2010
Gains on sales of assets	3.94	1.61	5.56	2.67
Revenue from other services of Aircraft Maintenance Department	81.27	57.80	182.72	137.87
Revenue from airport fees collected from passengers	198.41	267.20	396.82	534.40
Compensation revenue from the delay delivery of aircraft	126.12	366.58	382.19	719.73
Others	208.79	148.46	357.10	308.42
Total	618.53	841.65	1,324.39	1,703.09

Units : Million Baht

	The Company			
	Three-month Periods		Six-month Periods	
	Apr-Jun 2011	Apr-Jun 2010	Jan-Jun 2011	Jan-Jun 2010
Gains on sales of assets	3.94	1.61	5.56	2.67
Dividend from associated companies and subsidiary companies	161.09	147.28	161.09	147.28
Revenue from other services of Aircraft Maintenance Department	81.27	57.80	182.72	137.87
Revenue from airport fees collected from passengers	198.41	267.20	396.82	534.40
Compensation revenue from the delay delivery of aircraft	126.12	366.58	382.19	719.73
Others	208.91	148.88	357.12	308.99
Total	779.74	989.35	1,485.50	1,850.94

4.14 Employee Benefit Expenses

Units : Million Baht

	Consolidated			
	Three-month Periods		Six-month Periods	
	Apr-Jun 2011	Apr-Jun 2010	Jan-Jun 2011	Jan-Jun 2010
Personnel Expenses	8,434.92	7,424.48	15,925.74	14,861.12
Employee Benefit Expenses	218.14	216.52	436.27	433.05
Executive benefit expenses	17.94	13.52	44.42	27.07
Board of Directors benefit expenses	17.47	5.70	21.30	9.17
Total	8,688.47	7,660.22	16,427.73	15,330.41

Units : Million Baht

	The Company			
	Three-month Periods		Six-month Periods	
	Apr-Jun 2011	Apr-Jun 2010	Jan-Jun 2011	Jan-Jun 2010
Personnel Expenses	8,423.08	7,416.06	15,901.61	14,841.03
Employee Benefit Expenses	217.95	216.35	435.89	432.69
Executive benefit expenses	17.91	13.52	44.39	27.07
Board of Directors benefit expenses	17.18	5.00	20.33	8.27
Total	8,676.12	7,650.93	16,402.22	15,309.06

Managements refer to the Company's Board of directors, chief executive, persons in the next four executive levels below the chief executive, and in similar position, and accounting or finance department managers or above according to the regulation of the Stock Exchange of Thailand.

Moreover, the Directors of the Company obtain the ticket benefits. For the six-month periods ended June 30, 2011 and 2010, they issued the tickets for themselves and their related parties amount of 121 and 89 tickets with the value of THB 14.76 million and THB 10.79 million, respectively, calculating from the full fare tickets in those traveling classes.

4.15 Other Expenses

Units : Million Baht

	Consolidated			
	Three-month Periods		Six-month Periods	
	Apr-Jun 2011	Apr-Jun 2010	Jan-Jun 2011	Jan-Jun 2010
Rentals and utilities	682.07	706.45	1,354.91	1,408.88
Office supplies	63.53	56.24	120.82	123.86
Repair of building and equipment	151.07	111.54	260.23	222.89
Outsource services	241.49	257.79	497.69	486.85
Consultant and service fees	111.17	141.36	210.32	255.93
Legal fee for Antitrust/ Competition Law	51.60	56.87	118.58	133.53
Computer service expenses	119.30	115.46	213.81	197.14
Travelling and transportation expenses	160.83	135.26	324.87	273.64
Concession fees	88.89	57.37	178.93	141.97
Passenger claim expenses	54.70	98.19	98.32	191.29
Others	349.55	304.55	673.73	671.12
Total	2,074.20	2,041.08	4,052.21	4,107.10

Units : Million Baht

	The Company			
	Three-month Periods		Six-month Periods	
	Apr-Jun 2011	Apr-Jun 2010	Jan-Jun 2011	Jan-Jun 2010
Rentals and utilities	682.07	706.45	1,354.91	1,408.88
Office supplies	63.53	56.24	120.82	123.86
Repair of building and equipment	151.07	111.54	260.23	222.89
Outsource services	241.49	257.79	497.69	486.85
Consultant and service fees	111.17	141.36	210.32	255.93
Legal fee for Antitrust/ Competition Law	51.60	56.87	118.58	133.53
Computer service expenses	119.30	115.46	213.81	197.14
Travelling and transportation expenses	160.83	135.26	324.87	273.64
Concession fees	88.89	57.37	178.93	141.97
Passenger claim expenses	54.70	98.19	98.32	191.29
Others	333.34	286.62	641.40	638.89
Total	2,057.99	2,023.15	4,019.88	4,074.87

4.16 Net Tax Expenses (Income)

Units : Million Baht

	Consolidated			
	Three-month Periods		Six-month Periods	
	Apr-Jun 2011	Apr-Jun 2010	Jan-Jun 2011	Jan-Jun 2010
Tax expense (income) from taxable profit for the period	(223.94)	438.33	17.52	1,057.70
Add(less): deferred tax asset/ liability from temporary different increase/ decrease	(136.42)	48.63	(256.65)	(71.84)
Net tax expenses (income)	(360.36)	486.96	(239.13)	985.86

Units : Million Baht

	The Company			
	Three-month Periods		Six-month Periods	
	Apr-Jun 2011	Apr-Jun 2010	Jan-Jun 2011	Jan-Jun 2010
Tax expense (income) from taxable profit for the period	(234.41)	430.63	(8.10)	1,030.34
Add(less): deferred tax asset/ liability from temporary different increase/ decrease	(136.37)	49.07	(256.62)	(71.24)
Net tax expenses (income)	(370.78)	479.70	(264.72)	959.10

4.17 Earnings Per Share

Basic earnings per share is calculated by dividing net profit for the period by the weighted average number of ordinary shares outstanding during the periods.

Consolidated For the three-month periods ended June 30, 2011 and 2010

	Profit		Number of Shares		Earnings Per Share	
	Jun 30, 2011	Jun 30, 2010	Jun 30, 2011	Jun 30, 2010	Jun 30, 2011	Jun 30, 2010
	Million Baht	Million Baht	Million Share	Million Share	Baht	Baht
Basic earnings per share						
Profits (losses) attributable to ordinary equity holders of the parent entity	(7,874.45)	1,400.93	2,182.77	1,698.90	(3.61)	0.82

The Company For the three-month periods ended June 30, 2011 and 2010

	Profit		Number of Shares		Earnings Per Share	
	Jun 30, 2011	Jun 30, 2010	Jun 30, 2011	Jun 30, 2010	Jun 30, 2011	Jun 30, 2010
	Million Baht	Million Baht	Million Share	Million Share	Baht	Baht
Basic earnings (loss) per share						
Profits (losses) attributable to ordinary equity holders of the parent entity	(7,828.46)	1,363.62	2,182.77	1,698.90	(3.59)	0.80

Consolidated
For the six-month periods ended June 30, 2011 and 2010

	<u>Profit</u>		<u>Number of Shares</u>		<u>Earnings Per Share</u>	
	<u>Jun 30, 2011</u>	<u>Jun 30, 2010</u>	<u>Jun 30, 2011</u>	<u>Jun 30, 2010</u>	<u>Jun 30, 2011</u>	<u>Jun 30, 2010</u>
	Million Baht	Million Baht	Million Share	Million Share	Baht	Baht
Basic earnings (loss) per share						
Profits (losses) attributable to ordinary equity holders of the parent entity	(7,255.99)	11,973.42	2,182.77	1,698.90	(3.32)	7.05

The Company
For the six-month periods ended June 30, 2011 and 2010

	<u>Profit</u>		<u>Number of Shares</u>		<u>Earnings Per Share</u>	
	<u>Jun 30, 2011</u>	<u>Jun 30, 2010</u>	<u>Jun 30, 2011</u>	<u>Jun 30, 2010</u>	<u>Jun 30, 2011</u>	<u>Jun 30, 2010</u>
	Million Baht	Million Baht	Million Share	Million Share	Baht	Baht
Basic earnings (loss) per share						
Profits (losses) attributable to ordinary equity holders of the parent entity	(7,265.57)	11,918.46	2,182.77	1,698.90	(3.33)	7.02

4.18 Financial Information by Segment Consolidated

4.18.1 Business Segments

Statements of Income
For the three-month periods ended June 30, 2011 and 2010

Units : Million Baht

	<u>Revenues</u>		<u>Inter - Segment Revenues</u>		<u>Total Revenues</u>		<u>Segment Results</u>	
	<u>Jun 30, 2011</u>	<u>Jun 30, 2010</u>	<u>Jun 30, 2011</u>	<u>Jun 30, 2010</u>	<u>Jun 30, 2011</u>	<u>Jun 30, 2010</u>	<u>Jun 30, 2011</u>	<u>Jun 30, 2010</u>
Air transportation	42,849.86	37,057.71	-	-	42,849.86	37,057.71	(4,642.86)	(1,674.36)
Business Units	1,512.69	1,302.41	2,445.14	2,205.58	3,957.83	3,507.99	35.60	(135.29)
Other activities	477.07	398.92	1,344.54	1,337.30	1,821.61	1,736.22	(421.69)	(321.19)
Eliminations	-	-	(3,789.68)	(3,542.88)	(3,789.68)	(3,542.88)	-	-
Operating profits							(5,028.95)	(2,130.84)
Losses on redemption of debentures							(1.42)	-
Share of profits of investments by the equity method							104.14	175.74
Finance costs - net							(1,317.85)	(1,229.57)
Gains (losses) on foreign currency exchange							(2,265.09)	4,391.15
Other income							284.81	688.64
Non-controlling interests							(10.45)	(7.24)
Net tax income (expenses)							<u>360.36</u>	<u>(486.95)</u>

Net profits (losses)

(7,874.45)

1,400.93

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Statements of Income
For the six-month periods ended June 30, 2011 and 2010

Units : Million Baht

	<u>Revenues</u>		<u>Inter - Segment Revenues</u>		<u>Total Revenues</u>		<u>Segment Results</u>	
	<u>Jun 30, 2011</u>	<u>Jun 30, 2010</u>	<u>Jun 30, 2011</u>	<u>Jun 30, 2010</u>	<u>Jun 30, 2011</u>	<u>Jun 30, 2010</u>	<u>Jun 30, 2011</u>	<u>Jun 30, 2010</u>
	Air transportation	91,740.48	83,941.94	-	-	91,740.48	83,941.94	(45.05)
Business Units	3,137.29	2,842.43	5,063.50	4,710.37	8,200.79	7,552.80	656.03	310.26
Other activities	987.10	888.14	2,774.41	2,564.70	3,761.51	3,452.84	(660.44)	(461.94)
Eliminations	-	-	(7,837.91)	(7,275.07)	(7,837.91)	(7,275.07)	-	-
Operating profits							(49.46)	3,955.92
Losses on redemption of debentures							(1.42)	-
Share of profits of investments by the equity method							142.37	168.86
Finance costs - net							(2,506.68)	(2,543.65)
Gains (losses) on foreign currency exchange							(5,623.45)	10,089.65
Other income							568.41	1,315.81
Non-controlling interests							(24.89)	(27.31)
Net tax income (expenses)							<u>239.13</u>	<u>(985.86)</u>
Net profits (losses)							<u>(7,255.99)</u>	<u>11,973.42</u>

Assets and Liabilities
As At June 30, 2011 and 2010

	<u>Current Assets</u>		<u>Non-Current Assets</u>		<u>Total Assets</u>	
	<u>Jun 30, 2011</u>	<u>Dec 31, 2010</u>	<u>Jun 30, 2011</u>	<u>Dec 31, 2010</u>	<u>Jun 30, 2011</u>	<u>Dec 31, 2010</u>
	Air transportation	61,686.22	74,382.06	207,818.11	208,560.40	269,504.33
Business Units	579.31	517.25	6,864.19	7,215.99	7,443.50	7,733.24
Other activities	918.60	1,033.26	2,516.59	2,479.98	3,435.19	3,513.24
Non-allocated assets	<u>2,644.71</u>	<u>2,368.87</u>	-	-	<u>2,644.71</u>	<u>2,368.87</u>
Total	<u>65,828.84</u>	<u>78,301.44</u>	<u>217,198.89</u>	<u>218,256.37</u>	<u>283,027.73</u>	<u>296,557.81</u>

	<u>Current Liabilities</u>		<u>Non-Current Liabilities</u>		<u>Total Liabilities</u>	
	<u>Jun 30, 2011</u>	<u>Dec 31, 2010</u>	<u>Jun 30, 2011</u>	<u>Dec 31, 2010</u>	<u>Jun 30, 2011</u>	<u>Dec 31, 2010</u>
	Air transportation	71,513.71	79,101.24	143,695.29	139,391.34	215,209.00
Business Units	865.33	1,077.15	23.46	26.73	888.79	1,103.88
Other activities	228.82	224.02	20.42	22.10	249.24	246.12
Non-allocated liabilities	<u>314.94</u>	<u>333.29</u>	-	-	<u>314.94</u>	<u>333.29</u>
Total	<u>72,922.80</u>	<u>80,735.70</u>	<u>143,739.17</u>	<u>139,440.17</u>	<u>216,661.97</u>	<u>220,175.87</u>

Segment results derive from segment revenues net of segment costs and operating expenses excluding interest expenses, gains (losses) on foreign currency exchange, other expenses, and income taxes.

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Segment current and non-current assets are those operating assets that are employed by a segment in its operating activities.

Segment current and non-current liabilities are those operating liabilities that result from the operating activities of a segment.

The Company records inter-segment revenue transfers at market price charged to its unaffiliated customer net of discount. As for the Technical Department, the inter-segment revenue is recorded at cost plus. Those transfers are eliminated in consolidation.

4.18.2 Geographical Segments

	Units : Million Baht			
	<u>Three-month Periods</u>		<u>Six-month Periods</u>	
	<u>Apr-Jun 2011</u>	<u>Apr-Jun 2010</u>	<u>Jan-Jun 2011</u>	<u>Jan-Jun 2010</u>
Domestic Revenues				
Transportation	2,973.63	2,603.72	7,098.71	6,163.33
Business units	1,512.69	1,302.42	3,137.29	2,842.43
Other activities	477.07	398.92	987.10	888.15
Total domestic revenues	<u>4,963.39</u>	<u>4,305.06</u>	<u>11,223.10</u>	<u>9,893.91</u>
Foreign Transportation Revenues				
Regional Asia	16,166.36	13,891.99	34,577.67	30,763.85
Europe	9,619.68	8,503.48	22,140.77	21,217.56
North Pacific	946.55	890.57	1,916.38	1,778.25
Australia & New Zealand	4,246.15	3,282.43	8,304.02	7,268.73
Africa	267.40	108.33	590.96	108.33
Total foreign transportation revenues	<u>31,246.14</u>	<u>26,676.80</u>	<u>67,529.80</u>	<u>61,136.72</u>
Charter revenues and others	2,905.58	2,299.20	5,312.11	4,093.30
Insurance surcharge from passengers	390.06	416.52	863.61	940.70
Fuel surcharge from passengers	5,334.45	5,061.47	10,936.25	11,607.88
Interest income	100.87	33.46	220.86	64.11
Other income	618.53	861.65	1,324.39	1,703.09
Total	<u>45,559.02</u>	<u>39,634.16</u>	<u>97,410.12</u>	<u>89,439.71</u>

4.19 Staff Pension Fund Consolidated and the Company

The Company has established a staff pension fund, contributing 10% of employee salaries to the fund each month. The fund's assets, liabilities and balance are presented in the Company's balance sheet. Interest and expenses arising from fund operations are recognised as income and expenses of the Company. The details are as follows:

	Units : Million Baht	
	<u>Jun 30, 2011</u>	<u>Dec 31, 2010</u>
Current assets	4,641.66	4,761.11
Others	61.03	31.37
Total	<u>4,702.69</u>	<u>4,792.48</u>
Other current liabilities	35.71	421.34
Pension fund	<u>4,666.98</u>	<u>4,371.14</u>

Total	<u>4,702.69</u>	<u>4,792.48</u>
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As at June 30, 2011, the fund balance was THB 4,666.98 million, equal to the Company's obligation to its staff under the fund. The total Company contribution to the fund in this accounting periods was THB 290.98 million, consisting of contributions at a rate equivalent

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to 10% of employee salaries in the amount of THB 109.39 million and the amounts to match the Company's obligation of THB 181.59 million.

4.20 Staff Provident Fund

The Company contributes to the provident fund at the rate of 9% for members having not more than 20 years of services and 10% for members having more than 20 years of services, representing amount of THB 578.05 million for this period.

The Company's provident fund is managed by Kasikorn Asset Management Company Limited and Krungthai Asset Management Public Company Limited which are permitted by the Securities and Exchange Commission, Thailand (SEC).

4.21 Contingent Liabilities

4.21.1 The Company has contingent liabilities, not presented in the financial statements, as follows:

	Units : Million Baht	
	<u>Jun 30, 2011</u>	<u>Dec 31, 2010</u>
Letters of guarantee issued by banks – Domestic	134.44	132.48
Letters of guarantee issued by banks – Abroad	256.92	203.63
The Company as defendant in		
Labor dispute cases	1,801.12	1,751.71
Damage claims cases	<u>2,835.64</u>	<u>2,308.62</u>
Total	<u>5,028.12</u>	<u>4,396.44</u>

4.21.2 The Company may be in debt but still cannot specify the exact amount of claim; however the Company already estimated the amounts of compensation and penalty and recognised them in the financial statement of fiscal year 2008 in the amount of THB 4,290.17 million. In the financial statement of fiscal year 2010, the Company recognised the estimated amounts of compensation and penalty amount of THB 2,506.98 million, which reduced by THB 1,783.19 million. The details are as follows:

1. The Company still has the competition law allegation pending against it. A group of 35 cargo shippers have brought an action against the Company before the Civil Court of New York alleging that the Company jointly with other 38 airlines fixed fuel surcharge, war risk surcharge and other fees in violation of the Sherman Antitrust Act of 1890 and the Clayton Antitrust Act of 1914 and European Union laws causing damages to them. They sought the court's order for compensation by the Company. At present, the class Plaintiff and the Company has subsequently entered into a settlement of 3,500,000 US Dollars or approximately THB 109.03 million (Exchange Rate: 31.1500 Baht = 1 US dollar). The court has rendered a judgment in accordance with the settlement.

2. A total of 19 lawsuits were brought against 12 airlines including the Company. Two lawsuits were filed at the Superior Court of Los Angeles while other 17 were

filed at the San Francisco County Superior Court. The airlines were accused of violating the Sherman Antitrust Act of 1890 and the Clayton Antitrust Act of 1914 by committing price fixing conspiracy in respect of Trans-pacific carriers. Presently, the Judicial Panel on Multi-district Litigation has ordered to combine the 19 cases to be considered by the court at San Francisco as a

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single case, however, the amount of the compensatory damages has not yet been determined. The case is currently undergoing the court procedures.

3. The Company received the Statement of Objections from the Commission of the European Communities alleging that the Company and other 27 airlines infringed the EC Treaty by coordinating pricing behavior in the provision of air freight services with respect to the fuel surcharge, the security surcharge, the war surcharge, freight rates and the payment of commission to forwarders on surcharges causing damages to air freight shippers. However, the Commission of the European Communities later dropped charges against the Company on November 9, 2010. A penalty has therefore never been imposed on the Company.

4. As for the case involving the New Zealand Commerce Commission (NZCC) filing a lawsuit against the Company and other 13 airlines at the Auckland High Court and alleging that the Company, jointly with other airlines, fixed the fuel surcharge and security surcharge, constituting a violation against the Commerce Act of New Zealand, the NZCC requested the court to fine the Company according to the law. However, these fines remained unspecified at the time of filing the lawsuit and were, thus, left for the court to decide afterwards. At present, the case is currently undergoing the court procedures.

5. Regarding an examination by the United States' Department of Justice (DOJ), summon for documents were sent to the Company during the ongoing investigation. Correspondingly, the company has already hired a local attorney to correspond with the DOJ. However, it is still uncertain as to whether an allegation is being sought.

6. With respect to the investigation by the Australian Competition and Consumer Commission (ACCC), the ACCC has subsequently filed a lawsuit against the Company for violating Trade Practices Act 1974. Yet, the amount of fines has not yet been specified by the ACCC. At the moment, the case is currently undergoing the court procedures.

7. On the subject of an investigation by the Korean Fair Trade Commission (KFTC), the Company received an official decision of the KFTC on November 30, 2010 which imposed a fine totaling an amount of KRW 2,877 million or approximately THB 77.45 million (Exchange Rate: 0.026921 Won = 1 Baht) but dropped the criminal charges against the Company and the relevant staff. The Company has already appealed the KFTC Commissioners' decision to the competent court.

According to the board of directors meeting no. 1/2554 held on January 14, 2554, the meeting has resolved to decrease an amount of reserve in respect of the abovementioned damages as well as fines and penalties. Correspondingly, the Company's Department of Legal Affairs and Business Administration has modified the estimation guidelines as follows:

1. The above estimated damages and fines are based on the status of the cases which have become more apparent as to the direction of the trial and are calculated from the lowest fine rates that may be used in case the courts rule or sentence that the Company has committed guiltiness as alleged or claimed.

2. The above estimated fine amounts are made in respect of the investigations made by the competent authority in the aforesaid countries including the initial estimate of the compensation in the Civil Class Actions cases (both Cargo and Passenger) in the United States,

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though the disputed amount of claims has not yet been set and the plaintiffs still have to prove the damages.

3. The sentence or decision on the cases might be given separately in the next forth coming different fiscal years.

4. The above provision may be substantially deviate from the truth due to:

4.1 In the countries where investigations are initiated and no allegation is filed yet, there is no clear fact as to whether an allegation will be filed against the Company. And if such an allegation is filed against the Company, in which locations that such allegation may cover. The turnover amount of such locations which shall be based for calculation of fine or damages is therefore unaware.

4.2 The determination of fine and damages is up to the discretion of the deciding body. Other facts of the cases may need to be considered by such deciding body.

4.3 Before the decision is made, there may be a compromise or settlement of fine or damages amount, depending on the policy of each country and the case aspects.

4.21.3 The Company was sued by CEAT for the use of Website Thaiairway.com in America and the Company has been requested to provide compensations for the costs of legal proceeding. The Company is now providing necessary information to the lawyer retained by AMADEUS to represent the Company in legal proceeding.

4.22 Airbus A330-300 Delivery

On 23 December 2009 and 29 March 2010, the Company accepted the transfer of title of A330-300 for 3 aircraft and 2 aircraft respectively, totaling 5 aircraft. The acquisition of these 5 aircraft have been made under financing lease agreements. However, they could not be commercially utilized since there were no seats installed. They were parked and stored in Bordeaux, France. Koito had informed the Company that Koito were unable to deliver the seats to the Company by September 20, 2010 as scheduled. Thereafter, the Company sent a notice of termination to Koito for breach of the General Terms Agreements (GTAs) A330 on August 3, 2010. In addition, the Company engaged a legal adviser to take legal action against Koito. The Company sent a notice of clarifications and demands for payments of damages to Koito on February 11, 2011. Koito sent a letter requesting the Company to provide supporting documentations for each item of the claimed damages to Koito on February 28, 2011. The Company is currently gathering relevant documentations to Koito as well as engaging a foreign law firm to take a legal action against Koito Industries Limited and Asia Fleet Services (Singapore) Pte., Ltd. so as to claim damages arising from Koito's breach of the GTAs. The case will be submitted to the court in England.

On July 2, 2010, the Company has entered into a contract with new seat supplier i.e. ZIM Flugsitz GmbH in order to produce and deliver economy class seats for 5 Airbus A330-300 aircraft by the scheduled delivery dates. At present, the Company has already accepted the transfer of title with seats installation of such 5 aircraft on March 25, April 11, May 21, June 6

and July 4, 2011, respectively. The relevant expenses i.e. seats installation expense, reconditioning expense for aircraft phase in and out from long term storage and monthly survey and parking fee have already been recorded as expenses amounting to THB 192.40 Million.

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4.23 Contractual Obligations

4.23.1 Obligation to Purchase Aircraft

The Company has a payment obligation to purchase 6 A380-800 aircraft and 7 A330-300 aircraft amount of THB 53,439.04 million, expected to take delivery during the year 2011-2013.

Units : Million Baht		
Obligation	Within 1 year	>1year – 5 years
Purchase of aircraft	6,922.53	46,516.51

4.23.2 Leases and Obligations of Aircraft

The Company has obligations from entering into operating leases for 20 aircraft amount of USD 1,578.71 million or approximately to THB 48,763.65 million consisting of 2 A330-300, 3 B737-400, 2 B777-200 and 13 B777-300ER aircraft.

From such 20 leased aircraft, including 10 aircraft have not yet been put into the Company's fleet. And 8 of such 10 aircraft are Boeing 777-300ER. On October 22, 2010, the Company paid a commitment fee to BOC Aviation Pte. Ltd. (BOCA) according to the Predelivery Commitment Agreement and Aircraft Lease Agreement amount of USD 37.38 million or approximately THB 1,154.50 million. When the Company takes the delivery of such aircraft within 2012 and 2013, the commitment fee will be recognized in the Company's statement of income with a straight-line method over the lease term. The operating leases of those 20 aircraft will be expired during 2013-2015.

Lease obligation and commitment fee can be classified as follows:

Units : Million Baht			
Obligation	Within 1 year	>1year – 5 years	More than 5 years
Rent	2,678.65	15,792.06	30,292.94
Commitment Fee	612.51	541.99	-
Total	3,291.16	16,334.05	30,292.94

4.23.3 Lease and Obligation of Cargo Block Space

On May 20, 2011 the Company Board of Directors approved the lease termination of cargo block space for 1 aircraft. The termination date was negotiated changing from July 21, 2011 to August 1, 2011.

The Company has an obligation of cargo block space which is determined a minimum block hour amount of USD 24.62 million or approximately to THB 760.54 million per block space for 2 aircraft in July 2011 and 1 aircraft starting August 2011 onwards. The lease will be expired in the year 2012.

4.24 Events after the Reporting Period

4.24.1 The resolution of the Company's Board of Directors held on July 11,

2011 approved the revision plan for decommissioning 50 aircraft during 2011 – 2017, in accordance with the Aircraft Acquisition Plan 2011-2017. In addition, the Company's Board of Director approved to cancel the retrofitting of aircraft seats for Airbus A340-500 and A340-600,

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and approved to sell the Airbus A340-500, A340-600, A300-600, A330-300, Boeing 747-400, 777-200, 737-400 and ATR-72 which are included in the aircraft decommissioning plan .

4.24.2 On July 29, 2011 the Boing 777-300ER aircraft (MSN 35160) has been delivered from Jet Airways (India) Limited and the next aircraft will be delivered in November 2011.

4.24.3 The resolution of the Company's Board of Directors held on June 10, 2011 approved the Company's Executive entering into operating lease for 6 A320-200 aircraft with RBS Aerospace Limited (RBSAL). The Company has signed the Letter of Intent (LOI) on June 27, 2011 and the Aircraft Lease Agreement on August 3, 2011. Such aircraft will be delivered during June 2012 to March 2013.

4.24.4 On July 29, 2011, Thai Flight Training Co., Ltd. has been established to provide aviation training services with THB 2 million registered share capital. The Company holds 49% of ordinary shares while WingSpan Services Company Limited holds 51% of preferred shares.

4.25 Approval of Financial Statements

These financial statements were approved by the Audit Committee, the Authorized Board of Directors, on August 11, 2011.
