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26 March 2010

Subject: Independent Financial Advisor's Opinion on Connected Transaction regarding the allocation and offer of newly issued ordinary shares for sale to the Ministry of Finance which is a major shareholder of Thai Airways Public Company Limited (the "Company")

Attention: Shareholders  
Thai Airways Public Company Limited

Reference: 1. Information submitted by Thai Airways Public Company Limited  
2. Annual Report of Thai Airways Public Company Limited dated December 31, 2008, which is qualitatively updated by Thai Airways Public Company Limited  
3. Financial Statements of Thai Airways Public Company Limited dated December 31, 2009

The Board of Directors Meeting of Thai Airways Public Company Limited (the Company or THAI) has resolved in the meeting No.5/2010 held on March 12, 2010 as passed the approval for the allocation and offer of newly issued ordinary shares for sale to the Ministry of Finance which is its major shareholder in order that the Ministry of Finance holds approximately 51.03 percent of the total sold shares of the Company post offering.

The allocation and offer of newly issued ordinary shares to the Ministry of Finance as described above is a connected transaction between the Company and connected person pursuant to the Notification of the Capital Market Supervisory Board No.TorChor 21/2551 Re: Criteria for Connected Transactions and the Notification of the Board of Governors of the Stock Exchange of Thailand Re: Disclosure of Information and Other Acts of Listed Companies Concerning the Connected Transactions B.E. 2546 (2003) (as amended) with the size of transaction of more than 20 million Baht and greater than 3 percent of the net tangible asset (NTA) of the Company. Pursuant to the above notifications, such connected transaction is also subject to an approval from the Shareholders' Meeting.

However, pursuant to the Notification of the Capital Market Supervisory Board No.TorChor 8/2552 Re: Criteria for Connected Transaction (No. 2), where the connected transaction is entered into between the Company and a government agency as connected person, in this case, the Ministry of Finance, the Company will be exempted from seeking approval from the Shareholders' Meeting in connection with the connected transaction if such connected transaction is approved by the Board of Directors of the Company. The Board of Directors' Meeting No. 5/2553 already approved the entering into such connected transaction.

The Board of Directors' Meeting resolved to propose the allocation and offer of newly issued ordinary shares to the 2010 Annual General Shareholders' Meeting which is scheduled to be held on Wednesday 28 April, 2010 at 1.30pm and approved the appointment of Ploenchit Capital Limited ("Ploenchit" or "IFA") to act as an Independent Financial Advisor ("IFA") to provide an opinion to the shareholders regarding the allocation and offer of newly issued ordinary shares for sale to the Ministry of Finance which is a major shareholder of the Company ("the IFA's Opinion Report").



**THAI AIRWAYS PUBLIC COMPANY LIMITED**

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As the appointed Independent Financial Advisor to render an opinion to the shareholders of THAI regarding the meeting agenda as mention above, Pleonchit has reviewed the information from 2 sources, namely 1) Information received from THAI and 2) THAI's publicly available information, which Ploenchit believes those provided information are complete and correct under the following assumptions:

1. The due execution and validity of all documents, the authenticity, completeness and factual accuracy of all documents, provided to us as original, the conformity to the originals of all documents supplied to us as certified or Photostat copies.
2. Any documents provided to us remain unamended by actions of which we unaware.
3. The original documents still exist and have not been varied, cancelled or suspended by some other documents or agreements or actions of which we unaware.
4. All documents received and/or inspected by us are genuine, complete, up to date and accurate, and that no material documents have been withheld from us, whether deliberately or inadvertently.
5. Ploenchit has inspected only the fact, the financial documents such as the financial lease, financial contract, etc., that related to the preparation of the IFA's Opinion Report.
6. Any variations to the information provided do not significantly alter the status of the current operation of THAI and the overall industry.

The information received from Thai is listed below:

1. Summary of total numbers of financial leases agreements, loan agreements and related contracts of the Company as of February 28, 2010
2. Summary of financial leases, loan agreements and debentures of the Company in respect of Covenants and Events of Default dated November 25, 2010
3. The Copy of Covenants of the Debenture No.1/2009
4. The Copy of Covenants of the Debenture No.1/2008
5. The Copy of Covenants of the Debenture No.1/2007
6. The Copy of Covenants of the Debenture No.1/2005
7. The Copy of Covenants of the Debenture No.1/2004
8. The Copy of Covenants of the Debenture No.1/2003

The information inspected by Ploenchit at the Head Office of the Company is listed below:

1. The Copies of financial lease and related contracts in the total number of 12 sets
2. The Copies of loan agreements with financial institution(s) in the total number of 8 contracts
3. The Copies of other loan agreements in the total number of 5 contracts
4. Debenture's Prospectus of the Company in the total number of 5 contracts



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**PART 1: General Information of Thai Airways Public Company Limited**

**1) Company Profile**

Name of Company	:	THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED
Type of Business	:	Air Transport and Supporting Businesses
Head Office Address	:	89 Vibhavadi Rangsit Road, Chatuchak, Bangkok 10900
	Telephone:	0-2545-1000
	Fax:	0-2545-3702
	THAI Contact Center:	0-2356-1111
Registered Capital	:	THB 17,000,000,000 as of December 31, 2009
Issued and paid up share capital	:	THB 16,989,009,500 as of December 31, 2009
Type of Share	:	Ordinary Shares
Total Issued and Sold share capital	:	1,698,900,950 shares
Par Value per Share	:	10 Baht
Company Registration Number	:	0107537001757
Home Page	:	<a href="http://www.thaiairways.com">www.thaiairways.com</a>

**2) History and Major Developments**

Thai Airways Public Company Limited is a state enterprise under the jurisdiction of the Ministry of Transport. The Company was found as a joint venture between Thailand's domestic carrier, Thai Airways Company (TAC) and Scandinavian Airlines System (SAS) since August 24, 1959 in order to operate an International Aviation Business. SAS also provided managerial, operations, and mechanical supports. As of March 29, 1960, the Company became a company limited with the started registered capital in amounting of 2 million Baht. By that time, TAC held a 70% share capital of two million Baht and SAS held a 30% share capital of two million Baht.

As of March 30, 1977, SAS has transferred all of its share capital in the Company to TAC, which was considered a cancellation of a joint venture agreement and the Company has increased its share capital to the Ministry of Finance. Under the Cabinet policy, as authorised by General Prem Tinsulanonda, Prime Minister at the time, Thai Airways International has been merged with Thai Airways Company (TAC), the domestic airline on April 1, 1988, which raised the Company's share capital to 2,230 million Baht with the Ministry of Finance as a major shareholder. Consequently, Thai Airways International can now rightfully be called Thailand's only national carrier who is responsible for commercial aviation, both international and domestic.



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The listing of THAI shares was commenced on July 19, 1991. By converting retained earnings into capital and increased its share capital upon the Cabinet approval, THAI registered share capital has risen to a total of Baht 13,000 million, then increased the share capital in amounting of 1,000 million Baht and 3,000 million Baht, respectively. As a result, THAI registered share capital has risen to a total of Baht 17,000 million as of December 31, 2009 with a total fully paid-up capital of Baht 16,989 million. By that time, the Ministry of Finance held a 51.03% share capital of 16,989 million Baht and the remaining shares at 48.97% share capital of 16,989 million Baht have been distributed among investors and public, domestically and internationally, including the Company's employees.

**3) Major Shareholders of the Company**

The list of the shareholders along with the number of shares and % share holding at the closed book date for rights to receive dividend payment as of April 2, 2009 is summarized as follows

No	Shareholders' Name	No. of Shares	% Total
1	MINISTRY OF FINANCE	866,997,841	51.03
2	VAYUPAK FUND 1* BY MFC ASSET MANAGEMENT PCL.	145,458,350	8.56
3	VAYUPAK FUND 1* BY KRUNG THAI ASSET MANAGEMENT PCL.	145,458,350	8.56
4	THAI NVDR COMPANY LIMITED	76,521,546	4.50
5	GOVERNMENT SAVING ASSET MANAGEMENT PCL.	46,409,885	2.73
6	MELLON BANK,N.A.	26,156,136	1.54
7	CITIBANK NOMINEES SINGAPORE PTE LTD-UBS LONDON BRANCH-NRB	16,224,700	0.96
8	NORTRUST NOMINEES LTD-NTGS	15,079,700	0.89
9	SOCIAL SECURITY OFFICE (2 CASES)	14,826,600	0.87
10	Other Shareholders	345,767,842	20.35
	<b>TOTAL PAID UP CAPITAL</b>	<b>1,698,900,950</b>	<b>100.000</b>
	Thai Shareholders	1,564,274,985	92.08
	Foreign Shareholders	134,625,965	7.92

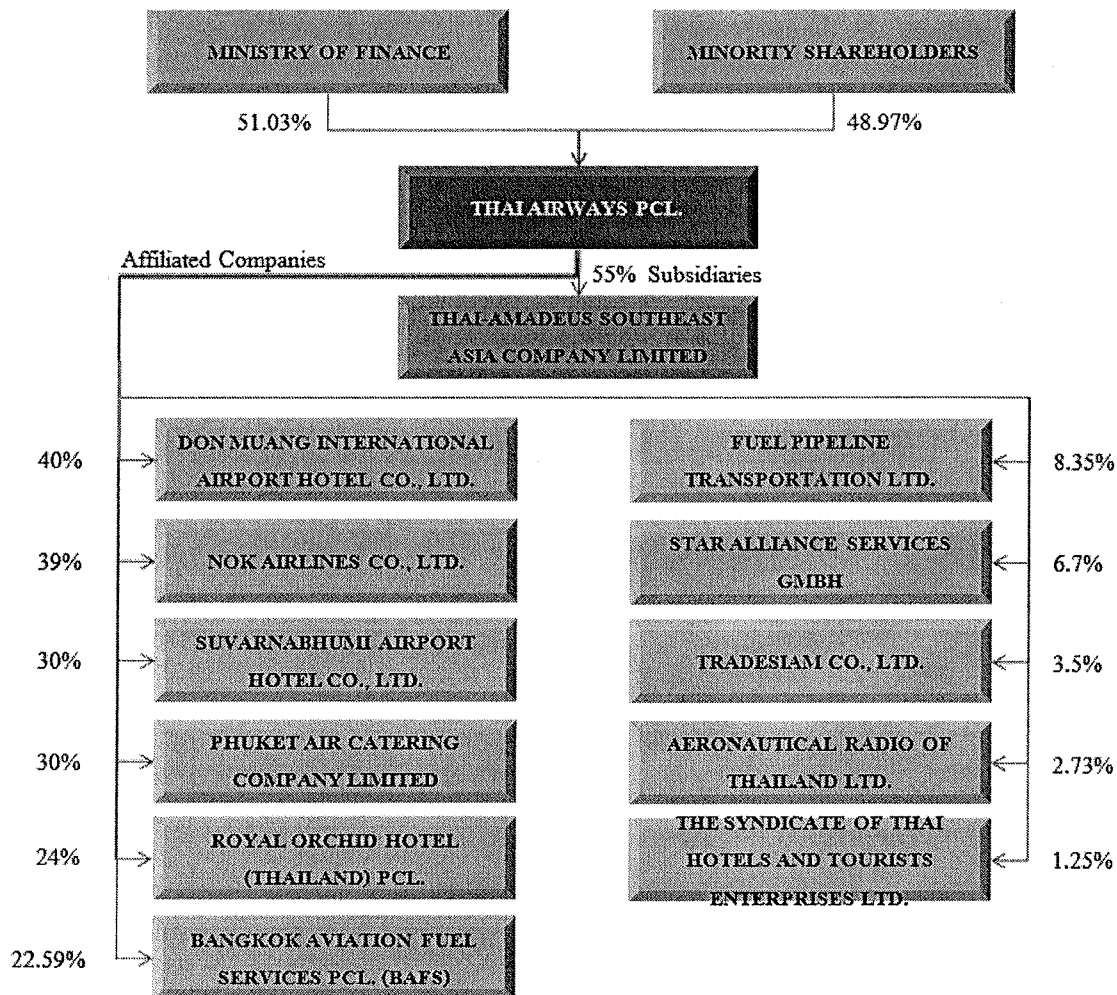
\* VAYUPAK FUND 1 is a mutual fund, closed-end fund type, with a principal protection and minimum guaranteed return policies, which is be able to invest in both debt and equity market. The project has 10-year maturity and was approved by the SEC since December 1, 2003. The fund has a registered capital with a total value of 100,000 million Baht, the Ministry of Finance held a total units of 30,000 million Baht.



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**4) Shareholding Structure of the Company and Subsidiaries**



**5) Business Overview of the Company**

Thai Airways Public Company Limited is a state enterprise under the jurisdiction of the Ministry of Transport and the only national carrier who is responsible for commercial aviation, both international and domestic by operating international and domestic air transporting (Transportation Activities). As of December 31, 2009 the Company's route network spans 73 routes in 34 countries, which comprises of 12 domestic points of interest (excluding Bangkok) and 61 international flights to 34 countries in 5 continents. The total provided services are 890 flights per week, which are 346 domestic flights and 544 international flights (399 regional flights and 145 over-continent flights). In addition, the Company also cooperates with the alliance in order to expand the route network into other parts of the world, resulting in service coverage 5 continents, worldwide.

In the Air Transport Business, the airline will provide all services to passengers started from the airport terminal at the origin, the landing ground, in-flight services to the destination as well as the air cargo, which the airline will provide the



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care service for both arrival and departure from a cargo (Cargo Services), including the transportation between a cargo and an air plane (Cargo Handling).

Since November 2001, the Company has been reorganized and divided the management into a core business and a business unit details as follow:

**AVIATION BUSINESS**

The Company's main business is the transport of passengers, cargo and mail on regularly scheduled flights as well as chartered flights to domestic and international destinations.

**OPERATIONS OF BUSINESS UNITS RELATED TO AIR TRANSPORT**

Operations supporting air transport needs to be managed systematically to ensure timely departures and arrivals, flight safety, quick and convenient services to enhance passengers' trust and confidence in the Company. The Company's business units include:

■ **Ground Customer Services**

- Passenger services include curbside assistance upon passengers arriving at the passenger terminal, check-in counter, travel documents validation, departure formalities, passenger boarding check, passenger transit and arrival service, as well as, providing special assistance to passengers
- Baggage services include scanning, weighing, tagging baggage, tracking lost baggage, repairing damaged baggage, as well as, delivering delayed baggage to passenger's residence
- Transportation control services include weight calculation planning, loading and unloading of passenger baggage, including cargo and mail
- Providing First and Business Class passengers and Gold Card Members with access to First and Business Class Lounges, while First and Business Class passengers have access to THAI's Royal Orchid Spa.
- Special passenger and baggage check-in for domestic travel from Don Muang Airport at the THAI City Air Terminal, MRT Lad Phrao Station, including transportation services to and from the airport
- Providing service for passengers of customer airlines in terms of transport control, baggage handling and other special services as required by the customer airlines

■ **Ground Support Equipment Services**

1. Passenger Crew and Baggage Services

- Transfer of passengers and crew between terminal and aircraft via ramp bus



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- Transfer of passengers' baggage between terminal and aircraft

**2. Aircraft Services**

- Aircraft towing tractor service to and from jet-bridge or parking bay
- Mobile ramp service for passenger boarding and disembarking
- Aircraft potable water service
- Aircraft cabin, toilet and galley cleaning service
- Air conditioning and ground power services from the Air Condition and Ground Power Services mobile truck
- Hot air engine starter service from the Air Starter Service mobile truck
- Conveyor belt passenger baggage handling service
- Cargo transfer service between warehouse and aircraft, and transfer of containers to and from aircraft

**3. Maintenance Services**

- Periodic maintenance checks of ground equipment and vehicles
- Container repair service in accordance with international best practices

■ **Cargo and Mail Commercial**

- Cargo and mail reservation service
- Space control and load planning for cargo, mail and baggage
- Warehouse storage service
- Cargo and mail condition check, sorting and weighing service, transfer, loading and unloading
- Cargo and mail documentation service
- Cargo and mail manifesting service
- Compilation of shipment documents and submission of reports on inbound and outbound aircraft to the Customs Department
- Cargo tracing service
- Transfer of electronic information to customer airlines and overseas stations
- Import and export statistics and data service
- Unit load device control service
- Provide tracking information on package and cargo delivery via the internet
- Perishable services area to enhance the quality and freshness of cargo
- Express Service Center

■ **Catering Services**

- Food and beverage preparation for in-flight services for THAI and customer airlines





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- Restaurant and snack bar operations at Chiang Mai, Chiang Rai, Phuket, and Krabi Airports
- "Yellow Orchid" restaurant operation at the Operation Center (OPC) building, Suvarnabhumi, and "Puff & Pie Cafeteria" at Rak Khun Thao Fha Building, Don Muang Airport
- Internal and external banquet services, as well as, the operation of "Puff & Pie" bakery outlets at 31 locations (of which 28 locations are in Bangkok and three located upcountry), state institutions and government agencies, including 9 at other privately owned locations
- Food and beverage preparation for meetings at the Company's head office
- Meal box service for special occasions - religious ceremonies, meetings, and sporting events
- Food preparation at staff canteens at the head office, maintenance buildings, crew center and Operation Center (OPC) building at Suvarnabhumi Airport
- Cooking and bakery courses for the general public
- Food and beverage services at special catering events, such as the World Expo 2010 in Shanghai, China, and 50,000 take home meal boxes for Wat Pratomakai
- Preparation of fresh and frozen bakery for export, which currently distributes to Gate Gourmet and Cosmo Enterprise Co., Ltd., a catering service in Japan
- Utilizing Rak Khun ThaoFha building, Don Muang Airport for generating additional income-Frozen Meal, Retort Pouch and Pre-Cut/Pre-Cooked Vegetables
- Preparation and delivery of bakery for THAI franchises - "Puff & Pie Supreme Bakery Delight"
- Production and Distribution of Royal Orchid Products Retort Pouch, Salad Dressing and beverages such as a mixed-fruit juice, a tamarind tea, a drinking water, etc.

■ **Technical Services**

- Technical, line and light maintenance checks for aircraft in transit or on overnight stop at Don Muang, Suvarnabhumi Airport (24-hour service at Suvarnabhumi Airport) and at other domestic and overseas airports
- Heavy maintenance checks (C and D-Check) for Boeing aircraft (B747, B777, B737) Airbus aircraft (A300-600, A330, A340) and for MD-11s as well as ATR 72s which are manufactured by Aerospatiale, France
- Passenger seat retrofitting and installation of new in-flight entertainment systems for Boeing 747-400 and Boeing 777-200 aircraft. These were performed at the Don Muang maintenance center in Bangkok and at the Utapao maintenance center in Rayong
- Maintenance of General Electric engines, namely CF6-80 and CF6-50 series and other aircraft equipment



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- Maintenance service for Nok Air Company Limited's fleet, the fleet of the Police Aviation Division and major government agencies
- Sending aircraft engineers as Company representatives to Toulouse, France and to Everett, U.S.A. to coordinate with Airbus and Boeing companies overseeing the specification requirements of Airbus A340 and Boeing 777-200ER aircraft

### **TRANSPORT SUPPORT ACTIVITIES**

The goal of the Transport Support Services is to support the Company's marketing efforts by providing customer convenience and enabling passengers to purchase additional services with ease. Such services include:

- Dispatch services that provide information about flight routes and weather conditions to ensure flight safety, including take-off and landing for THAI flights, and that of our customer airlines.
- In 2008 to present, the Company arranged with King Power Marketing and Management Co., Ltd. to have Duty Free goods for Sales on Board.
- The Company opened five THAI Shops to sell souvenir products at the THAI's Head Office, Larn Luang Office, Silom Office, Chiang Mai Office, Operation Center OPC, and Suvarnabhumi.

### **BUSINESS OVERVIEW OF SUBSIDIARIES AND AFFILIATED COMPANIES**

#### **THAI-AMADEUS SOUTHEAST ASIA COMPANY LIMITED (SUBSIDIARIES)**

Thai-Amadeus Southeast Asia Co., Ltd. (Thai-Amadeus) provides leading distribution and technology solutions serving the World's travel and tourism industry for travel related concerns including air travel reservation, hotel and car rental reservations and also issues air tickets and provides travel insurance. THAI is party to the joint venture launching Thai-Amadeus Southeast Asia Co., Ltd. with the purpose of complementing and supporting THAI's core operations of providing air travel service through ease of seat reservation. The company has issued and paid-up share capital worth 15 million Baht in which THAI has a shareholding of 55% in the company's paid-up capital totaling 8.25 million Baht.

Net Profit earned for the year ending December 31, 2009 by Thai-Amadeus Southeast Asia Co., Ltd. totaled 160.55 million Baht.

#### **ROYAL ORCHID HOTEL (THAILAND) PUBLIC COMPANY LIMITED**

The Royal Orchid Hotel (Thailand) Plc. was among the founders of the Royal Orchid Sheraton Hotel, a premium hotel providing food and beverage service along with other services related to the hospitality industry. The purpose of this joint venture was for THAI to be able to provide its passengers with value added service and enable THAI to be competitive against other airlines by providing its passengers a comprehensive one stop service. The company has issued and paid-up share capital worth 937.50 million Baht. THAI has a



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shareholding of 24% in this company's paid-up capital totaling 225 million Baht. The amount of investment by THAI via equity method is 248.14 million Baht.

Net losses earned for the year ending December 31, 2009 by Royal Orchid Hotel (Thailand) Plc. totaled 114.82 million Baht.

**DON MUANG INTERNATIONAL AIRPORT HOTEL COMPANY LIMITED**

The Don Muang International Airport Hotel Company Limited runs a hotel and related services at called the Amari Don Muang Airport Hotel. The company has issued and paid-up share capital of 120 million Baht. THAI has a shareholding of 40% in this company's paid-up capital totaling 48 million Baht. The amount of investment by THAI via equity method is 158.48 million Baht. THAI jointly invested in the hotel venture with the purpose of providing passengers the convenience of using the hotel as a transit point and as the designated hotel in case of delays or any flight irregularities. Since moving to Suvarnabhumi Airport, the hotel has changed its strategy by focusing more in hosting group events, banquet and seminars.

Net loss for the year ending December 31, 2008 earned by Don Muang International Airport Hotel Co., Ltd. totaled 18.10 million Baht.

**BANGKOK AVIATION FUEL SERVICES PUBLIC COMPANY LIMITED (BAFS)**

The Bangkok Aviation Fuel Services Public Company Limited provides storage service for aviation fuel and provides refueling service at both Don Muang Airport and Suvarnabhumi Airport. The company has issued and paid-up share capital of 510 million Baht. THAI has a shareholding of 22.59% in this company's paid-up capital totaling 115.19 million Baht. The amount of investment by THAI via equity method is 615.87 million Baht.

BAFS earned 490.35 million Baht in net profit for the year ending December 31, 2009.

**PHUKET AIR CATERING COMPANY LIMITED**

Phuket Air Catering Co., Ltd. provides in-flight meal catering for various airlines on international flights from Phuket International Airport. THAI entered this joint venture to provide catering services for THAI's own flights at Phuket International Airport but the business has expanded to provide catering services for other airlines. The company has issued and paid-up share capital of 100 million Baht. THAI has a shareholding of 30% in this company's paid-up capital totaling 30 million Baht. The amount of investment by THAI via equity method is 88.50 million Baht.

Phuket Air Catering Co., Ltd. earned a net profit totaling 88.55 million Baht for the year ending December 31, 2008.

**SUVARNABHUMI AIRPORT HOTEL COMPANY LIMITED**

The joint investment in the Suvarnabhumi Airport Hotel Co., Ltd. was made with the purpose of complementing THAI's travel services and to enable THAI to provide passengers with an overnight stay should it be a necessity. The hotel provides a complete range of hospitality services for not only THAI but also to the general public. The company has issued and



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paid-up share capital of 1,017.78 million Baht. THAI has a shareholding of 30% in this company's paid-up capital totaling 305.33 million Baht. The amount of investment by THAI via equity method is 129.97 million Baht.

As a recent start-up, the hotel is still incurring a slight loss of 209.91 million Baht for the year ending September 30, 2009.

**NOK AIRLINES COMPANY LIMITED**

THAI's low cost airline Nok Air was established to enhance THAI's network and also serve as a fighting brand to protect THAI's domestic and regional markets share especially with the liberalization of the Thai aviation industry. The lower cost structure of Nok Air and through its competitive pricing appeals to a larger customer base, growing the overall demand for air travel. The company has issued and paid-up share capital of 500 million Baht. THAI has a shareholding of 39% in this company's paid-up capital totaling 195 million Baht, which is no present value via equity method.

As of the year ending December 31, 2008, Nok Air earned a net loss of 502.45 million Baht.

Other than the above investments in subsidiaries and affiliates, other investments for which THAI holds less than 10% shareholding in the company's issued and paid-up capital include:

- Aeronautical Radio of Thailand Limited is a non-profit organization with the purpose of providing aerial surveillance at the various airports in Thailand THAI holds a 2.73% shareholding of issued and paid up capital totaling 660 million Baht.
- Fuel Pipeline Transportation Limited stores and transports aviation fuel via underground pipes for which THAI holds a 8.35% of issued and paid-up capital totaling 1,592 million Baht.
- TradeSiam Company Limited runs an Electronic Data Interchange Center with THAI holding 3.5% of the company's issued and paid-up capital totaling 50 million Baht.
- The Syndicate of Thai Hotels and Tourists Enterprises Ltd. is the company that owns the land for which has been leased for the development of the Grand Hyatt Erawan Hotel. THAI currently holds 1.25% of the company's issued and paid-up capital totaling 140 million Baht.

**TYPE AND BUSINESS OF SUBSIDIARIES AND AFFILIATED COMPANIES**

As of December 31, 2009, the Company holds more than 10% in the following subsidiaries and affiliated companies



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Name	Business Type	Type of shares	Registered and Paid-up Capital (million Baht)	Share holding (%)
Thai-Amadeus Southeast Asia Co., Ltd. 999/9 The Offices at Centralworld Unit 3406-3412 34 <sup>th</sup> floor Rama 1 Road, Patumwan, Pathumwan, Bangkok 10330 Telephone 0-2207-9090 Fax 0-2207-9191	Computer Service Provider for reservation and other travel services to agents/distributors	Common	15.00	55.0
Don Muang International Airport Hotel Co., Ltd. 333 Moo 10 Cherdwuthakard Road, Sikan, Don Muang, Bangkok 10210 Telephone 0-2566-1020-1 Fax 0-2566-1941	Hotel and Restaurant	Common	120.00	40.0
Phuket Air Catering Co., Ltd. 10/3 Moo 6 Sanambin Road, Maikao, Thalang, Phuket, 83000 Telephone (076) 327-497, (076) 327-500-6 Fax (076) 327-123-4	Air Catering	Common	100.00	30.0
Royal Orchid Hotel (Thailand) PCL. 2 Soi Captain Bush, Chareonkrung Road, Bangrak, Bangkok 10500 Telephone 0-2266-0123 Fax 0-2236-6656	Hotel and Restaurant	Common	937.50	24.0
Bangkok Aviation Fuel Services PCL. 171/2 Moo 10 Vibhavadee Road, Sikan, Don Muang, Bangkok 10210 Telephone 0-2565-3811-8 Fax 0-2565-3825	Fuel Depo and Fuel Fill Fuel Service for Airplane	Common	510.00	22.59
Suvarnabhumi Airport Hotel Co., Ltd. 999 Suvarnabhumi Airport Building Moo 1 Tambon Nhongpleu, Ampur Bang Plee Samutprakarn 10540 Telephone 0-2131-1111 Fax 0-2131-1188	Hotel and Restaurant	Common	1,017.78	30.0
Nok Airlines Co., Ltd. 183 Rachjanakorn Building, 17 <sup>th</sup> Floor, South Sathorn, Yannawa, Sathorn, Bangkok 10120 Telephone 0-2627-2000 Fax 0-2286-9830	Air Transport Service	Common	500.00	39.0

**6) Revenues Structure**

Details of the Company's total revenue are as follows:



**THAI AIRWAYS PUBLIC COMPANY LIMITED**

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1. Revenue from passengers and excess baggage for each route including charter flights
2. Revenue from freight by weight, category, size and destination
3. Revenue from mail
4. Revenue from business units and support activities
5. Revenue from subsidiaries
6. Other income

The Revenue Structure of the Company as of December 31, 2007-2009 has details as follow:

	2009		2008		2007	
	(Jan-Dec)		(Jan-Dec)		(Jan-Dec)	
	MB	%	MB	%	MB	%
<b>REVENUE FROM DOMESTIC TRANSPORTATION</b>						
Passengers and excess baggage	15,177	9.26	16,080	7.94	13,434	6.72
Freight	378	0.23	376	0.18	392	0.19
Mail	1	-	3	-	-	-
<b>REVENUE FROM OTHER ACTIVITIES - DOMESTIC</b>						
Business Units	6,821	4.17	7,976	3.94	8,156	4.08
Supporting	574	0.35	692	0.34	787	0.39
<b>TOTAL OPERATING REVENUE - DOMESTIC</b>	<b>22,951</b>	<b>14.01</b>	<b>25,127</b>	<b>12.40</b>	<b>22,769</b>	<b>11.38</b>
<b>REVENUE FROM INTERNATIONAL TRANSPORTATION</b>						
Passengers and excess baggage	119,302	72.80	148,238	73.19	147,124	73.55
Freight	18,148	11.08	25,464	12.57	25,665	12.83
Mail	822	0.50	911	0.45	978	0.49
<b>TOTAL OPERATING REVENUE - INTERNATIONAL</b>	<b>138,272</b>	<b>84.38</b>	<b>174,613</b>	<b>86.21</b>	<b>173,767</b>	<b>86.87</b>
<b>REVENUE FROM SUBSIDIARY</b>						
Thai-Amadeus Southeast Asia Co., Ltd.	380	0.23	378	0.19	373	0.19
<b>TOTAL OPERATING REVENUE</b>	<b>161,603</b>	<b>98.62</b>	<b>200,118</b>	<b>98.80</b>	<b>196,909</b>	<b>98.44</b>
<b>OTHER INCOME</b>						
Share of profit from associated companies	(9)	(0.01)	(65)	(0.03)	101	0.05
Interest income	178	0.11	493	0.24	745	0.37
Others	2,094	1.28	1,994	0.99	2,267	1.14
<b>TOTAL OTHER INCOME</b>	<b>2,263</b>	<b>1.38</b>	<b>2,422</b>	<b>1.20</b>	<b>3,113</b>	<b>1.56</b>
<b>TOTAL REVENUE</b>	<b>163,866</b>	<b>100.00</b>	<b>202,540</b>	<b>100.00</b>	<b>200,022</b>	<b>100.00</b>



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**7) Financial Highlights of the Company**

The Financial status of the Company and its subsidiaries as of December 31, 2007, 2008 and 2009 could be summarized as follow:

Unit: million baht

Items	Consolidated Financial Statements		
	2009 (Jan-Dec)	2008 (Jan-Dec)	2007 (Jan-Dec)
<b>Balance Sheet:</b>			
Cash and cash equivalents	14,300	7,446	25,813
Total Current Assets	47,288	42,122	65,229
Property, Plant and Equipment-Net	213,505	207,064	207,153
Total Assets	271,694	259,534	280,275
Total Current Liabilities	80,452	98,583	97,551
Long-term debts	129,410	106,417	109,727
Total Liabilities	218,450	213,652	212,250
Issued and paid-up	16,989	16,989	16,989
Total Shareholders' Equity	53,244	45,882	68,025

Unit: million baht

Items	Consolidated Financial Statements		
	2009 (Jan-Dec)	2008 (Jan-Dec)	2007 (Jan-Dec)
<b>Statements of Income:</b>			
Passenger and excess baggage	134,479	164,319	160,558
Freight	18,525	25,841	26,057
Mail	823	913	978
Other activities	7,776	9,046	9,316
Interest income and Other Incomes	2,272	2,487	3,012
Total Revenues	163,875	202,606	199,921
Personnel Expenses	26,191	30,534	33,114
Fuel and oil Expenses	47,015	89,460	62,611
Inventories and supplies Expenses	8,496	8,827	9,850
Lease of aircraft and spare parts	1,532	3,651	6,758



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Items	Consolidated Financial Statements		
	2009 (Jan-Dec)	2008 (Jan-Dec)	2007 (Jan-Dec)
Aviation Expenses	33,257	37,328	38,738
Depreciation and amortisation	21,023	20,281	18,243
Sales and advertising costs	6,221	6,932	7,265
Insurance	760	751	894
Remuneration for Board of Directors	15	21	26
Damages arising from Antitrust/ Competition Law	-	4,290	-
Other operating expenses	8,104	9,285	9,176
Aircraft impairment losses	529	4,750	-
Finance Cost and Other expenses	2,579	10,022	6,908
Total Expenses	155,768	226,205	193,583
Profits (Losses) before Income Tax Expenses	8,107	(23,599)	6,338
Income tax expenses (income)	691	(2,285)	1,910
Minority interest	72	65	60
Net profits (losses)	7,344	(21,379)	4,368
Total number of issued and paid-up share outstanding (million shares)	1,699	1,699	1,699
Net profits (losses) per share (baht)	4.32	(12.58)	2.57

Unit: million baht

Items	Consolidated Financial Statements		
	2009 (Jan-Dec)	2008 (Jan-Dec)	2007 (Jan-Dec)
<b>Statements of Cash Flows:</b>			
Operating profit before changes in operating assets and liabilities	32,781	10,752	30,475
Net Cash from Operating Activities	28,523	11,371	34,775
Cash paid for acquisition of assets	16,428	(21,539)	(12,574)
Cash received from sales of assets	256	702	1,909
Net Cash Used in Investing Activities	(14,472)	(20,309)	(9,306)





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Items	Consolidated Financial Statements		
	2009 (Jan-Dec)	2008 (Jan-Dec)	2007 (Jan-Dec)
Cash (paid) received from debentures	(2,710)	(4,500)	7,500
Cash received from premium on ordinary shares	-	(1)	(6)
Cash (paid) received from short-term loans	(20,323)	16,580	(8,143)
Cash (paid) received from long-term loans	22,484	(10,821)	(4,692)
Cash (paid) received from promissory notes	(1,050)	(1,050)	(1,050)
Net Cash from (used in) Financing Activities	(7,085)	(9,283)	(12,264)
EBITDRA	36,400	5,818	36,266
EBITDRA per share (Baht)	21.43	3.42	21.35

Unit: million baht

Items	Company's Financial Statement		
	2009 (Jan-Dec)	2008 (Jan-Dec)	2007 (Jan-Dec)
<b>Balance Sheet:</b>			
Cash and cash equivalents	14,065	7,403	25,460
Total Current Assets	46,583	41,472	64,611
Property, Plant and Equipment-Net	213,483	207,031	207,096
Total Assets	270,439	258,224	279,023
Total Current Liabilities	80,367	98,498	97,452
Long-term debts	129,409	106,417	109,727
Total Liabilities	218,366	213,568	212,152
Issued and paid-up	16,989	16,989	16,989
Total Shareholders' Equity	52,073	44,656	66,871