

## REVIEW REPORT OF CERTIFIED PUBLIC ACCOUNTANT

To the Shareholders and the Board of Directors of Thai Film Industries Public Company Limited

I have reviewed the accompanying consolidated balance sheets of Thai Film Industries Public Company Limited and its subsidiaries as at March 31, 2009 and the related consolidated statements of income, the consolidated statements of changes in shareholders' equity and the consolidated cash flows statements for three-month period ended March 31, 2009 and 2008, of Thai Film Industries Public Company Limited and its subsidiary and reviewed the financial statements of Thai Film Industries Public Company Limited. These interim financial statements are the responsibility of the Company's management. My responsibility is to issue a report on these financial statements based on my reviews.

I conducted my reviews in accordance with the standard on auditing applicable to review engagements. Those standards require that I plan and perform a review to obtain moderate assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. I have not performed an audit, and accordingly, I do not express an audit opinion.

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

Without qualifying my opinion, I draw attention to the matters discussed as follows:-

- (1) As discussed in Note no. 18 to the financial statements, the subsidiary recorded compensation for the claim for breaching of contracts for not transferring the condominium units as per a verdict of the Civil Court as at March 31, 2009 at amount of Baht 79.67 million and December 31, 2008 recorded as per a verdict of the Civil Court and the Board of director resolution approved to compensate for the claim to an individual person as informed to the Board by the chairman of the Board at amount of Baht 78.52 million and Baht 19.01 million, respectively. The subsidiary has already recorded the whole amount of these claimed in year 2008.

- (2) As discussed in Note no.26.5 to the financial statements , that on May 8, 2008 the Company was sued by a bank as the third defendant under the contract pledging the shares of an associated company as collateral for loan and interest of an associated company totaling Baht 839.42 million. As the negotiation at the court on November 3, 2008 and on December 15, 2008 and on February 27, 2009 between the plaintiff and the defendants resulted that the negotiation is in progress and the case shall be negotiated. Then the plaintiff and the defendants have agreed to make another negotiation on June 19, 2009 and postpone to settle an issue in court and to investigate the filing case on June 26, 2009. The Company however has sued against the mentioned bank and an Asset Management Corporation in the Civil Court case number black case file 3210/2550 seeking the payment for alleged breach of the pledge of shares agreement of an associated company of Baht 369.60 million, including the request for releasing the pledged shares of the mentioned associated company totaling 60 million shares to the Company. As the fact that the Company sued against the bank, the Company pledged the shares as collateral for the period of 4 years and it was not a guarantor of loan. The loan repayment period was 10 years which the grace period for 3.5 years and the loan will be paid within 6.5 years . On September 16, 2008, the Civil Court passed judgement that the mentioned litigation case should be dismissed, the Company, therefore has appealed the Court's decision on October 30, 2008. Presently, the case is in the hearing process of the Appeal Court. The Company's lawyer opined that the outcome of the appeal shall be advantage to the Company.

I have previously audited, in accordance with generally accepted auditing standards, the consolidated financial statements for the year ended December 31, 2008 of Thai Film Industries Public Company Limited and subsidiaries and the financial statements for the year ended December 31, 2008 of Thai Film Industries Public Company Limited; and in my report dated February 19, 2009, I expressed an unqualifying opinion on those financial statements but I draw attention to the matters discussed as follow 1) the subsidiary recorded compensation for the claim for breaching of contracts for not transferring the condominium units as per a verdict of the Civil Court and the Board of director resolution 2) the Company was sued by a bank as the third defendant under the contract pledging the shares of an associated company as collateral for loan and interest of an associated company. The consolidated balance sheet and balance sheet as at December 31, 2008 presented herewith for comparative purposes only, were a part of the audited financial statements and I have already reported. I have not performed any audit procedure since that date.

(Jadesada Hungsapruerk)  
Certified Public Accountant  
Registration No. 3759

Karin Audit Company Limited  
Bangkok  
May 11, 2009

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED**  
**INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2009**  
**AND AUDITOR'S REPORT**

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**

**BALANCE SHEETS**

**AS AT MARCH 31, 2009 AND DECEMBER 31, 2008**

( Unit : Thousand Baht )

	Notes	Consolidated		Separate	
		As at	As at	As at	As at
		March 31, 2009	December 31, 2008	March 31, 2009	December 31, 2008
		"Unaudited" "Reviewed"	"Audited"	"Unaudited" "Reviewed"	"Audited"
<b>ASSETS</b>					
<b>CURRENT ASSETS</b>					
Cash and cash equivalents		19,164	19,732	18,439	18,104
Trade accounts receivable - net	6	368,311	264,623	368,311	264,623
Inventories - net	7	198,393	212,696	198,393	212,696
Spare parts and supplies		173,764	177,698	173,764	177,698
Finished condominium units - net	8	424,862	443,873	-	-
Advance for Investment - Net	9	-	-	-	-
Account receivable - Revenue Department		15,700	4,933	15,700	4,933
Other current assets	5.1	73,095	77,643	95,601	97,054
<b>TOTAL CURRENT ASSETS</b>		<b>1,273,289</b>	<b>1,201,198</b>	<b>870,208</b>	<b>775,108</b>
<b>NON-CURRENT ASSETS</b>					
Investments in subsidiary and associated companies - net	10	-	-	305,200	314,200
Other long-term investments					
Related companies - net	11	44,250	44,250	44,250	44,250
Other company		2,000	2,000	2,000	2,000
Loans receivable, advance payments - subsidiary, associated and related companies - net	5.1	-	-	185,141	185,141
Advance for purchase assets		52,938	68,161	52,938	68,161
Land used in operation - at appraised value	12	500,002	500,002	500,002	500,002
Plant and equipment used in operation - net	13	2,422,214	2,453,852	2,422,030	2,453,585
Land, plant and equipment not used in operation-net	14	110,882	110,882	110,882	110,882
Cost of property to be developed - net	15	131,175	131,175	-	-
Other non-current assets		9,426	9,382	7,943	7,906
<b>TOTAL NON-CURRENT ASSETS</b>		<b>3,272,887</b>	<b>3,319,704</b>	<b>3,630,386</b>	<b>3,686,127</b>
<b>TOTAL ASSETS</b>		<b>4,546,176</b>	<b>4,520,902</b>	<b>4,500,594</b>	<b>4,461,235</b>

The accompanying notes are an integral part of these interim financial statement.

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**

**BALANCE SHEETS**

**AS AT MARCH 31, 2009 AND DECEMBER 31, 2008**

( Unit : Thousand Baht )

	Notes	Consolidated		Separate	
		As at	As at	As at	As at
		March 31, 2009	December 31, 2008	March 31, 2009	December 31, 2008
		"Unaudited" "Reviewed"	"Audited"	"Unaudited" "Reviewed"	"Audited"
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>					
<b>CURRENT LIABILITIES</b>					
Bank overdrafts and short-term loans from financial institutions	16	1,231,616	1,404,095	1,231,616	1,404,095
Trade accounts payable		596,831	344,196	596,831	344,196
Current portion of long-term loans	17	146,832	418,830	146,832	418,830
Accrued interest		4,598	4,569	4,598	4,569
Accrued expense		58,470	44,030	56,739	42,353
Estimation liability	18	79,671	97,528	-	-
Other current liabilities		53,452	33,277	53,403	33,210
<b>TOTAL CURRENT LIABILITIES</b>		<b>2,171,470</b>	<b>2,346,525</b>	<b>2,090,019</b>	<b>2,247,253</b>
<b>NON-CURRENT LIABILITIES</b>					
Loans from subsidiary, related companies and director	5.1	-	-	-	-
Long-term loans - net	17	858,324	594,280	858,324	594,280
Other non-current liabilities		35,008	32,832	34,458	32,282
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>893,332</b>	<b>627,112</b>	<b>892,782</b>	<b>626,562</b>
<b>TOTAL LIABILITIES</b>		<b>3,064,802</b>	<b>2,973,637</b>	<b>2,982,801</b>	<b>2,873,815</b>
<b>SHAREHOLDERS' EQUITY</b>					
<b>Share capital</b>					
Authorized share capital	19				
1,065,000,000 ordinary shares : Baht 1 per share		1,065,000	1,065,000	1,065,000	1,065,000
Issued and paid-up share capital					
1,065,000,000 ordinary shares : Baht 1 per share		1,065,000	1,065,000	1,065,000	1,065,000
Discount on common shares	19	(88,750)	(88,750)	(88,750)	(88,750)
Capital surplus from land revaluation	12	191,575	191,575	191,575	191,575
Capital surplus from machinery revaluation - net	13	1,107,501	1,139,010	1,107,501	1,139,010
Deficit earning			-		-
Unappropriated		(793,952)	(759,570)	(757,533)	(719,415)
<b>TOTAL SHAREHOLDERS' EQUITY</b>		<b>1,481,374</b>	<b>1,547,265</b>	<b>1,517,793</b>	<b>1,587,420</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>4,546,176</b>	<b>4,520,902</b>	<b>4,500,594</b>	<b>4,461,235</b>

The accompanying notes are an integral part of these interim financial statement.

"UNAUDITED"

"REVIEWED"

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**STATEMENTS OF INCOME**  
**FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2009 AND 2008**

		( Unit : Thousand Baht )			
		Consolidated		Separate	
Notes		2009	2008	2009	2008
<b>REVENUES</b>					
	Sales	905,083	1,683,182	905,083	1,683,182
	Sales condominium	-	4,200	-	-
	<b>Total sales</b>	<b>905,083</b>	<b>1,687,382</b>	<b>905,083</b>	<b>1,683,182</b>
	Costs of sales	(818,690)	(1,403,099)	(818,690)	(1,403,099)
	Costs of sales condominium	-	(2,852)	-	-
	<b>Gross profit (loss) margin</b>	<b>86,393</b>	<b>281,431</b>	<b>86,393</b>	<b>280,083</b>
	Other income	17,390	84,311	19,784	86,898
	<b>Gain (loss) before expenses</b>	<b>103,783</b>	<b>365,742</b>	<b>106,177</b>	<b>366,981</b>
	Selling expenses	45,750	74,951	45,750	74,951
	Administrative expenses	33,231	24,510	39,362	22,892
	Management benefit expenses	18,769	17,444	18,769	17,414
	<b>Total expenses</b>	<b>97,750</b>	<b>116,905</b>	<b>103,881</b>	<b>115,257</b>
	<b>Income (loss) before finance costs</b>	<b>6,033</b>	<b>248,837</b>	<b>2,296</b>	<b>251,724</b>
	Finance costs	(40,415)	(39,498)	(40,414)	(39,488)
	<b>NET INCOME (LOSS)</b>	<b>(34,382)</b>	<b>209,339</b>	<b>(38,118)</b>	<b>212,236</b>
<b>Attributable to :</b>					
	Equity holders of the parent	(34,382)	209,339	(38,118)	212,236
	Minority interests	-	-	-	-
		<b>(34,382)</b>	<b>209,339</b>	<b>(38,118)</b>	<b>212,236</b>
<b>Earnings profit (loss) per Share</b>					
	Basic earnings profit (loss) per share (Baht)	(0.03)	0.20	(0.04)	0.20
	The number of ordinary shares weighted average (Thousand Shares)	1,065,000	1,065,000	1,065,000	1,065,000

The accompanying notes are an integral part of these interim financial statement.

"UNAUDITED"

"REVIEWED"

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2009 AND 2008

( Unit : Thousand Baht )

Notes	Consolidated								
	Share capital	Premium	Discount	Capital surplus	Capital surplus	Deficit		Minority	Total
	issued and paid-up	on share capital	on share capital	from land revaluation	from machinery revaluation	Appropriated	Unappropriated	interest	
<b>Beginning balance as at January 1, 2009</b>	1,065,000	-	(88,750)	191,575	1,139,010	-	(759,570)	-	1,547,265
Depreciation for capital surplus from machinery revaluation	-	-	-	-	(31,509)	-	-	-	(31,509)
Net loss for the period	-	-	-	-	-	-	(34,382)	-	(34,382)
<b>Ending Balance as at March 31, 2009</b>	<u>1,065,000</u>	<u>-</u>	<u>(88,750)</u>	<u>191,575</u>	<u>1,107,501</u>	<u>-</u>	<u>(793,952)</u>	<u>-</u>	<u>1,481,374</u>
<b>Beginning balance as at January 1, 2008</b>	1,065,000	-	(88,750)	191,575	1,267,989	-	(886,039)	-	1,549,775
Depreciation for capital surplus from machinery revaluation	-	-	-	-	(32,068)	-	-	-	(32,068)
Net Profit for the period	-	-	-	-	-	-	209,339	-	209,339
<b>Ending Balance as at March 31, 2008</b>	<u>1,065,000</u>	<u>-</u>	<u>(88,750)</u>	<u>191,575</u>	<u>1,235,921</u>	<u>-</u>	<u>(676,700)</u>	<u>-</u>	<u>1,727,046</u>

The accompanying notes are an integral part of these interim financial statement.

"UNAUDITED"

"REVIEWED"

THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY  
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY  
FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2009 AND 2008

( Unit : Thousand Baht )

Notes	Separate							Total
	Share capital issued and paid-up	Premium on share capital	Discount on share capital	Capital surplus from land revaluation	Capital surplus from machinery revaluation	Deficit		
						Appropriated	Unappropriated	
<b>Beginning balance as at January 1, 2009</b>	1,065,000	-	(88,750)	191,575	1,139,010	-	(719,415)	1,587,420
Depreciation for capital surplus from machinery revaluation	-	-	-	-	(31,509)	-	-	(31,509)
Net loss for the period	-	-	-	-	-	-	(38,118)	(38,118)
<b>Ending Balance as at March 31, 2009</b>	<u>1,065,000</u>	<u>-</u>	<u>(88,750)</u>	<u>191,575</u>	<u>1,107,501</u>	<u>-</u>	<u>(757,533)</u>	<u>1,517,793</u>
<b>Beginning balance as at January 1, 2008</b>	1,065,000	-	(88,750)	191,575	1,267,989	-	(866,077)	1,569,737
Depreciation for capital surplus from machinery revaluation	-	-	-	-	(32,068)	-	-	(32,068)
Net profit for the period	-	-	-	-	-	-	212,236	212,236
<b>Ending Balance as at March 31, 2008</b>	<u>1,065,000</u>	<u>-</u>	<u>(88,750)</u>	<u>191,575</u>	<u>1,235,921</u>	<u>-</u>	<u>(653,841)</u>	<u>1,749,905</u>

The accompanying note are an integral part of these interim financial statement.

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE THREE MONTH PERIODS ENDED MARCH 31, 2009 AND 2008**

	( Unit : Thousand Baht )			
	Consolidated		Separate	
	2009	2008	2009	2008
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Net Profit (loss)	(34,382)	209,339	(38,118)	212,236
Adjustments to reconcile net profit(loss) to cash received (used ) operating activities				
Obsoleted stock (Decrease) Increase	-	5,068	-	5,068
Depreciation	27,278	26,875	27,195	26,781
Amortization expenses	21,644	21,493	21,644	21,493
Unrealized (gain) loss on exchange rate	(15,876)	(31,358)	(15,876)	(31,358)
Compensation for the claim	1,154	-	-	-
Loss on impairment of investment in subsidiary company	-	-	9,000	-
Interest expenses	37,726	32,509	37,726	32,509
Interest incomes	(7)	(6)	(3,102)	(3,295)
Profit (loss) from operating activities before changes in operating assets and liabilities	37,537	263,920	38,469	263,434
(Increase)Decrease in Trade accounts receivable	(103,830)	46,068	(103,830)	46,068
(Increase)Decrease in Inventories	14,303	(22,059)	14,303	(22,059)
(Increase) Decrease in Finished condominium units	19,012	2,852	-	-
(Increase) Decrease in Spare parts and supplies	3,934	(11,382)	3,934	(11,382)
(Increase) Decrease in Accounts receivable - Revenue Department	(10,768)	(6,182)	(10,768)	(6,182)
(Increase)Decrease in Other current assets	(17,089)	(39,561)	(17,089)	(39,561)
(Increase)Decrease in Other non-current assets	(43)	(83)	(36)	(64)
Increase(Decrease) in Trade accounts payable	255,259	188,353	255,259	188,353
Increase (Decrease) in Accrued expenses	14,584	2,074	14,530	1,864
Increase(Decrease) in Other current liabilities	20,278	(11,527)	20,296	(11,536)
Increase(Decrease) in estimation liability	(19,012)	-	-	-
Increase(Decrease) in Other non - current liabilities	2,177	2,072	2,177	2,072
<b>NET CASH RECEIVED (USED) FROM OPERATING ACTIVITIES</b>	<b>216,342</b>	<b>414,545</b>	<b>217,245</b>	<b>411,007</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Cash received for interest incomes	-	-	-	3,232
Advance for purchase assets	15,223	-	15,223	-
Purchase Property, plant and equipment	(27,149)	(14,774)	(27,149)	(14,774)
<b>NET CASH RECEIVED (USED) FROM INVESTING ACTIVITIES</b>	<b>(11,926)</b>	<b>(14,774)</b>	<b>(11,926)</b>	<b>(11,542)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Increase (Decrease) in Bank overdrafts and short-term loans from financial Institutions	(159,333)	(298,387)	(159,333)	(298,387)
Repayment of long - term loans	(7,954)	(42,113)	(7,954)	(42,113)
Cash paid for interest expenses	(37,697)	(34,448)	(37,697)	(34,448)
<b>NET CASH RECEIVED (USED) FROM FINANCING ACTIVITIES</b>	<b>(204,984)</b>	<b>(374,948)</b>	<b>(204,984)</b>	<b>(374,948)</b>
CASH AND CASH EQUIVALENTS INCREASE(DECREASE) - NET	(568)	24,823	335	24,517
CASH AND CASH EQUIVALENTS AS AT THE BEGINNING OF PERIODS	19,732	11,903	18,104	9,563
CASH AND CASH EQUIVALENTS AS AT THE END OF PERIODS	19,164	36,726	18,439	34,080

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

**1. General**

Thai Film Industries Public Company Limited, the “Company”, was registered in Thailand on March 3, 1983 with the registration number 882/2526. It was later registered a conversion to a public company limited on February 1, 1994 with the registration number 0107537000386. The Company is engaged in manufacturing of packaging film. Presently, the Company has offices located at the following addresses:

- a) Head Office and Factory : 73/3 Moo 4, Bangna - Trad Road, Bangchalong, Bangplee, Sumutprakarn.  
 b) Factory : 327 Moo 8, Mabkha, Nihompattana Sub-District, Rayong.

The Company and subsidiary have expenses regarding its employees for the three-month ended March 31, 2009 and 2008 as follows :-

	(Unit : Million Baht)			
	<u>Consolidated</u>		<u>Separate</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Employee expenses	65.59	71.30	65.49	71.20

Employee expenses consisted of salary, overtime, bonuses, accommodation, etc.

**2. Basis of Financial Statement Preparation**

2.1. The Consolidated and the Company only financial statements were prepared in accordance with the generally accepted accounting principles under the Accounting Act B.E. 2543 which implied the accounting standard set by the Federation of Accounting Professions established in accordance with the Accounting Professions Act B.E. 2547 which is presently in effect.

2.2. The Company prepared its statutory financial statements in the Thai language in accordance with the generally accepted accounting principles as applied in Thailand which the accounting principles used may be different, in certain aspects, from generally accepted accounting principles applied in other countries. For the convenience of the readers, the financial statements were translated into English from the statutory financial statements in Thai which are issued for the domestic reporting purpose.

2.3. Basis of Financial Statement Preparation

The interim financial statements were prepared under the generally accepted accounting principles in Thailand and reflected by the condensed form as determined in the accounting standard No.41 (revised 2007) on “The Interim Financial Statements” including additional transactions in the primary financial statements, i.e. balance sheets, statement of incomes, change in the shareholders’ equity and cash flow which are shown in the format determined in the announcement of the Department of Commercial Registration on the subject of condensed transactions which are required in the financial statements (B.E. 2552).

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

The accompanying financial statements are prepared in Thai Baht and show unit amounts at Thousand Baht, except that identify the other unit.

In 2009, the Company and the subsidiary adopted the following revised Thai Accounting Standards (TAS) which the FAP has issued Notification No. 86/2551 regarding Accounting Standards. has issued and effective for financial statements beginning on or after January 1, 2009, which are relevant to its operations:

TAS 36 (revised 2007)	Impairment of Assets
TAS 54 (revised 2007)	Non-current Assets Held for Sale and Discontinued Operations

The adoption of these revised TAS does not have any material impact on the consolidated or separate Company’s financial statements.

2.4. Significant accounting policies.

The Company prepared the interim financial statements for the three – month periods ended March 31, 2009 and 2008 with same accounting policies used in the preparation of the annual financial statements for the year ended December 31, 2008 excepted for the using of revised Thai Accounting Standards (TAS) as described in Note 2.3. As a result, these interim financial statements should be simultaneously read in conjunction with the financial statements for the accounting year of 2008.

2.5. Significant accounting judgments and estimates

The preparation of financial statements in conformity with generally accepted accounting principles at times requires management to make subjective judgments and estimates regarding matters that are inherently uncertain. These judgments and estimates affect reported amounts and disclosures and actual results could differ. The significant accounting judgments and estimates are as follows:

Allowance for doubtful accounts

Allowances for doubtful accounts are intended to adjust the value of receivables for probable credit losses. The management uses judgment to establish reserves for estimated losses for each outstanding debtor. The allowances for doubtful accounts are determined through a combination of specific reviews, collection experience, and analysis of debtor aging, taking into account changes in the current economic conditions. However, the use of different estimates and assumptions could affect the amounts of allowances for receivable losses and adjustments to the allowances may therefore be required in the future.

Impairment of investments

The Company and subsidiaries treat investments as impaired when there has been a significant or prolonged decline in the fair value below their cost or where other objective evidence of impairment exists. The determination of what is “significant” or “prolonged” requires judgment.

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

Depreciation

In calculating depreciation of plant and equipment, the management estimates useful lives and salvage values of the plant and equipment and reviews estimated useful lives and salvage values if there are any changes.

**3. Basis of Preparation of the Consolidated Financial Statements**

3.1 The consolidated financial statements have been prepared by including the financial statements of Thai Film Industries Public Company Limited and the subsidiary company as follows : -

<u>Company name</u>	<u>Investment Ratio</u>		<u>Type of Business</u>	<u>Incorporated in</u>
	<u>March 31, 2009</u>	<u>December 31, 2008</u>		
- Riverside Tower Co., Ltd.	99.99%	99.99%	Property development and sales of condominium units	Thailand

The accounting period of the subsidiary company ends on the same date as the accounting period of Thai Film Industries Public Company Limited. The investment in the subsidiary company that the Company holds more than 99% of shares are considered as 100%.

3.2 The outstanding balances and material inter-company transactions of the Company and the subsidiary company including the investment in the subsidiary company in the Company account and the share capital of the subsidiary company have been already eliminated from the consolidated financial statements.

**4. Reclassification**

Certain amounts in the financial statements for the three-month periods ended March 31, 2008 have been reclassified to conform to the current year’s classifications, with no effect on previously reported net income or shareholders' equity.

**5. Inter – Transactions between Related Companies**

The Company has accounting transactions to occur with the subsidiary company and related companies and persons having the same shareholder’s group and mutual directors. Significant inter-transactions and remaining balances between the company with the subsidiary company, related companies and persons could be summarized as follows: -

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

5.1 Inter-Assets and Liabilities

(Unit : Thousand Baht)

<u>Type of Transaction/Company's Name</u>	<u>Relationship</u>	<u>Consolidated</u>		<u>Separate</u>	
		<u>As at</u>	<u>As at</u>	<u>As at</u>	<u>As at</u>
		<u>March 31,</u>	<u>December 31,</u>	<u>March 31,</u>	<u>December 31,</u>
		<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
- Loan receivable and advance payment					
Consist of:-					
Riverside Tower Co., Ltd.	Subsidiary company				
Beginning		-	-	185,141	185,141
<u>Add</u> Loans during the period		-	-	-	-
<u>Less</u> Received repayment during the period		-	-	-	-
Ending		-	-	185,141	185,141
Thai Film Bangladesh Co., Ltd.	Related company				
Beginning		37,965	37,965	37,965	37,965
<u>Add</u> Loans during the period		-	-	-	-
<u>Less</u> Received repayment during the period		-	-	-	-
Ending		37,965	37,965	37,965	37,965
<u>Less</u> Allowance for doubtful debt		(37,965)	(37,965)	(37,965)	(37,965)
Net		-	-	-	-
Total		-	-	185,141	185,141
- Other Receivable					
Quality Coffee Product Co., Ltd.	The some shareholders and directors	202	202	202	202
Total		202	202	202	202

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

(Unit : Thousand Baht)

	<u>Relationship</u>	<u>Consolidated</u>		<u>Separate</u>	
		<u>As at</u>	<u>As at</u>	<u>As at</u>	<u>As at</u>
		<u>March 31,</u>	<u>December 31,</u>	<u>March 31,</u>	<u>December 31,</u>
		<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
<u>Type of Transaction/Company's Name</u>					
<u>Relationship</u>					
- Loans from related company					
Consist of :-					
Lakewood Land Co., Ltd.	Related company				
Beginning		-	-	-	-
<u>Add Loans during the period</u>		-	250,000	-	250,000
<u>Less Payment during the period</u>		-	(250,000)	-	(250,000)
Ending		-	-	-	-
- Accrued Interest Revenue					
Riverside Tower Co., Ltd.	Subsidiary company	-	-	22,506	19,411
Total		-	-	22,506	19,411

During the year 2008 the Company has written-off receivable - TFM Packaging Film Co.,Ltd., by reversal the allowance for doubtful debt.

During the year 2008 loan from Lakewood Land Co., Ltd., represented loan due at call on demand with the interest rates at 3% and 4% per annum.

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

5.2 Inter-Revenue and Expense

(Unit : Thousand Baht)

Type of Transaction/Company's Name	Relationship	Consolidated		Separate	
		For the three-month periods ended March 31,			
		2009	2008	2009	2008
- Income from Rental of land					
Quality Coffee Product Co., Ltd.	The some shareholders and directors	605	605	605	605
- Income from Rental of condominium units					
Lakewood Land Co., Ltd.	Related company	140	140	-	-
Mr. Prayut Mahakitsiri	Chairman	561	561	-	-
- Common Area Expense					
PM Riverside Juristic Person	Mutual directors	781	676	-	-
- Interest income					
Riverside Tower Co., Ltd.	Subsidiary company	-	-	3,095	3,289

The revenue from rental fee is the lease agreements for some pieces of lands not in operation entered into with a related company. The lessee has to pay monthly rental fee at Baht 183,400 per month. The said agreement is for a period of 3 years commencing from December 1, 2004 until November 30, 2007 where the lessee can extend the agreement's period by informing the Company at least one month prior to the expired date of the lease agreement.

On December 1, 2007 the lessee has accepted for extended agreement and has to pay monthly rental fee at Baht 201,740 per month. The said agreement is for a period of 2 years commencing from December 1, 2007 until November 30, 2009 where the lessee can extend the agreement's period by informing the Company at least one month prior to the expired date of the lease agreement.

The revenue from rental of condominium units with the related company and Chairman was mutually agreed. Tenor of these contracts is 1 year (monthly rental fee at Baht 50,000 per unit in 2009 and in 2008).

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

**6. Trade Accounts Receivable - Net**

Consist of :-

	(Unit : Thousand Baht)	
	Consolidated / Separate	
	As at March 31, 2009	As at December 31, 2008
<u>Domestic Trade Accounts Receivable</u>		
Trade Accounts Receivable within Credit Term	104,944	90,034
Aging of Trade Accounts Receivable :-		
- Less than 3 Months	42,344	25,872
- Over 3 Months to 6 Months	-	-
- Over 6 Months to 9 Months	-	-
- Over 9 Months	986	992
Total	148,274	116,898
<u>Foreign Trade Accounts Receivable</u>		
Trade Accounts Receivable within Credit Term	169,689	97,612
Aging of Trade Accounts Receivable :-		
- Less than 3 Months	6,034	21,847
- Over 3 Months to 6 Months	-	6
- Over 6 Months to 9 Months	-	-
- Over 9 Months	4,884	4,803
Total	180,607	124,268
Notes Receivable	39,430	23,457
Allowance for doubtful debt	-	-
Net	368,311	264,623

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

**7. Inventories - net**

Consist of:-

	(Unit : Thousand Baht)	
	Consolidated / Separate	
	As at March 31, 2009	As at December 31, 2008
Finished goods	49,652	61,196
Work in process	9,042	9,352
Raw materials	79,467	118,972
Packaging	18,866	14,328
Raw materials in transit	41,366	8,848
Total	198,393	212,696
<u>Less</u> Allowance for obsolete stock	-	-
Total	198,393	212,696

Allowance for obsolete stock is changed during the periods as follows:-

	(Unit : Thousand Baht)	
	Consolidated/Separate	
	March 31, 2009	December 31, 2008
Beginning balance	-	766
Increase	-	-
Decrease	-	(766)
Ending balance	-	-

In the year 2008, the Company reversed the whole amount of the allowance for obsolete stock as they were returned.

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

**8. Finished Condominium Units – Net**

Consist of:-

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	As at March 31, 2009	As at December 31, 2008	As at March 31, 2009	As at December 31, 2008
Finished Condominium Units	443,759	462,770	-	-
<u>Less</u> Allowance loss for Impairment	(18,897)	(18,897)	-	-
Net	<u>424,862</u>	<u>443,873</u>	<u>-</u>	<u>-</u>

As at March 31, 2009 and December 31, 2008, 5 condominium units with book value of Baht 46.07 million, respectively were used for rent. The rental contracts have a tenor of 1 year, the management of subsidiary intended to sell such finished condominium units, accordingly, the asset were presented as inventories.

As at March 31, 2009 the subsidiary values its finished condominium units at the lower of cost or net realizable value. Net realizable value is based on the appraisal report (The Valuation & Consultants Co., Ltd.) dated August 14, 2008 by market approach. The appraiser values compared to the previous report dated September 28, 2007 by the same appraisal company was shown immaterial difference.

**9. Advance for Investment - Net**

Consist of:-

	(Unit : Thousand Baht)	
	Consolidated / Separate	
	As at March 31, 2009	As at December 31, 2008
Advance payment for investment	45,594	45,594
<u>Less</u> Allowance for Doubtful debt	(45,594)	(45,594)
Net	<u>-</u>	<u>-</u>

This account represents an advance payment of approximately Baht 46 million to purchase land for construction of a factory to enable the Company to expand its production base in a foreign country. The management of the Company is in the process of negotiation and filing for a legal case for the refund of the advance as a result of the breach of the investment agreement. The Company has fully recorded an allowance for doubtful debt in respect of this advance.

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

**10. Investments in Subsidiary and Associated Companies**

Consist of:

Company	Country of business	Type of business	Paid up Capital (million Baht)		Percentage of Investment		consolidated		Separate	
			March 31,2009	December 31, 2008	March 31,2009	December 31, 2008	March 31,2009	December 31, 2008	March 31,2009	December 31, 2008
(Unit : Thousand Baht)										
							Equity Method		Cost Method	
			March	December	March	December	March	December	March	December
			31,2009	31, 2008	31,2009	31, 2008	31,2009	31, 2008	31,2009	31, 2008
<b>Subsidiary Company</b>										
Riverside Tower Co.,Ltd.	Thailand	Real Estate	1,300	1,300	99.99	99.99	-	-	1,300,000	1,300,000
<b>Associated Companies</b>										
Thai Copper Industries Plc.	Thailand	Pure Copper	8,010	8,010	18.96	18.96	-	-	1,518,981	1,518,981
TFM Packaging Film Co., Ltd.	Thailand	Packaging Film	324.9	324.9	49.20	49.20	-	-	-	-
Total							-	-	2,818,981	2,818,981
Less Allowance for Impairment in investment							-	-	(2,513,781)	(2,504,781)
Net							-	-	305,200	314,200

In 2009, the Company recorded the allowance for impairment of investment in subsidiary company in Riverside Tower Co., Ltd. of Baht 9 million in the Company only statements of income by based on the fair value of net assets as at March 31, 2009 of such subsidiary company.

In 2007, the Company recorded the allowance for impairment of investment in associated company in Thai Copper Industries Public Company Limited – TCI of Baht 1,518.98 million in the Company only statements of income because such associated company has lack in working capital and TCI stopped its operation and lay-off its employees. The allowance for impairment in investment TCI by based on the appraisal report of independent value dated on September 28, 2007.

Since August 7, 2006, the Company has invested in Thai Copper Industries Public Company Limited (TCI) at 19.98% of the share capital. The Company has 3 directors in the board of directors of TCI totaling 13 directors, TCI is in operation under the debt restructuring agreements and was performed cash monitoring by external auditor, no material transactions between the Company and TCI, on February 15, 2007, the Company submitted the bank creditor of TCI the letter to request for release of pledge of shares of TCI which the Company held as specified in the loan agreements, and on November 19, 2006, the Company did not invest in the increase in share capital of TCI, accordingly, the portion of the Company in TCI has reduced to be 18.96% of the share capital. On June 29, 2007, TCI changed in the board of directors and a director of Company, acts as financial controller of the Company, is a new director of TCI and the Company has 3 directors in the board of directors of TCI totaling 8 directors (6 directors at the present). Accordingly, the auditor of the Company considered that the Company has still significant influence.

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

The significant financial data of TCI are as follows :

	(Unit : Million Baht)	
	As at March 31, 2009	As at December 31, 2008
	“Unreviewed”	“Unaudited”
Total Assets*	N/A	19,037
Total liabilities	N/A	20,477
Total shareholders’ equity*	N/A	(1,440)

\*If TCI recorded the allowance for impairment of asset based on the appraisal report of independent appraiser dated on September 28, 2007. Total asset and total shareholders’ equity will be decreased in amount of Baht 12,530 million.

	(Unit : Million Baht)	
	2009	2008
	“Unreviewed”	“reviewed”
For the three-month periods ended March 31,		
Total revenues	N/A	50
Net loss	N/A	537

Up to present TCI has not yet operated, therefore the mentioned company did not prepare the interim financial statements for the year 2009.

The Consolidated Financial Statement

The Company has ceased to calculate the equity loss in TFM Packaging Film Co., Ltd. which in the process of being liquidated. The Company’s equity recognized equally to their investment (zero). In the cost method, the Company set up an allowance for impairment of the investment in full (Baht 160 million) and allowance for doubtful account on the loan, interest receivables and advance in full (Baht 25 million). During the year 2008, the Company has written - off investment in TFM Packaging Film Co., Ltd by reversal the allowance for impairment loss.

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

**11. Other long-term investments - related companies – net**

Consist of:-

<u>Company</u>	<u>Country of Business</u>	<u>Type of business</u>	<u>Capital paid-up</u>	<u>Consolidated / Separate</u>			
				<u>Percentage of Investments</u>		<u>Value of Investment</u>	
				<u>As at</u>	<u>As at</u>	<u>As at</u>	<u>As at</u>
				<u>March 31,</u>	<u>December 31,</u>	<u>March 31,</u>	<u>December 31,</u>
				<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Lakewood Land Co., Ltd.	Thailand	Real Estate	Baht 290 million	10.00	10.00	43,500	43,500
Lakewood Country Club., Ltd.	Thailand	Golf Course	Baht 10 million	5.00	5.00	750	750
Thai Film Bangladesh Co., Ltd.	Bangladesh	Packaging Film	Taka 112million	53.57	53.57	37,487	37,487
(Bangladesh Taka currency)							
Total						81,737	81,737
<u>Less allowance for impairment of investment</u>						<u>(37,487)</u>	<u>(37,487)</u>
Net						44,250	44,250

**12. Land used in operation - at appraised value**

As at March 31, 2009 and December 31, 2008, the lands used in operation were represented as appraise value. According to the report of independent appraiser dated in December 2006 using market value method.

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**

**NOTES TO INTERIM FINANCIAL STATEMENTS**

**MARCH 31, 2009**

**13. Plant and Equipment-Net**

Consist of:-

(Unit : Thousand Baht)

	Consolidated							Total
	Buildings and improvements	Machineries	Equipment and tools	Furnitures, fixtures and office equipments	Vehicles	Other	Machinery and Equipment Under installation	
<b>Cost</b>								
As at December 31, 2007	441,455	3,880,364	257,623	63,608	57,304	1,164	764	4,702,282
Purchase	-	9,487	5,736	1,371	4,753	-	4,448	25,795
Transfer from work in process	-	-	66	570	-	-	(636)	-
Amortized	-	-	-	-	-	-	-	-
As at December 31, 2008	441,455	3,889,851	263,425	65,549	62,057	1,164	4,576	4,728,077
Purchase	-	24,457	115	337	-	-	2,240	27,149
Transfer from work in process	-	-	-	-	-	-	-	-
Amortized	-	-	-	-	-	-	-	-
As at March 31, 2009	441,455	3,914,308	263,540	65,886	62,057	1,164	6,816	4,755,226
<b>Capital Surplus from Revaluation</b>								
As at December 31, 2007	-	2,314,193	-	-	-	-	-	2,314,193
Adjusted from Revaluation	-	-	-	-	-	-	-	-
As at December 31, 2008	-	2,314,193	-	-	-	-	-	2,314,193
Adjusted from Revaluation	-	-	-	-	-	-	-	-
As at March 31, 2009	-	2,314,193	-	-	-	-	-	2,314,193

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**

**NOTES TO INTERIM FINANCIAL STATEMENTS**

**MARCH 31, 2009**

(Unit : Thousand Baht)

	Consolidated							Total
	Buildings and improvements	Machineries	Equipment and tools	Furnitures, fixtures and office equipments	Vehicles	Other	Machinery and Equipment Under installation	
<b>Accumulated Depreciation</b>								
As at December 31, 2007	(266,892)	(2,681,527)	(245,301)	(56,628)	(53,060)	(809)	-	(3,304,217)
Depreciation for the period	(7,588)	(90,833)	(4,627)	(2,669)	(3,095)	(206)	-	(109,018)
Amortized	-	-	-	-	-	-	-	-
As at December 31, 2008	(274,480)	(2,772,360)	(249,928)	(59,297)	(56,155)	(1,015)	-	(3,413,235)
Depreciation for the period	(1,867)	(22,793)	(1,162)	(629)	(776)	(51)	-	(27,278)
Amortized	-	-	-	-	-	-	-	-
As at March 31, 2009	(276,347)	(2,795,153)	(251,090)	(59,926)	(56,931)	(1,066)	-	(3,440,513)
<b>Accumulated Depreciation from Capital Surplus from Revaluation</b>								
As at December 31, 2007	-	(1,046,204)	-	-	-	-	-	(1,046,204)
Depreciation for the period	-	(128,979)	-	-	-	-	-	(128,979)
Adjusted from Revaluation	-	-	-	-	-	-	-	-
As at December 31, 2008	-	(1,175,183)	-	-	-	-	-	(1,175,183)
Depreciation for the period	-	(31,509)	-	-	-	-	-	(31,509)
Adjusted from Revaluation	-	-	-	-	-	-	-	-
As at March 31, 2009	-	(1,206,692)	-	-	-	-	-	(1,206,692)

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**

**NOTES TO INTERIM FINANCIAL STATEMENTS**

**MARCH 31, 2009**

(Unit : Thousand Baht)

	Consolidated							Total
	Buildings and improvements	Machineries	Equipment and tools	Furnitures, fixtures and office equipments	Vehicles	Other	Machinery and Equipment Under installation	
<b>Net Book Value</b>								
As at December 31, 2008	166,975	2,256,501	13,497	6,252	5,902	149	4,576	2,453,852
As at March 31, 2009	165,108	2,226,656	12,450	5,960	5,126	98	6,816	2,422,214
<b>Depreciation for the three-month periods ended</b>								
As at March 31, 2008	1,887	22,365	1,178	701	692	52	-	26,875
As at March 31, 2009	1,867	22,793	1,162	629	776	51	-	27,278

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**

**NOTES TO INTERIM FINANCIAL STATEMENTS**

**MARCH 31, 2009**

(Unit : Thousand Baht)

	Separate							Total
	Buildings and improvements	Machineries	Equipment and tools	Furnitures, fixtures and office equipments	Vehicles	Other	Machinery and Equipment Under installation	
<b>Cost</b>								
As at December 31, 2007	441,455	3,880,364	257,490	62,054	57,304	-	764	4,699,431
Purchase	-	9,487	5,736	1,371	4,753	-	4,448	25,795
Transfer from work in process	-	-	66	570	-	-	(636)	-
Amortized	-	-	-	-	-	-	-	-
As at December 31, 2008	441,455	3,889,851	263,292	63,995	62,057	-	4,576	4,725,226
Purchase	-	24,457	115	337	-	-	2,240	27,149
Transfer from work in process	-	-	-	-	-	-	-	-
Amortized	-	-	-	-	-	-	-	-
As at March 31, 2009	441,455	3,914,308	263,407	64,332	62,057	-	6,816	4,752,375
<b>Capital Surplus from Revaluation</b>								
As at December 31, 2007	-	2,314,193	-	-	-	-	-	2,314,193
Adjusted from Revaluation	-	-	-	-	-	-	-	-
As at December 31, 2008	-	2,314,193	-	-	-	-	-	2,314,193
Adjusted from Revaluation	-	-	-	-	-	-	-	-
As at March 31, 2009	-	2,314,193	-	-	-	-	-	2,314,193

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**

**NOTES TO INTERIM FINANCIAL STATEMENTS**

**MARCH 31, 2009**

(Unit : Thousand Baht)

	Separate							Total
	Buildings and improvements	Machineries	Equipment and tools	Furnitures, fixtures and office equipments	Vehicles	Other	Machinery and Equipment Under installation	
<b>Accumulated Depreciation</b>								
As at December 31, 2007	(266,892)	(2,681,527)	(245,210)	(55,311)	(53,060)	-	-	(3,302,000)
Depreciation for the period	(7,588)	(90,833)	(4,605)	(2,530)	(3,095)	-	-	(108,651)
Amortized	-	-	-	-	-	-	-	-
As at December 31, 2008	(274,480)	(2,772,360)	(249,815)	(57,841)	(56,155)	-	-	(3,410,651)
Depreciation for the period	(1,867)	(22,793)	(1,156)	(603)	(776)	-	-	(27,195)
Amortized	-	-	-	-	-	-	-	-
As at March 31, 2009	(276,347)	(2,795,153)	(250,971)	(58,444)	(56,931)	-	-	(3,437,846)
<b>Accumulated Depreciation from Capital Surplus from Revaluation</b>								
As at December 31, 2007	-	(1,046,204)	-	-	-	-	-	(1,046,204)
Depreciation for the period	-	(128,979)	-	-	-	-	-	(128,979)
Adjusted from Revaluation	-	-	-	-	-	-	-	-
As at December 31, 2008	-	(1,175,183)	-	-	-	-	-	(1,175,183)
Depreciation for the period	-	(31,509)	-	-	-	-	-	(31,509)
Adjusted from Revaluation	-	-	-	-	-	-	-	-
As at March 31, 2009	-	(1,206,692)	-	-	-	-	-	(1,206,692)

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**

**NOTES TO INTERIM FINANCIAL STATEMENTS**

**MARCH 31, 2009**

(Unit : Thousand Baht)

	Separate							
	Buildings and improvements	Machineries	Equipment and tools	Furnitures, fixtures and office equipments	Vehicles	Other	Machinery and Equipment Under installation	Total
<b>Net Book Value</b>								
As at December 31, 2008	166,975	2,256,501	13,477	6,154	5,902	-	4,576	2,453,585
As at March 31, 2009	165,108	2,226,656	12,436	5,888	5,126	-	6,816	2,422,030
<b>Depreciation for the three-month periods ended</b>								
March 31, 2008	1,887	22,365	1,173	664	692	-	-	26,781
March 31, 2009	1,867	22,793	1,156	603	776	-	-	27,195

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**

**NOTES TO INTERIM FINANCIAL STATEMENTS**

**MARCH 31, 2009**

In consolidated financial statements, depreciation for the three month ended March 31, 2009 and 2008 amounted to Baht 25.65 million and Baht 25.13 million, respectively, are included in cost of sales, and Baht 1.63 million and Baht 1.74 million, respectively, are included in selling and administrative expenses.

In The Separate Financial Statement, depreciation for the three month ended March 31, 2009 and 2008 amounted to Baht 25.65 million and Baht 25.13 million, respectively, are included in cost of sales, and Baht 1.55 million and Baht 1.65 million, respectively, are included in selling and administrative expenses.

In the year 2006, the machinery used in operation was re-appraised. According to the report of independent appraiser using replacement cost method, the appraised value of the machinery had increased from the previous appraisal in amount of Baht 1,037.91 million which was reported as a part of “shareholder’s equity” in the balance sheet.

As at March 31, 2009 and December 31, 2008, the Company has machineries and equipments that fully depreciated but still in use at Baht 794.09 Million and Baht 792.53 million, respectively.

**14. Property, Plant and Equipment not use in Operation - Net**

In the year 2006, all the lands and machinery not used in operation were re-appraised. According to reports of independent appraiser using the market value method and replacement cost method respectively, the appraised values the of all the lands were equal to the appraised value in the year 2005 while the appraised value of the machinery had decreased from the previous appraisal by approximately Baht 3.28 million. The Company recognized this loss in the 2006 income statement.

The Company had appraised machinery not used in operations at cost in amount of Baht 32.43 million. As at March 31, 2009 and December 31, 2008, the Company had already provided for the allowance for impairment of such machinery at the full amount.

## THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

## NOTES TO INTERIM FINANCIAL STATEMENTS

MARCH 31, 2009

## 15. Cost of property to be developed - net

Consist of :

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	As at March 31, 2009	As at December 31, 2008	As at March 31, 2009	As at December 31, 2008
Land	127,875	127,875	-	-
Foundation Cost	51,637	51,637	-	-
Total	179,512	179,512	-	-
<u>Less</u> Allowance for loss from impairment	(48,337)	(48,337)	-	-
Net	131,175	131,175	-	-

The whole amount of the cost of property to be developed was the construction cost of office for rent, its project commencing from 1995 but as a result of the economic condition at that time the project had to be delayed and the subsidiary company needed to concentrate on managing and selling of all condominium unit in PM Riverside Project first.

## 16. Bank Overdrafts and Short – Term Loans due to Financial Institutions

Consist of:

	(Unit : Thousand Baht)	
	Consolidated / Separate	
	As at March 31, 2009	As at December 31, 2008
Bank overdrafts	88,140	102,570
Packing credits	134,915	76,883
Liabilities under trust receipts	454,134	570,191
Promissory notes	383,874	559,729
Short – term loans	170,553	94,722
Total	1,231,616	1,404,095

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**

**NOTES TO INTERIM FINANCIAL STATEMENTS**

**MARCH 31, 2009**

As at March 31, 2009 and December 31, 2008, the Company has bank overdrafts, packing credits, liabilities under trust receipts, promissory notes and letters of credit which were credit facilities received from many local banks as follows :-

(Unit : Million)

<u>Currency</u>	<u>As at March 31,</u> <u>2009</u>	<u>Consolidated / Separate</u>		<u>Interest rate</u> <u>Per annum</u>
		<u>Interest rate</u> <u>Per annum</u>	<u>As at December 31,</u> <u>2008</u>	
Baht	2,090.84	3.50 – 8.75	1,973.75	4.60-8.50
US Dollar	1.45	SIBOR+3.50	6.41	SIBOR+3.50

These credit facilities are secured by assets and personal guarantee as mentioned in the note to financial statements No.17

As at March 31, 2009 and December 31, 2008 the Company had unutilized credit facility balances by approximately Baht 357.59 million and Baht 435.04 million, respectively.

Under the trust receipts contract, The Company has received that import goods under credit of bank without any payment. However the company has liabilities with the bank for goods.

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

**17. Long-Term Loans**

Consist of:

	(Unit : Thousand Baht)	
	Consolidated / Separate	
Interest rate	As at March	As at December
Per annum	31, 2009	31, 2008
<p>17.1 Debt from debt restructuring agreement entered into with a local bank at Baht 501 million with the principal and interest repayable in 32 quarterly installments at the same amount for each installment not less than Baht 15.70 million, commencing on December 31, 2002. The Company has to pay the accrued interest since September 2003 for the outstanding debt within June 23, 2004. The Company has to repay the remaining outstanding debt according to the terms stipulated in the memorandum of amendment dated June 23, 2004.</p> <p>However the above local bank has transferred the right to claim some portion of loans to an Assets Management Company (17.2). On December 24, 2008, the Company got an approval from the bank to postpone the repayment schedule for the periods December 2008 to September 2010 to be the periods March 2009 to December 2010.</p>	MLR-1%	6,685
<p>17.2 Debt from debt restructuring agreement entered into an Assets Management Company which was transferred the right to claim some portion of loans from the above local bank (17.1) with the same conditions.</p> <p>On February 17, 2009, the Company got an approval from the management company to postpone the repayment schedule for the periods December 2008 to September 2010 to be the periods March 2009 to December 2010.</p> <p>The memorandum of amendment of debt restructuring agreement (No. 1) dated April 30, 2009, has been approving by AMC.</p>	MLR-1%	110,706
		7,639
		117,706

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**

**NOTES TO INTERIM FINANCIAL STATEMENTS**

**MARCH 31, 2009**

(Unit : Thousand Baht)

	Consolidated / Separate	
	As at March 31, 2009	As at December 31, 2008
Interest rate		
Per annum		
17.3 Loans from refinancing with a local bank at USD 54 million, repayable semi – annually for 12 installments at the same amount for each installment and commencing on September 30, 2003. As at March 25, 2005, the whole amount of the remaining debt was translated from USD currency into Baht currency. For the remaining outstanding balance prior to June 30, 2006, the Company has to repay according to the amended agreement dated June 30, 2006.		
On December 16, 2008, the Company got an approval to postpone the repayment schedule for the periods December 2008 to December 2010 to be the periods March 2009 to March 2011.		
On February 16, 2009, the Company got an approval to postpone the repayment schedule for the periods March 2009 to March 2011 to be the periods March 2010 to September 2012.	MLR-0.5%	
	808,429	808,429
17.4 Loans from a local bank at Baht 500 million, repayable in 16 quarterly installments at the same amount for each installment, commencing on August 31, 2005. As at November 16, 2005 the credit limit has been decreased by Baht 77 million thus the credit limit remained at Baht 423 million. (Interest rate of 1 <sup>st</sup> -2 <sup>nd</sup> year at the rate of MLR-1 per annum and the 3 <sup>rd</sup> year at the rate of MLR per annum).		
On December 16, 2008, the Company got an approval to postpone the repayment schedule for the periods November 2008 to May 2009 to be the periods February 2009 to August 2009.		
On February 16, 2009, the Company got an approval to postpone the repayment schedule for the periods February 2009 to August 2009 to be the periods February 2010 to August 2010.	MLR%	
	79,336	79,336
Total	1,005,156	1,013,110
<u>Less</u> Current Portion of Long - Term Loans	(146,832)	(418,830)
Net	858,324	594,280

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY****NOTES TO INTERIM FINANCIAL STATEMENTS****MARCH 31, 2009**

Under the terms of the above mentioned agreements, the Company must comply with the terms and conditions in the agreements such as default payment, creation of additional debt obligations, dividend payment, and maintaining of debt to equity ratio, etc.

The loans including credit facilities from the banks (as mentioned in note to financial statement No. 16 are guaranteed by pledging :-

- a) The Company’s land and machinery totaling Baht 2,668.77 million
- b) The Company’s new machinery acquired after the date of the loan agreements.
- c) Shares capital in other company
- d) A director of the Company offers his/her personal guarantee.

**18. Estimation Liability**

Duration the year 2008, the subsidiary has already recorded compensate for the claim for breaching of contracts for not transferring a condominium units as at March 31, 2009 and December 31, 2008 follows:

		(Unit : Thousand Baht)	
		March 31, 2009	December 31, 2008
18.1	As per a verdict passed by the Civil Court on September 26, 2008	79,671	78,517
18.2	As per the Board of Director Resolution on January 5, 2009	-	19,011
Total		79,671	97,528

18.1 On September 26, 2008, the Civil Court passed a verdict ordering a subsidiary to compensate for the claim amount together with interest of approximately as at March 31, 2009 and December 31, 2008 at amount of Baht 79.67 million and Baht 78.52 million, respectively, for breaching of contract for not transferring a condominium unit (interest that calculated until March 31, 2009 and December 31, 2008 is amount of Baht 17.26 million and Baht 16.11 million, respectively). The subsidiary company, therefore has already recorded the whole amount of this claim into accounts. However the subsidiary has appealed the court’s decision on November 28, 2008 and made the appeal amendment to the Appeal Court on December 30, 2008. Presently, the case is in the hearing process of The Appeal Court

18.2 As per the Board of Director Meeting no. 1/2552 dated January 5, 2009, Chairman of the meeting informed that on August 25, 1995, the subsidiary received deposits for 4 units of condominium at the amount of Baht 20.09 million as per the to purchase and to sell condominium agreement between the subsidiary and an individual person. However, the individual person did not response to the subsidiary letters which were

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY****NOTES TO INTERIM FINANCIAL STATEMENTS****MARCH 31, 2009**

issued on December 15, 1998 and February 25, 1999, respectively to request him to arrange the date of transferring the condominium units. The subsidiary therefore reversed the deposits as other income in year 2002. Later on the individual person has claimed for the deposits and asked the subsidiary to compensate by transferring the two units of condominium no. 984/86 and no. 984/87. To avoid any litigation issue to the subsidiary, the meeting has considered and approved the subsidiary to transfer the mentioned two units of condominium to him at amount of Baht 19.01 million which the amount was quite equal to the deposits received. The subsidiary has already recorded the whole amount of compensation cost into accounts in year 2008. And on February 24, 2009 the Company has already transferred the mentioned two units of condominium to the authorized of the individual person.

**19. Register Capital**

According to the minutes of the Extraordinary Shareholders' Meeting, held on June 20, 2007, the Company approved to increase registered capital from 710 million shares to 1,065 million shares by issuing ordinary shares of 355 million shares at par value of Baht 1 totaling amount Baht 355 million registered capital. The authorized share capital after increase are Baht 1,065 million and offer right to the Company for reserve purchase ordinary share in proportion 2 former shares per 1 increase share. The existing shareholders could subscribe for additional new shares over their right at Baht 0.75 per share as well (totaling Baht 266.25 million).

The Company has already received the increased share capital of Baht 266.25 million, which are consisted of share capital amount of Baht 355 million and discount on common share amount of Baht 88.75 million.

The Company registered the increase in registered share capital and paid-up share capital with the Ministry of Commerce on July 2, 2007 and July 25, 2007, respectively.

**20. Other income**

For the three month ended March 31, 2009 and 2008 details of financial information shown other income consist of:-

	(Unit : Thousand Baht)			
	Consolidated		Separate	
	2009	2008	2009	2008
Gain on exchange rate	-	59,626	-	59,626
Income from sales scrap	14,000	20,790	14,000	20,790
Other income	3,390	3,895	5,784	6,482
<b>Total</b>	<b>17,390</b>	<b>84,311</b>	<b>19,784</b>	<b>86,898</b>

**21. Corporate Income Tax**

The Company has no income tax payable for the year because of the utilization of tax from deficit of the previous years.

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**

**NOTES TO INTERIM FINANCIAL STATEMENTS**

**MARCH 31, 2009**

**22. Earnings per Share**

Basic earnings per Share

The calculation of basic earnings per share of the consolidated and separate financial statements for the three-month periods ended March 31, 2009 and 2008 was based on the profit (loss) for the period attributable to equity holders of the company.

Net profit (loss) for the period.

	(Million Baht)			
	Consolidated		Separate	
	2009	2008	2009	2008
For the three-month period ended March 31,	(34.38)	209.34	(38.12)	212.24

Weighted average number of ordinary shares (Basic)

	(Million shares)	
	Consolidated / Separate	
	March 31,	
	2008	2007
Number of ordinary shares outstanding at the beginning	1,065	1,065
Effect of ordinary shares issued during the period	-	-
Weighted average number of ordinary shares outstanding during the period (Basic)	1,065	1,065

## THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

## NOTES TO INTERIM FINANCIAL STATEMENTS

MARCH 31, 2009

**23. Promotional Privileges**

By virtue of the provisions of the Industrial Investment Promotion Act B.E. 2520 for production and distribution of films, the Company was granted certain promotional privileges, which include, among others, exemption from custom duties on imported raw material and machinery needed for the promoted products, corporate income tax from taxable income equivalent to 5% of the incremental amount of export sales over prior year for 10 years and exemption from corporate income tax of certain film production for a period of 3 years and 8 years.

Results of the Company’s operations for three month ended March 31, 2009 and 2008, classified into promoted and non-promoted are as follows :-

	(Unit : Thousand Baht)		
	2009		
	Promoted Business	Non-promoted Business	Total
Revenues			
- Export Sales	-	595	595
- Local Sales	-	310	310
- Other Income	-	20	20
Total	-	925	925
Costs and Expenses	-	(963)	(963)
Net Loss	-	(38)	(38)

	(Unit :Thousand Baht)		
	2008		
	Promoted Business	Non-promoted Business	Total
Revenues			
- Export Sales	-	1,242	1,242
- Local Sales	-	441	441
- Other Income	-	87	87
Total	-	1,770	1,770
Costs and Expenses	-	(1,558)	(1,558)
Net Profit	-	212	212

Direct costs and expenses are charged to the related business as incurred, while indirect expenses are allocated to each business based on each business revenues.

## THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY

## NOTES TO INTERIM FINANCIAL STATEMENTS

MARCH 31, 2009

**24. Disclosure of Segment Business Operation**

The Company and subsidiary company engaged in mainly in manufacturing of packaging film and business activity in real estate development and sale condominium units.

For the three month ended March 31, 2009 and 2008 details of financial information shown separately for the business segments are as follows:-

	(Unit: Million Baht)					
	Consolidated					
	Film		Condominium		Total	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
Revenue From Sales -Local	310	441	-	4	310	445
Revenue From Sales -Foreign	595	1,242	-	-	595	1,242
Total	905	1,683	-	4	905	1,687
Gross Profit	86	280	-	1	86	281
Profit (loss) before share of loss from investment recorded using the equity method	(29)	212	(5)	(3)	(34)	209
Share of loss from investment recorded using the equity method	-	-	-	-	-	-
Gain on sale investment in Associated Company	-	-	-	-	-	-
Net Profit (loss)	(29)	212	(5)	(3)	(34)	209

“UNAUDITED”

“REVIEWED”

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**

**NOTES TO INTERIM FINANCIAL STATEMENTS**

**MARCH 31, 2009**

For the three month period ended March 31, 2009 and 2008 details of financial information shown separately for the geographical segments are as follows:-

	(Unit: Million Baht)				
	Bopp.	Polyester	Cpp.	Metallized	Total
<u>Year 2009</u>					
Revenue from sales -Local	262	18	26	4	310
Revenue from sales -Foreign					
Asia	392	17	1	9	419
Europe	58	-	-	2	60
American	80	-	-	-	80
Other	33	1	1	1	36
<b>Total</b>	<b>825</b>	<b>36</b>	<b>28</b>	<b>16</b>	<b>905</b>
<u>Year 2008</u>					
Revenue from sales -Local	390	23	25	3	441
Revenue from sales -Foreign					
Asia	710	7	2	26	745
Europe	180	14	-	-	194
American	181	-	-	-	181
Other	116	-	1	5	122
<b>Total</b>	<b>1,577</b>	<b>44</b>	<b>28</b>	<b>34</b>	<b>1,683</b>

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**  
**NOTES TO INTERIM FINANCIAL STATEMENTS**  
**MARCH 31, 2009**

**25. Expenses by nature**

For the three month ended March 31, 2009 and 2008 details of significant expenses by nature are as follows:-

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Salary and wages and other employee benefits	65,589	71,299	65,488	71,197
Depreciation	27,278	26,875	27,195	26,781
Amortization	21,644	21,493	21,644	21,493
Shut down expenses	14,668	3,311	14,668	3,311
Raw materials and consumables used	637,059	1,244,152	637,059	1,244,152
Changes in inventories of finished goods and work in process	11,854	(8,783)	11,854	(8,783)
Loss on impairment of investment in subsidiary company	-	-	9,000	-
Compensation for the claim	1,154	-	-	-
Loss on exchange rate	3,432	-	3,432	-

**26. Commitments and Contingent Liabilities**

As at March 31, 2009 in addition to the liabilities reflected in the balance sheets, Thai Film Industries Public Company Limited and its subsidiary companies still have of obligations and contingent liabilities as follows: -

- THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED

26.1 Had outstanding bank guarantees issued on behalf of the Company and for which it is contingently liabilities to the Customs Department, Tobacco Monopoly, Metropolitan Electricity Authority and the Provincial Electricity Authority amounting to approximately Baht 17.21 million.

26.2 Had unused letters of credit, liabilities under trust receipts and Promissory notes in amount of approximately Baht 153.85 million.

26.3 The Company has export guaranteed entered into with a commercial bank to guarantee against the risk in receiving the payment of exporting goods for leave from the purchaser or the purchaser's bank overseas. The Company holds the right to the export guaranteed at Baht 38.94 million.

26.4 Was a defendant in a legal case with a claim for an additional assessment of electricity expense by approximately Baht 12.80 million. The Appeal Court judged to dismiss a case on January 20, 2005 and the plaintiff applied by appeal to

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY****NOTES TO INTERIM FINANCIAL STATEMENTS****MARCH 31, 2009**

the Supreme Court on March 10, 2005. Presently, prosecutor has been filling the petition to the Supreme Court and in the hearing process of the Supreme Court. The opinion of management believed that the deciding of the court will be in advantage to the Company. Therefore, the Company has not made any provision in the accounts in respect of the claim.

26.5 On May 8, 2008 the Company was sued by a bank as the third defendant under the pledging the shares of an associated company as collateral for loan and interest of an associated company totaling Baht 839.42 million. As the negotiation at the court on November 3, 2008 and on December 15, 2008 and on February 27, 2009 between the plaintiff and the defendants resulted that the negotiation is in progress and the case shall be negotiated. Then the plaintiff and the defendants have agreed to make another negotiation on June 19, 2009 and postpone to settle an issue in court and to investigate the filing case on June 26, 2009. However the Company has sued against the mentioned bank as the first defendant and Thai Asset Management Corporation as the second defendant in the Civil Court case number black case file 3210/2550 seeking the payment for alleged breach of the pledge of shares agreement of an associated company of Baht 369.60 million, including the request for releasing the pledged shares of the mentioned associated company totaling 60 million shares to the Company. As the fact that the Company sued against the bank, the Company pledged the shares as collateral for the period of 4 years and it was not a guarantor of loan. The loan repayment period was 10 years which the grace period for 3.5 years and the loan will be paid within 6.5 years. On September 16, 2008, the Civil Court passed judgment that the mentioned litigation case should be dismissed, the Company, therefore has appealed the Court's decision on October 30, 2008. Presently, the case is in the hearing process of the Appeal Court. The Company's lawyer opined that the outcome of the appeal shall be advantage to the Company.

**RIVERSIDE TOWER COMPANY LIMITED**

26.6 Had outstanding bank guarantees issued on behalf of the Company and for which it is contingently liabilities to the Metropolitan Electricity Authority in amount of Baht 0.02 million.

26.7 During 2003, the subsidiary company required a commercial bank to issue a letter of guarantee to South Bangkok Civil court for the amount of Baht 0.79 million in order to secure a relief of enforcement during the appeal of court case in which the subsidiary company was sued for claimant of money placed for operation guarantee by a contractor.

26.8 The subsidiary company has the liabilities that may incur from the prosecuted legal cases as follows:-

- Since 2000 the subsidiary company was prosecuted for indemnification from breach of contract because it transferred the common area to outsider. The Appeal Court adjudicated for the subsidiary company to register the transfer of the ownership in the said asset to the plaintiff. If the transfer could not be proceeding, the consideration fee of Baht 1.40 million must be paid. On July 25, 2005 the company has filed a petition to the Supreme Court to reverse the adjudication of the Appeal Court. At the time being, the case is in the hearing process of the Supreme Court.

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY**

**NOTES TO INTERIM FINANCIAL STATEMENTS**

**MARCH 31, 2009**

- The subsidiary company had a disagreement of an engagement contract, who sued the subsidiary company to claim for the money placed to secure the purchase and installation of glasses under the purchase contract to acquire materials and instruments for aluminum and glasses work in 32 storey residential condominium Project–Riverside Condominium for the amount of Baht 0.56 million. At the same time, the subsidiary company in turn sued for indemnification from the condition of the merchandises as the result of the operation of the plaintiff for the amount of Baht 0.92 million. At the time being, the South Bangkok Civil Court adjudicated for the subsidiary company to pay Baht 0.50 million together with 7.5% interest per annum calculating from October 29, 1996 until the whole amount has been paid to the plaintiff and the interest prior to the prosecution at not more than Baht 0.07 million. The subsidiary company then would proceed with submission of petition to the Supreme Court on December 2, 2005 and at the time being the case is in the hearing process of the Supreme Court.

**27. Financial Instruments**

Policy to manage financial risk

The Company possesses risk regarding to the change of market interest rate and in currency exchange rate and from nonperformance of contractual obligations by counter parties. The Company will consider using derivative instruments, as and when it considers appropriating to manager such risks. However, the Company does not hold any policy to hold or issue any financial instruments for speculation or for trading.

Risk on Interest Rate

Risk on interest rates is derived from the change of the market interest rate in the future, which will affect upon the Company operating results and cash flows, because the Company has deposits and loans from financial institutions however this financial assets and liabilities bear interest rates comparable to market interest rates. The Company believes that no material risk derived from interest rates.

Risk on Exchange Rate

Risks on exchange rates mainly involve with sales of goods and imports of raw material because of business transaction are foreign currencies. As at March 31, 2009 and December 31, 2008 the Company possessed material assets and liabilities in foreign currencies as follows:-

	Foreign Currency	(Unit: Thousand)	
		As at March 31, 2009	As at December 31, 2008
Assets	US Dollar	5,174	2,535
	EURO	498	508
	GBP	71	119
Liabilities	US Dollar	11,073	20,478
	EURO	119	105
	JPY	27,491	57,064

As at March 31, 2009 the Company did not have any outstanding of forward contract.

**THAI FILM INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY****NOTES TO INTERIM FINANCIAL STATEMENTS****MARCH 31, 2009**Credit Risk

The Company has risk on credit regarding to trade accounts receivable which the counter party unaffordable or unwillingly follow the agreements. However the Company pursues conservative lending policy and the numbers of debtors are several, the Company does not anticipate any material damage from debt collections.

Fair Value

Since the most of the financial assets and liabilities are short-term and loans bearing interest rates closed to market rates, the Company management believes such book value of the financial assets and liabilities are presented in value not materially different from relevant fair value.

**28. Capital management**

The primary objectives of the Company’s and its subsidiaries’ capital management are to maintain their abilities to continue as a going concern and to maintain an appropriate capital structure.

As at March 31, 2009 and December 31, 2008, debt to equity ratio in the consolidated financial statements is 2.07 and 1.92, respectively (the separate financial statements: debt to equity ratio is 1.97 and 1.81, respectively).

**29. Subsequent event**

At the Board of Directors’ Meeting No.7/2009 on April 29, 2009, the directors has acknowledged the proposal dated April 28, 2009 issued by Lakewood Land Company Limited and/or Ms. Usana Mahagitsiri (“the Tender Offeror”), who are major shareholders of the Company, that they will propose to purchase all shares of the Company by making a Voluntary Tender Offer for 268,066,531 shares , equivalent to 25.17 percent of the total issued shares of the Company, at Baht 1.00 per share. For this Voluntary Tender Offer, the Tender Offeror has further informed to the Company that the Tender Offeror has a plan to delist all shares of the Company from the Stock Exchange of Thailand if after this Voluntary Tender Offer, the Tender Offeror and the major shareholders group holds over 90 percent of the total issued shares of the Company.

The Company will pursue the delisting of the Company shares from the SET under the approval of the Shareholders’ Meeting as resolved by the vote of not less than three quarters of all the Company shares sold which are cast by the attending shareholders or their proxies (if any) who have voting rights, provided that the approval of delisting of the Company shares shall not be objected to by Shareholders’ holding more than 10% of all the Company shares sold.

**30. Approval of Financial Statements**

Board of Directors of the Thai Film Industries Public Company Limited has approved these financial statements on May 11, 2009.