

LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
BALANCE SHEETS  
AS AT 31<sup>st</sup> DECEMBER 1998 AND 1997

Assets	Note	Consolidated		Parent company	
		1998 (Baht)	1997 (Baht)	1998 (Baht)	1997 (Baht)
Current assets					
Cash in hand and at banks		307,768,398.22	190,042,540.83	262,103,064.52	122,691,741.20
Short-term investments		2,824,056.80	15,394,977.00	2,824,056.80	15,394,977.00
Trade accounts and notes receivable	4	170,347,454.28	200,161,598.87	92,820,259.19	70,320,587.83
Short-term loans to related parties	5	757,489,993.30	1,374,568,800.00	1,160,767,500.15	1,945,768,800.00
Inventories	6	22,640,481,452.97	27,720,980,270.75	19,688,580,883.51	24,126,326,937.63
Other current assets					
Deposit		146,434,939.47	109,267,137.80	140,107,295.63	104,741,854.64
Others		215,694,788.13	199,767,288.83	235,976,081.38	189,054,964.18
Total current assets		24,241,041,083.17	29,810,182,614.08	21,583,179,141.18	26,574,300,132.48
Investments and loans					
Related parties	7	1,819,294,715.05	2,900,785,638.16	2,676,180,207.31	3,969,790,676.73
Other company and warrants		2,406,676,939.10	2,479,897,978.25	2,340,728,622.60	2,254,929,920.50
Land under contracts to buy and to sell	8	282,450,000.00	282,450,000.00	282,450,000.00	282,450,000.00
Property, plant and equipment-net		1,111,180,317.59	1,266,929,144.05	622,400,315.01	696,076,114.64
Other assets					
Deferred expense		788,284,831.09	1,090,452,270.61	569,694,326.59	850,079,545.34
Others		200,728,995.59	160,659,985.22	686,768.73	378,088.96
Total assets		30,849,656,881.59	37,991,357,630.37	28,075,319,381.42	34,628,004,478.65

Notes to financial statements are parts of these financial statements.

Liabilities and shareholders' equity	Note	Consolidated		Parent company	
		1998 (Baht)	1997 (Baht)	1998 (Baht)	1997 (Baht)
Current liabilities					
Bank overdrafts and loans from financial institution	9	12,216,279,654.67	12,680,224,032.51	11,628,853,321.11	11,185,619,497.41
Trade accounts payable		85,782,656.57	116,789,552.15	11,599,495.62	19,983,925.92
Trade notes payable	10	57,052,828.00	263,376,557.00	57,016,750.00	218,799,000.00
Current portion of long-term debt					
Long-term loans	13	2,370,176,773.82	1,065,310,745.85	2,011,420,719.83	504,745,392.00
Debentures - domestic	14	0.00	2,000,000,000.00	0.00	2,000,000,000.00
Short-term loans from related parties	11	587,287.67	57,110,352.89	87,850,000.00	239,250,000.00
Other current liabilities	12	1,489,267,090.47	1,565,010,493.07	1,489,267,090.47	1,565,010,493.07
Other payables		765,493,294.14	1,437,484,132.55	634,513,491.62	1,212,479,055.57
Unearned revenue		642,731,340.58	358,727,911.71	467,397,604.18	298,082,566.03
Others		147,049,692.50	243,188,763.15	123,549,744.98	151,801,597.57
Total current liabilities		17,774,420,618.42	19,787,222,540.88	16,511,468,217.81	17,395,771,527.57
Long-term liabilities					
Long-term loans	13	4,904,819,229.12	7,069,782,269.91	3,416,980,786.33	6,404,964,945.56
Convertible debentures - Overseas	15	204,951,600.00	204,951,600.00	204,951,600.00	204,951,600.00
Other liabilities					
Excess loss from investments in subsidiaries and offshoots	7	79,044,905.70	0.00	295,757,483.75	0.00
Others		1,762,539.62	1,287,182.53	0.00	0.00
Total liabilities		22,964,998,892.86	27,063,243,593.32	20,429,158,087.89	24,005,688,073.13
Minority shareholders' interest		238,496,695.20	304,838,008.24	0.00	0.00
Shareholders' equity					
Share capital					
Authorized share capital					
500,000,000 common shares of Baht 10 each			5,000,000,000.00		5,000,000,000.00
850,000,000 common shares of Baht 10 each		8,500,000,000.00		8,500,000,000.00	
Paid-in capital					
341,494,959 common shares of Baht 10 each			3,414,949,590.00		3,414,949,590.00
351,155,650 common shares of Baht 10 each		3,511,556,500.00		3,511,556,500.00	
Warrants to buy 9,999,600 common shares	14	-	0.00	-	0.00
Paid-in capital					
Premium on share capital		7,630,278,130.00	7,630,278,130.00	7,630,278,130.00	7,630,278,130.00
Retained earnings					
Appropriated					
Legal reserve		162,241,247.00	162,241,247.00	162,241,247.00	162,241,247.00
Unappropriated		(2,577,232,750.73)	101,589,148.77	(2,577,232,750.73)	100,629,525.48
Unrealized losses on non-current marketable equity securities	7.3	(1,080,681,832.74)	(685,782,086.96)	(1,080,681,832.74)	(685,782,086.96)
Total shareholders' equity		7,646,161,293.53	10,623,276,028.81	7,646,161,293.53	10,622,316,405.52
Total liabilities and shareholders' equity		30,849,656,881.59	37,991,357,630.37	28,075,319,381.42	34,628,004,478.65

LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF INCOME  
FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 1998 AND 1997

	Note	Consolidated		Parent company	
		1998 (Baht)	1997 (Baht)	1998 (Baht)	1997 (Baht)
Revenues					
Sales		8,390,933,165.92	10,884,366,075.37	6,711,927,059.93	8,543,224,613.83
Other income					
Gain (loss) from investments in subsidiaries and affiliates		(273,810,127.49)	(895,930,317.06)	(855,187,250.94)	(1,213,354,710.00)
Gain from sales of investment		1,720,006,108.17	(85,595,532.87)	1,690,952,418.50	(69,228,807.67)
Others		437,957,303.46	236,419,042.61	461,020,404.80	273,959,454.61
Total revenues		10,275,086,450.06	10,139,259,268.05	8,008,712,632.29	7,534,600,550.77
Expenses					
Cost of sales and hire of works		6,251,362,510.92	7,071,207,718.28	4,918,815,397.54	5,553,038,894.39
Selling and administrative expenses		5,545,769,091.78	1,999,582,275.41	4,723,707,318.05	1,523,103,284.13
Interest expenses		978,928,816.77	619,980,964.92	751,471,756.59	449,275,571.33
Loss from impairment of assets		132,110,931.77	2,140,705,372.14	125,641,704.01	1,833,769,297.45
Total expenses		12,908,171,351.24	11,831,476,330.75	10,519,636,176.19	9,359,187,047.30
Profit (Loss) before tax and extraordinary items		(2,633,084,901.18)	(1,692,217,062.70)	(2,510,923,543.90)	(1,824,586,496.53)
Income tax		(3,159,907.74)	(8,179,736.69)	0.00	0.00
Profit (Loss) including minority shareholders' interest		(2,636,244,808.92)	(1,700,396,799.39)	(2,510,923,543.90)	(1,824,586,496.53)
Less Net profit (Losses) of minority shareholders' interest		124,361,641.73	22,503,992.66	0.00	0.00
Profit (Loss) before extraordinary items		(2,511,883,167.19)	(1,677,892,806.73)	(2,510,923,543.90)	(1,824,586,496.53)
Extraordinary items	17	0.00	(4,925,367,237.42)	0.00	(4,707,132,280.83)
Less Minority shareholders' interest		0.00	71,401,790.27	0.00	0.00
Net (from minority shareholders' interest)		0.00	(4,853,965,447.15)	0.00	(4,707,132,280.83)
Net profit (loss)		(2,511,883,167.19)	(6,531,858,253.88)	(2,510,923,543.90)	(6,531,718,777.36)
Earnings per share					
Profit (Loss) before extraordinary items		(7.18)	(6.63)	(7.17)	(7.21)
Net extraordinary items (from minority shareholders' interest)		0.00	(19.17)	0.00	(18.59)
Net profit (Loss)		(7.18)	(25.80)	(7.17)	(25.80)

Notes to financial statements are parts of these financial statements.