

LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS

AS AT 31st MARCH 2004 (UNAUDITED/REVIEWED ONLY)

AND AS AT 31st DECEMBER 2003 (AUDITED)

Assets	Note	Consolidated		Parent company	
		(Thousand Baht)		(Thousand Baht)	
		31st March 2004	31st December 2003	31st March 2004	31st December 2003
			(Adjustment)		(Adjustment)
<b>Current assets</b>					
Cash and cash equivalents		3,971,042	367,054	3,869,404	188,977
Short-term investments	3	1,670,000	1,500,000	1,670,000	1,500,000
Trade accounts and notes					
receivable - net		390,000	200,282	376,336	185,396
Short-term loans to related parties	4	0	0	2,630,335	2,323,535
Inventories	5	21,739,247	19,847,335	17,150,291	15,726,430
Other current assets					
Accrued interest income - net		0	12	37,277	13,849
Withholding income tax		54,195	53,121	31,099	31,099
Other receivables	26.4	846,422	864,525	846,422	864,525
Others		432,582	435,071	347,274	399,569
<b>Total current assets</b>		<b>29,103,488</b>	<b>23,267,400</b>	<b>26,958,438</b>	<b>21,233,380</b>
<b>Non-current assets</b>					
Investments in subsidiaries and					
affiliates	6	3,261,265	3,079,247	4,394,250	4,181,365
Long-term investments	7	3,923,891	4,650,698	3,698,080	4,424,839
Land under contracts to buy					
and to sell		226,000	226,000	226,000	226,000
Property, plant and equipment - net	8	249,455	237,032	198,118	189,650
Other non-current assets		114,436	123,199	17,928	22,318
<b>Total non-current assets</b>		<b>7,775,047</b>	<b>8,316,176</b>	<b>8,534,376</b>	<b>9,044,172</b>
<b>Total assets</b>		<b>36,878,535</b>	<b>31,583,576</b>	<b>35,492,814</b>	<b>30,277,552</b>

Notes to financial statements are parts of these financial statements.

LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS (Cont.)

AS AT 31st MARCH 2004 (UNAUDITED/REVIEWED ONLY)

AND AS AT 31st DECEMBER 2003 (AUDITED)

	Note	Consolidated		Parent company	
		(Thousand Baht)		(Thousand Baht)	
		31st March 2004	31st December 2003	31st March 2004	31st December 2003
			(Adjustment)		(Adjustment)
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Banks overdraft and short-term loans					
from financial institutions	9	1,645,626	1,473,113	1,645,110	1,467,301
Trade accounts and notes payable		865,460	519,345	630,101	386,649
Current portion of long-term debts	10, 11	1,215,000	1,015,000	1,215,000	1,015,000
Short-term loans from related parties		1,025	1,025	0	0
Other current liabilities					
Unearned revenue		236,824	282,078	226,276	273,893
Accrued income tax		1,054,471	682,579	1,046,015	675,705
Accrued dividend payment		5,434,436	0	5,434,436	0
Others		571,377	754,754	483,176	688,632
<b>Total current liabilities</b>		<b>11,024,219</b>	<b>4,727,894</b>	<b>10,680,114</b>	<b>4,507,180</b>
<b>Non-current liabilities</b>					
Long-term loans	10	2,801,327	3,158,053	1,957,058	2,257,058
Domestic debentures	11	3,656,250	870,000	3,656,250	870,000
Other non-current liabilities					
Excess loss from investments					
in subsidiaries and affiliates	6.1.2	0	0	21,341	13,932
Others		68,020	63,331	0	0
<b>Total non-current liabilities</b>		<b>6,525,597</b>	<b>4,091,384</b>	<b>5,634,649</b>	<b>3,140,990</b>
<b>Total liabilities</b>		<b>17,549,816</b>	<b>8,819,278</b>	<b>16,314,763</b>	<b>7,648,170</b>

**LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES**

**BALANCE SHEETS (Cont.)**

**AS AT 31st MARCH 2004 (UNAUDITED/REVIEWED ONLY)**

**AND AS AT 31st DECEMBER 2003 (AUDITED)**

	Note	Consolidated		Parent company	
		(Thousand Baht)		(Thousand Baht)	
		31st March 2004	31st December 2003	31st March 2004	31st December 2003
<b>Liabilities and shareholders' equity (cont.)</b>			(Adjustment)		(Adjustment)
<b>Shareholders' equity</b>					
Share capital					
Authorized share capital					
10,806,737,200 common shares					
of Baht 1 each		10,806,737	10,806,737	10,806,737	10,806,737
Issued and paid-up share capital					
7,763,480,589 common shares					
of Baht 1 each		7,763,481		7,763,481	
7,107,565,933 common shares					
of Baht 1 each			7,107,566		7,107,566
Paid-in capital					
Premium on share capital		8,289,483	7,386,019	8,289,483	7,386,019
Retained earnings					
Appropriated					
Legal reserve	13	561,117	500,548	561,117	500,548
Unappropriated		1,266,848	5,550,466	1,266,848	5,550,466
Other paid-in capital					
Revaluation increment in assets	14	130,017	132,305	130,017	132,305
Unrealized gain (loss) of					
investments	15	1,167,105	1,952,478	1,167,105	1,952,478
<b>Total shareholders' equity</b>		<b>19,178,051</b>	<b>22,629,382</b>	<b>19,178,051</b>	<b>22,629,382</b>
Minority interest		150,668	134,916	0	0
<b>Total shareholders' equity</b>		<b>19,328,719</b>	<b>22,764,298</b>	<b>19,178,051</b>	<b>22,629,382</b>
<b>and minority interest</b>		<b>19,328,719</b>	<b>22,764,298</b>	<b>19,178,051</b>	<b>22,629,382</b>
<b>Total liabilities and shareholders' equity</b>		<b>36,878,535</b>	<b>31,583,576</b>	<b>35,492,814</b>	<b>30,277,552</b>

Notes to financial statements are parts of these financial statements.

**LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES**

**STATEMENTS OF INCOME**

**FOR THREE MONTHS ENDED 31st MARCH 2004 AND 2003**

**(UNAUDITED/REVIEWED ONLY)**

	Note	Consolidated		Parent company	
		2004 (Thousand Baht)	2003	2004 (Thousand Baht)	2003
<b>Revenues</b>					
Sales and hire of works		3,252,924	3,978,839	3,029,523	3,653,432
Other income					
Gain from sales of investment		452,379	76,252	452,381	76,252
Dividend income		51,859	21,420	51,858	0
Others		153,405	49,168	176,845	41,098
Equity gain from investments in subsidiaries and affiliates		82,190	101,154	109,154	180,141
Total revenues		<u>3,992,757</u>	<u>4,226,833</u>	<u>3,819,761</u>	<u>3,950,923</u>
<b>Expenses</b>					
Cost of sales and hire of works		1,995,715	2,477,296	1,825,901	2,226,094
Selling and administrative expenses		231,071	185,845	211,834	174,507
Specific business tax		118,679	5,043	112,688	4,111
Loss from cancel of project		0	72,067	0	72,067
Loss from exchange rate		18,103	0	18,103	0
Equity loss from investments in subsidiaries and affiliates		1,253	3,107	21,068	4,128
Total expenses		<u>2,364,821</u>	<u>2,743,358</u>	<u>2,189,594</u>	<u>2,480,907</u>
Profit before interest expenses and income tax		1,627,936	1,483,475	1,630,167	1,470,016
Interest expenses		(11,897)	(29,043)	(18,182)	(29,668)
Income tax		(402,401)	(352,312)	(400,599)	(348,038)

LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF INCOME (Cont.)

FOR THREE MONTHS ENDED 31st MARCH 2004 AND 2003

(UNAUDITED/REVIEWED ONLY)

	Note	Consolidated		Parent company	
		2004 (Thousand Baht)	2003	2004 (Thousand Baht)	2003
Profit after income tax		1,213,638	1,102,120	1,211,386	1,092,310
Net profit of minority interest		(2,252)	(9,810)	0	0
Net profit		<u>1,211,386</u>	<u>1,092,310</u>	<u>1,211,386</u>	<u>1,092,310</u>
<b>Basic earnings per share (Baht/share)</b>					
Profit before extraordinary items		0.17	0.17	0.17	0.17
<b>Diluted earnings per share (Baht/share) 17</b>					
Profit before extraordinary items		0.14	0.13	0.14	0.13

Notes to financial statements are parts of these financial statements.

**LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THREE MONTHS ENDED 31st MARCH 2004 AND 2003**  
**(UNAUDITED/REVIEWED ONLY)**

<b>Parent company</b>		(Unit : Thousand Baht)					
Note	Issued and paid-up share capital	Premium on share capital	Legal reserve	Retained earnings (Deficit)	Revaluation increment in assets	Unrealized gain on non-current marketable securities	Total
Balance as at 1st January 2003	6,450,141	6,463,926	191,006	3,412,733	117,161	1,360,527	17,995,494
Retained earnings adjustment	0	0	0	62,760	0	69,343	132,103
Balance after adjustment	6,450,141	6,463,926	191,006	3,475,493	117,161	1,429,870	18,127,597
Revaluation increment in assets	0	0	0	0	11,043	0	11,043
Unrealized gain on non-current marketable securities	0	0	0	0	0	(368,471)	(368,471)
Dividend paid	0	0	0	(661,833)	0	0	(661,833)
Net profit	0	0	0	1,092,310	0	0	1,092,310
Warrants - purchase ordinary shares	168,186	182,089	0	0	0	0	350,275
Legal reserve	0	0	58,595	(58,595)	0	0	0
Balance as at 31st March 2003	6,618,327	6,646,015	249,601	3,847,375	128,204	1,061,399	18,550,921
Balance as at 1st January 2004	7,107,566	7,386,019	500,548	5,531,970	132,305	1,972,524	22,630,932
Retained earnings adjustment	0	0	0	18,497	0	(20,046)	(1,549)
Balance after adjustment	7,107,566	7,386,019	500,548	5,550,467	132,305	1,952,478	22,629,383
Revaluation increment in assets	0	0	0	0	(2,288)	0	(2,288)
Unrealized gain on non-current marketable securities	0	0	0	0	0	(785,373)	(785,373)
Dividend paid	0	0	0	(5,434,436)	0	0	(5,434,436)
Net profit	0	0	0	1,211,386	0	0	1,211,386
Warrants - purchase ordinary shares	655,915	903,464	0	0	0	0	1,559,379
Legal reserve	0	0	60,569	(60,569)	0	0	0
Balance as at 31st March 2004	7,763,481	8,289,483	561,117	1,266,848	130,017	1,167,105	19,178,051

Notes to financial statements are parts of these financial statements.

**LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THREE MONTHS ENDED 31st MARCH 2004 AND 2003**  
**(UNAUDITED/REVIEWED ONLY)**

Consolidated

(Unit : Thousand Baht)

Note	Issued and paid-up share capital	Premium on share capital	Legal reserve	Retained earnings (Deficit)	Revaluation increment in assets	Unrealized gain on non-current marketable securities	Minority interest	Total
Balance as at 1st January 2003	6,450,141	6,463,926	191,006	3,412,733	117,161	1,360,527	105,419	18,100,913
Retained earnings adjustment	0	0	0	62,760	0	69,343	0	132,103
Balance after adjustment	6,450,141	6,463,926	191,006	3,475,493	117,161	1,429,870	105,419	18,233,016
Revaluation increment in asset:	0	0	0	0	11,043	0	0	11,043
Unrealized gain on non-current marketable securities:	0	0	0	0	0	(368,471)	9,811	(358,660)
Dividend paid	18	0	0	(661,833)	0	0	0	(661,833)
Net profit	0	0	0	1,092,310	0	0	0	1,092,310
Warrants - purchase ordinary share	168,186	182,089	0	0	0	0	0	350,275
Legal reserve	0	0	58,595	(58,595)	0	0	0	0
Balance as at 31st March 2003	6,618,327	6,646,015	249,601	3,847,375	128,204	1,061,399	115,230	18,666,151
Balance as at 1st January 2004	7,107,566	7,386,019	500,548	5,531,970	132,305	1,972,524	134,916	22,765,848
Retained earnings adjustment	0	0	0	18,497	0	(20,046)	0	(1,549)
Balance after adjustment	7,107,566	7,386,019	500,548	5,550,467	132,305	1,952,478	134,916	22,764,299
Revaluation increment in asset:	0	0	0	0	(2,288)	0	0	(2,288)
Unrealized gain on non-current marketable securities:	0	0	0	0	0	(785,373)	0	(785,373)
Dividend paid	18	0	0	(5,434,436)	0	0	0	(5,434,436)
Net profit	0	0	0	1,211,386	0	0	15,752	1,227,138
Warrants - purchase ordinary share	655,915	903,464	0	0	0	0	0	1,559,379
Legal reserve	0	0	60,569	(60,569)	0	0	0	0
Balance as at 31st March 2004	7,763,481	8,289,483	561,117	1,266,848	130,017	1,167,105	150,668	19,328,719

Notes to financial statements are parts of these financial statement

**LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF CASH FLOWS**  
**FOR THREE MONTHS ENDED 31st MARCH 2004 AND 2003**  
**(UNAUDITED/REVIEWED ONLY)**

	Consolidated		Parent company	
	2004 (Thousand Baht)	2003 (Adjustment)	2004 (Thousand Baht)	2003 (Adjustment)
<b>Cash flows from operating activities</b>				
Net profit (loss)	1,211,386	1,092,310	1,211,386	1,092,310
Minority interest	2,252	9,810	0	0
Adjustments of net profit to cash receipt (disbursement) from operations				
Depreciation	26,934	29,530	25,061	25,322
Dividend income	(51,859)	(21,420)	(51,858)	0
Equity loss from investments in subsidiaries and affiliates	1,253	3,107	21,068	4,128
Equity (gain) from investments in subsidiaries and affiliates	(82,190)	(101,154)	(109,154)	(180,141)
Doubtful accounts	(72,500)	(3,750)	(72,500)	(3,750)
(Gain) Loss from sales of investments	(452,379)	(76,252)	(452,381)	(76,252)
(Gain) Loss from unuse of assets	(5)	117	(5)	114
(Gain) Loss from exchange rate	18,103	0	18,103	0
Decrease (Increase) in accounts and notes receivable	(189,718)	(158,518)	(190,940)	(165,154)
Decrease (Increase) in inventories	(1,944,651)	(249,558)	(1,423,860)	(192,795)
Decrease (Increase) in other current assets	26,551	(11,606)	53,992	117,160
Decrease (Increase) in other non-current assets	8,762	(405)	4,390	661
Increase (Decrease) in accounts and notes payables	346,114	(44,971)	243,451	(29,717)
Increase (Decrease) in other current liabilities	143,261	202,979	97,074	206,072
Increase (Decrease) in other non-current liabilities	(15,663)	(3,646)	0	0
<b>Net cash provided by (used in) operating activities</b>	<b>(1,024,349)</b>	<b>666,573</b>	<b>(626,173)</b>	<b>797,958</b>



**LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES**

**STATEMENTS OF CASH FLOWS (Cont.)**

**FOR THREE MONTHS ENDED 31st MARCH 2004 AND 2003**

**(UNAUDITED/REVIEWED ONLY)**

	Consolidated		Parent company	
	2004 (Thousand Baht)	2003 (Adjustment)	2004 (Thousand Baht)	2003 (Adjustment)
<b>Cash flows from investing activities</b>				
Decrease (Increase) in short-term investments	(170,000)	(50,000)	(170,000)	(50,000)
Decrease (Increase) in loans to related parties	72,500	3,750	(234,300)	(194,950)
Cash received from sales of investments in subsidiaries and affiliates	24,310	0	24,310	0
Cash paid for purchase of affiliates	(148,000)	0	(164,500)	
Dividend received from affiliates	9,969	132,090	9,969	132,090
Dividend received from long-term loans	51,859	21,420	51,858	0
Cash received from increase share capital of minority interest	13,500	0	0	0
Cash received from sales of long-term investments	492,191	86,621	492,144	86,621
Cash paid for purchase of long-term investments	(92,795)	(41,953)	(92,795)	(41,953)
Cash received from sales of building and equipment	20	15	20	0
Cash paid for purchase of building and equipment	(40,003)	(44,020)	(33,544)	(41,362)
<b>Net cash provided by (used in) investing activities</b>	<b>213,551</b>	<b>107,923</b>	<b>(116,838)</b>	<b>(109,554)</b>

**LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF CASH FLOWS (Cont.)**  
**FOR THREE MONTHS ENDED 31st MARCH 2004 AND 2003**  
**(UNAUDITED/REVIEWED ONLY)**

	Consolidated		Parent company	
	2004 (Thousand Baht)	2003 (Adjustment)	2004 (Thousand Baht)	2003 (Adjustment)
<b>Cash flows from financing activities</b>				
Increase (Decrease) in banks overdraft and loans from financial institutions	172,513	(256,425)	177,809	(245,124)
Cash paid for domestic debentures	(213,750)	(213,750)	(213,750)	(213,750)
Cash received from issuance of debentures	3,000,000	0	3,000,000	0
(Decrease) in long-term loans	(103,356)	(672,523)	(100,000)	(632,467)
Cash received from exercise of warrants	1,559,379	350,275	1,559,379	350,275
<b>Net cash provided by (used in) financing activities</b>	<b>4,414,786</b>	<b>(792,423)</b>	<b>4,423,438</b>	<b>(741,066)</b>
Net increase in cash and cash equivalents	3,603,988	(17,927)	3,680,427	(52,662)
Cash and cash equivalents, beginning of the period	367,054	401,773	188,977	263,409
Cash and cash equivalents, end of the period	3,971,042	383,846	3,869,404	210,747
<b>Additional disclosure of cash flows information</b>				
Cash paid during the period				
Interest expenses	39,444	129,562	31,813	100,062
Corporate income tax	31,803	39,755	30,290	36,655

Notes to financial statements are parts of these financial statements.