

LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS

AS AT 30th JUNE 2005 (UNAUDITED/REVIEWED ONLY)

AND AS AT 31st DECEMBER 2004 (AUDITED)

Assets	Note	Consolidated		Parent company	
		(Thousand Baht)		(Thousand Baht)	
		30th June 2005	31st December 2004	30th June 2005	31st December 2004
Current assets					
Cash and cash equivalents		967,515	728,805	614,346	419,934
Short-term investments		3,279,000	600,000	3,149,000	600,000
Short-term loans to related parties	3	0	0	4,044,745	3,803,245
Inventories	4	23,350,202	22,579,649	16,822,323	16,224,854
Other current assets					
Accrued interest income - net		0	0	123,137	76,501
Withholding income tax		52,747	32,961	0	0
Others		231,294	243,632	114,508	130,240
Total current assets		27,880,758	24,185,047	24,868,059	21,254,774
Non-current assets					
Investments in subsidiaries and affiliates	5	7,743,829	6,989,020	10,244,676	8,672,503
Long-term investments	6	1,182,462	1,656,437	956,724	1,430,652
Land held for development	4	2,462,584	3,378,697	2,050,379	3,022,235
Land under contracts to buy and to sell		226,000	226,000	226,000	226,000
Property, plant and equipment - net	7	353,853	324,599	260,390	244,194
Leasehold land	5.1.5	402,987	0	0	0
Other non-current assets		72,165	85,458	6,315	7,800
Total non-current assets		12,443,880	12,660,211	13,744,484	13,603,384
Total assets		40,324,638	36,845,258	38,612,543	34,858,158

Notes to financial statements are parts of these financial statements.

LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS (Cont.)

AS AT 30th JUNE 2005 (UNAUDITED/REVIEWED ONLY)

AND AS AT 31st DECEMBER 2004 (AUDITED)

Liabilities and shareholders' equity	Note	Consolidated		Parent company	
		(Thousand Baht)		(Thousand Baht)	
		30th June 2005	31st December 2004	30th June 2005	31st December 2004
Current liabilities					
Banks overdraft and short-term loans					
from financial institutions	8	2,095,827	1,815,267	2,089,149	1,795,437
Trade accounts and notes payable		815,160	937,141	489,091	550,451
Current portion of long-term debts	10, 11	1,742,400	1,398,082	1,742,400	1,398,082
Short-term loans from related parties	9	1,025	1,025	0	285,000
Other current liabilities					
Unearned revenue		293,785	329,731	237,819	238,400
Accrued income tax		602,324	795,211	545,322	710,784
Others		725,555	783,547	542,463	584,703
Total current liabilities		6,276,076	6,060,004	5,646,244	5,562,857
Non-current liabilities					
Long-term loans	10	4,195,609	4,849,229	3,487,175	3,548,303
Domestic debentures	11	7,187,500	3,375,000	7,187,500	3,375,000
Other non-current liabilities					
Excess loss from investments					
in subsidiaries and affiliates	5.1.2	0	0	53,863	46,388
Others		67,298	68,936	0	0
Total non-current liabilities		11,450,407	8,293,165	10,728,538	6,969,691
Total liabilities		17,726,483	14,353,169	16,374,782	12,532,548

LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS (Cont.)

AS AT 30th JUNE 2005 (UNAUDITED/REVIEWED ONLY)

AND AS AT 31st DECEMBER 2004 (AUDITED)

Liabilities and shareholders' equity (cont.) Note	Consolidated		Parent company	
	(Thousand Baht)		(Thousand Baht)	
	30th June 2005	31st December 2004	30th June 2005	31st December 2004
Shareholders' equity				
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				
8,221,130,618 common shares of Baht 1 each	8,221,137		8,221,137	
8,155,734,577 common shares of Baht 1 each		8,155,734		8,155,734
Paid-in capital				
Premium on share capital	8,845,767	8,792,576	8,845,767	8,792,576
Retained earnings				
Appropriated				
Legal reserve	932,552	805,585	932,552	805,585
Unappropriated	3,589,219	3,605,733	3,589,219	3,605,733
Other paid-in capital				
Revaluation increment in assets of affiliates	119,857	130,717	119,857	130,717
Premium on share capital of affiliates	165,571	165,571	165,571	165,571
Unrealized gain (loss) of investments	363,658	669,694	363,658	669,694
Total shareholders' equity	22,237,761	22,325,610	22,237,761	22,325,610
Minority interest	360,394	166,479	0	0
Total shareholders' equity and minority interest	22,598,155	22,492,089	22,237,761	22,325,610
Total liabilities and shareholders' equity	40,324,638	36,845,258	38,612,543	34,858,158

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 30th JUNE 2005 AND 2004

(UNAUDITED/REVIEWED ONLY)

	Note	Consolidated		Parent company	
		2005 (Thousand Baht)	2004	2005 (Thousand Baht)	2004
Revenues					
Sales and hire of works		6,039,885	4,925,436	4,323,513	3,907,861
Other income					
Gain from sales of investment		135,627	460,243	135,622	460,243
Dividend income		18,907	139,644	18,899	139,637
Reversed loss from impairment of assets		30,864	0	30,864	0
Others		47,121	57,901	85,539	83,117
Equity gain from investments in					
subsidiaries and affiliates		146,711	162,931	514,886	466,296
Total revenues		6,419,115	5,746,155	5,109,323	5,057,154
Expenses					
Cost of sales and hire of works		3,973,391	3,009,771	2,798,309	2,387,266
Selling and administrative expenses		300,806	252,826	247,677	231,251
Specific business tax and transfer fee		253,337	190,821	182,235	145,520
Equity loss from investments					
in subsidiaries and affiliates		228	190	8,270	11,328
Total expenses		4,527,762	3,453,608	3,236,491	2,775,365
Profit before interest expenses and					
income tax		1,891,353	2,292,547	1,872,832	2,281,789
Interest expenses		(60,097)	(31,753)	(79,820)	(34,481)
Income tax		(381,638)	(504,924)	(351,485)	(502,003)

LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF INCOME (Cont.)

FOR THREE MONTHS ENDED 30th JUNE 2005 AND 2004

(UNAUDITED/REVIEWED ONLY)

	Note	Consolidated		Parent company	
		2005 (Thousand Baht)	2004	2005 (Thousand Baht)	2004
Profit after income tax		1,449,618	1,755,870	1,441,527	1,745,305
Net profit of minority interest		(8,091)	(10,565)	0	0
Net profit		<u>1,441,527</u>	<u>1,745,305</u>	<u>1,441,527</u>	<u>1,745,305</u>
Basic earnings per share (Baht/share)					
Net profit		0.18	0.22	0.18	0.22
Diluted earnings per share (Baht/share) 16					
Net profit		0.15	0.19	0.15	0.19

Notes to financial statements are parts of these financial statements.

LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF INCOME

FOR SIX MONTHS ENDED 30th JUNE 2005 AND 2004

(UNAUDITED/REVIEWED ONLY)

	Note	Consolidated		Parent company	
		2005 (Thousand Baht)	2004	2005 (Thousand Baht)	2004
Revenues					
Sales and hire of works		10,429,995	8,178,360	7,361,311	6,937,384
Other income					
Gain from sales of investment		334,438	912,622	334,433	912,624
Dividend income		18,907	191,503	18,899	191,495
Reversed loss from impairment of assets		33,251	0	33,251	0
Others		99,576	193,203	172,762	241,859
Equity gain from investments in subsidiaries and affiliates		277,275	244,098	928,627	566,774
Total revenues		11,193,442	9,719,786	8,849,283	8,850,136
Expenses					
Cost of sales and hire of works		6,896,145	5,005,486	4,794,338	4,213,167
Selling and administrative expenses		566,038	483,897	475,210	443,085
Specific business tax and transfer fee		420,352	309,500	299,300	258,208
Equity loss from investments in subsidiaries and affiliates		417	420	11,163	23,720
Total expenses		7,882,952	5,799,303	5,580,011	4,938,180
Profit before interest expenses and income tax		3,310,490	3,920,483	3,269,272	3,911,956
Interest expenses		(87,199)	(43,650)	(121,729)	(52,663)
Income tax		(672,175)	(907,325)	(608,204)	(902,602)

LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF INCOME (Cont.)

FOR SIX MONTHS ENDED 30th JUNE 2005 AND 2004

(UNAUDITED/REVIEWED ONLY)

	Note	Consolidated		Parent company	
		2005 (Thousand Baht)	2004	2005 (Thousand Baht)	2004
Profit after income tax		2,551,116	2,969,508	2,539,339	2,956,691
Net profit of minority interest		(11,777)	(12,817)	0	0
Net profit		<u>2,539,339</u>	<u>2,956,691</u>	<u>2,539,339</u>	<u>2,956,691</u>
Basic earnings per share (Baht/share)					
Net profit		0.31	0.40	0.31	0.40
Diluted earnings per share (Baht/share) 16					
Net profit		0.27	0.34	0.27	0.34

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 SIX MONTHS ENDED 30th JUNE 2005 AND 2004
(UNAUDITED/REVIEWED ONLY)

Consolidated	(Unit : Thousand Baht)							
Note	Issued and paid-up share capital	Premium on share capital	Legal reserve	Retained earnings (Deficit)	Other paid-in capital	Unrealized gain on non-current marketable securities	Minority interest	Total
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 assets	0	0	0	0	(4,911)	0	0	(4,911)
Unrealized gain on non-current marketable securities	0	0	0	0	0	(1,098,696)	0	(1,098,696)
Dividend paid 17	0	0	0	(5,313,881)	0	0	0	(5,313,881)
Income tax from unpaid dividend 17	0	0	0	(36,167)	0	0	0	(36,167)
Net profit	0	0	0	2,956,691	0	0	12,817	2,969,508
Ordinary shares - minority interest	0	0	0	0	0	0	22,500	22,500
Warrants - purchase ordinary shares	953,486	1,295,478	0	0	0	0	0	2,248,964
Legal reserve	0	0	147,835	(147,835)	0	0	0	0
Balance as at 30th June 2004	8,061,052	8,681,497	648,383	3,009,275	127,394	853,782	170,233	21,551,616
Balance as at 1st January 2005	8,155,734	8,792,576	805,585	3,605,733	296,288	669,694	166,479	22,492,089
Revaluation increment in assets	0	0	0	0	(10,860)	0	0	(10,860)
Unrealized gain on non-current marketable securities	0	0	0	0	0	(306,036)	0	(306,036)
Dividend paid 17	0	0	0	(2,417,333)	0	0	(2)	(2,417,335)
Income tax from unpaid dividend 17	0	0	0	(11,553)	0	0	0	(11,553)
Net profit	0	0	0	2,539,339	0	0	11,777	2,551,116
Ordinary shares - minority interest	0	0	0	0	0	0	182,140	182,140
Warrants - purchase ordinary shares 13	65,403	53,191	0	0	0	0	0	118,594
Legal reserve	0	0	126,967	(126,967)	0	0	0	0
Balance as at 30th June 2005	8,221,137	8,845,767	932,552	3,589,219	285,428	363,658	360,394	22,598,155

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 SIX MONTHS ENDED 30th JUNE 2005 AND 2004
(UNAUDITED/REVIEWED ONLY)

Parent company

(Unit : Thousand Baht)

Note	Issued and paid-up share capital	Premium on share capital	Legal reserve	Retained earnings (Deficit)	Other paid-in capital	Unrealized gain on non-current marketable securities	Total
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	(4,911)	0	(4,911)
Unrealized gain on non-current marketable securities	0	0	0	0	0	(1,098,696)	(1,098,696)
Dividend paid	0	0	0	(5,313,881)	0	0	(5,313,881)
Income tax from unpaid dividend	0	0	0	(36,167)	0	0	(36,167)
Net profit	0	0	0	2,956,691	0	0	2,956,691
Warrants - purchase ordinary shares	953,486	1,295,478	0	0	0	0	2,248,964
Legal reserve	0	0	147,835	(147,835)	0	0	0
Balance as at 30th June 2004	8,061,052	8,681,497	648,383	3,009,275	127,394	853,782	21,381,383
Balance as at 1st January 2005	8,155,734	8,792,576	805,585	3,605,733	296,288	669,694	22,325,610
Revaluation increment in assets	0	0	0	0	(10,860)	0	(10,860)
Unrealized gain on non-current marketable securities	0	0	0	0	0	(306,036)	(306,036)
Dividend paid	0	0	0	(2,417,333)	0	0	(2,417,333)
Income tax from unpaid dividend	0	0	0	(11,553)	0	0	(11,553)
Net profit	0	0	0	2,539,339	0	0	2,539,339
Warrants - purchase ordinary share	65,403	53,191	0	0	0	0	118,594
Legal reserve	0	0	126,967	(126,967)	0	0	0
Balance as at 30th June 2005	8,221,137	8,845,767	932,552	3,589,219	285,428	363,658	22,237,761

Notes to financial statements are parts of these financial statements.

LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR SIX MONTHS ENDED 30th JUNE 2005 AND 2004
(UNAUDITED/REVIEWED ONLY)

	Consolidated		Parent company	
	2005 (Thousand Baht)	2004	2005 (Thousand Baht)	2004
Cash flows from operating activities				
Net profit	2,539,339	2,956,691	2,539,339	2,956,691
Minority interest	11,777	12,817	0	0
Adjustments of net profit to cash receipt (disbursement) from operations				
Depreciation	67,471	62,002	49,332	51,882
Dividend income	(18,907)	(191,503)	(18,899)	(191,495)
Equity loss from investments in subsidiaries and affiliates	417	420	11,163	23,720
Equity gain from investments in subsidiaries and affiliates	(277,275)	(244,098)	(928,627)	(566,774)
Reversal of loss from impairment of assets	(33,251)	0	(33,251)	0
Reversal of doubtful accounts	0	(72,500)	0	(72,500)
(Gain) Loss from sales of investments	(334,438)	(912,622)	(334,433)	(912,624)
(Gain) Loss from sales of assets	(235)	309	(25)	1
(Gain) Loss from exchange rate	0	(15,167)	0	(15,167)
Decrease (Increase) in inventories	145,560	(4,021,596)	374,387	(2,756,850)
Decrease (Increase) in other current assets	72,703	(29,142)	49,246	65,738
Decrease (Increase) in other non-current assets	13,293	4,188	1,485	4,010
Increase (Decrease) in accounts and notes payables	(121,981)	456,068	(61,360)	288,299
Increase (Decrease) in other current liabilities	(298,378)	7,328	(219,836)	(30,958)
Increase (Decrease) in other non-current assets	(2,016)	5,659	0	0
Net cash provided by (used in) operating activities	1,764,079	(1,981,146)	1,428,521	(1,156,027)

LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (Cont.)

FOR SIX MONTHS ENDED 30th JUNE 2005 AND 2004

(UNAUDITED/REVIEWED ONLY)

	Consolidated		Parent company	
	2005 (Thousand Baht)	2004	2005 (Thousand Baht)	2004
Cash flows from investing activities				
Decrease (Increase) in short-term investments	(2,679,000)	447,000	(2,549,000)	447,000
Decrease (Increase) in loans to related parties	0	72,500	(241,500)	37,790
Cash received from sales of investments in affiliates	0	24,310	0	24,310
Cash paid for purchase of investments in subsidiaries and affiliates	(805,633)	(264,500)	(1,168,692)	(292,000)
Dividend received from subsidiaries and affiliates	184,300	67,313	377,699	92,312
Dividend received from long-term investment	18,907	191,503	18,899	191,495
Cash received from sales of long-term investments	475,742	1,023,467	475,690	1,023,421
Cash received from decrease capital of subsidiaries and affiliates	248,386	0	248,386	0
Cash paid for purchase of long-term investments	(55,601)	(324,950)	(55,601)	(324,950)
Cash received from sales of building and equipment	638	40	38	40
Cash paid for purchase of building and equipment	(97,128)	(97,817)	(65,541)	(80,582)
Leasehold land	(402,987)	0	0	0
Net cash provided by (used in) investing activities	(3,112,376)	1,138,866	(2,959,622)	1,118,836

LAND AND HOUSES PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS (Cont.)
FOR SIX MONTHS ENDED 30th JUNE 2005 AND 2004
(UNAUDITED/REVIEWED ONLY)

	Consolidated		Parent company	
	2005 (Thousand Baht)	2004	2005 (Thousand Baht)	2004
Cash flows from financing activities				
Increase (Decrease) in banks overdraft and loans from financial institutions	270,942	470,550	284,094	476,362
Increase (Decrease) in short-term loans from related parties	0	0	(285,000)	0
Increase (Decrease) in domestic debentures	4,692,500	2,692,500	4,692,500	2,692,500
Increase (Decrease) in long-term loans	(1,259,834)	1,206,811	(667,342)	406,199
Increase share capital of minority interest	182,140	22,500	0	0
Warrants - exercised to purchase ordinary shares	118,594	2,248,964	118,594	2,248,964
Subsidiaries paid dividend to minority interest	(2)	0	0	0
Dividend paid	(2,417,333)	(5,313,881)	(2,417,333)	(5,313,881)
Net cash provided by (used in) financing activities	1,587,007	1,327,444	1,725,513	510,144
Net increase (decrease) in cash and cash equivalents	238,710	485,164	194,412	472,953
Cash and cash equivalents, beginning of the period	728,805	560,507	419,934	367,545
Cash and cash equivalents, end of the period	967,515	1,045,671	614,346	840,498
Additional disclosure of cash flows information				
Cash paid during the period				
Interest expenses	153,799	151,838	144,772	132,991
Corporate income tax	798,065	765,183	785,220	745,394

Notes to financial statements are parts of these financial statements.