

LAND AND HOUSES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS

(Unit: Thousand Baht)

	Note	CONSOLIDATED		THE COMPANY ONLY	
		30 September 2006 (Unaudited but reviewed)	31 December 2005 (Audited) (Restated)	30 September 2006 (Unaudited but reviewed)	31 December 2005 (Audited) (Restated)
ASSETS					
Current assets					
Cash and cash equivalents		902,883	1,132,438	606,362	889,157
Current investments		-	1,442,000	-	1,442,000
Trade account receivables	4	-	174	-	-
Amount due from and account receivables - related parties	3	1,909	15,102	5,466	26,576
Short-term loans to and accrued interest receivables					
from related parties	3	-	-	1,964,137	2,517,450
Inventories - net	5	23,768,052	22,462,316	18,932,228	16,827,720
Other current assets					
Withholding income tax		87,976	78,476	-	-
Advance payment for constructions		166,133	125,586	143,765	76,988
Deposit		212,548	145,527	202,909	124,794
Others		72,228	69,010	34,969	44,020
Total current assets		25,211,729	25,470,629	21,889,836	21,948,705
Non-current assets					
Investments accounted for under the equity method					
Investments in subsidiary companies	6	-	-	4,243,718	3,699,423
Investments in associated companies	7	8,191,764	7,533,811	8,191,764	7,533,811
Other long-term investments - net	8	911,264	995,034	698,586	769,293
Land held for development - net		3,486,389	3,489,869	2,050,379	2,050,379
Land under contracts to buy and to sell - net		226,000	226,000	226,000	226,000
Property, plant and equipment - net	9	1,189,105	369,071	360,150	268,301
Deposit for leasehold rights		250,000	-	-	-
Leasehold rights - net	10	506,549	505,691	-	-
Other current assets					
Deposit to related company	3	6,729	-	6,685	-
Other		167,855	94,830	2,067	4,350
Total non-current assets		14,935,655	13,214,306	15,779,349	14,551,557
TOTAL ASSETS		40,147,384	38,684,935	37,669,185	36,500,262

The accompanying notes are an integral part of the financial statements.

LAND AND HOUSES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS (Continued)

(Unit: Thousand Baht)

	Note	CONSOLIDATED		THE COMPANY ONLY	
		30 September 2006 (Unaudited but reviewed)	31 December 2005 (Audited) (Restated)	30 September 2006 (Unaudited but reviewed)	31 December 2005 (Audited) (Restated)
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current liabilities					
Bank overdrafts and short-term loans from financial institutions	11	2,088,215	311,516	2,088,215	311,516
Trade accounts payables		954,127	588,826	658,113	314,767
Trade accounts payables - related parties	3	20,873	32,514	14,604	15,796
Amount due to related parties	3	3,801	4,023	-	409
Current portion of long-term loans	12	3,849,362	1,394,779	3,450,908	1,380,559
Current portion of debentures	13	1,093,750	1,375,000	1,093,750	1,375,000
Short-term loans from and accrued interest payables to related parties	3	-	-	220,221	28,500
Other current liabilities					
Unearned revenue		295,106	294,792	220,578	238,430
Corporate income tax payable		165,432	414,021	114,146	376,098
Accrued expenses		250,285	380,892	212,840	311,428
Retention guarantees		214,395	256,559	163,313	191,107
Others		182,115	82,800	142,601	64,373
Total current liabilities		9,117,461	5,135,722	8,379,289	4,607,983
Non-current liabilities					
Long-term loans - net of current portion	12	2,645,076	3,222,237	1,967,649	2,279,068
Debentures - net of current portion	13	6,000,000	7,000,000	6,000,000	7,000,000
Other non-current liabilities		175,770	75,926	86,569	46,441
Total non-current liabilities		8,820,846	10,298,163	8,054,218	9,325,509
TOTAL LIABILITIES		17,938,307	15,433,885	16,433,507	13,933,492

The accompanying notes are an integral part of the financial statements.

LAND AND HOUSES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS (Continued)

(Unit: Thousand Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	30 September	31 December	30 September	31 December
<u>Note</u>	2006	2005	2006	2005
	(Unaudited	(Audited)	(Unaudited	(Audited)
	but reviewed)	(Restated)	but reviewed)	(Restated)
Shareholders' equity				
Share capital				
Authorised share capital				
10,806,737,200 ordinary shares of Baht 1 each	10,806,737	10,806,737	10,806,737	10,806,737
Issued and paid-up share capital				
8,439,959,770 ordinary shares of Baht 1 each				
(31 December 2005: 8,297,412,718 ordinary shares of Baht 1 each)	8,439,960	8,297,413	8,439,960	8,297,413
Paid-in capital				
Premium on ordinary shares	9,014,367	8,902,717	9,014,367	8,902,717
Premium on share capital of associated companies	300,718	300,718	300,718	300,718
Revaluation surplus (deficit) in investments	17 -49,542	3,190	-49,542	3,190
Cash receipts from share subscription	15.1, 16 71,881	30,293	71,881	30,293
Translation adjustment	50,003	78,896	50,003	78,896
Retained earnings				
Appropriated - Statutory reserve	1,080,674	1,064,620	1,080,674	1,064,620
Unappropriated	2,327,617	3,888,923	2,327,617	3,888,923
Equity attributable to the Company's shareholders	21,235,678	22,566,770	21,235,678	22,566,770
Minority interests - equity attributable to minority				
shareholders of subsidiary companies	973,399	684,280	-	-
Total shareholders' equity	22,209,077	23,251,050	21,235,678	22,566,770
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	40,147,384	38,684,935	37,669,185	36,500,262
	0	0	0	0

The accompanying notes are an integral part of the financial statements.

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DIRECTORS

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(UNAUDITED BUT REVIEWED)

LAND AND HOUSES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF EARNINGS

FOR THE THREE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

	Note	CONSOLIDATED		THE COMPANY ONLY	
		2006	2005 (Restated)	2006	2005 (Restated)
Revenues					
Sales income		3,549,586	6,438,274	2,428,884	3,962,740
Other income					
Infrastructure service income		35,513	31,068	28,184	25,057
Interest income		4,498	22,384	32,709	60,981
Others		11,702	46,758	16,394	58,466
Share of profit from investments accounted for under the equity method		105,925	105,100	273,488	698,788
Total revenues		3,707,224	6,643,584	2,779,659	4,806,032
Expenses					
Cost of sales and service		2,461,532	4,217,759	1,664,712	2,572,079
Selling and administrative expenses		359,366	344,982	284,147	258,579
Specific business tax and transfer fee		134,951	261,724	91,858	160,429
Share of loss from investments accounted for under the equity method		21,176	37,030	32,079	43,274
Directors' remuneration		600	510	600	510
Loss from sales of investments		-	19,561	-	19,564
Total expenses		2,977,625	4,881,566	2,073,396	3,054,435
Earnings before interest expenses and income tax		729,599	1,762,018	706,263	1,751,597
Interest expenses		-34,953	-62,324	-49,989	-75,294
Income tax		-161,654	-277,659	-124,309	-252,454
Earnings after income tax		532,992	1,422,035	531,965	1,423,849
Minority interest		-1,027	1,814	-	-
Earnings from ordinary activities		531,965	1,423,849	531,965	1,423,849
Extraordinary item					
Gain on debt restructuring	6.2	-	45,023	-	45,023
Net earnings for the period		531,965	1,468,872	531,965	1,468,872

The accompanying notes are an integral part of the financial statements.

(UNAUDITED BUT REVIEWED)

LAND AND HOUSES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF EARNINGS (Continued)

FOR THE THREE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Baht)

	Note	CONSOLIDATED		THE COMPANY ONLY	
		2006	2005 (Restated)	2006	2005 (Restated)
Basic earnings per share	<i>18</i>				
Earnings from ordinary activities		0.06	0.17	0.06	0.17
Extraordinary item		-	0.01	-	0.01
Net earnings		<u>0.06</u>	<u>0.18</u>	<u>0.06</u>	<u>0.18</u>
Weighted average number of ordinary share (Thousand shares)		<u>8,440,370</u>	<u>8,239,973</u>	<u>8,440,370</u>	<u>8,239,973</u>
Diluted earnings per share	<i>18</i>				
Earnings from ordinary activities		0.06	0.15	0.06	0.15
Extraordinary item		-	0.01	-	0.01
Net earnings		<u>0.06</u>	<u>0.16</u>	<u>0.06</u>	<u>0.16</u>
Weighted average number of ordinary share (Thousand shares)		<u>9,570,928</u>	<u>9,440,617</u>	<u>9,570,928</u>	<u>9,440,617</u>

The accompanying notes are an integral part of the financial statements.

(UNAUDITED BUT REVIEWED)

LAND AND HOUSES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF EARNINGS

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

	Note	CONSOLIDATED		THE COMPANY ONLY	
		2006	2005 (Restated)	2006	2005 (Restated)
Revenues					
Sales income		11,794,113	16,868,269	7,986,775	11,324,051
Other income					
Gain from sales of investments		69,401	314,877	69,401	314,869
Infrastructure service income		99,613	95,255	79,911	84,950
Interest income		15,037	42,542	87,748	160,990
Others		24,868	114,147	42,128	123,476
Share of profit from investments accounted for under the equity method		306,303	354,087	995,200	1,591,289
Total revenues		12,309,335	17,789,177	9,261,163	13,599,625
Expenses					
Cost of sales and service		8,023,118	11,113,904	5,458,704	7,366,417
Selling and administrative expenses		1,078,282	908,339	843,706	730,729
Specific business tax and transfer fee		446,621	682,076	301,561	459,729
Share of loss from investments accounted for under the equity method		68,385	35,943	115,191	45,474
Directors' remuneration		3,840	3,570	3,840	3,570
Loss from impairment of assets		26,077	-	-	-
Total expenses		9,646,323	12,743,832	6,723,002	8,605,919
Earnings before interest expenses and income tax		2,663,012	5,045,345	2,538,161	4,993,706
Interest expenses		-93,191	-149,523	-121,832	-197,023
Income tax		-581,324	-949,834	-445,754	-860,658
Earnings after income tax		1,988,497	3,945,988	1,970,575	3,936,025
Minority interest		-17,922	-9,963	-	-
Earnings from ordinary activities		1,970,575	3,936,025	1,970,575	3,936,025
Extraordinary item					
Gain on debt restructuring	6.2	-	45,023	-	45,023
Net earnings for the period		1,970,575	3,981,048	1,970,575	3,981,048

The accompanying notes are an integral part of the financial statements.

(UNAUDITED BUT REVIEWED)

LAND AND HOUSES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF EARNINGS (Continued)

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Baht)

	Note	CONSOLIDATED		THE COMPANY ONLY	
		2006	2005 (Restated)	2006	2005 (Restated)
Basic earnings per share	<i>18</i>				
Earnings from ordinary activities		0.23	0.48	0.23	0.48
Extraordinary item		-	0.01	-	0.01
Net earnings		<u>0.23</u>	<u>0.49</u>	<u>0.23</u>	<u>0.49</u>
Weighted average number of ordinary share (Thousand shares)		<u>8,386,991</u>	<u>8,199,843</u>	<u>8,386,991</u>	<u>8,199,843</u>
Diluted earnings per share	<i>18</i>				
Earnings from ordinary activities		0.21	0.41	0.21	0.41
Extraordinary item		-	0.01	-	0.01
Net earnings		<u>0.21</u>	<u>0.42</u>	<u>0.21</u>	<u>0.42</u>
Weighted average number of ordinary share (Thousand shares)		<u>9,583,987</u>	<u>9,400,487</u>	<u>9,583,987</u>	<u>9,400,487</u>

The accompanying notes are an integral part of the financial statements.

(UNAUDITED BUT REVIEWED)

LAND AND HOUSES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	2006	2005 (Restated)	2006	2005 (Restated)
Cash flows from operating activities				
Net earnings for the period	1,970,575	3,981,048	1,970,575	3,981,048
Adjustments to reconcile net earnings to net cash provided by (paid from) operating activities:				
Inventory decrease from transfer to cost	7,613,053	10,680,124	5,143,326	7,061,933
Increase in minority interest	17,922	9,963	-	-
Depreciation and amortisation	105,909	111,703	73,553	78,972
Amortisation of leasehold rights	28	1,048	-	-
Share of profit from investments accounted for under the equity method	-306,303	-354,087	-995,200	-1,591,289
Share of loss from investments accounted for under the equity method	68,385	35,943	115,191	45,474
Reversal of impairment loss of investments	-259	-76,277	-259	-76,277
Gain from debt restructuring	-	-45,023	-	-45,023
Gain from sales of investments	-69,401	-314,877	-69,401	-314,869
Loss from sales of assets	1,896	3,066	2,198	3,376
Amortisation of prepaid interest	35,440	81,517	35,440	81,517
Amortisation of goodwill	27,755	2,968	-	-
Loss from impairment of assets	26,077	-	-	-
Earnings from operating activities before change in operating assets and liabilities	9,491,077	14,117,116	6,275,423	9,224,862
Decrease (increase) in operating assets: -				
Trade account receivables	174	-	-	-
Inventories	-8,843,025	-10,280,428	-7,172,069	-5,914,317
Land held for development	5,000	-	-	-
Amounts due from and account receivables - related parties	13,193	-	21,110	-
Other current assets	-120,286	-87,061	-135,841	-78,051
Other non-current assets	-122,042	-77,736	-4,402	2,439
Increase (decrease) in operating liabilities: -				
Trade accounts payables	223,554	-200,146	343,346	-147,402
Trade accounts payable - related parties	-11,641	-	-1,192	-
Accounts payable - related parties	-222	-	-409	-
Other current liabilities	-330,191	-514,740	-336,419	-440,012
Other non-current liabilities	99,844	-6,460	40,128	-
Net cash from (used in) operating activities	405,435	2,950,545	-970,325	2,647,519

The accompanying notes are an integral part of the financial statements.

(UNAUDITED BUT REVIEWED)

LAND AND HOUSES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS (Continued)

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	2006	2005 (Restated)	2006	2005 (Restated)
Cash flows from investing activities				
Decrease (increase) in current investments	1,442,000	-1,450,000	1,442,000	-1,300,000
Decrease in short-term loans to and accrued interest receivables from related parties	-	-	553,313	616,945
Cash paid for purchase of subsidiary and associated companies	-773,665	-841,782	-1,180,465	-1,564,342
Cash received from decrease capital of associated companies	-	248,386	-	248,387
Cash received from sale of associated companies	-	15	-	15
Dividend received from subsidiary and associated companies	329,525	318,297	834,123	511,695
Cash received from sales of other long-term investments	82,843	614,511	82,843	614,460
Cash paid for purchase of other long-term investments	-	-55,600	-	-55,601
Cash paid for deposit of leasehold rights	-250,000	-	-	-
Cash received from sales of building and equipment	1,403	741	953	41
Cash paid for purchase of building and equipment	-787,495	-140,460	-168,553	-98,337
Cash paid for leasehold rights	-885	-501,312	-	-
Net cash from (used in) investing activities	43,726	-1,807,204	1,564,214	-1,026,737
Cash flows from financing activities				
Increase (decrease) in bank overdrafts and short-term loans from financial institutions	1,752,274	-839,251	1,752,274	-820,547
Increase (decrease) in short-term loans from related parties	-	-1,025	191,721	-285,000
Cash paid for debentures	-1,281,250	-401,250	-1,281,250	-401,250
Increase in domestic debentures	-	5,000,000	-	5,000,000
Cash paid for long-term loans	-416,546	-1,859,794	-209,038	-680,446
Increase in long-term loans	2,207,190	1,085,700	1,881,190	-
Cash received from exercise of warrants	295,785	250,251	295,785	250,251
Cash received from increase share capital of subsidiaries from minority interest	271,200	462,640	-	-
Dividend paid to minority interest by subsidiaries	-3	-2	-	-
Dividend paid	-3,507,366	-4,447,121	-3,507,366	-4,447,121
Net cash used in financing activities	-678,716	-749,852	-876,684	-1,384,113
Net increase (decrease) in cash and cash equivalents	-229,555	393,489	-282,795	236,669
Cash and cash equivalents at beginning of period	1,132,438	728,805	889,157	419,934
Cash and cash equivalents at end of period	902,883	1,122,294	606,362	656,603

The accompanying notes are an integral part of the financial statements.

(UNAUDITED BUT REVIEWED)

LAND AND HOUSES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS (Continued)

FOR THE NINE-MONTH PERIODS ENDED 30 SEPTEMBER 2006 AND 2005

(Unit: Thousand Baht)

	CONSOLIDATED		THE COMPANY ONLY	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
		(Restated)		(Restated)
Supplemental cash flow information: -				
Cash paid during the period: -				
Interest expense (consist of interest expenses for operation and interest expense for cost of project)	365,373	290,093	326,780	230,124
Income tax	870,241	1,548,958	738,472	1,371,045
Non-cash item				
Purchase of equipment recorded as liabilities	141,747	-	-	-

The accompanying notes are an integral part of the financial statements.