

(UNAUDITED BUT REVIEWED)

LAND AND HOUSES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE THREE-MONTH PERIODS ENDED 31 MARCH 2007 AND 2006

(Unit: Thousand Baht)

Separate financial statements											
	Note	Issued and paid-up share capital	Premium on ordinary shares	Premium on share capital of associated companies	Revaluation surplus in assets of associated company	Revaluation surplus (deficit) in investments	Cash receipts from share subscription	Translation adjustment	Retained earnings		Total
									Statutory reserve	Unappropriated	
Balance as at 1 January 2006 - as previously reported		8,297,413	8,902,717	300,718	116,807	373,742	30,293	-	1,064,620	4,045,581	23,131,891
Prior year adjustment in relation to change in the accounting policies of the associated companies	3	-	-	-	-116,807	-370,552	-	78,896	-	-156,658	-565,121
Cumulative effect of the change in accounting policy for investments in subsidiary and associated companies	2	-	-	-300,718	-	-691	-	-78,896	-	-1,981,369	-2,361,674
Balance as at 1 January 2006 - as restated		8,297,413	8,902,717	-	-	2,499	30,293	-	1,064,620	1,907,554	20,205,096
Conversion of warrants of ordinary shares		18,916	16,378	-	-	-	-30,293	-	-	-	5,001
Cash receipts from share subscription		-	-	-	-	-	164,735	-	-	-	164,735
Revaluation deficit in investments (restated)		-	-	-	-	-51,158	-	-	-	-	-51,158
Net income for the period (restated)		-	-	-	-	-	-	-	-	456,330	456,330
Balance as at 31 March 2006 - as restated		8,316,329	8,919,095	-	-	-48,659	164,735	-	1,064,620	2,363,884	20,780,004
Balance as at 1 January 2007 - as previously reported		8,476,271	9,050,975	300,718	-	-49,375	9,474	34,063	1,080,674	3,604,356	22,507,156
Cumulative effect of the change in accounting policy for investments in subsidiary and associated companies	2	-	-	-300,718	-	725	-	-34,063	-	-2,243,892	-2,577,948
Balance as at 1 January 2007 - as restated		8,476,271	9,050,975	-	-	-48,650	9,474	-	1,080,674	1,360,464	19,929,208
Conversion of warrants of ordinary shares	15	5,238	4,306	-	-	-	-9,474	-	-	-	70
Cash receipts from share subscription	16	-	-	-	-	-	368,113	-	-	-	368,113
Revaluation deficit in investments		-	-	-	-	-14,310	-	-	-	-	-14,310
Net income for the period		-	-	-	-	-	-	-	-	661,725	661,725
Balance as at 31 March 2007		8,481,509	9,055,281	-	-	-62,960	368,113	-	1,080,674	2,022,189	20,944,806
		0	0			0			0	0	0

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 CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTH PERIODS ENDED 31 MARCH 2007 AND 2006

(Unit: Thousand Baht)

Consolidated financial statements											
Note	Issued and paid-up share capital	Premium on ordinary shares	Premium on share capital of associated companies	Revaluation surplus in assets of associated company	Revaluation surplus (deficit) in investments	Cash receipts from share subscription	Translation adjustment	Retained earnings		Minority interest	Total
								Statutory reserve	Unappropriated		
Balance as at 1 January 2006											
- as previously reported	8,297,413	8,902,717	300,718	116,807	373,742	30,293	-	1,064,620	4,045,581	684,280	23,816,171
Prior year adjustment in relation to change in the accounting policies of the associated companies	3	-	-	-116,807	-370,552	-	78,896	-	-156,658	-	-565,121
Balance as at 1 January 2006											
- as restated	8,297,413	8,902,717	300,718	-	3,190	30,293	78,896	1,064,620	3,888,923	684,280	23,251,050
Conversion of warrants of ordinary shares	18,916	16,378	-	-	-	-30,293	-	-	-	-	5,001
Cash receipts from share subscription	-	-	-	-	-	164,735	-	-	-	-	164,735
Revaluation deficit in investments (restated)	-	-	-	-	-50,090	-	-	-	-	-	-50,090
Translation adjustment (restated)	-	-	-	-	-	-	-15,532	-	-	-	-15,532
Net income for the period (restated)	-	-	-	-	-	-	-	-	712,668	20,974	733,642
Increase in ordinary shares of subsidiaries - minority interest	-	-	-	-	-	-	-	-	-	168,000	168,000
Balance as at 31 March 2006 - as restated	<u>8,316,329</u>	<u>8,919,095</u>	<u>300,718</u>	<u>-</u>	<u>-46,900</u>	<u>164,735</u>	<u>63,364</u>	<u>1,064,620</u>	<u>4,601,591</u>	<u>873,254</u>	<u>24,256,806</u>
Balance as at 1 January 2007	8,476,271	9,050,975	300,718	-	-49,375	9,474	34,063	1,080,674	3,604,356	944,459	23,451,615
Conversion of warrants of ordinary shares	15	5,238	4,306	-	-	-9,474	-	-	-	-	70
Cash receipts from share subscription	16	-	-	-	-	368,113	-	-	-	-	368,113
Revaluation surplus in investments	-	-	-	-	19,724	-	-	-	-	-	19,724
Translation adjustment	-	-	-	-	-	-	23	-	-	-	23
Net income for the period	-	-	-	-	-	-	-	-	530,037	-6,638	523,399
Increase in ordinary shares of subsidiary - minority interest	-	-	-	-	-	-	-	-	-	48,000	48,000
Dividend paid to minority interest by subsidiary	-	-	-	-	-	-	-	-	-	-2	-2
Balance as at 31 March 2007	<u>8,481,509</u>	<u>9,055,281</u>	<u>300,718</u>	<u>-</u>	<u>-29,651</u>	<u>368,113</u>	<u>34,086</u>	<u>1,080,674</u>	<u>4,134,393</u>	<u>985,819</u>	<u>24,410,942</u>
	0	0	0	0	0	0	0	0	0	0	0

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

LAND AND HOUSES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2007	31 December 2006	31 March 2007	31 December 2006
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited) (Restated)
ASSETS					
Current assets					
Cash and cash equivalents	4	1,308,464	1,784,963	1,075,379	1,622,990
Current investments		-	621,131	-	621,131
Amounts due from and accounts receivable - related parties	4	1,345	1,466	14,418	21,101
Short-term loans to and accrued interest receivable					
from related parties	4	-	581	1,313,201	1,523,664
Inventories - net	5	21,938,139	22,007,215	18,361,918	18,059,927
Other current assets					
Withholding income tax		30,686	34,376	-	-
Advance payment for constructions		161,180	223,178	102,117	128,818
Deposit		51,883	87,854	44,205	78,884
Others		77,268	87,264	49,054	45,934
Total current assets		23,568,965	24,848,028	20,960,292	22,102,449
Non-current assets					
Investments in subsidiary companies	6	-	-	2,255,504	2,183,504
Investments in associated companies	7	9,197,713	8,692,533	7,991,871	7,607,623
Other long-term investments - net	8	1,180,745	1,195,117	968,049	982,420
Land held for development - net	9	4,424,237	4,424,237	2,914,862	2,914,862
Land under contracts to buy and to sell - net		226,000	226,000	226,000	226,000
Property, plant and equipment - net	10	2,122,604	1,569,423	334,757	348,261
Deposit for leasehold rights		250,000	250,000	-	-
Leasehold rights - net	11	479,461	483,248	-	-
Other non-current assets					
Deposit to related company	4	6,624	6,638	6,624	6,595
Goodwill		48,201	48,852	-	-
Other		21,933	21,817	20,268	20,347
Total non-current assets		17,957,518	16,917,865	14,717,935	14,289,612
TOTAL ASSETS		41,526,483	41,765,893	35,678,227	36,392,061

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 financial statements		Separate financial statements	
		31 March 2007	31 December 2006	31 March 2007	31 December 2006
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited) (Restated)
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current liabilities					
Bank overdrafts and short-term loans from financial institutions	12	2,629,754	3,207,948	2,626,963	3,203,431
Trade accounts payable		1,206,675	1,151,216	929,065	896,462
Trade accounts payable - related parties	4	25,248	28,100	18,001	20,696
Amounts due to related parties	4	9,009	13,017	5,207	3,978
Current portion of long-term loans	13	2,573,737	2,567,665	2,356,210	2,350,151
Current portion of debentures	14	1,000,000	1,000,000	1,000,000	1,000,000
Short-term loans from and accrued interest payable to related parties	4	26,648	26,199	-	150,113
Other current liabilities					
Unearned revenue		252,405	265,199	196,810	203,479
Corporate income tax payable		489,772	351,973	391,590	283,821
Accrued expenses		254,111	340,166	216,223	300,108
Retention guarantees		176,253	191,261	146,816	149,907
Others		187,153	241,662	151,626	209,775
Total current liabilities		8,830,765	9,384,406	8,038,511	8,771,921
Non-current liabilities					
Long-term loans - net of current portion	13	3,084,076	2,746,270	1,597,050	1,597,050
Debentures - net of current portion	14	5,000,000	6,000,000	5,000,000	6,000,000
Other non-current liabilities		200,700	183,602	97,860	93,882
Total non-current liabilities		8,284,776	8,929,872	6,694,910	7,690,932
TOTAL LIABILITIES		17,115,541	18,314,278	14,733,421	16,462,853

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 financial statements		Separate financial statements	
		31 March 2007	31 December 2006	31 March 2007	31 December 2006
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited) (Restated)
Shareholders' equity					
Share capital	15				
Registered					
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					
8,481,508,724 ordinary shares of Baht 1 each					
(31 December 2006: 8,476,271,216 ordinary shares of Baht 1 each)		8,481,509	8,476,271	8,481,509	8,476,271
Paid-in capital					
Premium on ordinary shares		9,055,281	9,050,975	9,055,281	9,050,975
Premium on share capital of associated companies		300,718	300,718	-	-
Revaluation deficit in investments	18	-29,651	-49,375	-62,960	-48,650
Cash receipts from share subscription	15, 16	368,113	9,474	368,113	9,474
Translation adjustment		34,086	34,063	-	-
Retained earnings					
Appropriated - Statutory reserve		1,080,674	1,080,674	1,080,674	1,080,674
Unappropriated		4,134,393	3,604,356	2,022,189	1,360,464
Equity attributable to the Company's shareholders		23,425,123	22,507,156	20,944,806	19,929,208
Minority interest - equity attributable to minority shareholders					
of subsidiaries		985,819	944,459	-	-
Total shareholders' equity		24,410,942	23,451,615	20,944,806	19,929,208
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		41,526,483	41,765,893	35,678,227	36,392,061
		0	0	0	0

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

DIRECTORS

(UNAUDITED BUT REVIEWED)

LAND AND HOUSES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

INCOME STATEMENTS

FOR THE THREE-MONTH PERIODS ENDED 31 MARCH 2007 AND 2006

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	<u>Note</u>	<u>2007</u>	<u>2006</u> (Restated)	<u>2007</u>	<u>2006</u> (Restated)
Revenues					
Sales income		3,907,760	3,969,333	2,897,813	2,670,945
Other income					
Gain from sales of investments		91	69,660	91	69,660
Dividend income		53	126	358,782	49,880
Others		51,429	41,833	64,988	70,215
Share of profit from investments in associated companies		137,137	102,528	-	-
Total revenues		<u>4,096,470</u>	<u>4,183,480</u>	<u>3,321,674</u>	<u>2,860,700</u>
Expenses					
Cost of sales and services		2,760,204	2,624,012	2,016,887	1,815,243
Selling and administrative expenses		434,019	347,977	346,635	269,522
Specific business tax and transfer fee		148,658	147,582	109,689	100,102
Share of loss from investments in associated companies		11,684	22,881	-	-
Loss from impairment of assets		-	29,554	-	-
Total expenses		<u>3,354,565</u>	<u>3,172,006</u>	<u>2,473,211</u>	<u>2,184,867</u>
Income before interest expenses and corporate income tax		741,905	1,011,474	848,463	675,833
Interest expenses		-43,690	-58,238	-49,568	-61,783
Corporate income tax		-174,816	-219,594	-137,170	-157,720
Income after corporate income tax		523,399	733,642	661,725	456,330
Loss (income) attributable to minority interest of the subsidiaries		6,638	-20,974	-	-
Net income for the period		<u>530,037</u>	<u>712,668</u>	<u>661,725</u>	<u>456,330</u>
					(Unit: Baht)
Earnings per share					
	19				
Basic earnings per share					
Net income		0.06	0.09	0.08	0.05
Weighted average number of ordinary share (Thousand shares)		8,485,424	8,315,769	8,485,424	8,315,769
Diluted earnings per share					
Net income		0.06	0.07	0.07	0.05
Weighted average number of ordinary share (Thousand shares)		9,527,792	9,547,361	9,527,792	9,547,361

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 THREE-MONTH PERIODS ENDED 31 MARCH 2007 AND 2006

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2007</u>	<u>2006</u> (Restated)	<u>2007</u>	<u>2006</u> (Restated)
Cash flows from operating activities				
Net income for the period	530,037	712,668	661,725	456,330
Adjustments to reconcile net income to net cash provided by (paid from) operating activities:				
Inventories decrease from transfer to cost	2,598,192	2,486,223	1,891,203	1,710,690
Net income (loss) attributable to minority interest of subsidiaries	-6,638	20,974	-	-
Depreciation and amortisation	35,336	35,303	27,172	26,030
Share of profit from investments in associated companies	-137,137	-102,528	-	-
Share of loss from investments in associated companies	11,684	22,881	-	-
Loss from impairment of assets	-	29,554	-	-
Gain from sales of investments	-91	-69,660	-91	-69,660
Loss (gain) from sales of property, plant and equipment	-96	1,490	-96	1,791
Amortisation of prepaid interest	15,130	32,719	15,130	32,719
Amortisation of goodwill	651	9,252	-	-
Income from operating activities before change in operating assets and liabilities	<u>3,047,068</u>	<u>3,178,876</u>	<u>2,595,043</u>	<u>2,157,900</u>
Decrease (increase) in operating assets				
Trade accounts receivable	-	-6,772	-	-
Inventories	-2,499,294	-2,902,135	-2,163,374	-2,382,749
Amounts due from and accounts receivable - related parties	121	3,224	6,683	-1,346
Other current assets	111,655	-122,443	58,260	-114,377
Other non-current assets	-102	-81,637	50	-6,048
Increase (decrease) in operating liabilities				
Trade accounts payable	31,282	224,691	32,603	183,324
Trade accounts payable and other payables - related parties	-6,860	-16,639	-1,466	-5,513
Other current liabilities	-30,567	34,952	-44,025	-40,126
Other non-current liabilities	17,098	19,899	3,978	6,102
Net cash from (used in) operating activities	<u>670,401</u>	<u>332,016</u>	<u>487,752</u>	<u>-202,833</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 (Continued)

FOR THE THREE-MONTH PERIODS ENDED 31 MARCH 2007 AND 2006

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2007</u>	<u>2006</u> (Restated)	<u>2007</u>	<u>2006</u> (Restated)
Cash flows from investing activities				
Decrease in current investments	621,131	1,442,000	621,131	1,442,000
Decrease in short-term loans to and accrued interest receivable from related parties	581	-	210,463	378,543
Cash paid for purchase of subsidiary and associated companies	-384,248	-82,547	-456,248	-334,547
Dividend received from associated companies	38,578	49,774	-	-
Cash received from sales of other long-term investments	152	82,846	152	82,843
Cash paid for deposit of leasehold rights	-	-250,000	-	-
Proceeds from sales of equipment	116	666	116	217
Cash paid for purchase of building and equipment	-560,574	-256,675	-13,688	-56,993
Cash paid for leasehold rights	-	1,615	-	-
Net cash from (used in) investing activities	<u>-284,264</u>	<u>987,679</u>	<u>361,926</u>	<u>1,512,063</u>
Cash flows from financing activities				
Increase (decrease) in bank overdrafts and short-term loans from financial institutions	-603,836	444,509	-602,110	425,583
Increase (decrease) in short-term loans from and accrued interest payable to related parties	449	-	-150,113	71,656
Cash paid for debentures	-1,000,000	-1,093,750	-1,000,000	-1,093,750
Cash paid for long-term loans	-65,030	-161,368	-13,249	-113,198
Cash received from long-term loans	389,600	-	-	-
Cash received from increasing in share capital	368,183	169,736	368,183	169,736
Proceeds from increase in share capital of subsidiary from minority interest	48,000	168,000	-	-
Dividend paid to minority interest by subsidiary	-2	-	-	-
Net cash used in financing activities	<u>-862,636</u>	<u>-472,873</u>	<u>-1,397,289</u>	<u>-539,973</u>
Net increase (decrease) in cash and cash equivalents	-476,499	846,822	-547,611	769,257
Cash and cash equivalents at beginning of period	<u>1,784,963</u>	<u>1,132,438</u>	<u>1,622,990</u>	<u>889,157</u>
Cash and cash equivalents at end of period	<u><u>1,308,464</u></u>	<u><u>1,979,260</u></u>	<u><u>1,075,379</u></u>	<u><u>1,658,414</u></u>
	0		0	

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 THREE-MONTH PERIODS ENDED 31 MARCH 2007 AND 2006

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
		(Restated)		(Restated)
Supplemental cash flow information				
Cash paid during the period for				
Interest expenses (consist of interest expenses for operation and interest expenses for cost of project)	147,796	109,146	122,533	96,743
Corporate income tax	39,878	40,907	29,400	27,911
Non-cash items				
Purchases of building and equipment recorded as liabilities	115,554	105,750	-	-
Increase (decrease) in revaluation surplus in investments	19,724	-50,090	14,310	-51,158
Transfer leasehold rights to assets under construction	3,777	3,775	-	-
Increase (decrease) in translation adjustment	23	-15,532	-	-

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