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Miscellaneous	
* Asterisks denote mandatory information	
Name of Announcer *	IFS CAPITAL LIMITED
Company Registration No.	198700827C
Announcement submitted on behalf of	IFS CAPITAL LIMITED
Announcement is submitted with respect to *	IFS CAPITAL LIMITED
Announcement is submitted by *	Chionh Yi Chian
Designation *	Company Secretary
Date & Time of Broadcast	10-Aug-2011 19:21:58
Announcement No.	00204

>> Announcement Details	
The details of the announcement start here ...	
Announcement Title *	Announcement by Subsidiary, IFS Capital (Thailand) Public Company Limited on its Financial Results for the Second Quarter 2011
Description	Please see attached announcement issued by IFS Capital (Thailand) Public Company Limited on its Second Quarter 2011 Results.
Attachments	 IFST_2Q_2011_Results.pdf Total size = 162K (2048K size limit recommended)

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Headline: Reviewed Quarter 2 F/S (F45-1)
Source: IFS

Announcement Details

The Company Financial Statement (F45-1)

Company name	IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED			
Quarter	Quarter 2			
(In thousands)				
The Company Financial Statement				
	Quarter 2		For 6 Months	
Status	Reviewed		Reviewed	
Ending	30 June		30 June	
Year	2011	2010	2011	2010
Net profit (loss)	17,354	21,218	38,441	42,940
EPS (baht)	0.04	0.06	0.08	0.12
Type of report	Unqualified opinion with an emphasis of matters			

Please see details in financial statements, auditor's report and remarks from SET SMART

"The company hereby certifies that the information above is correct and complete. In addition, the company has already reported and disseminated its financial statements in full via the SET Electronic Listed Company Information Disclosure (SET Portal), and has also submitted the original report to the Securities and Exchange Commission."

Signature _____
(Mr. Tan Ley Yen)
Director and CEO
Authorized to sign on behalf of the company

REVIEW REPORT OF THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS
TO THE BOARD OF DIRECTORS
IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED

We have reviewed the statement of financial position of IFS Capital (Thailand) Public Company Limited as at June 30, 2011, and the related statements of comprehensive income, changes in equity and cash flows for the quarters and six-month periods ended June 30, 2011 and 2010 (restates). These financial statements are the responsibility of the Company's management as to their correctness and completeness of the presentation. Our responsibility is to report on these financial statements based on our reviews.

We conducted our reviews in accordance with the Standard on Auditing applicable to review engagements. The Standard requires that we plan and perform our reviews to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit in accordance with generally accepted auditing standards, and accordingly, we do not express an opinion.

Based on our reviews, nothing has come to our attention that causes us to believe that the financial statements referred to in the first paragraph are not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

We have previously audited, in accordance with generally accepted auditing standards, the financial statements for the year ended December 31, 2010, and expressed an unqualified opinion on those statements in our report dated February 14, 2011. The financial position as at December 31, 2010, presented herein for comparison, has been derived from such financial statements which we have audited and reported on. We have not performed any other audit procedures subsequent to such report date.

As discussed in Note 4 to the financial statements, the Company had first-time adopted Thai Accounting Standards No. 19 "Employee benefits" and No. 12 "Income Taxes" for the financial statements for the year ended December 31, 2010. As the financial statements for the quarter and six-month period ended June 30, 2010, which we have previously reviewed and reported, have not applied such accounting policies, the comparative statements of comprehensive income for the quarter and six-month period ended June 30, 2010, statement of changes in equity and cash flows for the six-month period ended June 30, 2010 thus have been restated to be in accordance with such new accounting policies.

As discussed in Note 5 to the interim financial statements, since January 1, 2011, the Company adopted the new and revised Thai Accounting Standards and Thai Financial Reporting Standards issued by the Federation of Accounting Professions, which are effective for the financial statements for the accounting periods beginning on or after January 1, 2011 onwards, in preparation and presentation of this interim financial statements. The financial statements for the quarter and six-month period ended June 30, 2010 and the statements of financial position as at December 31, 2010, presented herein for comparison, are presented in the new format to conform to the financial statements for the quarter and six-month period ended June 30, 2011.

BANGKOK

August 1, 2011

Chavala Tienpasertkij

Certified Public Accountant (Thailand)

Registration No. 4301

DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED

STATEMENTS OF FINANCIAL POSITION

AS AT JUNE 30, 2011 AND DECEMBER 31, 2010

UNIT : BAHT

	Notes	"Unaudited"	
		As at June 30, 2011	As at December 31, 2010
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		161,661,264	116,978,870
Temporary investments	7	78,200	82,544
Factoring receivable, net	8	1,900,256,989	1,736,252,367
Current portion of hire purchase receivable, net	9	9,804,029	10,008,111
Current portion of lease contract receivable, net	10	86,608,524	56,392,787
Inventory finance receivable, net	11	18,885,478	12,909,319
Amounts due from a related company	23	-	75,626
Other current assets		11,406,227	3,344,658
Total Current Assets		2,188,700,711	1,936,044,282
NON-CURRENT ASSETS			
Bank deposits held as collateral	12	140,366	140,001
Hire purchase receivable, net	9	4,326,135	6,025,074
Lease contract receivable, net	10	159,874,205	71,055,418
Property, plant and equipment, net		36,498,269	38,867,103
Intangible assets , net		456,788	962,916
Deferred tax assets	13	47,061,932	44,737,597
Other non-current assets		932,250	932,250
Total Non-current Assets		249,289,945	162,720,359
TOTAL ASSETS		2,437,990,656	2,098,764,641

See notes to the interim financial statements

IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT JUNE 30, 2011 AND DECEMBER 31, 2010

UNIT : BAHT

		"Unaudited"	
	Notes	As at June 30, 2011	As at December 31, 2010
LIABILITIES AND EQUITY			
CURRENT LIABILITIES			
Short-term loans from financial institutions	14	1,315,000,000	1,020,000,000
Current portion of long-term loan	15	132,000,000	100,000,000
Amount due to a related company	23	31,695	-
Other current liabilities		40,850,961	38,763,540
Total Current Liabilities		<u>1,487,882,656</u>	<u>1,158,763,540</u>
NON-CURRENT LIABILITIES			
Long-term loan	15	135,000,000	125,000,000
Post-employment benefits obligation	17	17,188,332	15,569,469
Total Non-Current Liabilities		<u>152,188,332</u>	<u>140,569,469</u>
TOTAL LIABILITIES		<u>1,640,070,988</u>	<u>1,299,333,009</u>
EQUITY			
SHARE CAPITAL			
Authorized share capital	18		
470,000,000 ordinary shares of Baht 1 each		<u>470,000,000</u>	<u>470,000,000</u>
Issued and paid-up share capital			
470,000,000 ordinary shares of Baht 1 each, fully paid-up		470,000,000	470,000,000
ADDITIONAL PAID-IN CAPITAL			
Premium on ordinary shares		31,746,399	31,746,399
RETAINED EARNINGS			
Appropriated			
Legal reserve	20	22,224,590	17,984,452
Unappropriated		273,990,494	279,739,555
OTHER COMPONENTS OF EQUITY - UNREALIZED LOSS			
ON INVESTMENTS		(41,815)	(38,774)
TOTAL EQUITY		<u>797,919,668</u>	<u>799,431,632</u>
TOTAL LIABILITIES AND EQUITY		<u>2,437,990,656</u>	<u>2,098,764,641</u>

See notes to the interim financial statements

IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2011 AND 2010

		UNIT : BAHT	
	Notes	2011	2010 "Restated"
REVENUES			
Factoring income		86,530,443	86,105,745
Hire purchase income		874,603	1,547,442
Finance lease income		8,541,800	6,538,812
Factoring commission and service fees		29,529,755	28,066,357
Other income		7,408,365	5,448,347
Total Revenues		132,884,966	127,706,703
EXPENSES			
Selling expenses		6,911,353	5,862,070
Administrative expenses		28,260,482	24,165,281
Management benefit expenses	23	12,296,920	12,338,143
Allowance for doubtful accounts		6,225,745	6,123,523
Total Expenses		53,694,500	48,489,017
INCOME BEFORE FINANCE COST AND			
INCOME TAX EXPENSES		79,190,466	79,217,686
FINANCE COST		23,938,054	21,741,761
INCOME BEFORE INCOME TAX EXPENSES		55,252,412	57,475,925
INCOME TAX EXPENSE	22	16,811,335	14,535,612
PROFIT FOR THE PERIOD		38,441,077	42,940,313
OTHER COMPREHENSIVE INCOME			
Unrealized loss on investments		(3,041)	(137,723)
OTHER COMPREHENSIVE INCOME FOR THE PERIOD,			
NET OF TAX		(3,041)	(137,723)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD		38,438,036	42,802,590
BASIC EARNINGS PER SHARE	BAHT	0.08	0.12
WEIGHTED AVERAGE NUMBER OF			
ORDINARY SHARES	18 SHARES	470,000,000	350,000,000

See notes to the interim financial statements

IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE QUARTERS ENDED JUNE 30, 2011 AND 2010

			UNIT : BAHT	
	Notes	2011	2010	"Restated"
REVENUES				
Factoring income		46,313,660	45,105,516	
Hire purchase income		398,709	697,814	
Finance lease income		5,110,413	2,982,596	
Factoring commission and service fees		15,044,183	14,599,920	
Other income		4,828,828	2,952,449	
Total Revenues		71,695,793	66,338,295	
EXPENSES				
Selling expenses		3,385,005	2,837,368	
Administrative expenses		14,397,860	12,133,553	
Management benefit expenses	23	6,580,032	6,659,905	
Allowance for doubtful accounts		3,412,254	7,015,246	
Total Expenses		27,775,151	28,646,072	
INCOME BEFORE FINANCE COST AND				
INCOME TAX EXPENSES		43,920,642	37,692,223	
FINANCE COST				
		14,233,007	11,789,122	
INCOME BEFORE INCOME TAX EXPENSES				
		29,687,635	25,903,101	
INCOME TAX EXPENSE				
	22	12,333,413	4,685,446	
PROFIT FOR THE PERIOD				
		17,354,222	21,217,655	
OTHER COMPREHENSIVE INCOME				
Unrealized loss on investments		(3,041)	(206,864)	
OTHER COMPREHENSIVE INCOME FOR THE PERIOD,				
NET OF TAX		(3,041)	(206,864)	
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD				
		17,351,181	21,010,791	
 BASIC EARNINGS PER SHARE				
	BAHT	0.04	0.06	
 WEIGHTED AVERAGE NUMBER OF				
ORDINARY SHARES	18	SHARES 470,000,000	350,000,000	

See notes to the interim financial statements

IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED
STATEMENTS OF CHANGES IN EQUITY
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2011 AND 2010

UNIT : BAHT

	Notes	Issued and paid-up share capital	Premium on Ordinary Share	Retained earnings Appropriated Legal reserve	Unappropriated	Other Components of Equity - Unrealized Gain (Loss) on investments	Total Equity
"As restated"							
Beginning balance as at January 1, 2010							
as previously reported		350,000,000	-	14,384,452	205,289,567	138,097	569,812,116
Cumulative effect of the change in							
accounting policy for deferred tax asset	4	-	-	-	33,738,425	(41,429)	33,696,996
Cumulative effect of the change in							
accounting policy for employee benefits	4	-	-	-	(8,991,201)	-	(8,991,201)
Beginning balance as at January 1, 2010							
as restated		350,000,000	-	14,384,452	230,036,791	96,668	594,517,911
Profit for the period		-	-	-	42,940,313	-	42,940,313
Dividend paid	19	-	-	-	(31,500,000)	-	(31,500,000)
Legal reserve	20	-	-	3,600,000	(3,600,000)	-	-
Changes in investment value		-	-	-	-	(137,723)	(137,723)
Ending balance as at June 30, 2010		<u>350,000,000</u>	<u>-</u>	<u>17,984,452</u>	<u>237,877,104</u>	<u>(41,055)</u>	<u>605,820,501</u>
Beginning balance as at January 1, 2011							
		470,000,000	31,746,399	17,984,452	279,739,555	(38,774)	799,431,632
Changes during the period							
Profit for the period		-	-	-	38,441,077	-	38,441,077
Dividend paid	19	-	-	-	(39,950,000)	-	(39,950,000)
Legal reserve	20	-	-	4,240,138	(4,240,138)	-	-
Changes in investment value		-	-	-	-	(3,041)	(3,041)
Ending balance as at June 30, 2011		<u>470,000,000</u>	<u>31,746,399</u>	<u>22,224,590</u>	<u>273,990,494</u>	<u>(41,815)</u>	<u>797,919,668</u>

See notes to the interim financial statements

IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED
STATEMENTS OF CASH FLOWS
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2011 AND 2010
"UNAUDITED"

UNIT : BAHT

	Notes	2011	2010
CASH FLOWS FROM OPERATING ACTIVITIES			
Income before income tax expenses		55,252,412	57,475,925
Adjustments for :			
Allowance for doubtful accounts		6,225,745	6,123,523
Gain from sales of investment		-	(687,196)
(Gain)/loss from sales of fixed assets		(542,056)	29,783
Loss from write-off assets		-	6,498
Interest expenses		23,086,478	21,309,181
Employment benefits expense		1,618,863	1,392,964
Depreciation and amortization		3,311,900	2,495,131
		<u>88,953,342</u>	<u>88,145,809</u>
Operating assets (increase) decrease			
Factoring receivable		(167,484,820)	(72,651,680)
Hire purchase receivable		1,791,359	11,360,531
Lease contract receivable		(121,409,207)	41,226,394
Inventory finance receivable		(6,235,361)	(1,355,195)
Amounts due from a related company		75,626	6,786
Other current assets		(8,061,569)	1,814,647
Fixed deposits pledged as collateral		(365)	(734)
Operating liabilities increase (decrease)			
Amounts due to a related company		31,695	(10,026)
Other current liabilities		(3,252,940)	(6,706,712)
Cash paid (received) for operating activities		(215,592,240)	61,829,820
Interest expenses paid		(23,925,648)	(21,036,995)
Income tax paid		(12,841,227)	(17,166,805)
Net cash flow provided by (used in) operating activities		<u>(252,359,115)</u>	<u>23,626,020</u>

IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED
STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE SIX-MONTH PERIODS ENDED JUNE 30, 2011 AND 2010
"UNAUDITED"

		UNIT : BAHT	
	Notes	2011	2010
CASH FLOWS FROM INVESTING ACTIVITIES			
Cash paid for purchases of fixed assets	6.1	(415,053)	(8,774,728)
Cash paid for purchases of intangible assets	6.2	(135,494)	(149,800)
Proceeds from sales of investment		-	1,487,444
Cash received from sales of fixed assets		542,056	22,772
Net cash used in investing activities		(8,491)	(7,414,312)
CASH FLOWS FROM FINANCING ACTIVITIES			
Cash paid for short-term loan		-	(230,000,000)
Cash received from short-term loans		295,000,000	300,000,000
Cash paid for long-term loan		(58,000,000)	(25,000,000)
Cash received from long-term loans		100,000,000	-
Cash paid for dividend		(39,950,000)	(31,500,000)
Net cash provided by financing activities		297,050,000	13,500,000
Net increase in cash and cash equivalents		44,682,394	29,711,708
Cash and cash equivalents at beginning of the period		116,978,870	73,896,147
Cash and cash equivalents at end of the period		161,661,264	103,607,855

See notes to the interim financial statements

IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE QUARTERS AND SIX-MONTH PERIODS ENDED JUNE 30, 2011 AND 2010
“UNAUDITED”

1. GENERAL INFORMATION AND THE COMPANY’S OPERATION

The Company was incorporated in March 1991, under the laws of Thailand and registered as a Public Company Limited with the Ministry of Commerce on April 18, 2007. The Company’s office is located at 20th floor Lumpini Tower, 1168/55 Rama IV Road, Tungmahamek, Sathorn, Bangkok. The principal business activities of the Company are factoring, hire purchase and leasing businesses.

The major shareholders as at June 30, 2011 and December 31, 2010 were IFS Capital Holdings (Thailand) Limited with 36.64% and 36.64% shareholdings, respectively and IFS Capital Limited (registered in Singapore) with 36.49% and 36.49% shareholdings, respectively. The major shareholder of IFS Capital Limited is Phillip Asset Pte. Ltd. (registered in Singapore) with 40.4% shareholding.

The status of the Company has been changed to that of a foreign Company after submitting the request to do business under Section 17 of the Foreign Business Act B.E. 2542 and obtained the license of foreign business operations dated July 3, 2009 from the Department of Business Development to do business in category 3 (21) service business as follows:

- 1) Factoring
- 2) Leasing and hire purchase businesses only to the existing customers committed under the leasing and hire purchase agreements

Thus, the Company has to comply with the conditions specified in the certificate of foreign business operations.

On November 27, 2009, the Company had reapplied for a permission to operate a business under annex 3 (21): service businesses of leasing and hire purchase of vehicles and machineries used in industry, tools used in transport of goods, vessels and carriages used in agriculture to new clients and on April 8, 2010, the Company had obtained the approval from the Department of Business Development.

On April 27, 2010, the Company obtained approval from IFS Capital Limited in Singapore, who is the Company’s major shareholder, for its public offering and its listing on the Stock Exchange of Thailand.

On August 3, 2010, the Company had made its public offering and sold 120,000,000 shares at par Baht 1.00 per share totaling of Baht 120,000,000 with offering price at Baht 1.35 per share totaling of Baht 162,000,000 and on August 5, 2010, the Company had registered such additional paid-up capital of 120,000,000 shares equivalent to Baht 120,000,000 with the Ministry of Commerce.

On August 6, 2010, the Company paid the fee and received a license to operate a business under annex 3 (21) : service businesses of leasing and hire purchase of vehicles and machineries used in industry, tools used in transport of goods, vessels and carriages used in agriculture and on the same day the Stock Exchange of Thailand (SET) informed that the SET's board has approved a listing of common shares of IFS Capital (Thailand) Public Company Limited amounting to 470 million shares with a par value of Baht 1 per share, total amounting to Baht 470 million, to be traded on the SET using the trading name of "IFS" commencing from August 10, 2010.

2. BASIS FOR PREPARATION OF THE INTERIM FINANCIAL STATEMENTS

These interim financial statements are prepared in accordance with Accounting Standard No. 34 (Revised 2007) "Interim Financial Statements" (see Note 5) and practices generally accepted accounting principles in Thailand where the format of financial statements is based on Thai Accounting Standard No. 1 (Revised 2009) "Presentation to Financial Statements", and in accordance with the regulations of The Stock Exchange of Thailand dated January 22, 2001, regarding the basis, conditions and procedures for the preparation and submission of financial statements and reports of the financial position and results of operations of listed companies B.E. 2544.

Certain financial information, which is normally included in the financial statements in accordance with generally accepted accounting principles, but which is not required for interim reporting purposes, has been omitted. Therefore, the interim financial statements should be read in conjunction with the financial statements and notes thereto included in the audited financial statements for the year ended December 31, 2010.

For the convenience of the readers, an English version of interim financial statements have been translated from the Thai version. Such financial statements have been prepared for domestic reporting purpose.

The statements of financial position as at December 31, 2010, presented herein for comparison, has been derived from the financial statements of the Company for the year then ended which have already been audited.

The results of operations presented in the quarter and six-month period ended June 30, 2011, are not necessarily an indication nor anticipation of the operating results for the full year.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent assets and liabilities. The actual results may differ from those estimates.

3. NEW AND REVISED THAI ACCOUNTING STANDARDS AND THAI ACCOUNTING STANDARD INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE

The Federation of Accounting Professions has issued the Notifications regarding new and revised Thai Accounting Standards (TASs) and Thai Accounting Standard Interpretations (TSIS), which will become effective for the financial statements for accounting periods beginning on or after January 1, 2013 are as follow.

Thai Accounting Standards (TASs)

TAS 12	Income Taxes
TAS 20	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (Revised 2009)	The Effects of Changes in Foreign Exchange Rates

Thai Accounting Standard Interpretations (TSIs)

TSI 10	Government Assistance - No Specific Relation to Operating Activities
TSI 21	Income Taxes - Recovery of Revalued Non-Depreciable Assets
TSI 25	Income Taxes - Changes in the Tax Status of an Entity or its Shareholders

The management of the Company anticipates that the Company will adopt the above Thai Accounting Standards and Thai Accounting Standard Interpretations relevant to the Company in the preparation of financial statements of the Company when they become effective. The Company's management is in the process of assessing the impact of these standards on the financial statements for the period in which they are initially applied. However, the Company has elected to early adopt TAS 12 "Income Tax" (see Note 4).

4. SIGNIFICANT ACCOUNTING POLICIES

The Company used the same accounting policies and calculation methods in these interim financial statements consistent with the financial statements for the year ended December 31, 2010 except for the adoption of new and revised Thai Accounting Standards and Thai Financial Reporting Standards in Note 5.

Furthermore, the financial statements for the quarter and six-month period ended June 30, 2010 has been retrospectively adjusted in accordance to the changes in accounting policies for the financial statements for the year ended December 31, 2010 as follows:

4.1 Change in accounting policy of employee benefits

The Company has first time adopted Thai Accounting Standard No.19 "Employee Benefits" for the financial statements as at December 31, 2010 and the Company has retrospectively adjusted the beginning balance of retained earnings for year 2010.

4.2 Change in accounting policy of income tax

The Company had first time adopted Thai Accounting Standard No.12 “Income Taxes” for the financial statements for the year ended December 31, 2010 and the Company has retrospectively adjusted the statements of comprehensive income for the quarter and six-month period ended June 30, 2010, statements of changes in equity and statements of cash flows for the six-month period ended June 30, 2010 presented for comparison, as the Company carrying the new policy on income tax had always been in use.

The Company believed that the changes in the accounting policies are appropriate as the Company’s result of operations presented is consistent with business aspects and the obligation of income tax payable or refundable in the future can be recognized in the financial statements.

The financial statements for the quarter and six-month period ended June 30, 2010, presented herein for comparison, have been restated accordingly and the effects are as follow:

	2010 Baht	
Unrealized gain on investments		
Balance at January 1, before change in accounting policy		138,097
Decrease in deferred income tax		(41,429)
Balance at January 1, after change in accounting policy		<u>96,668</u>
Retained earnings - Unappropriated		
Balance at January 1, before change in accounting policies		205,289,567
Increase in deferred tax assets		33,738,425
Increase in provision for employee benefits		(8,991,201)
Balance at January 1, after change in accounting policies		<u>230,036,791</u>
	For the quarter	For the six-month period ended June 30, 2010
Net profit		
Net profit for the period before change in accounting policies	15,652,278	37,460,376
Increase in provision for employee benefits	(696,482)	(1,392,964)
Decrease in income tax	<u>6,261,859</u>	<u>6,872,901</u>
Net profit for the year after change in accounting policies	<u>21,217,655</u>	<u>42,940,313</u>
Increase in Earnings Per Share (“EPS”)		
Weighted-average number of ordinary shares (Thousand shares)	<u>350,000</u>	<u>350,000</u>
EPS before change in accounting policies	0.04	0.11
Increase in provision for employee benefits	(0.002)	(0.004)
Decrease in income tax	<u>0.018</u>	<u>0.020</u>
EPS after change in accounting policies	<u>0.06</u>	<u>0.12</u>

5. ADOPTION OF NEW AND REVISED THAI ACCOUNTING STANDARDS AND THAI FINANCIAL REPORTING STANDARDS

Since January 1, 2011, the Company has adopted the new and revised Thai Accounting Standards (TASs) and Thai Financial Reporting Standards (TFRSs) issued by the Federation of Accounting Professions, which are effective for financial statements prepared for accounting periods beginning on or after January 1, 2011 onwards, and in preparation of interim financial statements. Such TASs and TFRSs have no significant impact to the Company's financial statements except for TAS 1 (Revised 2009) "Presentation of Financial Statements" which changes the requirements on the presentation of the financial statements. Therefore, it affected the reclassifications in the financial statements for the quarter and six-month period ended June 30, 2010 and the statements of financial position as at December 31, 2010, presented for comparison (see Note 2).

6. SUPPLEMENTARY DISCLOSURE OF CASH FLOWS INFORMATION

6.1 Property, plant and equipment for the six-month periods ended June 30, 2011 and 2010 are as follows:

	2011 Baht	2010 Baht
Other payable - equipment, beginning balance	21,935	84,831
<u>Add</u> Purchases of equipment	393,118	10,523,318
<u>Less</u> Cash paid for purchases of equipment	<u>(415,053)</u>	<u>(8,774,728)</u>
Other payable - equipment, ending balance (included in other current liabilities)	<u>-</u>	<u>1,833,421</u>

6.2 Intangible assets for the six-month periods ended June 30, 2011 and 2010 are as follows:

	2011 Baht	2010 Baht
Other payable - intangible assets, beginning balance	91,673	-
<u>Add</u> Purchases of intangible assets	43,821	149,800
<u>Less</u> Cash paid for purchases of intangible assets	<u>(135,494)</u>	<u>(149,800)</u>
Other payable - intangible asset, ending balance (included in other current liabilities)	<u>-</u>	<u>-</u>

7. TEMPORARY INVESTMENTS

Temporary investments as at June 30, 2011 and December 31, 2010 consist of the following:

	2011		
	Cost	Unrealized Loss	Fair Value
	Baht	Baht	Baht
Temporary investment - available-for-sale securities			
Marketable equity securities	137,936	(59,736)	78,200
Total temporary investments	<u>137,936</u>	<u>(59,736)</u>	<u>78,200</u>
	2010		
	Cost	Unrealized Loss	Fair Value
	Baht	Baht	Baht
Temporary investment - available-for-sale securities			
Marketable equity securities	137,936	(55,392)	82,544
Total temporary investments	<u>137,936</u>	<u>(55,392)</u>	<u>82,544</u>

8. FACTORING RECEIVABLE, NET

Factoring receivable, net as at June 30, 2011 and December 31, 2010 consist of the following:

	2011 Baht	2010 Baht
Factoring receivable	2,425,812,489	2,169,944,831
<u>Less</u> Allowance for doubtful accounts (*)	<u>(79,015,045)</u>	<u>(75,534,847)</u>
	2,346,797,444	2,094,409,984
<u>Less</u> Factoring payable	<u>(446,540,455)</u>	<u>(358,157,617)</u>
Factoring receivable, net	<u>1,900,256,989</u>	<u>1,736,252,367</u>

(*) As at June 30, 2011 and December 31, 2010, the Company has provided for the allowance for doubtful accounts on a collective basis for factoring receivable which were classified as normal and overdue for less than 3 months which amounted to Baht 1,711,219 and Baht 1,893,877, respectively.

Factoring receivable as at June 30, 2011 and December 31, 2010 were classified by aging as follows:

	2011 Baht	2010 Baht
Current	1,560,824,762	1,389,337,862
Over due :		
Less than 3 months	781,747,079	693,818,634
3 - 6 months	8,349,696	14,595,612
6 - 12 months	-	981,752
Restructuring	6,141,541	1,475,350
Debtors subject to legal proceedings	68,749,411	69,735,621
	<u>2,425,812,489</u>	<u>2,169,944,831</u>

9. HIRE PURCHASE RECEIVABLE, NET

Hire purchase receivable, net as at June 30, 2011 and December 31, 2010 consist of the following:

	2011 Baht	2010 Baht
Outstanding contract price	17,672,708	19,858,422
<u>Less</u> Unearned financing income	<u>(1,291,430)</u>	<u>(1,685,785)</u>
	16,381,278	18,172,637
<u>Less</u> Allowance for doubtful accounts (*)	<u>(2,251,114)</u>	<u>(2,139,452)</u>
	<u>14,130,164</u>	<u>16,033,185</u>
Due within one year	10,876,564	11,146,049
<u>Less</u> Unearned financing income	<u>(1,072,535)</u>	<u>(1,137,938)</u>
Current portion of hire purchase receivable, net	<u>9,804,029</u>	<u>10,008,111</u>
Hire purchase receivable, net	<u>4,326,135</u>	<u>6,025,074</u>

(*) As at June 30, 2011 and December 31, 2010, the Company has provided for the allowance for doubtful accounts, on a collective basis, for hire purchase receivable which were classified as normal and overdue for less than 3 months which amounted to Baht 156,622 and Baht 44,960, respectively.

Aging of hire purchase receivable as at June 30, 2011 and December 31, 2010 were classified by aging as follows:

	2011 Baht	2010 Baht
Current	15,122,467	17,552,958
Over due :		
Less than 3 months	227,098	-
3 - 6 months	17,679	-
Debtors subject to legal proceedings	2,305,464	2,305,464
	<u>17,672,708</u>	<u>19,858,422</u>

10. LEASE CONTRACT RECEIVABLE, NET

Lease contract receivable, net as at June 30, 2011 and December 31, 2010 consist of the following:

	2011 Baht	2010 Baht
Outstanding contract price	381,548,633	197,086,563
<u>Less</u> Deposits on long-term lease contracts	(92,961,409)	(53,212,814)
<u>Less</u> Unearned financing income	<u>(39,372,426)</u>	<u>(16,068,158)</u>
	249,214,798	127,805,591
<u>Less</u> Allowance for doubtful accounts (*)	<u>(2,732,069)</u>	<u>(357,386)</u>
	<u>246,482,729</u>	<u>127,448,205</u>
Due within one year	128,156,080	86,956,756
<u>Less</u> Deposits on long-term lease contracts	(21,252,099)	(21,510,848)
<u>Less</u> Unearned financing income	<u>(20,295,457)</u>	<u>(9,053,121)</u>
Current portion of lease contract receivable, net	<u>86,608,524</u>	<u>56,392,787</u>
Lease contract receivable, net	<u>159,874,205</u>	<u>71,055,418</u>

(*) As at June 30, 2011 and December 31, 2010, the Company has provided for the allowance for doubtful accounts on a collective basis, for lease contract receivable which were classified as normal and overdue for less than 3 months which amounted to Baht 2,732,070 and Baht 357,386, respectively.

Lease contract receivable as at June 30, 2011 and December 31, 2010 were classified by aging as follows:

	2011 Baht	2010 Baht
Current	381,309,389	197,086,537
Over due :		
Less than 3 months	173,404	26
3 - 6 months	65,840	-
	<u>381,548,633</u>	<u>197,086,563</u>

11. INVENTORY FINANCE RECEIVABLE, NET

Inventory finance receivable, net as at June 30, 2011 and December 31, 2010 consist of the following:

	2011 Baht	2010 Baht
Inventory finance receivable	21,930,670	15,695,309
Less Allowance for doubtful accounts (*)	<u>(3,045,192)</u>	<u>(2,785,990)</u>
Inventory finance receivable, net	<u>18,885,478</u>	<u>12,909,319</u>

(*) As at June 30, 2011 and December 31, 2010, the Company has provided for the allowance for doubtful accounts on a collective basis, for inventory finance receivable which were classified as normal and overdue for less than 3 months which amounted to Baht 273,288 and Baht 14,087, respectively.

Inventory finance receivable as at June 30, 2011 and December 31, 2010 were classified by aging as follows:

	2011 Baht	2010 Baht
Current	19,158,766	12,923,405
Over due :		
Less than 3 months	-	2,771,904
6 - 12 months	<u>2,771,904</u>	<u>-</u>
	<u>21,930,670</u>	<u>15,695,309</u>

12. BANK DEPOSIT HELD AS COLLATERAL

As at June 30, 2011 and December 31, 2010, fixed deposit at bank of Baht 140,366 and Baht 140,001, respectively, have been pledged with a bank as security for issuing bank guarantees on behalf of the Company.

13. DEFERRED TAX ASSETS

Deferred tax assets as at June 30, 2011 and December 31, 2011 consist of tax effects from the following items:

	As at December 31, 2010	Transaction recognized in the statement of comprehensive income	Transaction recognized in Equity	As at June 30, 2011
	Baht	Baht	Baht	Baht
Allowance for doubtful accounts	24,245,303	1,867,723	-	26,113,026
Bad debt on process of litigation	7,275,949	(60,000)	-	7,215,949
Assets from lease contract	8,448,590	109,947	-	8,558,537
Unrealized gain on the change in value of investments - available -for-sale securities	16,617	-	1,303	17,920
Post-employment benefits obligation	4,670,841	485,659	-	5,156,500
Other	80,297	(80,297)	-	-
	<u>44,737,597</u>	<u>2,323,032</u>	<u>1,303</u>	<u>47,061,932</u>
	As at December 31, 2009	Transaction recognized in the statement of comprehensive income	Transaction recognized in Equity	As at December 31, 2010
	Baht	Baht	Baht	Baht
Allowance for doubtful accounts	27,063,106	(2,817,803)	-	24,245,303
Bad debt on process of litigation	1,785,299	5,490,650	-	7,275,949
Assets from lease contract	4,890,020	3,558,570	-	8,448,590
Unrealized gain on the change in value of investments - available -for-sale securities	(41,429)	-	58,046	16,617
Post-employment benefits obligation	-	817,469	3,853,372	4,670,841
Other	-	80,297	-	80,297
	<u>33,696,996</u>	<u>7,129,183</u>	<u>3,911,418</u>	<u>44,737,597</u>

14. SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

Short-term loans from financial institutions as at June 30, 2011 and December 31, 2010 consist of the following:

	2011 Baht	2010 Baht
Promissory notes	1,315,000,000	1,020,000,000

As at June 30, 2011 and December 31, 2010, the Company has short-term loans from financial institutions bearing interest rate at 2.15% - 3.85% per annum and 2.15% - 2.95% per annum respectively.

15. LONG-TERM LOANS

Long-term loans as at June 30, 2011 and December 31, 2010 consist of the following:

	2011 Baht	2010 Baht
Long-term loan	267,000,000	225,000,000
<u>Less</u> Current portion of long-term loan	<u>132,000,000</u>	<u>100,000,000</u>
	<u>135,000,000</u>	<u>125,000,000</u>

As at June 30, 2011 and December 31, 2010, the Company has long-term loans with a financial institution at the interest rate THBFIX (3 months) +2.75% p.a. and is repayable quarterly from March 2010 to March 2013.

As at June 30, 2011, the Company has long-term loans with a financial institution at the interest rate 3.70% p.a. and is repayable quarterly from February 2011 to February 2014 (December 31, 2010 : Nil).

16. PROVIDENT FUND

The Company has a contributory staff provident fund for its employees who apply to join after one year's service which has been registered as the provident fund in accordance with the Provident Fund Act B.E. 2530 (1987).

For the quarters ended June 30, 2011 and 2010, the Company's contributions included in selling and administrative expenses, in the financial statements amounted to Baht 0.58 million and Baht 0.54 million, respectively.

For the six-month periods ended June 30, 2011 and 2010, the Company's contributions included in selling and administrative expenses, in the financial statements amounted to Baht 1.15 million and Baht 1.07 million, respectively.

17. PROVISION FOR EMPLOYEE BENEFITS

The Company calculated provision for employee benefits by using actuarial technique. The assumptions included are discount rate at 4%, resignation rate at 2%, 6% and 11% depending on age group of employees, salary increase rate at 9% and retirement age at 60 years.

Provision for employee benefits as at June 30, 2011 and December 31, 2010 June 30, consist of the following:

	June 30, 2011 Baht	December 31, 2010 Baht
Provision for severance pay (see Note 17.1)	14,855,154	13,536,314
Provision for long service awards (see Note 17.2)	2,333,178	2,033,155
Provision for employee benefits	<u>17,188,332</u>	<u>15,569,469</u>

17.1 Provision for severance pay

Change in the present value of provision for severance pay as at June 30, 2011 and December 31, 2010 are as follows:

	June 30, 2011 Baht	December 31, 2010 Baht
Present value of obligation, beginning balance	13,536,314	11,240,453
Cost of service - current period	1,048,114	1,846,243
Finance cost	270,726	449,618
Present value of obligation, ending balance	<u>14,855,154</u>	<u>13,536,314</u>

Provision for severance pay expenses for the quarters and six-month periods ended June 30, 2011 and 2010 are as follows:

	For the quarters ended June 30,		For the six-month periods ended June 30,	
	2011 Baht	2010 Baht	2011 Baht	2010 Baht
Cost of service - current period	524,057	461,561	1,048,114	923,122
Finance cost	<u>135,363</u>	<u>112,404</u>	<u>270,726</u>	<u>224,808</u>
Total provision for severance pay expenses recognized in statements of comprehensive income	<u>659,420</u>	<u>573,965</u>	<u>1,318,840</u>	<u>1,147,930</u>

17.2 Provision for long service awards

Change in the present value of provision for long service awards as at June 30, 2011 and December 31, 2010 are as follows:

	June 30, 2011 Baht	December 31, 2010 Baht
Present value of obligation, beginning balance	2,033,155	1,604,120
Cost of service - current period	259,360	425,904
Finance cost	40,663	64,164
Benefits paid during the period	-	(61,033)
Present value of obligation, ending balance	<u>2,333,178</u>	<u>2,033,155</u>

Provision for long service awards expenses for the quarters and six-month periods ended June 30, 2011 and 2010 are as follows:

	For the quarters ended June 30, 2011 2010 Baht Baht		For the six-month periods ended June 30, 2011 2010 Baht Baht	
Cost of service - current period	127,663	106,476	259,360	212,952
Finance cost	<u>20,332</u>	<u>16,041</u>	<u>40,663</u>	<u>32,082</u>
Total provision for long service awards expenses recognized in statement of comprehensive income	<u>147,995</u>	<u>122,517</u>	<u>300,023</u>	<u>245,034</u>

18. SHARE CAPITAL

On March 5, 2010, the Company obtained the approval for the public offering from the Office of the Securities and Exchange Commission.

On May 10, 2010, the Board of Directors' Meeting no. 3/2010 passed a resolution stating that the Chairman or Chief Executive Officer were authorized to determine the offer price, the offer period, the terms and conditions relating to the Initial Public Offering (IPO).

On July 28, 2010, the Company signed the Underwriting Agreements with the Co-Lead Underwriters and the Co-Underwriters to underwrite 120,000,000 shares at par Baht 1.00 per share totaling of Baht 120,000,000 with offering price at Baht 1.35 per share. The Company sold the shares on August 3, 2010 for Baht 162,000,000 and on August 5, 2010, the Company had registered an additional paid-up new ordinary shares of 120,000,000 shares equivalent to Baht 120,000,000 with the Ministry of Commerce.

19. DIVIDENDS PAID

On April 25, 2011, the ordinary Shareholder's meeting passed a resolution to pay dividend of Baht 0.085 per share on 470,000,000 shares, totaling Baht 39.95 million. Such dividend was paid on May 10, 2011.

On April 23, 2010, the ordinary Shareholder's meeting pass a resolution to pay dividend of Baht 0.09 per share on 350,000,000 shares, totaling Baht 31.50 million. Such dividend was paid on April 29, 2010.

20. LEGAL RESERVE

Pursuant to the Public Companies Act. B.E. 2535 (1992), the Company must allocate to a reserve fund from the annual net profit, of not less than five percent of the annual net profit deducted by the total accumulated loss brought forward (if any) until the reserve fund reaches an amount of not less than ten percent of the registered capital. The legal reserve could not be used for dividend payment.

21. CAPITAL MANAGEMENT

The Company's objectives in managing capital are to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders.

The Company has to comply with the conditions specified in the certificate of foreign business operations in that the total amount of loans used in the operation of the business permitted must not exceed seven times the principal. Moreover, on April 8, 2010, the Company had obtained the approval from the Department of Business Development to operate a business under annex 3 (21). However, the Company is required to have a minimum capital of not less than Baht 427,954,151, which was fulfilled when the Company was listed on the Stock Exchange of Thailand (see Note 1).

In addition, the Company also has to comply with financial covenants with a bank in that the Company should maintain its debt to equity ratio to not exceed eight times and with another bank in that the Company shall maintain its gearing ratio to not exceed six point five times and a minimum tangible net worth of not less than Baht 520 million. On June 30, 2011 and December, 31, 2010, the Company's financial statements showed compliance to the conditions as mentioned.

22. INCOME TAX

Income tax for the quarters and six-month periods ended June 30, 2011 and 2010 consist of the following:

	For the quarters ended June 30,		For the six-month periods ended June 30,	
	2011	2010	2011	2010
	Baht	Baht	Baht	Baht
Income tax expense from taxable income per income tax return	10,206,678	10,947,305	19,134,367	21,408,513
Deferred tax expense relating to the origination and reversal of temporary differences	<u>2,126,735</u>	<u>(6,261,859)</u>	<u>(2,323,032)</u>	<u>(6,872,901)</u>
Income tax per the statements of income	<u>12,333,413</u>	<u>4,685,446</u>	<u>16,811,335</u>	<u>14,535,612</u>

The reconciliation between income tax - income (expense) and accounting income for the quarters and six-month periods ended June 30, 2011 and 2010 are as follow:

	For the quarters ended June 30,		For the six-month periods ended June 30,	
	2011	2010	2011	2010
	Baht	Baht	Baht	Baht
Accounting income before tax	<u>29,687,635</u>	<u>25,903,101</u>	<u>55,252,412</u>	<u>57,475,925</u>
Income tax at 30%	8,906,291	7,770,930	16,575,724	17,242,777
Tax effect of non-deductible expenses (benefits)	<u>3,427,122</u>	<u>(3,085,484)</u>	<u>235,611</u>	<u>(2,707,165)</u>
Income tax per the statements of income	12,333,413	4,685,446	16,811,335	14,535,612
Deferred tax income (expense) relating to the origination and reversal of temporary differences	<u>(2,126,735)</u>	<u>6,261,859</u>	<u>2,323,032</u>	<u>6,872,901</u>
Income tax expenses from taxable income	<u>10,206,678</u>	<u>10,947,305</u>	<u>19,134,367</u>	<u>21,408,513</u>

23. RELATED PARTY TRANSACTIONS

The accompanying financial statements include certain transactions with related companies. The relationship may be that of shareholding or the companies may have the same group of shareholders or directors. The financial statements reflect the effects of these transactions in the normal business practice, and the price rates, interest rates, terms and conditions are considered to be at arms length, for related party as at the date received by the Board or the shareholders approved.

Significant balance with related companies as at June 30, 2011 and December 31, 2010 consist of the following:

	Relationship	2011 Baht	2010 Baht
Amount due from a related company			
IFS Capital Limited	Major Shareholder company	-	75,626
Amount due to a related company			
IFS Capital Limited	Major Shareholder company	31,695	-

Significant transaction with related parties for the quarters and six-month periods ended June 30, 2011 and 2010 are as follow:

	For the quarters ended June 30,		For the six-month periods ended June 30,	
	2011 Baht	2010 Baht	2011 Baht	2010 Baht
Management benefit expenses				
Short-term benefits	6,302,520	6,404,460	11,741,896	11,827,253
Post-employment benefit	257,297	237,406	514,594	474,812
Other long-term benefits	20,215	18,039	40,430	36,078
	<u>6,580,032</u>	<u>6,659,905</u>	<u>12,296,920</u>	<u>12,338,143</u>

24. COMMITMENTS

As at June 30, 2011 and December 31, 2010, the Company has committed credit facility agreements with financial institutions for general corporate funding requirements as follows:

	As at June 30, 2011 Baht	As at December 31, 2010 Baht
Total credit facilities	3,009,000,000	2,806,000,000

As at June 30, 2011 and December 31, 2010, the Company has utilized the letter of credit amounting to Baht 5.58 million and Baht 9.17 million, respectively, for factoring, hire purchase and leasing contracts. However, as at June 30, 2011 and December 31, 2010, the Company has unused such credit facilities with banks totaling Baht 1,219 million and Baht 1,407 million, respectively.

25. FINANCIAL INFORMATION BY SEGMENT

The operation of the Company consists of factoring, hire purchase and leasing business. The results of operation of these activities are measured as a single segment. In addition, these activities are carried on in Thailand.

As a result, revenues, operating profits and identifiable assets as reflected in these financial statements pertain to the aforementioned industry segment and geographical area.

26. EVENT AFTER THE REPORTING PERIOD

During July 4 - 13, 2011, the Company signed a short-term loan agreement, an additional credit facility agreement and a 3 years long-term agreement with 3 financial institutions totaling of Baht 500 million bearing interest rate at money market rate per annum to MLR-2.375% per annum.

27. APPROVAL FOR ISSUANCE OF THE FINANCIAL STATEMENTS

These financial statements have been approved for issue by the authorized director of the Company on August 1, 2011.