

AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Shareholders and the Board of Directors of Dusit Thani Public Company Limited

I have reviewed the accompanying consolidated and company statements of financial position as at 30 June 2013, the related consolidated and company statements of income, statements of comprehensive income for the three-month and six-month period then ended, changes in shareholders' equity, and cash flows for the six-month period then ended, and condensed notes to interim financial information of Dusit Thani Public Company Limited and its subsidiaries and of Dusit Thani Public Company Limited, respectively. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity". A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

Nattaporn Phan-Udom
Certified Public Accountant (Thailand) No. 3430
PricewaterhouseCoopers ABAS Ltd.

Bangkok
9 August 2013

**DUSIT THANI PUBLIC COMPANY LIMITED
AND ITS SUBSIDIARIES**

**INTERIM CONSOLIDATED AND COMPANY
FINANCIAL INFORMATION
(UNAUDITED)**

30 JUNE 2013

Dusit Thani Public Company Limited and Subsidiaries
Statements of Financial Position
As at 30 June 2013

| | | Baht : '000 | | | |
|---|-------|--------------------------------|--|--------------------------------|--|
| | | Consolidated | | Company | |
| | | financial information | | financial information | |
| | Notes | 30 June 2013 (Unaudited) | 31 December 2012 (Restated) (Audited) | 30 June 2013 (Unaudited) | 31 December 2012 (Restated) (Audited) |
| ASSETS | | | | | |
| Current Assets | | | | | |
| Cash and cash equivalents | 5.1 | 512,752 | 662,908 | 113,358 | 158,817 |
| Trade and other receivables - net | 6 | 396,239 | 407,534 | 191,573 | 206,595 |
| Inventories - net | | 78,173 | 86,182 | 22,589 | 27,225 |
| Prepaid rental of land and buildings | 11 | 103,996 | 103,519 | 74,067 | 74,067 |
| Other current assets | 7 | 37,914 | 36,967 | 6,005 | 9,032 |
| Total Current Assets | | <u>1,129,074</u> | <u>1,297,110</u> | <u>407,592</u> | <u>475,736</u> |
| Non-Current Assets | | | | | |
| Available-for-sale investments | 8 | 408,952 | 299,148 | 367,881 | 270,992 |
| Investment in associate | 20.1 | 1,308,700 | 1,309,526 | 1,229,203 | 1,229,203 |
| Investment in subsidiaries | 20.1 | - | - | 922,509 | 907,109 |
| Investment in joint ventures | 20.1 | - | - | 26,080 | 26,080 |
| Other long-term investments | | 217,716 | 217,716 | - | - |
| Investment properties - net | 9 | 267,578 | 273,149 | 218,776 | 226,630 |
| Property, premises and equipment - net | 10 | 4,501,657 | 4,541,773 | 836,549 | 847,428 |
| Prepaid rental of land and buildings exceeding one year - net | 11 | 360,159 | 410,484 | 277,749 | 314,783 |
| Intangible assets - net | 12 | 53,592 | 46,064 | 47,920 | 41,898 |
| Deferred income tax assets | 13 | 118,375 | 139,376 | 32,478 | 50,682 |
| Other non-current assets - net | | 8,984 | 7,102 | 3,127 | 3,255 |
| Total Non-Current Assets | | <u>7,245,713</u> | <u>7,244,338</u> | <u>3,962,272</u> | <u>3,918,060</u> |
| Total Assets | | <u><u>8,374,787</u></u> | <u><u>8,541,448</u></u> | <u><u>4,369,864</u></u> | <u><u>4,393,796</u></u> |

The accompanying notes are an integral part of these interim financial information.

Dusit Thani Public Company Limited and Subsidiaries

Statements of Financial Position (Continued)

As at 30 June 2013

| | | Baht : '000 | | | | |
|--------------------------------|---|-----------------------|------------------|-----------------------|----------------|------------------|
| | | Consolidated | | Company | | |
| | | financial information | | financial information | | |
| | | 30 June | 31 December | 30 June | 31 December | |
| | | 2013 | 2012 | 2013 | 2012 | |
| | | | (Restated) | | (Restated) | |
| Notes | | (Unaudited) | (Audited) | (Unaudited) | (Audited) | |
| LIABILITIES AND | | | | | | |
| SHAREHOLDERS' EQUITY | | | | | | |
| Current Liabilities | | | | | | |
| | Short-term loans from financial institutions | 14 | 601,300 | 655,298 | 583,300 | 576,900 |
| | Trade and other payables | 15 | 651,135 | 822,553 | 209,774 | 283,904 |
| | Current portion of long-term liabilities under finance lease agreements | | 453 | 488 | 273 | 279 |
| | Current portion of long-term loans | 16 | 176,187 | 98,010 | - | - |
| | Short-term loan from related company | 20.2 | 12,431 | 12,233 | - | - |
| | Current portion of deferred rental revenue | | 25,433 | 25,433 | - | - |
| | Accrued income tax | | 14,581 | 11,108 | - | - |
| | Liabilities under rental guaranteed | | 19,205 | 68,455 | 19,205 | 68,455 |
| | Others current liabilities | | 39,941 | 52,242 | 20,979 | 24,992 |
| | Total Current Liabilities | | 1,540,666 | 1,745,820 | 833,531 | 954,530 |
| Non-Current Liabilities | | | | | | |
| | Long-term liabilities under finance lease agreements | | 535 | 777 | 535 | 704 |
| | Long-term loans | 16 | 1,155,129 | 1,225,044 | - | - |
| | Unrealized gain on sales of assets held for sale | 17 | 6,904 | 6,904 | 6,904 | 6,904 |
| | Deferred rental revenue | | 673,530 | 686,143 | - | - |
| | Retirement benefit obligation | 21 | 174,322 | 163,643 | 93,581 | 89,554 |
| | Deferred income tax liabilities | 13 | 14,411 | 14,471 | - | - |
| | Other non-current liabilities | | 22,456 | 20,603 | 17,404 | 15,593 |
| | Total Non-Current Liabilities | | 2,047,287 | 2,117,585 | 118,424 | 112,755 |
| | Total Liabilities | | 3,587,953 | 3,863,405 | 951,955 | 1,067,285 |

The accompanying notes are an integral part of these interim financial information.

Statements of Financial Position (Continued)

As at 30 June 2013

| | Baht : '000 | | | |
|---|------------------------------------|--|------------------------------------|--|
| | Consolidated | | Company | |
| | financial information | | financial information | |
| | 30 June 2013 (Unaudited) | 31 December 2012 (Restated) (Audited) | 30 June 2013 (Unaudited) | 31 December 2012 (Restated) (Audited) |
| LIABILITIES AND | | | | |
| SHAREHOLDER'S EQUITY (Continued) | | | | |
| Shareholders' Equity | | | | |
| Share capital | | | | |
| Authorized share capital | | | | |
| 85,000,000 ordinary shares of | | | | |
| Baht 10 each | | | | |
| | 850,000 | 850,000 | 850,000 | 850,000 |
| Issued and paid-up share capital | | | | |
| 85,000,000 ordinary shares of | | | | |
| Baht 10 each, fully paid | | | | |
| | 850,000 | 850,000 | 850,000 | 850,000 |
| Additional paid-in capital | | | | |
| Premium on ordinary shares | | | | |
| | 1,643,000 | 1,643,000 | 1,643,000 | 1,643,000 |
| Paid-in surplus - treasury | | | | |
| ordinary shares | | | | |
| | 18,365 | 18,365 | 16,950 | 16,950 |
| Retained earnings | | | | |
| Appropriated | | | | |
| Legal reserve | | | | |
| | 85,000 | 85,000 | 85,000 | 85,000 |
| Other reserves | | | | |
| | 15,740 | 15,740 | - | - |
| Unappropriated | | | | |
| | 1,376,887 | 1,363,066 | 641,054 | 627,167 |
| <u>Less</u> Treasury ordinary shares | | | | |
| | (15,740) | (15,740) | - | - |
| Other components of equity | | | | |
| | 177,534 | 95,392 | 181,905 | 104,394 |
| Equity attributable to | | | | |
| owners of the parent | | | | |
| | 4,150,786 | 4,054,823 | 3,417,909 | 3,326,511 |
| Non-controlling interests | | | | |
| | 636,048 | 623,220 | - | - |
| Total Shareholders' Equity | | | | |
| | 4,786,834 | 4,678,043 | 3,417,909 | 3,326,511 |
| Total Liabilities and Shareholders' Equity | | | | |
| | 8,374,787 | 8,541,448 | 4,369,864 | 4,393,796 |

The accompanying notes are an integral part of these interim financial information.

Dusit Thani Public Company Limited and Subsidiaries
Statements of Income (Unaudited)
For the three-month period ended 30 June 2013

| | | Baht : '000 | | | |
|--------|---|-----------------------|------------------|-----------------------|-----------------|
| | | Consolidated | | Company | |
| | | financial information | | financial information | |
| Notes | 2013 | 2012 | 2013 | 2012 | |
| | | (Restated) | | (Restated) | |
| | Revenue from sales and services | 946,296 | 922,213 | 325,441 | 327,377 |
| | Cost of sales and services | | | | |
| | Cost of sales and services | (621,413) | (642,256) | (222,845) | (222,215) |
| | Cost of services - depreciation and amortization | (115,999) | (105,629) | (46,417) | (49,326) |
| | Total cost of sales and services | (737,412) | (747,885) | (269,262) | (271,541) |
| | Gross profit | 208,884 | 174,328 | 56,179 | 55,836 |
| | Other incomes | | | | |
| | Management service income | 14,041 | 15,157 | 8,518 | 10,902 |
| | Interest income | 2,270 | 4,077 | 394 | 538 |
| | Dividend income | 6,588 | 5,841 | 45,877 | 41,639 |
| 20.3 | Realized income from deferred rental revenue | 6,341 | 6,341 | - | - |
| | Gain on sales of property, premises and equipment | - | 1,006 | - | 807 |
| | Share of profit from investment in associate | 23,429 | 22,821 | - | - |
| | Other income | 40,449 | 5,665 | 56,751 | 36,365 |
| | Total other incomes | 93,118 | 60,908 | 111,540 | 90,251 |
| | Profit before expenses | 302,002 | 235,236 | 167,719 | 146,087 |
| | Expenses | | | | |
| | Selling expenses | (73,534) | (92,717) | (47,160) | (50,542) |
| | Administrative expenses | (263,221) | (214,194) | (137,476) | (118,015) |
| | Depreciation and amortization | (14,090) | (10,575) | (9,241) | (5,710) |
| | Loss on sales of property, premises and equipment | (2,370) | - | (975) | - |
| | Financial expenses | (17,782) | (22,077) | (4,629) | (7,012) |
| | Total expenses | (370,997) | (339,563) | (199,481) | (181,279) |
| | Loss before income tax | (68,995) | (104,327) | (31,762) | (35,192) |
| | Income (expense) on income tax | 13,424 | (533) | 15,980 | (598) |
| 13, 19 | Net loss | (55,571) | (104,860) | (15,782) | (35,790) |
| | Attributable net loss to: | | | | |
| | - Owners of the parent | (43,730) | (62,894) | (15,782) | (35,790) |
| | - Non-controlling interests | (11,841) | (41,966) | - | - |
| | | (55,571) | (104,860) | (15,782) | (35,790) |
| | Basic loss per share | | | | |
| | - Owners of the parent | Baht | (0.52) | (0.74) | (0.19) |
| | Weighted average number of ordinary shares | Shares | 84,528,500 | 84,528,500 | 85,000,000 |

The accompanying notes are an integral part of these interim financial information.

Dusit Thani Public Company Limited and Subsidiaries
Statements of Comprehensive Income (Unaudited)
For the three-month period ended 30 June 2013

| | Baht : '000 | | | |
|---|---------------------------------------|--------------------|----------------------------------|--------------------|
| | Consolidated financial information | | Company financial information | |
| | 2013 | 2012 (Restated) | 2013 | 2012 (Restated) |
| Net loss | (55,571) | (104,860) | (15,782) | (35,790) |
| Other comprehensive income (loss) | | | | |
| Exchange differences on the translation of financial information of subsidiaries | 56,173 | 50,906 | - | - |
| Loss on remeasuring available- for-sale investments | (56,617) | (920) | (50,677) | (1,242) |
| Income tax relating to components of other comprehensive income | 16,299 | (81) | 10,135 | 249 |
| Other comprehensive income (loss) | 15,855 | 49,905 | (40,542) | (993) |
| Total comprehensive loss | <u>(39,716)</u> | <u>(54,955)</u> | <u>(56,324)</u> | <u>(36,783)</u> |
| Total comprehensive income (loss) attributable to: | | | | |
| - Owners of the parent | (56,649) | (29,959) | (56,324) | (36,783) |
| - Non-controlling interests | 16,933 | (24,996) | - | - |
| | <u>(39,716)</u> | <u>(54,955)</u> | <u>(56,324)</u> | <u>(36,783)</u> |

The accompanying notes are an integral part of these interim financial information.

Dusit Thani Public Company Limited and Subsidiaries
Statements of Income (Unaudited)
For the six-month period ended 30 June 2013

| | | Baht : '000 | | | |
|-------|---|-----------------------|-----------------|-----------------------|---------------|
| | | Consolidated | | Company | |
| | | financial information | | financial information | |
| Notes | 2013 | 2012 (Restated) | 2013 | 2012 (Restated) | |
| | Revenue from sales and services | 2,375,262 | 2,050,063 | 794,308 | 748,709 |
| | Cost of sales and services | | | | |
| | Cost of sales and services | (1,449,743) | (1,351,914) | (457,511) | (444,099) |
| | Cost of services - depreciation and amortization | (228,895) | (199,798) | (92,474) | (97,892) |
| | Total cost of sales and services | (1,678,638) | (1,551,712) | (549,985) | (541,991) |
| | Gross profit | 696,624 | 498,351 | 244,323 | 206,718 |
| | Other incomes | | | | |
| | Management service income | 34,305 | 34,843 | 33,386 | 33,769 |
| | Interest income | 3,270 | 5,063 | 394 | 800 |
| | Dividend income | 6,588 | 5,841 | 90,743 | 96,338 |
| | Realized income from deferred rental revenue | 12,612 | 12,612 | - | - |
| | Gain on sales of property, premises and equipment | 6 | 2,390 | - | 2,093 |
| | Share of profit from investment in associate | 44,040 | 45,683 | - | - |
| | Other income | 80,597 | 46,122 | 126,186 | 82,484 |
| | Total other incomes | 181,418 | 152,554 | 250,709 | 215,484 |
| | Profit before expenses | 878,042 | 650,905 | 495,032 | 422,202 |
| | Expenses | | | | |
| | Selling expenses | (184,661) | (188,420) | (114,811) | (110,798) |
| | Administrative expenses | (504,546) | (434,392) | (254,185) | (233,858) |
| | Depreciation and amortization | (27,433) | (19,357) | (17,927) | (10,371) |
| | Loss on sales of property, premises and equipment | - | - | (982) | - |
| | Financial expenses | (33,172) | (37,587) | (9,414) | (14,390) |
| | Total expenses | (749,812) | (679,756) | (397,319) | (369,417) |
| | Profit (loss) before income tax | 128,230 | (28,851) | 97,713 | 52,785 |
| | Income (expense) on income tax | (20,816) | (7,981) | 1,174 | 985 |
| | Net profit (loss) | 107,414 | (36,832) | 98,887 | 53,770 |
| | Attributable net profit (loss) to: | | | | |
| | - Owners of the parent | 98,821 | 32,720 | 98,887 | 53,770 |
| | - Non-controlling interest | 8,593 | (69,552) | - | - |
| | | 107,414 | (36,832) | 98,887 | 53,770 |
| | Basic earnings per share | | | | |
| | - Owners of the parent | Baht | 1.17 | 0.39 | 1.16 |
| | Weighted average number of ordinary shares | Shares | 84,528,500 | 84,528,500 | 85,000,000 |

The accompanying notes are an integral part of these interim financial information.

Dusit Thani Public Company Limited and Subsidiaries
Statements of Comprehensive Income (Unaudited)
For the six-month period ended 30 June 2013

| | Baht : '000 | | | |
|---|------------------------------|-------------------|------------------------------|-------------------|
| | Consolidated | | Company | |
| | financial information | | financial information | |
| | 2013 | 2012 | 2013 | 2012 |
| | | (Restated) | | (Restated) |
| Net profit (loss) | 107,414 | (36,832) | 98,887 | 53,770 |
| Other comprehensive income (loss) | | | | |
| Exchange differences on the translation of financial information of subsidiaries | 1,588 | 26,798 | - | - |
| Gains on remeasuring available- for-sale investments | 109,804 | 8,448 | 96,889 | 6,446 |
| Income tax relating to components of other comprehensive income | (21,900) | (1,690) | (19,378) | (1,289) |
| Other comprehensive income | <u>89,492</u> | <u>33,556</u> | <u>77,511</u> | <u>5,157</u> |
| Total comprehensive income (loss) | <u>196,906</u> | <u>(3,276)</u> | <u>176,398</u> | <u>58,927</u> |
| Total comprehensive income (loss) attributable to: | | | | |
| - Owners of the parent | 180,963 | 35,593 | 176,398 | 58,927 |
| - Non-controlling interests | 15,943 | (38,869) | - | - |
| | <u>196,906</u> | <u>(3,276)</u> | <u>176,398</u> | <u>58,927</u> |

The accompanying notes are an integral part of these interim financial information.

Dusit Thani Public Company Limited and Subsidiaries
 Statements of Changes in Shareholders' Equity
 For the six-month period ended 30 June 2013

| Baht : '000 | | | | | | | | | | | | | |
|---|--------------------------------------|----------------------------|--|-------------------|---------------|------------------|--------------------------|----------------------------|--|----------------------------|---------------------------|----------------------------|------------------|
| Consolidated financial information (Unaudited) | | | | | | | | | | | | | |
| Notes | Attributable to owners of the parent | | | | | | | | | | Non-Controlling interests | Total shareholders' equity | |
| | Issued and paid-up share capital | Premium on ordinary shares | Paid-in surplus-treasury ordinary shares | Retained earnings | | Unappropriated | Treasury ordinary shares | Other components of equity | | Total owners of the parent | | | |
| | | | | Appropriated | Other | | | Unrealized gain (loss) | Exchange differences on the translation of financial information of subsidiaries | | | | |
| | | | | Legal reserve | reserves | | | | | | | | |
| Beginning balance : 1 January 2012 | 850,000 | 1,643,000 | 18,365 | 85,000 | 15,740 | 1,155,434 | (15,740) | 201,302 | (76,498) | 124,804 | 3,876,603 | 696,149 | 4,572,752 |
| Adjustment from changes in accounting policy | 4.1 | - | - | - | - | 117,877 | - | (23,915) | - | (23,915) | 93,962 | 9,184 | 103,146 |
| Balance after adjustment | 850,000 | 1,643,000 | 18,365 | 85,000 | 15,740 | 1,273,311 | (15,740) | 177,387 | (76,498) | 100,889 | 3,970,565 | 705,333 | 4,675,898 |
| Changes in shareholders' equity for the period | | | | | | | | | | | | | |
| Dividend paid | 18 | - | - | - | - | (42,500) | - | - | - | - | (42,500) | (5,958) | (48,458) |
| Total comprehensive income (loss) for the period | | - | - | - | - | 32,720 | - | 6,474 | (3,601) | 2,873 | 35,593 | (38,869) | (3,276) |
| Ending balance : 30 June 2012 | <u>850,000</u> | <u>1,643,000</u> | <u>18,365</u> | <u>85,000</u> | <u>15,740</u> | <u>1,263,531</u> | <u>(15,740)</u> | <u>183,861</u> | <u>(80,099)</u> | <u>103,762</u> | <u>3,963,658</u> | <u>660,506</u> | <u>4,624,164</u> |
| Beginning balance : 1 January 2013 | 850,000 | 1,643,000 | 18,365 | 85,000 | 15,740 | 1,235,113 | (15,740) | 231,074 | (105,570) | 125,504 | 3,956,982 | 596,156 | 4,553,138 |
| Adjustment from changes in accounting policy | 4.1 | - | - | - | - | 127,953 | - | (30,112) | - | (30,112) | 97,841 | 27,064 | 124,905 |
| Balance after adjustment | 850,000 | 1,643,000 | 18,365 | 85,000 | 15,740 | 1,363,066 | (15,740) | 200,962 | (105,570) | 95,392 | 4,054,823 | 623,220 | 4,678,043 |
| Changes in shareholders' equity for the period | | | | | | | | | | | | | |
| Dividend paid | 18 | - | - | - | - | (85,000) | - | - | - | - | (85,000) | (3,115) | (88,115) |
| Total comprehensive income (loss) for the period | | - | - | - | - | 98,821 | - | 86,439 | (4,297) | 82,142 | 180,963 | 15,943 | 196,906 |
| Ending balance : 30 June 2013 | <u>850,000</u> | <u>1,643,000</u> | <u>18,365</u> | <u>85,000</u> | <u>15,740</u> | <u>1,376,887</u> | <u>(15,740)</u> | <u>287,401</u> | <u>(109,867)</u> | <u>177,534</u> | <u>4,150,786</u> | <u>636,048</u> | <u>4,786,834</u> |

The accompanying notes are an integral part of these interim financial information.

Dusit Thani Public Company Limited and Subsidiaries

Statements of Changes in Shareholders' Equity (Continued)

For the six-month period ended 30 June 2013

| | | | | | | | | Baht : '000 | |
|---|---|----------------------------|--|-------------------|----------------|----------------------------|----------------|----------------------------|------------------------|
| Notes | Company financial information (Unaudited) | | | | | | | Total shareholders' equity | |
| | Issued and paid-up share capital | Premium on ordinary shares | Paid-in surplus-Treasury ordinary shares | Retained earnings | | Other component of equity | | | |
| | | | | Appropriated | Unappropriated | Other comprehensive income | Total | | |
| | | | | Legal reserve | | | | | Unrealized gain (loss) |
| Beginning balance : 1 January 2012 | 850,000 | 1,643,000 | 16,950 | 85,000 | 450,836 | 102,999 | 102,999 | 3,148,785 | |
| Adjustment from | | | | | | | | | |
| changes in accounting policy | 4.1 | - | - | - | 80,241 | (20,600) | (20,600) | 59,641 | |
| Balance after adjustment | | 850,000 | 1,643,000 | 16,950 | 85,000 | 531,077 | 82,399 | 82,399 | 3,208,426 |
| Changes in Shareholders' equity for the period | | | | | | | | | |
| Dividend paid | 18 | - | - | - | (42,500) | - | - | - | (42,500) |
| Total comprehensive income for the period | | - | - | - | 53,770 | 5,157 | 5,157 | 5,157 | 58,927 |
| Ending balance : 30 June 2012 | | <u>850,000</u> | <u>1,643,000</u> | <u>16,950</u> | <u>85,000</u> | <u>542,347</u> | <u>87,556</u> | <u>87,556</u> | <u>3,224,853</u> |
| Beginning balance : 1 January 2013 | | 850,000 | 1,643,000 | 16,950 | 85,000 | 550,386 | 130,493 | 130,493 | 3,275,829 |
| Adjustment from | | | | | | | | | |
| changes in accounting policy | 4.1 | - | - | - | 76,781 | (26,099) | (26,099) | (26,099) | 50,682 |
| Balance after adjustment | | 850,000 | 1,643,000 | 16,950 | 85,000 | 627,167 | 104,394 | 104,394 | 3,326,511 |
| Changes in Shareholders' equity for the period | | | | | | | | | |
| Dividend paid | 18 | - | - | - | (85,000) | - | - | - | (85,000) |
| Total comprehensive income for the period | | - | - | - | 98,887 | 77,511 | 77,511 | 77,511 | 176,398 |
| Ending balance : 30 June 2013 | | <u>850,000</u> | <u>1,643,000</u> | <u>16,950</u> | <u>85,000</u> | <u>641,054</u> | <u>181,905</u> | <u>181,905</u> | <u>3,417,909</u> |

The accompanying notes are an integral part of these interim financial information.

Dusit Thani Public Company Limited and Subsidiaries

Statements of Cash Flows (Unaudited)

For the six-month period ended 30 June 2013

| | | Baht : '000 | | | |
|---|---|------------------------------|----------|------------------------------|----------|
| | | Consolidated | | Company | |
| | | financial information | | financial information | |
| Notes | | 2013 | 2012 | 2013 | 2012 |
| Cash flows from operating activities | | | | | |
| | Profit (loss) before income tax | 128,230 | (28,851) | 97,713 | 52,785 |
| | Items to reconcile: | | | | |
| | Realized income from deferred rental revenue | (12,612) | (12,612) | - | - |
| | Interest income | (3,270) | (5,063) | (394) | (800) |
| | Dividend income | (6,588) | (5,841) | (90,743) | (96,338) |
| | Bad debts and allowance for doubtful accounts (reversal) | 12,918 | (23,389) | (6,527) | 7,533 |
| | Depreciation and amortization of property, premises and equipment | 10 | 245,911 | 208,929 | 98,410 |
| | Depreciation of investment properties | 9 | 5,571 | 5,661 | 7,854 |
| | Amortization of prepaid rental of land and buildings | 11 | 51,296 | 50,918 | 37,034 |
| | Amortization of intangible assets | 12 | 4,846 | 3,151 | 4,137 |
| | Loss on write-off withholding tax | 834 | - | - | - |
| | Amortization of other non-current assets | - | 1,415 | - | - |
| | Retirement benefit obligation | 21 | 13,670 | 10,371 | 5,755 |
| | Share of profit from investment in associate | (44,040) | (45,683) | - | - |
| | Gain on liquidated subsidiary | (71) | - | (71) | - |
| | Loss (gain) on sales of property, premises and equipment | (6) | (2,390) | 982 | (2,093) |
| | Loss on property, premises and equipment written-off | 10 | 12,012 | 4,788 | 3,021 |
| | Loss on intangible assets written-off | 12 | 23 | - | - |
| | Financial expenses | 33,172 | 37,587 | 9,414 | 14,390 |
| | Income from operations before changes in operating assets and liabilities | 441,896 | 198,991 | 166,608 | 125,959 |
| | (Increase) decrease in operating assets | | | | |
| | Trade and other receivables | 15,802 | 97,075 | 32,472 | 47,766 |
| | Inventories | 7,913 | (19,029) | 4,636 | 2,417 |
| | Other current assets | (1,441) | 10,481 | 3,027 | 715 |
| | Other non-current assets | (1,845) | (3,078) | 128 | (559) |
| | Increase (decrease) in operating liabilities | | | | |
| | Trade and other payables | (149,648) | (31,243) | (64,786) | (33,306) |
| | Liabilities under rental guaranteed | (49,250) | (65,823) | (49,250) | (65,823) |
| | Other current liabilities | (12,392) | 4,442 | (4,013) | 3,998 |
| | Other non-current liabilities | 1,853 | (19,335) | 1,811 | 448 |
| | Payment for retirement benefit obligations | 21 | (2,115) | (1,728) | (228) |
| | Cash provided by operating activities before income tax paid | 250,773 | 171,484 | 88,905 | 81,387 |
| | Proceeds from refund of prepaid income tax | 2,105 | - | - | - |
| | Payment for income tax | (34,885) | (27,354) | (10,923) | (5,485) |
| | Net cash provided by operating activities | 217,993 | 144,130 | 77,982 | 75,902 |

The accompanying notes are an integral part of these interim financial information.

Dusit Thani Public Company Limited and Subsidiaries

Statements of Cash Flows (Unaudited) (Continued)

For the six-month period ended 30 June 2013

| | | Baht : '000 | | | |
|---|-------|------------------------------|-------------|------------------------------|-------------|
| | | Consolidated | | Company | |
| | | financial information | | financial information | |
| Notes | | 2013 | 2012 | 2013 | 2012 |
| Cash flows from investing activities | | | | | |
| | | 3,545 | 5,989 | 394 | 1,009 |
| | | 44,866 | 54,699 | 44,866 | 54,699 |
| | | 6,588 | 5,841 | 45,877 | 41,639 |
| | | - | - | (28,435) | - |
| | | - | 3,000 | - | 6,000 |
| | | - | - | 5,071 | - |
| | | - | (588) | - | (2,237) |
| | | 2,921 | 3,461 | 109 | 2,212 |
| | | (220,309) | (431,957) | (92,897) | (66,369) |
| | 5.2.1 | (220,309) | (431,957) | (92,897) | (66,369) |
| | 12 | (12,369) | (6,348) | (10,182) | (5,380) |
| | | (174,758) | (365,903) | (35,197) | 31,573 |
| Cash flows from financing activities | | | | | |
| | | 508,500 | 415,798 | 479,500 | 358,600 |
| | | (560,778) | (394,410) | (473,100) | (393,100) |
| | | - | (3,000) | - | - |
| | | (277) | (223) | (175) | (129) |
| | 5.2.1 | (277) | (223) | (175) | (129) |
| | | - | 297,461 | - | - |
| | 16 | (10,849) | (10,236) | - | - |
| | | (35,242) | (38,903) | (9,469) | (15,656) |
| | | (88,115) | (48,458) | (85,000) | (42,500) |
| | | (186,761) | 218,029 | (88,244) | (92,785) |
| | | (143,526) | (3,744) | (45,459) | 14,690 |
| | | 662,908 | 590,234 | 158,817 | 126,179 |
| | | (6,630) | (456) | - | - |
| | 5.1 | 512,752 | 586,034 | 113,358 | 140,869 |

The accompanying notes are an integral part of these interim financial information.

Dusit Thani Public Company Limited and Subsidiaries
Condensed Notes to the Interim Financial Information (Unaudited)
For the interim period ended 30 June 2013

1. General information

Dusit Thani Public Company Limited is a company registered in Thailand with its head office located at 946 Dusit Thani Office Building, 5th floor, Rama IV Road, Silom, Bangrak, Bangkok. The Company's main objective is to operate hotel business and hotel management service business.

The Company is listed on the Stock Exchange of Thailand. For reporting purposes, the Company and its subsidiaries are referred to as the "Group".

These Group interim consolidated and company financial information were authorized to issue by the Board of Directors of the Company on 9 August 2013.

These Group interim consolidated and company financial information have been reviewed but not audited.

2. Basis of preparation

These interim consolidated and company financial information are prepared in accordance with Thai generally accepted accounting principles under the Accounting Act B.E. 2543, being those Thai Accounting Standards issued under the Accounting Professions Act B.E. 2547, and the financial reporting requirements of the Securities and Exchange Commission. The primary financial statements (i.e., statement of financial position, statement of income and statement of comprehensive income, changes in shareholders' equity and cash flows) are prepared in the full format as required by the Securities and Exchange Commission. The notes to the financial information are prepared in a condensed format according to Thai Accounting Standard 34, "Interim Financial Reporting" and additional notes are presented as required by the Securities and Exchange Commission under the Securities and Exchange Act.

Certain financial information which is normally included in financial information prepared in accordance with generally accepted accounting principles, but which is not required for interim reporting purposes, has been omitted. Accordingly, the aforementioned interim consolidated and company financial information should be read in conjunction with the consolidated and company financial statements and notes thereto included in the audited financial statements for the year ended 31 December 2012.

An English version of the interim consolidated and company financial information have been prepared from the interim financial information that are in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

3. Accounting policies

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial information for the year ended 31 December 2012, except as described below:

New/revised accounting standards and related interpretations which are effective on 1 January 2013 are:

| | |
|-----------------------|---|
| TAS 12 | Income taxes |
| TAS 20 (Revised 2009) | Accounting for Government Grants and Disclosure of Government Assistance |
| TAS 21 (Revised 2009) | The Effects of Changes in Foreign Exchange Rates |
| TFRS 8 | Operating Segments |
| TSIC 10 | Government Assistance - No Specific Relation to Operating Activities |
| TSIC 21 | Income Taxes - Recovery of Revalued Non-Depreciable Assets |
| TSIC 25 | Income Taxes - Changes in the Tax Status of an Entity or its Shareholders |

New accounting policies resulting from new/revised accounting standards and related interpretations are discussed in Note 4. There are no material impacts to the Group as a result of initial adoption, except for accounting policy about income tax as discussed in Note 4.1.

New interpretations which are effective on 1 January 2014 and the Group have not early adopted them are:

| | |
|----------|--|
| TFRIC 1 | Changes in Existing Decommissioning, Restoration and Similar Liabilities |
| TFRIC 4 | Determining whether an Arrangement contains a Lease |
| TFRIC 5 | Right to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds |
| TFRIC 7 | Applying the Restatement Approach under TAS 29 Financial Reporting in Hyperinflationary Economics |
| TFRIC 10 | Interim Financial Reporting and Impairment |
| TFRIC 12 | Service Concession Arrangements |
| TFRIC 13 | Customer Loyalty Programmes |
| TSIC 29 | Service Concession Arrangements: Disclosure |

3. Accounting policies (Continued)

TFRIC 1 provide guidance on accounting for changes in the measurement of an existing decommissioning, restoration and similar liability that result from changes in estimated timing or amount of the outflow of resources embodying economic benefits required to settle the obligation, or a change in the discount rate. This interpretation has no impact to the Group.

TFRIC 4 requires the determination of whether an arrangement is or contains a lease to be based on the substance of the arrangement. It requires an assessment of whether: (a) fulfillment of the arrangement is dependent on the use of a specific asset; and (b) the arrangement conveys a right to use the asset. This interpretation is not relevant to the Group's operations.

TFRIC 5 provide guidance on accounting in the financial statements of a contributor for interests arising from decommissioning funds that the assets are administered separately and a contributor's right to access the assets is restricted. This interpretation is not relevant to the Group's operations.

TFRIC 7 provides guidance on how to apply the requirements of TAS 29, Financial Reporting in Hyperinflationary Economics, in a reporting period in which an entity identifies the existence of hyperinflation in the economy of its functional currency, when the economy was not hyperinflationary in the prior period. This interpretation is not relevant to the Group's operations.

TFRIC 10 prohibits reversal of an impairment losses recognized in a previous interim period in respect of goodwill. This interpretation has no impact to the Group.

TFRIC 12 applies to public-to-private service concession arrangements whereby a private sector operator participates in the development, financing, operation and maintenance of infrastructure for public sector services. This interpretation is not relevant to the Group's operations.

TFRIC 13 clarifies that where goods or services are sold together with a customer loyalty incentive (for example, loyalty points or free products), the arrangement is a multiple-element arrangement, and the consideration received or receivable from the customer is allocated between the components of the arrangement using fair values. The management is currently assessing the impact of applying this interpretation.

TSIC 29 contains disclosure requirements in respect of public-to-private service arrangements. This interpretation is not relevant to the Group's operations.

New accounting standard which is effective on 1 January 2016 and the Group have not early adopted them is:

TFRS 4 Insurance Contracts

TFRS 4 applies to all insurance contracts (including reinsurance contracts) that an entity issues and to reinsurance contracts that it holds. This accounting standard is not relevant to the Group's operations.

4. New accounting policies

4.1 Current and deferred income taxes

The tax expense for the period comprises current and deferred tax. Tax is recognized in profit and loss, except to the extent that it relates to items recognized in other comprehensive income or directly in shareholders' equity. In this case the tax is also recognized in other comprehensive income or directly in shareholders' equity, respectively.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of reporting period in the countries where the company's subsidiaries and associates operate and generate taxable income. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax is recognized, using the liability method, on temporary differences arising from differences between the tax base of assets and liabilities and their carrying amounts in the financial statements. However, the deferred income tax is not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting nor taxable profit (loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred income tax assets are recognized only to the extent that it is probable that future taxable profit will be available against which the temporary differences can be utilized. Deferred income tax is provided on temporary differences arising from investments in subsidiaries and associates, except where the timing of the reversal of the temporary difference is controlled by the Group and it is probable that the temporary difference will not reverse in the foreseeable future.

Deferred income tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets against current tax liabilities and when the deferred income tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where there is an intention to settle the balances on a net basis.

TAS 12 Current and deferred income tax, requires the Group to recognize income tax expense for a period comprised current income tax and deferred income tax. Tax is recognized in profit and loss, except to the extent that it relates to items recognized in other comprehensive income or directly in shareholders' equity.

The Group applied this standard from 1 January 2013. The retrospective impacts to the adoption of the above standards and presented as follows:

4. **New accounting policies** (Continued)

4.1 **Current and deferred income taxes** (Continued)

| | Consolidated financial statements | Baht: '000 Company financial statements |
|---|---|--|
| Statements of financial position (Audited) | | |
| As at 1 January 2012 | | |
| Deferred tax assets - increased | 116,574 | 59,641 |
| Deferred tax liabilities - increased | 13,428 | - |
| Unappropriated retained earnings - increased | 117,877 | 80,241 |
| Other components of equity - decreased | 23,915 | 20,600 |
| Non-controlling interests - increased | 9,184 | - |
| Statements of financial position (Audited) | | |
| As at 31 December 2012 | | |
| Deferred tax assets - increased | 139,376 | 50,682 |
| Deferred tax liabilities - increased | 14,471 | - |
| Unappropriated retained earnings - increased | 127,953 | 76,781 |
| Other components of equity - decreased | 30,112 | 26,099 |
| Non-controlling interests - increased | 27,064 | - |
| | | Baht: '000 |
| | Consolidated financial information | Company financial information |
| Statements of income (Unaudited) | | |
| For the three-month period ended 30 June 2012 | | |
| Income tax - increased (decreased) | (8,189) | 598 |
| Net profit - increased (decreased) | 8,189 | (598) |
| Basic earnings per share - increased (decreased) (Baht) | 0.04 | (0.01) |

4. New accounting policies (Continued)

4.1 Current and deferred income taxes (Continued)

| | Consolidated financial information | Baht: '000 Company financial information |
|--|---|---|
| Statements of income (Unaudited) | | |
| For the six-month period ended 30 June 2012 | | |
| Income tax - (decreased) | (19,255) | (985) |
| Net profit - increased | 19,255 | 985 |
| Basic earnings per share - increased (Baht) | 0.12 | 0.01 |

| | Consolidated financial information | Baht: '000 Company financial information |
|---|---|---|
| Statements of other comprehensive income (Unaudited) | | |
| For the three-month period ended 30 June 2012 | | |
| Net profit - increase (decreased) | 8,189 | (598) |
| Exchange differences on the translation - increased | 811 | - |
| Income tax related to components of other comprehensive income - decreased (increased) | (81) | 249 |
| Comprehensive income - increased (decreased) | 8,919 | (349) |

| | Consolidated financial information | Baht: '000 Company financial information |
|---|---|---|
| Statements of other comprehensive income (Unaudited) | | |
| For the six-month period ended 30 June 2012 | | |
| Net profit - increase | 19,255 | 985 |
| Exchange differences on the translation - increased | 811 | - |
| Income tax related to components of other comprehensive income - (increased) | (1,690) | (1,289) |
| Comprehensive income - increase (decreased) | 18,376 | (304) |

4. New accounting policies (Continued)

4.2 Foreign currency translation

(a) Functional and presentation currency

Items included in the financial statements of each of the group's entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The consolidated financial statements are presented in Thai Baht, which is the Company's functional and the Group's presentation currency.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are re-measured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the profit and loss.

When a gain or loss on a non-monetary item is recognized in other comprehensive income, any exchange component of that gain or loss is recognized in other comprehensive income. Conversely, when a gain or loss on a non-monetary item is recognized in profit and loss, any exchange component of that gain or loss is recognized in profit and loss.

(c) Group companies

The results and financial position of all the group entities (none of which has the currency of a hyper-inflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- Assets and liabilities for each statement of financial position presented are translated at the closing rate at the date of that statement of financial position.
- Income and expenses for each statement of comprehensive income or statement of income are translated at average exchange rates; and all resulting exchange differences are recognized as a separate component of equity.
- Goodwill and fair value adjustments arising on the acquisition of a foreign operation are treated as assets and liabilities of the foreign operation and translated at the closing rate.

4. New accounting policies (Continued)

4.3 Segment information

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision-maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Group's Chief executive Officer that makes strategic decisions.

5. Supplementary disclosures of cash flow information

5.1 Cash and cash equivalents as at 30 June are as follows:

| | Consolidated | | Company | |
|------------------------------------|------------------------------|----------------|------------------------------|----------------|
| | financial information | | financial information | |
| | (Unaudited) | | (Unaudited) | |
| | 2013 | 2012 | 2013 | 2012 |
| Cash and deposits at bank | 512,752 | 456,154 | 113,358 | 140,869 |
| Deposits at financial institutions | - | 129,880 | - | - |
| Total | <u>512,752</u> | <u>586,034</u> | <u>113,358</u> | <u>140,869</u> |

5.2 Non cash transactions are as follows:

5.2.1 In the interim consolidated and company financial information for the six-month periods ended 30 June:

Purchases of property, premises and equipment

| | Consolidated | | Company | |
|--------------------------------------|------------------------------|------------------|------------------------------|-----------------|
| | financial information | | financial information | |
| | (Unaudited) | | (Unaudited) | |
| | 2013 | 2012 | 2013 | 2012 |
| Payables-Assets acquisition | | | | |
| Balance brought forward | 75,689 | 166,758 | 42,545 | 27,639 |
| <u>Add</u> Purchases of fixed assets | 202,246 | 456,849 | 91,643 | 54,062 |
| <u>Less</u> Prepaid | - | (115,830) | - | - |
| Gain on exchange translation | - | (27,858) | - | - |
| Cash payments | <u>(220,309)</u> | <u>(431,957)</u> | <u>(92,897)</u> | <u>(66,369)</u> |
| Balance carried forward | <u>57,626</u> | <u>47,962</u> | <u>41,291</u> | <u>15,332</u> |

5. Supplementary disclosures of cash flow information (Continued)

5.2 Non cash transactions are as follows: (Continued)

5.2.1 In the interim consolidated and company financial information for the six-month periods ended 30 June: (Continued)

| | Consolidated financial information (Unaudited) | | Baht :’000 Company financial information (Unaudited) | |
|--|---|--------------|---|--------------|
| | 2013 | 2012 | 2013 | 2012 |
| Long-term liabilities under financial lease agreements (including current portion) | | | | |
| Balance brought forward | 1,265 | 1,721 | 983 | 1,245 |
| Less Cash payments | (277) | (223) | (175) | (129) |
| Balance carried forward | <u>988</u> | <u>1,498</u> | <u>808</u> | <u>1,116</u> |

5.2.2 In the interim consolidated financial information for the six-month periods ended 30 June 2013 and 2012:

5.2.2.1 The recording of available-for-sale investments at fair value and recognizing unrealized gain on such investments were included in shareholders’ equity in the amount of Baht 109.80 million and Baht 8.45 million, respectively.

5.2.2.2 The recording of exchange differences on the translation of financial information of subsidiaries into Baht was presented as an addition in shareholders’ equity in the amount of Baht 1.59 million and Baht 26.80 million, respectively.

5.2.3 In the interim company financial information for the six-month periods ended 30 June 2013 and 2012:

The recording of available-for-sale investments at fair value and recognizing unrealized gain on such investments were included in shareholders’ equity in the amount of Baht 96.89 million and Baht 6.45 million, respectively.

6. Trade and other receivables - net

Trade and other receivables - net consisted of the following:

| | Notes | Consolidated | | Baht : '000 | |
|---|-------|---|---|---|---|
| | | financial information | | Company | |
| | | As at 30 June 2013 (Unaudited) | As at 31 December 2012 (Audited) | As at 30 June 2013 (Unaudited) | As at 31 December 2012 (Audited) |
| Trade accounts receivable - net | 6.1 | 200,028 | 273,545 | 61,045 | 80,814 |
| Other receivables | | | | | |
| - Management fee and other services - net | 6.2 | 34,483 | 47,630 | 64,809 | 71,795 |
| Accounts receivable | | | | | |
| - World Intertrade Corporation Limited | | 40,879 | 40,879 | 40,879 | 40,879 |
| <u>Less</u> Allowance for doubtful accounts | | (40,879) | (40,879) | (40,879) | (40,879) |
| | | - | - | - | - |
| Other receivables | | | | | |
| - Related companies | | - | - | 13,474 | 9,529 |
| - Other companies | | 24,073 | 16,492 | 8,704 | 27,683 |
| | | 24,073 | 16,492 | 22,178 | 37,212 |
| <u>Less</u> Allowance for doubtful accounts | | (3,147) | (637) | (3,147) | (637) |
| | | 20,926 | 15,855 | 19,031 | 36,575 |
| Accrued interest receivable | | 2,129 | 391 | - | - |
| Accrued income | | 656 | 193 | 656 | 53 |
| Prepaid expenses | | 82,789 | 32,003 | 22,192 | 7,693 |
| Prepaid income tax | | 32,414 | 18,770 | 20,225 | 9,302 |
| Advance | | 9,474 | 9,525 | 3,615 | 363 |
| Deposit | | 12,859 | 9,127 | - | - |
| Insurance claim | | 481 | 495 | - | - |
| Trade and other receivables - net | | 396,239 | 407,534 | 191,573 | 206,595 |

6. Trade and other receivables - net (Continued)

6.1 Trade accounts receivable - net are classified by aging as follows:

| | Consolidated financial information | | Company financial information | |
|---|---|---|---|---|
| | As at 30 June 2013 (Unaudited) | As at 31 December 2012 (Audited) | As at 30 June 2013 (Unaudited) | As at 31 December 2012 (Audited) |
| Number of accounts receivable | 1,128 | 1,139 | 422 | 407 |
| | Baht :’000 | Baht :’000 | Baht :’000 | Baht :’000 |
| Outstanding amount | | | | |
| Less than 3 months | 189,159 | 264,846 | 60,510 | 81,453 |
| 3 - 6 months | 15,697 | 12,181 | 136 | 287 |
| 6 - 12 months | 1,561 | 805 | 1,116 | - |
| Over 12 months | 10,575 | 12,703 | 8,843 | 8,798 |
| | 216,992 | 290,535 | 70,605 | 90,538 |
| <u>Less</u> Allowance for doubtful accounts | (16,964) | (16,990) | (9,560) | (9,724) |
| Trade accounts receivable - net | 200,028 | 273,545 | 61,045 | 80,814 |

6.2 Other receivables - Management fee and other services - net are classified by aging as follows:

| | Consolidated financial information | | Company financial information | |
|---|---|---|---|---|
| | As at 30 June 2013 (Unaudited) | As at 31 December 2012 (Audited) | As at 30 June 2013 (Unaudited) | As at 31 December 2012 (Audited) |
| Number of accounts receivable | 51 | 59 | 31 | 33 |
| | Baht:’000 | Baht:’000 | Baht:’000 | Baht:’000 |
| Outstanding amount | | | | |
| Less than 3 months | 28,899 | 38,771 | 50,450 | 55,701 |
| 3 - 6 months | 5,366 | 8,797 | 14,941 | 15,329 |
| 6 - 12 months | 5,812 | 109 | 13,984 | 17,465 |
| Over 12 months | 5,168 | 283 | 5,153 | 11,892 |
| | 45,245 | 47,960 | 84,528 | 100,387 |
| <u>Less</u> Allowance for doubtful accounts | (10,762) | (330) | (19,719) | (28,592) |
| Other receivables | | | | |
| - Management fee and other services - net | 34,483 | 47,630 | 64,809 | 71,795 |

7. Other current assets

Other current assets consisted of the following:

| | Consolidated | | Baht :’000 Company | |
|----------------|---|---|---|---|
| | financial information | | financial information | |
| | As at 30 June 2013 (Unaudited) | As at 31 December 2012 (Audited) | As at 30 June 2013 (Unaudited) | As at 31 December 2012 (Audited) |
| VAT refundable | 37,914 | 36,601 | 6,005 | 9,032 |
| Others | - | 366 | - | - |
| Total | 37,914 | 36,967 | 6,005 | 9,032 |

8. Available-for-sale investments

Available-for-sale investments consisted of the following:

| | Consolidated | | Baht :’000 Company | |
|--|---|---|---|---|
| | financial information | | financial information | |
| | As at 30 June 2013 (Unaudited) | As at 31 December 2012 (Audited) | As at 30 June 2013 (Unaudited) | As at 31 December 2012 (Audited) |
| Available-for-sale | | | | |
| Equity securities | | | | |
| Cost | 64,992 | 64,992 | 140,500 | 140,500 |
| Add Net valuation adjustment for change in fair value | 343,960 | 234,156 | 227,381 | 130,492 |
| | 408,952 | 299,148 | 367,881 | 270,992 |

Movements in available-for-sale investments for the six-month period ended 30 June 2013 are summarized as follows:

| | Consolidated financial information (Unaudited) | Baht :’000 Company financial information (Unaudited) |
|--|---|--|
| Opening net book amount | 299,148 | 270,992 |
| Change in fair value of available-for-sale | 109,804 | 96,889 |
| Closing net book amount | 408,952 | 367,881 |

9. Investment properties - net

Movements in investment properties account for the six-month period ended 30 June 2013 are summarized as follows:

| | Consolidated financial information (Unaudited) | Baht : '000 Company financial information (Unaudited) |
|-------------------------|---|--|
| Opening net book amount | 273,149 | 226,630 |
| Depreciation | (5,571) | (7,854) |
| Closing net book amount | <u>267,578</u> | <u>218,776</u> |

10. Property, premises and equipment - net

Movements in property, premises and equipment account for the six-month period ended 30 June 2013 are summarized as follows:

| | Consolidated financial information (Unaudited) | Baht : '000 Company financial information (Unaudited) |
|------------------------------|---|--|
| Opening net book amount | 4,541,773 | 847,428 |
| Acquisitions | 202,246 | 91,643 |
| Disposals - net | (2,915) | (1,091) |
| Written off - net | (12,012) | (3,021) |
| Gain on exchange translation | 18,476 | - |
| Depreciation | (245,911) | (98,410) |
| Closing net book amount | <u>4,501,657</u> | <u>836,549</u> |

11. Prepaid rental - land and buildings - net

Movements in prepaid rental - land and buildings account for the six-month period ended 30 June 2013 are summarized as follows:

| | Consolidated financial information (Unaudited) | Baht : '000 Company financial information (Unaudited) |
|--|---|--|
| Opening net book amount | 514,003 | 388,850 |
| Amortization for prepaid rental | (51,296) | (37,034) |
| Gain on exchange translation | 1,448 | - |
| Closing net book amount | <u>464,155</u> | <u>351,816</u> |
| <u>Less</u> Prepaid rental of land and buildings - due within one year | <u>(103,996)</u> | <u>(74,067)</u> |
| Prepaid rental of land and buildings exceeding one year - net | <u>360,159</u> | <u>277,749</u> |

12. Intangible assets - net

Movements in intangible assets account for the six-month period ended 30 June 2013 are summarized as follows:

| | Consolidated financial information (Unaudited) | Baht :’000 Company financial information (Unaudited) |
|------------------------------|---|---|
| Opening net book amount | 46,064 | 41,898 |
| Acquisitions | 12,369 | 10,182 |
| Written off - net | (23) | (23) |
| Gain on exchange translation | 28 | - |
| Amortization | (4,846) | (4,137) |
| Closing net book amount | <u>53,592</u> | <u>47,920</u> |

13. Deferred income tax

Movements in deferred income tax account for the six-month period ended 30 June 2013 are summarized as follows:

| | Consolidated financial information (Unaudited) | Baht :’000 Company financial information (Unaudited) |
|----------------------------------|---|---|
| As at 1 January | 124,905 | 50,682 |
| Charged to profit and loss | 959 | 1,174 |
| Credited to shareholders’ equity | (21,900) | (19,378) |
| As at 30 June | <u>103,964</u> | <u>32,478</u> |

13. Deferred income tax (Continued)

Movements in deferred tax assets and deferred tax liabilities, without taking into consideration the offsetting of balances within the same tax jurisdiction are as follows:

13.1 Consolidated financial information

| | Baht : '000 | | | | |
|---|--------------------------------|-------------------------------------|--------------------|---------------|----------------|
| | Tax loss carried forward | Retirement benefit obligation | Unrealized gain | Others | Total |
| Deferred income tax assets: | | | | | |
| As at 1 January 2013 | 98,044 | 36,936 | - | 40,002 | 174,982 |
| Charged (credited) to profit and loss | (1,241) | 836 | - | 1,328 | 923 |
| As at 30 June 2013 | <u>96,803</u> | <u>37,772</u> | <u>-</u> | <u>41,330</u> | <u>175,905</u> |
| Deferred income tax liabilities: | | | | | |
| As at 1 January 2013 | - | - | 30,829 | 19,248 | 50,077 |
| Charged to profit and loss | - | - | - | (36) | (36) |
| Credited to other comprehensive income | - | - | 21,900 | - | 21,900 |
| As at 30 June 2013 | <u>-</u> | <u>-</u> | <u>52,729</u> | <u>19,212</u> | <u>71,941</u> |
| Deferred income tax - net | <u>96,803</u> | <u>37,772</u> | <u>(52,729)</u> | <u>22,118</u> | <u>103,964</u> |

13.2 Company financial information

| | Baht : '000 | | | | |
|---|--------------------------------|-------------------------------------|--------------------|---------------|---------------|
| | Tax loss carried forward | Retirement benefit obligation | Unrealized gain | Others | Total |
| Deferred income tax assets: | | | | | |
| As at 1 January 2013 | 44,766 | 17,911 | - | 14,338 | 77,015 |
| Charged to profit and loss | - | 805 | - | 1,140 | 1,945 |
| As at 30 June 2013 | <u>44,766</u> | <u>18,716</u> | <u>-</u> | <u>15,478</u> | <u>78,960</u> |
| Deferred income tax liabilities: | | | | | |
| As at 1 January 2013 | - | - | 26,099 | 234 | 26,333 |
| Credited to profit and loss | - | - | - | 771 | 771 |
| Credited to other comprehensive income | - | - | 19,378 | - | 19,378 |
| As at 30 June 2013 | <u>-</u> | <u>-</u> | <u>45,477</u> | <u>1,005</u> | <u>46,482</u> |
| Deferred income tax - net | <u>44,766</u> | <u>18,716</u> | <u>(45,477)</u> | <u>14,473</u> | <u>32,478</u> |

14. Short-term loans from financial institutions

Short-term loans from financial institutions consisted of the following:

| | Consolidated | | Baht : '000 | |
|--|-----------------------|----------------|----------------|----------------|
| | financial information | | Company | |
| | As at | As at | As at | As at |
| | 30 June | 31 December | 30 June | 31 December |
| | 2013 | 2012 | 2013 | 2012 |
| | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| Short-term loans from financial institutions | 601,300 | 655,298 | 583,300 | 576,900 |
| | <u>601,300</u> | <u>655,298</u> | <u>583,300</u> | <u>576,900</u> |

The Group has entered into loan agreements with the local financial institutions for working capital of the following:

| Agreement date | Limit | | Interest rate | Baht : '000 | |
|---|------------------|------------------|----------------------|------------------|----------------|
| | | | | Short-term loans | |
| | 2013 | 2012 | | 30 June | 31 December |
| | | | 2013 | 2012 | |
| | | | (Unaudited) | (Audited) | |
| Dusit Thani Public Company Limited | | | | | |
| 17 December 2007 | 450,000 | 450,000 | MMR | 233,300 | 267,000 |
| 2 November 2010 | 150,000 | 150,000 | MMR | - | - |
| 8 December 2010 | 250,000 | 250,000 | be specified by bank | - | - |
| 15 December 2010 | 800,000 | 800,000 | MMR | - | - |
| 1 November 2011 | 350,000 | 350,000 | MMR | 350,000 | 309,900 |
| Total ⁽¹⁾ | <u>2,000,000</u> | <u>2,000,000</u> | | <u>583,300</u> | <u>576,900</u> |
| Dusit Thai Properties Public Company Limited | | | | | |
| 24 June 2009 | 50,000 | 50,000 | MMR | - | - |
| 15 October 2012 | 50,000 | 50,000 | MMR | 6,000 | - |
| 6 November 2012 | 50,000 | 50,000 | MMR | 12,000 | 5,000 |
| Total ⁽¹⁾ | <u>150,000</u> | <u>150,000</u> | | <u>18,000</u> | <u>5,000</u> |
| DMS Property Investment Private Limited | | | | | |
| 3 September 2011 | 76,950 | 76,950 | LIBOR plus 3.425% | - | 73,398 |
| Total ⁽²⁾ | <u>76,950</u> | <u>76,950</u> | | <u>-</u> | <u>73,398</u> |
| | <u>2,226,950</u> | <u>2,226,950</u> | | <u>601,300</u> | <u>655,298</u> |

- MMR : Money Market Rate

14. Short-term loans from financial institutions (Continued)

⁽¹⁾ Such short-term loans have no guarantor.

⁽²⁾ As at 30 June 2013 and 31 December 2012, such short-term loans have facilities of USD 2.50 million and as at 31 December 2012, such short-term loans had outstanding balances totalling USD 2.40 million. Such loan was pledged by total securities - share certificates of such subsidiary of 38.50 million shares (see Note 20.1). The loan facilities of USD 1.5 million was guaranteed by the Company at 55.00% and other 3 shareholders of such subsidiary at 45.00% and for facility of USD 1.00 million was guaranteed by the Company at 60.00% and other 2 shareholders of such subsidiary at 40.00%.

As at 30 June 2013 and 31 December 2012, the Group have credit lines for bank overdrafts totalling Baht 88.00 million and 89.00 million, respectively, which is guaranteed by the Company totalling Baht 1.00 million as at 31 December 2012.

As at 30 June 2013 and 31 December 2012, the Company has credit lines for bank overdrafts totalling Baht 43.00 million, with no guarantor.

15. Trade and other payables

Trade and other payables consisted of the following:

| | Consolidated | | Baht : '000 Company | |
|-------------------------------|-----------------------|-----------------------|------------------------|-----------------------|
| | financial information | financial information | financial information | financial information |
| | As at | As at | As at | As at |
| | 30 June | 31 December | 30 June | 31 December |
| | 2013 | 2012 | 2013 | 2012 |
| | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| Trade accounts payable | 166,869 | 221,466 | 34,685 | 54,205 |
| Other payables | 77,793 | 39,910 | 20,423 | 25,916 |
| Payables - Assets acquisition | 57,626 | 75,689 | 41,291 | 42,545 |
| Payables - Investment | - | - | - | 8,035 |
| Accrued expenses | 197,839 | 297,895 | 56,524 | 83,454 |
| Deposit received | 73,782 | 114,242 | 24,378 | 34,212 |
| Others | 77,226 | 73,351 | 32,473 | 35,537 |
| Trade and other payables | 651,135 | 822,553 | 209,774 | 283,904 |

16. Long-term loans

Long-term loans consisted of the following:

| | Interest rate | | Baht :’000 | |
|---|---------------|-------------|--------------|-------------|
| | % p.a. | | Consolidated | |
| | As at | As at | As at | As at |
| | 30 June | 31 December | 30 June | 31 December |
| | 2013 | 2012 | 2013 | 2012 |
| | | | (Unaudited) | (Audited) |
| Loans from financial institutions | | | | |
| Repayable in semi-annual installments through 2015 by Philippine Hoteliers, Inc | 3.9323 | 4.3865 | 41,598 | 53,884 |
| Repayable in every three months from September 2013 through 2018 by DMS Property Investment Private Limited | 3.8819 | 4.1240 | 1,289,718 | 1,269,170 |
| | | | 1,331,316 | 1,323,054 |
| <u>Less</u> Current portion | | | (176,187) | (98,010) |
| Long-term loans - exceeding one year | | | 1,155,129 | 1,225,044 |

Movements in the long-term loans account for the six-month period ended 30 June 2013 are summarized as follows:

| | Baht :’000 |
|------------------------------|--------------|
| | Consolidated |
| | financial |
| | information |
| | (Unaudited) |
| Balance brought forward | 1,323,054 |
| <u>Less</u> Repayment | (10,849) |
| Loss on exchange translation | 19,111 |
| Balance carried forward | 1,331,316 |

16. Long-term loans (Continued)

The Company and subsidiaries have long-term loan agreements as follows:

16.1 On 2 February 2007, Philippine Hoteliers, Inc., an indirect subsidiary, has entered into loan agreement with a bank to renovate its hotel in the limit of Peso 510.00 million, guaranteed by mortgaged of its hotel building and equipment and rights on lease agreement. The agreement identified the terms and conditions as follows:

- Interest rate for first 6 months refer to corresponding promissory note, thereafter interest rate refer to 6-month MART1 in Philippines plus 1.70% per annum, repayment every 6 months.
- Repayment of principal in semi-annual installments through 2015 is for 13 installments. The first installment is from 24 months from the first draw down date which is 9 February 2007.

As at 30 June 2013 and 31 December 2012, this subsidiary had outstanding long-term loan of Peso 58.30 million and Peso 72.87 million, respectively.

Such loan agreement specifies to declare dividends, carries certain restrictive covenants pertaining to the debt to equity ratio and current ratio of such subsidiary.

16.2 On 3 September 2011, DMS Property Investment Private Limited, an indirect subsidiary in Republic of Maldives, has entered into a long-term loan agreement with a financial institution in Thailand for payment of operating assets and equipment, furniture, fixture and equipment installation, preopening expenses and others totalling USD 38.50 million. Such loan was pledged by total securities - share certificates of such subsidiary of 38.50 million shares (see Note 20.1) and guaranteed by the Company by 55.00% and other 3 shareholders of such subsidiary by 45.00%.

On 14 May 2012, such subsidiary had amended such agreement to borrow additional long-term loan amounting of USD 3 million, as such totalling long-term loan are USD 41.50 million. Such loan was pledged by total securities - share certificates of such subsidiary of 38.50 million shares (see Note 20.1) and additional loan was guaranteed by the Company by 60.00% and other 2 shareholders of such subsidiary by 40.00%.

As at 30 June 2013 and 31 December 2012, the subsidiary has withdrawn such long-term loan in the amount of USD 41.50 million.

Such loan agreement specifies to declare dividends, carries certain restrictive covenants pertaining to the debt to equity ratio and current ratio of such subsidiary.

17. Unrealized gain on sales of assets held for sale

On 12 October 2010, the Company purchased operations assets of Dusit Thani Laguna Phuket from Laguna Resorts and Hotels Public Company Limited, Phuket Resort development Limited and Laguna Grande Limited in amount of including inventories and operating equipment for hotel operation totalling Baht 2,620.00 million (included VAT). On 24 December 2010, the Company sold these assets to Dusit Thani Freehold and Leasehold Property Fund (DTCPF) in the amount of Baht 2,715.00 million (included VAT) and had gain on sales of such assets, net of related transferring expenses, of Baht 6.90 million. This gain is separately presented as unrealized gain on sales of assets held for sale, under non-current liabilities because the Company provided a guarantee for lease and/or sublease payment (in a such case) that Dusit Management Company Limited, a subsidiary, has to pay to DTCPF for a period of 4 years.

18. Dividend

On 29 April 2013, the shareholders' meeting of the Company passed a resolution to approve and appropriate retained earnings as dividend payment for the year 2012 for 85,000,000 ordinary shares at Baht 1.00 per share, totalling Baht 85.00 million which was paid on 13 May 2013.

On 27 April 2012, the shareholders' meeting of the Company passed a resolution to approve and appropriate profit and retained earnings as dividend payment for the year 2011 for 85,000,000 ordinary shares at Baht 0.50 per share, totalling Baht 42.50 million was paid on 11 May 2012.

19. Income tax

For the three-month and six-month periods ended 30 June 2013 and 2012, the interim income tax expense is accrued based on management's estimate using the tax rate that would be applicable to expected total annual earnings. The estimated average annual tax rate used is 20.00% (2012 was 23.00%). Income tax of the Group have been calculated on the net profit after deduction of revenue which is not subjected to tax calculation and adding back certain expenses which are disallowance for tax computation purposes.

20. Related party transactions

Related party transactions are as follows:

20.1 Investment in subsidiaries, associate and joint ventures

As at 30 June 2013 (Unaudited)

| Company name | Country of incorporation | % of shareholding | Baht : '000 | |
|---|----------------------------|-----------------------|---|------------------------------------|
| | | | Consolidated financial information Equity | Company financial information Cost |
| Subsidiaries | | | | |
| 1. Dusit Thani Properties Co., Ltd. | Thailand | 99.99 | - | 799,999 |
| - Dusit Thai Properties Public Co., Ltd. | Thailand | 83.93 ⁽¹⁾ | - | - |
| - Philippine Hoteliers, Inc. | Philippines | 88.00 ⁽¹⁾ | - | - |
| | | | - | 799,999 |
| 2. Landmark Hotel Co., Ltd. | Thailand | 99.88 | - | 9,988 |
| 3. Devarana Spa Co., Ltd. | Thailand | 99.99 | - | 8,000 |
| 4. Dusit Thai Properties Public Co., Ltd. | Thailand | 2.86 | - | 40,110 |
| - DMS Property Investment Pvt. Ltd. | Republic of Maldives | 47.72 ⁽³⁾ | - | - |
| | | | - | 40,110 |
| 5. Dusit Worldwide Co., Ltd. | Thailand | 99.99 | - | 50,000 |
| - Dusit Overseas Co., Ltd. | Hong Kong | 99.99 ⁽²⁾ | - | - |
| | | | - | 50,000 |
| 6. Dusit Management Co., Ltd. | Thailand | 99.99 | - | 4,000 |
| 7. Dusit USA Management Inc. | United State of America | 100.00 ⁽⁴⁾ | - | - |
| 8. Dusit China Capital Co., Ltd. | Thailand | 99.99 ⁽⁵⁾ | - | 20,400 |
| - Dusit Fudu Hotel Management (Shanghai) Co., Ltd. | People's Republic of China | 44.99 ⁽⁶⁾ | - | - |
| | | | - | 932,497 |
| <u>Less Allowance for impairment</u> | | | - | (9,988) |
| | | | - | 922,509 |
| Joint ventures | | | | |
| 1. Le Cordon Bleu Dusit Co., Ltd. | Thailand | 49.99 | - | 19,999 |
| 2. Dusit Bird Hotels Private Limited | India | 50.00 | - | 6,081 |
| | | | - | 26,080 |
| Associated Company | | | | |
| 1. Dusit Thani Freehold and Leasehold Property Fund | Thailand | 30.02 | 1,308,700 | 1,229,203 |
| | | | 1,308,700 | 1,229,203 |

20. Related party transactions (Continued)

20.1 Investment in subsidiaries, associate and joint ventures (Continued)

- (1) Dusit Thani Properties Company Limited holds 83.94% in Dusit Thai Properties Public Company Limited, 88.01% in Philippine Hoteliers, Inc.
- (2) Dusit Worldwide Company Limited holds 100.00% in Dusit Overseas Co., Ltd.
- (3) Dusit Thai Properties Public Company Limited holds 55.00% in DMS Property Investment Private Limited and share certificates of such company are pledged as collateral of loan from financial of such company (see Notes 14 and 16).
- (4) Dusit USA Management Inc. has registered on 14 August 2012 and the Company paid its share subscription on 17 July 2013.
- (5) Dusit China Capital Co., Ltd. has registered on 18 January 2013 and as at 30 June 2013, the Company has paid its share subscription of 30.00% and will pay another 30.00% on 9 August 2013 (see Note 26).
- (6) Dusit China Capital Co., Ltd., a subsidiary, holds 45.00% in Dusit Fudu Hotel Management (Shanghai) Co., Ltd. which registered on 16 April 2013 and as at 30 June 2013, such subsidiary has paid its share subscription of 30.00% and will pay another 30.00% on 9 August 2013 (see Note 26).

20. Related party transactions (Continued)

20.1 Investment in subsidiaries, associate and joint ventures (Continued)

As at 31 December 2012 (Audited)

| Company name | Country of incorporation | % of shareholding | Investment | |
|---|--------------------------|-----------------------|---|------------------------------------|
| | | | Consolidated financial information Equity | Company financial information Cost |
| Subsidiaries | | | | |
| 1. Dusit Thani Properties Co., Ltd. | Thailand | 99.99 | - | 799,999 |
| - Dusit Thai Properties Public Co., Ltd. | Thailand | 83.93 ⁽¹⁾ | - | - |
| - Philippine Hoteliers, Inc. | Philippines | 88.00 ⁽¹⁾ | - | - |
| | | | - | 799,999 |
| 2. Landmark Hotel Co., Ltd. | Thailand | 99.88 | - | 9,988 |
| 3. Devarana Spa Co., Ltd. | Thailand | 99.99 | - | 8,000 |
| 4. Dusit Executive Development Center Co., Ltd. | Thailand | 99.99 ⁽⁴⁾ | - | 5,000 |
| 5. Dusit Thai Properties Public Co., Ltd. | Thailand | 2.86 | - | 40,110 |
| - DMS Property Investment Pvt. Ltd. | Republic of Maldives | 47.72 ⁽³⁾ | - | - |
| | | | - | 40,110 |
| 6. Dusit Worldwide Co., Ltd. | Thailand | 99.99 | - | 50,000 |
| - Dusit Overseas Co., Ltd. | Hong Kong | 99.99 ⁽²⁾ | - | - |
| | | | - | 50,000 |
| 7. Dusit Management Co., Ltd. | Thailand | 99.99 | - | 4,000 |
| 8. Dusit USA Management Inc. | United State of America | 100.00 ⁽⁶⁾ | - | - |
| | | | - | 917,097 |
| <u>Less</u> Allowance for impairment | | | - | (9,988) |
| | | | - | 907,109 |
| Joint ventures | | | | |
| 1. Le Cordon Bleu Dusit Co., Ltd. | Thailand | 49.99 | - | 19,999 |
| 2. Dusit Bird Hotels Private Limited | India | 50.00 ⁽⁵⁾ | - | 6,081 |
| | | | - | 26,080 |
| Associated Company | | | | |
| 1. Dusit Thani Freehold and Leasehold Property Fund | Thailand | 30.02 | 1,309,526 | 1,229,203 |
| | | | 1,309,526 | 1,229,203 |

20. Related party transactions (Continued)

20.1 Investment in subsidiaries, associate and joint ventures (Continued)

- (1) Dusit Thani Properties Company Limited holds 83.94% in Dusit Thai Properties Public Company Limited, 88.01% in Philippine Hoteliers, Inc.
- (2) Dusit Worldwide Company Limited holds 100.00% in Dusit Overseas Co., Ltd.
- (3) Dusit Thai Properties Public Company Limited holds 55.00% in DMS Property Investment Private Limited and share certificates of such company are pledged as collateral of loan from financial of such company (see Notes 14 and 16).
- (4) Dusit Executive Development Center Co, Ltd. registered for liquidation with Department of Business Development on 29 June 2012 and liquidated on 20 May 2013.
- (5) Dusit Bird Hotels Private Limited passed a resolution to call the issued and paid-up share capital 900,000 shares, at par value 10.00 Indian Rupees each from existing shareholders. The Company paid such share subscription for the Company's proportion of 450,000 shares, totalling 4,500,000 Indian Rupees, equivalent to Baht 2.61 million on 30 October 2012.
- (6) Dusit USA Management Inc. has registered on 14 August 2012 and as at 31 December 2012, has not called its share subscription.

20.2 Short-term loan from related company

Short-term loan from related company consisted of the following:

| | Consolidated | | Baht : '000 | |
|--------------------------------|-----------------------|-------------|-------------|-------------|
| | financial information | | Company | |
| | As at | As at | As at | As at |
| | 30 June | 31 December | 30 June | 31 December |
| | 2013 | 2012 | 2013 | 2012 |
| | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| Loan from: | | | | |
| A related company | | | | |
| MBK Hotels & Resorts Co., Ltd. | 12,431 | 12,233 | - | - |
| Total | 12,431 | 12,233 | - | - |

The cost of borrowing is as follows:

- Loan from related company - interest rate LIBOR plus 3.425% per annum or not less than those pays to the financial institution.
- All inter - company borrowings are unsecured.

Movements in the short-term loan from related company account for the six-month period ended 30 June 2013 are summarized as follows:

| | Baht : '000 | |
|----------------------------------|--------------|-------------|
| | Consolidated | Company |
| | financial | financial |
| | information | information |
| | (Unaudited) | (Unaudited) |
| Loan from related company | | |
| Balance brought forward | 12,233 | - |
| Add Loss on exchange translation | 198 | - |
| Balance carried forward | 12,431 | - |

20. Related party transactions (Continued)

20.3 Significant related business transactions

Related balances

Company financial information

| Company | As at 30 June 2013 | | | | As at 31 December 2012 | | | | | Baht : '000 |
|--|---------------------------------|----------------------|---------------------|-------------------|---------------------------------|----------------------|---------------------|-------------------------|-------------------|-------------|
| | Trade accounts receivable | Other receivables | Accrued expenses | Other payables | Trade accounts receivable | Other receivables | Accrued expenses | Payable - investment | Other payables | |
| Dusit Thai Properties Public Co., Ltd. | 233 | 12,203 | - | 195 | 64 | 1,902 | - | - | 248 | |
| Dusit Thani Properties Co., Ltd. | - | 102 | - | - | - | 102 | - | 8,035 | - | |
| Philippine Hoteliers, Inc. | 71 | 30 | - | - | - | 32 | - | - | - | |
| Devarana Spa Co., Ltd. | 6 | 91 | - | 558 | 148 | 89 | - | - | 1,019 | |
| Dusit Worldwide Co., Ltd. | 243 | 26,906 | - | 2,983 | 314 | 37,830 | - | - | 5,919 | |
| Dusit Overseas Co., Ltd. | - | 2,744 | 2,510 | 29 | - | 4,651 | - | - | - | |
| Dusit Management Co., Ltd. | 356 | 24,998 | - | 2,148 | 488 | - | - | - | - | |
| Le Cordon Bleu Dusit Co., Ltd. | 229 | 18 | - | - | 157 | - | - | - | 385 | |
| Dusit Thani Freehold and Leasehold Property Fund | - | - | 19,204 | - | - | 979 | 68,455 | - | - | |
| Dusit Bird Hotels Private Limited | - | 68 | - | - | - | - | - | - | - | |
| Dusit China Capital Co., Ltd. | - | 283 | - | - | - | - | - | - | - | |
| Acme Printing Co., Ltd. | - | - | - | 373 | - | - | 46 | - | - | |
| MBK Public Co., Ltd. | 35 | 656 | - | - | - | - | - | - | - | |
| Piyasiri Co., Ltd. | - | - | - | 109 | - | - | - | - | - | |
| The Navakij Insurance Public Co., Ltd. | - | - | - | 89 | - | - | - | - | - | |
| DMS Property Investment Private Limited | - | 2,213 | - | - | 739 | 2,747 | - | - | - | |
| JTB (Thailand) Co., Ltd. | 2,513 | - | - | - | 1,711 | - | - | - | - | |
| | <u>3,686</u> | <u>70,312</u> | <u>21,714</u> | <u>6,484</u> | <u>3,621</u> | <u>48,332</u> | <u>68,501</u> | <u>8,035</u> | <u>7,571</u> | |

20. Related party transactions (Continued)

20.3 Significant related business transactions (Continued)

Related transactions

Company financial information

| Company | For the three-month period ended 30 June 2013 (Unaudited) | | | | | | | Baht : '000 |
|--|---|---------------------------|-----------------|--------------|----------------------------|------------------|-------------------------|-------------|
| | Revenue from sales and services | Management service income | Dividend Income | Other income | Cost of sales and services | Selling expenses | Administrative expenses | |
| Dusit Thai Properties Public Co., Ltd. | 456 | 2,771 | - | 8,038 | - | - | 5,136 | |
| Dusit Thani Properties Co., Ltd. | 16 | - | 24,000 | 570 | - | - | - | |
| Philippine Hoteliers, Inc. | - | - | - | 138 | - | - | - | |
| Devarana Spa Co., Ltd. | 594 | - | - | 1,661 | 68 | - | 297 | |
| Dusit Worldwide Co., Ltd. | 971 | - | - | 7,442 | - | 11,309 | 200 | |
| Dusit Overseas Co., Ltd. | - | - | - | 1,938 | - | - | 7,289 | |
| Dusit Management Co., Ltd. | 1,116 | 5,555 | 4,000 | 10,279 | - | - | 47 | |
| Le Cordon Bleu Dusit Co., Ltd. | 1,974 | - | 12,000 | 56 | - | - | - | |
| DMS Property Investment Private Limited | - | - | - | 1,657 | - | - | - | |
| Piyasiri Co., Ltd. | - | - | - | - | - | - | 122 | |
| Bangkok Bank Public Co., Ltd. | - | - | 285 | 16 | - | - | 26 | |
| JTB (Thailand) Co., Ltd. | 4,211 | - | - | - | - | - | - | |
| The Navakij Insurance Public Co., Ltd. | - | - | - | - | - | - | 350 | |
| MBK Public Co., Ltd. | - | - | 5,437 | 1,486 | - | - | - | |
| Acme Printing Co., Ltd. | - | - | - | - | - | - | 349 | |
| Dusit Thani Freehold and Leasehold Property Fund | - | - | - | - | - | - | 10,618 | |
| | 9,338 | 8,326 | 45,722 | 33,281 | 68 | 11,309 | 24,434 | |

20. Related party transactions (Continued)

20.3 Significant related business transactions (Continued)

Related transactions (Continued)

Company financial information

| Company | Baht : '000 | | | | | | | | |
|--|---|---------------------------|-----------------|-----------------|---------------|----------------------------|------------------|-------------------------|--------------------|
| | For the three-month period ended 30 June 2012 (Unaudited) | | | | | | | | |
| | Revenue from sales and services | Management service income | Interest income | Dividend income | Other income | Cost of sales and services | Selling expenses | Administrative expenses | Financial expenses |
| Dusit Thai Properties Public Co., Ltd. | - | 2,304 | - | 443 | 6,968 | - | - | 7,485 | - |
| Dusit Thani Properties Co., Ltd. | - | - | - | 36,000 | 285 | - | - | - | - |
| Philippine Hoteliers, Inc. | - | - | - | - | 130 | - | - | - | - |
| Devarana Spa Co., Ltd. | 646 | - | - | - | 1,633 | 102 | - | 283 | - |
| Dusit Executive Development Center Co., Ltd. | 1,122 | - | - | - | 2,162 | - | - | 1,811 | - |
| Dusit Worldwide Co., Ltd. | 1,263 | - | - | - | 9,752 | - | 13,272 | 3,786 | - |
| Dusit Overseas Co., Ltd. | - | - | - | - | 1,639 | - | - | 6,381 | - |
| Dusit Management Co., Ltd. | 617 | 7,380 | - | - | 12,526 | - | - | - | - |
| Le Cordon Bleu Dusit Co., Ltd. | 1,894 | - | 85 | - | 37 | - | - | - | - |
| Piyasiri Co., Ltd. | - | - | - | - | - | - | 74 | - | - |
| MBK Public Co., Ltd. | - | - | - | 4,943 | - | - | 138 | - | - |
| Bangkok Bank Public Co., Ltd. | - | - | - | 253 | - | - | - | - | 2,837 |
| | <u>5,542</u> | <u>9,684</u> | <u>85</u> | <u>41,639</u> | <u>35,132</u> | <u>102</u> | <u>13,484</u> | <u>19,746</u> | <u>2,837</u> |

20. Related party transactions (Continued)

20.3 Significant related business transactions (Continued)

Related transactions (Continued)

Company financial information

| Company | For the six-month period ended 30 June 2013 (Unaudited) | | | | | | Baht : '000 |
|--|---|---------------------------|-----------------|--------------|----------------------------|------------------|-------------------------|
| | Revenue from sales and services | Management service income | Dividend income | Other income | Cost of sales and services | Selling expenses | Administrative expenses |
| Dusit Thai Properties Public Co., Ltd. | 776 | 6,544 | - | 20,888 | - | - | 10,340 |
| Dusit Thani Properties Co., Ltd. | 32 | - | 24,000 | 570 | - | - | - |
| Philippine Hoteliers, Inc. | - | - | - | 317 | - | - | - |
| Devarana Spa Co., Ltd. | 1,197 | - | - | 3,300 | 181 | 4 | 670 |
| Dusit Worldwide Co., Ltd. | 2,331 | - | - | 12,238 | - | 26,095 | 206 |
| Dusit Overseas Co., Ltd. | - | - | - | 4,174 | - | - | 14,445 |
| Dusit Management Co., Ltd. | 1,431 | 23,992 | 4,000 | 22,493 | - | - | 47 |
| Le Cordon Bleu Dusit Co., Ltd. | 3,946 | - | 12,000 | 90 | - | - | - |
| DMS Property Investment Pvt. Ltd. | - | - | - | 3,093 | - | - | - |
| Piyasiri Co., Ltd. | - | - | - | - | - | - | 166 |
| Bangkok Bank Public Co., Ltd. | - | - | 285 | 16 | - | - | 44 |
| JTB (Thailand) Co., Ltd. | 6,744 | - | - | - | - | - | - |
| The Navakij Insurance Public Co., Ltd. | - | - | - | - | - | - | 850 |
| MBK Public Co., Ltd. | - | - | 5,437 | 1,486 | - | - | - |
| Acme Printing Co., Ltd. | - | - | - | - | - | - | 349 |
| Dusit Thani Freehold and Leasehold Property Fund | - | - | 44,866 | - | - | - | 19,204 |
| | 16,457 | 30,536 | 90,588 | 68,665 | 181 | 26,099 | 46,321 |

20. Related party transactions (Continued)

20.3 Significant related business transactions (Continued)

Related transactions (Continued)

Company financial information

| Company | For the six-month period ended 30 June 2012 (Unaudited) | | | | | | | | |
|--|---|---------------------------|-----------------|-----------------|---------------|----------------------------|------------------|-------------------------|--------------------|
| | Revenue from sales and services | Management service income | Interest income | Dividend income | Other income | Cost of sales and services | Selling expenses | Administrative expenses | Financial expenses |
| Dusit Thai Properties Public Co., Ltd. | 34 | 6,077 | - | 443 | 13,226 | - | - | 14,970 | - |
| Dusit Thani Properties Co., Ltd. | - | - | - | 36,000 | 570 | - | - | - | - |
| Philippine Hoteliers, Inc. | - | - | - | - | 200 | - | - | - | - |
| Devarana Spa Co., Ltd. | 1,254 | - | - | - | 3,248 | 203 | - | 648 | - |
| Dusit Executive Development Center Co., Ltd. | 1,325 | - | - | - | 2,314 | - | - | 2,432 | - |
| Dusit Worldwide Co., Ltd. | 2,584 | - | - | - | 14,780 | - | 38,797 | 7,803 | - |
| Dusit Overseas Co., Ltd. | - | - | - | - | 3,974 | - | - | 12,585 | - |
| Dusit Management Co., Ltd. | 617 | 24,712 | - | - | 22,371 | - | - | - | - |
| Le Cordon Bleu Dusit Co., Ltd. | 3,795 | - | 212 | - | 73 | - | - | - | - |
| DMS Property Investment Pvt. Ltd. | - | 757 | - | - | 217 | - | - | - | - |
| Piyasiri Co., Ltd. | - | - | - | - | - | - | - | 160 | - |
| MBK Public Co., Ltd. | - | - | - | 4,943 | - | - | 138 | - | - |
| Bangkok Bank Public Co., Ltd. | - | - | - | 253 | - | - | - | 205 | 6,899 |
| JTB (Thailand) Co., Ltd. | 2,717 | - | - | - | - | - | - | - | - |
| The Navakij Insurance Public Co., Ltd. | - | - | - | - | - | - | - | 28 | - |
| Dusit Thani Freehold and Leasehold Property Fund | - | - | - | 54,699 | - | - | - | 21,881 | - |
| | <u>12,326</u> | <u>31,546</u> | <u>212</u> | <u>96,338</u> | <u>60,973</u> | <u>203</u> | <u>38,935</u> | <u>60,712</u> | <u>6,899</u> |

Baht : '000

20. Related party transactions (Continued)

20.4 Key management compensation

Key management includes directors (executive and non-executive), members of the Executive Committee, the Company Secretary and the Head of Internal Audit. The compensation paid or payable to key management for employee services is shown below:

| | Consolidated | | Baht :’000 | |
|--|------------------------------|---------------|------------------------------|---------------|
| | financial information | | Company | |
| | (Unaudited) | | financial information | |
| | 2013 | 2012 | 2013 | 2012 |
| For the three-month periods ended 30 June | | | | |
| Salaries and other short-term employee benefits | 27,212 | 20,296 | 17,252 | 13,284 |
| | <u>27,212</u> | <u>20,296</u> | <u>17,252</u> | <u>13,284</u> |
| For the six-month periods ended 30 June | | | | |
| Salaries and other short-term employee benefits | 53,906 | 39,118 | 34,338 | 24,450 |
| | <u>53,906</u> | <u>39,118</u> | <u>34,338</u> | <u>24,450</u> |

21. Retirement benefit obligation

The movements of retirement benefit obligation account for the six-month period ended 30 June 2013 are summarized as follows:

| | Consolidated | Baht :’000 |
|------------------------------|---------------------|--------------------|
| | financial | Company |
| | information | financial |
| | (Unaudited) | (Unaudited) |
| Opening book amount | 163,643 | 89,554 |
| Retirement benefit expenses | 13,670 | 5,755 |
| Gain on exchange translation | (876) | - |
| Benefits paid | <u>(2,115)</u> | <u>(1,728)</u> |
| Closing book amount | <u>174,322</u> | <u>93,581</u> |

22. Commitments and contingencies

As at 30 June 2013, the Group have no significant changes in commitments and contingent liabilities from as at 31 December 2012 (please also see financial statement for the year ended 31 December 2012), except the followings:

22.1 On 26 June 2001, the Company paid Baht 44,246,000 to the Official Receiver on behalf of World Intertrade Corporation Limited. Subsequently, the Company submitted a notice to World Intertrade Corporation Limited requesting for the repayment of debt to the Company. However, the Company did not receive any repayment from World Intertrade Corporation Limited. Therefore, on 19 December 2001, the Company filed a claim with The Southern Bangkok Civil Court against World Intertrade Corporation Limited for demanding the repayment of Baht 45,782,488 which the Company has a lawful right to claim.

On 7 December 2001, World Intertrade Corporation Limited filed a claim with The Southern Bangkok Civil Court against the Company. The claim demands the return of property (Dusit Thani Hotel, Pattaya) and damages. The amount claimed for damages is Baht 2,760,000,000. The Company has already filed an answer to the claim on such issue with The Southern Bangkok Civil Court on 16 January 2002 due to the reason that the Company has peacefully and openly possessed the property with intention to be its owner for more than 10 years and has obtained the Building by operation of law.

On 29 July 2002, the Southern Bangkok Civil Court ordered to tie conjointly the following cases, the case under which World Intertrade Corporation Limited sued the Company calling for its assets (Dusit Thani Hotel, Pattaya) and claiming for compensation on ground of wrongful act of the Company and the case under which the Company sued World Intertrade Corporation Limited.

On 26 March 2004, the Court has declared the case filed by World Intertrade Corporation Limited has been dismissed with the verdict that the Company is the owner of the property (Dusit Thani Hotel, Pattaya) by virtue of the law found in the Civil and Commercial Code of Thailand, sections 1382 and 1385 without doubt and the Court has given the verdict that World Intertrade Corporation Limited must pay compensation amounting to Baht 45,782,488 with 7.50% interest per annum of the principal amount of Baht 44,246,000 starting from 20 December 2001 until the entire amount has been fully paid.

On 26 April 2004, World Intertrade Corporation Limited filed the appeal with the Appeal Court. On 7 July 2004, the Company then filed the appeal answer and filed the objection against petition requesting the Court to delay the execution.

On 31 January 2005, the Company filed a bankruptcy case against World Intertrade Corporation Limited with the Central Bankruptcy Court. Thereafter, on 11 July 2005, the Central Bankruptcy Court granted the receivership order. Then, on 9 August 2005, World Intertrade Corporation Limited filed the appeal against the receivership order and the Company then filed the appeal answer against the said appeal. On 21 October 2008, the Bankruptcy department of the Supreme Court has considered by sustaining result of the Court of First Instance to the receiving order of World Intertrade Corporation Limited. Currently, the case is under the calling for creditors' meeting by the Enforcement Officer.

On 30 January 2006, the Official Receiver of World Intertrade Corporation Limited carried out the case to the Southern Bangkok Civil Court against the Company to claim for returning of the assets (Dusit Thani Hotel, Pattaya).

22. Commitments and contingencies (Continued)

On 3 April 2007, the Southern Bangkok Civil Court made an appointment with litigant the result of case of the Appeal Court of World Intertrade Corporation Limited filed the Company to the Southern Bangkok Civil Court to claim for returning of the assets (Dusit Thani Hotel, Pattaya) by standing the result of the Court of First Instance to dispose such case of World Intertrade Corporation Limited out of the case list.

On 3 May 2007, World Intertrade Corporation Limited filed the Company to the supreme case with the Southern Bangkok Civil Court against the result of the Court of First Instance and Appeal Court. However, on 26 July 2007, the Company filed the case against such Supreme Court. Currently, the case is under the consideration of the Supreme Court.

On 31 July 2013, the Southern Bangkok Civil Court appointed to listen to the result of the Supreme Court and considered to agree with the result of the First Instance and Appeal Court. Therefore, such case is finally ended.

22.2 As at 30 June 2013 and 31 December 2012, the Group have commitments for renovation contracts totalling Baht 120.82 million and Baht 139.03 million, respectively.

22.3 As at 30 June 2013 and 31 December 2012, the Company has commitments for renovation contracts totalling Baht 74.99 million and Baht 75.97 million, respectively.

23. Seasonality of operation

The main business of the Company is hotel operation. The main revenues of the Company are received seasonally within a financial year especially in the first and fourth three-month of each year. Such revenues are recognized when incurred. For supplementary financial information, revenue from sales and services, cost of sales and services and net profit for the twelve-month periods ended 30 June 2013 and 2012 were shown as below:

| | Consolidated | | Baht : '000 | |
|---|------------------------------|-------------|------------------------------|-------------|
| | financial information | | Company | |
| | (Unaudited) | | financial information | |
| | 2013 | 2012 | 2013 | 2012 |
| For the twelve-month periods ended 30 June | | | | |
| Revenue from sales and services | 4,417,639 | 3,311,486 | 1,477,932 | 1,312,618 |
| Cost of sales and services | 2,833,605 | 2,109,524 | 890,060 | 828,517 |
| Net profit (loss) | 200,321 | (55,263) | 212,743 | (30,657) |

24. Business segment information

Business segment information of the Group classified by business segments are as follows:

| | Revenues | Net profit (loss) | Assets employed |
|---|-----------------|------------------------------|----------------------------|
| Baht : Million | | | |
| For the six-month period ended 30 June 2013 | | | |
| Hotels business | 1,712.55 | 123.31 | 5,094.00 |
| Hotels business under DTCPF | 612.63 | (15.43) | 172.25 |
| Other businesses | 528.61 | (22.79) | 5,601.58 |
| Total | <u>2,853.79</u> | <u>85.09</u> | <u>10,867.83</u> |
| <u>Add (Less)</u> Inter-company transactions | <u>(297.11)</u> | <u>22.32</u> | <u>(2,493.04)</u> |
| Total | <u>2,556.68</u> | <u>107.41</u> | <u>8,374.79</u> |
| <u>Less</u> Net profit of non-controlling interests | | <u>8.59</u> | |
| Consolidated net profit - owners of the parent | | <u>98.82</u> | |
| Consolidated assets | | | <u>8,374.79</u> |

| | Revenues | Net profit (loss) | Assets employed |
|--|-----------------|------------------------------|----------------------------|
| Baht : Million | | | |
| For the six-month period ended 30 June 2012 | | | |
| Hotels business | 1,390.02 | (44.26) | 5,262.93 |
| Hotels business under DTCPF | 591.07 | (14.21) | 136.74 |
| Other businesses | 484.55 | (3.49) | 5,682.25 |
| Total | <u>2,465.64</u> | <u>(61.96)</u> | <u>11,081.92</u> |
| <u>Add (Less)</u> Inter-company transactions | <u>(263.02)</u> | <u>25.13</u> | <u>(2,551.47)</u> |
| Total | <u>2,202.62</u> | <u>(36.83)</u> | <u>8,530.45</u> |
| <u>Add</u> Net loss of non-controlling interests | | <u>69.55</u> | |
| Consolidated net profit - owners of the parent | | <u>32.72</u> | |
| Consolidated assets | | | <u>8,530.45</u> |

25. Others

- 25.1 On 18 January 2013, the Company has set up a new subsidiary registered in Thailand, namely Dusit China Capital Co., Ltd. with registered capital of 68 million Baht and first paid-up capital is 30.00%. This new subsidiary is invested by the Company at 99.99% and its business objective is to invest in joint venture, in proportion of 45.00%, namely Dusit Fudu Hotel Management (Shanghai) Co., Ltd. registered in People's Republic of China on 16 April 2013. This new company has registered capital of CYN 30 million and first paid-up capital will be 30.00%, and its business objective is to manage hotel in People's Republic of China.
- 25.2 On 20 June 2013, the Board of Directors meeting of the Company passed a resolution to approve to establish a joint venture company in Singapore, namely Dusit Thani Laguna Golf Resort Pte. Ltd. This company will establish within 31 December 2013 with the objective to expand the Company's portfolio of hotels and resorts into Singapore. This company will be invested by Dusit Thani Properties Co., Ltd., a subsidiary, at 25.01%, with investment fund of SGD 28.81 million (approximately Baht 713.05 million).

26. Event after the reporting period

- 26.1 On 17 July 2013, the Company has already paid the share subscription for investment in Dusit USA Management Inc. of USD 40,000.
- 26.2 On 9 August 2013, Dusit China Capital Co., Ltd. calls another of 30.00% of its share subscription and Dusit Fudu Hotel Management (Shanghai) Co., Ltd. calls another of 30.00% of its share subscription. The Company and Dusit China Capital Co., Ltd. already paid such share subscription in the same day.