

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

**INTERIM CONSOLIDATED AND SEPARATE  
FINANCIAL STATEMENTS  
(UNAUDITED)**

**31 MARCH 2008**

## **AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS**

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

I have reviewed the accompanying consolidated and separate balance sheets of Dusit Thani Public Company Limited and its subsidiaries and of Dusit Thani Public Company Limited as at 31 March 2008, and the related consolidated and separate statements of income, statements of changes in equity, and cash flows for the three-month periods ended 31 March 2008 and 2007. The Company's management is responsible for the correctness and completeness of information in these interim financial statements. My responsibility is to issue a report on these interim financial statements based on my reviews .

I conducted my review in accordance with the standard on auditing applicable to review engagements. This standard requires that I plan and perform a review to obtain moderate assurance as to whether the interim financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit, and accordingly, I do not express an audit opinion.

Based on my review, nothing has come to my attention that causes me to believe that the interim consolidated and separate financial statements referred to above are not presented fairly, in all materials respects, in accordance with generally accepted accounting principles.

I have audited the consolidated and separate financial statements for the year ended 31 December 2007 of Dusit Thani Public Company Limited and its subsidiaries and of Dusit Thani Public Company Limited in accordance with generally accepted auditing standards and expressed an unqualified opinion on those statements in my report dated 18 February 2008 . The consolidated and separate balance sheets as at 31 December 2007, presented for comparative purposes, are part of the financial statements which I have audited and issued a report thereon as stated above, and I have not performed any other auditing procedures subsequent to the date of that report .

Anothai Leekitwattana  
Certified Public Accountant (Thailand) No. 3442  
PricewaterhouseCoopers ABAS Limited

Bangkok  
8 May 2008

**Dusit Thani Public Company Limited and Subsidiaries**

**Balance sheets**

**As at 31 March 2008 and 31 December 2007**

		Baht : '000				
		Consolidated		Separate		
		financial statements		financial statements		
		As at	As at	As at	As at	
		31 March	31 December	31 March	31 December	
		2008	2007	2008	2007	
Notes		(Unaudited)	(Audited)	(Unaudited)	(Audited)	
<b>ASSETS</b>						
<b>Current Assets</b>						
	Cash and cash equivalents	3.1	419,608	418,423	128,976	157,860
	Short-term investments		4,000	42,000	-	-
	Trade accounts receivable - net	4	191,977	201,198	116,222	134,830
	Inventories - net		62,155	66,799	33,480	36,725
	Short-term loans to related companies	15.2	15,000	20,001	50,000	41,000
	Prepaid rental of land and buildings	8	74,067	74,067	74,067	74,067
	Other current assets	5.1	176,636	184,454	149,010	160,421
	Total Current Assets		<u>943,443</u>	<u>1,006,942</u>	<u>551,755</u>	<u>604,903</u>
<b>Non-Current Assets</b>						
	Investment in subsidiaries, associated and a joint venture	15.1	-	-	868,362	865,862
	Investment property		188,416	188,416	158,181	158,181
	Other long-term investments	6	446,155	436,656	69,732	62,470
	Property, premises and equipment - net	7	3,991,714	4,087,245	1,778,805	1,794,776
	Prepaid rental of land and buildings exceeding one year - net	8	666,599	685,116	666,599	685,116
	Other non-current assets - net		99,923	110,842	161,878	175,660
	Total Non-Current Assets		<u>5,392,807</u>	<u>5,508,275</u>	<u>3,703,557</u>	<u>3,742,065</u>
	<b>Total Assets</b>		<u><u>6,336,250</u></u>	<u><u>6,515,217</u></u>	<u><u>4,255,312</u></u>	<u><u>4,346,968</u></u>

See condensed notes to the interim financial statements.

**Dusit Thani Public Company Limited and Subsidiaries**

**Balance sheets (Continued)**

**As at 31 March 2008 and 31 December 2007**

		<b>Baht : '000</b>				
		<b>Consolidated</b>		<b>Separate</b>		
		<b>financial statements</b>		<b>financial statements</b>		
		<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>	
		<b>31 March</b>	<b>31 December</b>	<b>31 March</b>	<b>31 December</b>	
		<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>	
<b>Notes</b>		<b>(Unaudited)</b>	<b>(Audited)</b>	<b>(Unaudited)</b>	<b>(Audited)</b>	
<b>LIABILITIES AND EQUITY</b>						
<b>Current Liabilities</b>						
Bank overdrafts and short-term loans						
	from financial institutions	9	142,078	176,605	141,559	168,206
	Trade accounts payable		153,608	176,086	53,293	64,788
Current portion of long-term liabilities under						
	financial lease agreements	10	3,350	3,548	2,322	2,322
	Current portion of long-term loans	11	256,000	256,000	200,000	200,000
	Short-term loan from related company	15.2	19,999	19,999	-	-
Other current liabilities						
	Other payables		26,814	39,080	26,969	41,521
	Payables-Assets acquisition		97,737	153,213	46,078	61,489
	Accrued expenses		163,203	141,208	101,865	103,857
	Others		102,166	114,975	78,027	91,700
			<u>389,920</u>	<u>448,476</u>	<u>252,939</u>	<u>298,567</u>
	<b>Total Current Liabilities</b>		<u>964,955</u>	<u>1,080,714</u>	<u>650,113</u>	<u>733,883</u>
<b>Non - Current Liabilities</b>						
Long-term liabilities under financial lease						
	agreements	10	3,227	3,983	2,452	3,032
	Long-term loans	11	<u>1,157,495</u>	<u>1,316,783</u>	<u>500,000</u>	<u>600,000</u>
	<b>Total Non-Current Liabilities</b>		<u>1,160,722</u>	<u>1,320,766</u>	<u>502,452</u>	<u>603,032</u>
	<b>Total Liabilities</b>		<u>2,125,677</u>	<u>2,401,480</u>	<u>1,152,565</u>	<u>1,336,915</u>

See condensed notes to the interim financial statements.

**Dusit Thani Public Company Limited and Subsidiaries**

**Balance sheets (Continued)**

**As at 31 March 2008 and 31 December 2007**

		<b>Baht : '000</b>			
		<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
		<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
		<b>31 March</b>	<b>31 December</b>	<b>31 March</b>	<b>31 December</b>
		<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
<b>Notes</b>		<b>(Unaudited)</b>	<b>(Audited)</b>	<b>(Unaudited)</b>	<b>(Audited)</b>
<b>LIABILITIES AND EQUITY (Continued)</b>					
<b>Equity</b>					
Share capital					
Authorized share capital					
85,000,000 ordinary shares of					
Baht 10 each					
		<u>850,000</u>	<u>850,000</u>	<u>850,000</u>	<u>850,000</u>
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					
common shares					
	12.1	18,365	18,365	16,950	16,950
Unrealized gain on securities					
available for sale					
	6	165,153	155,654	52,231	44,969
Exchange differences on the					
translation of financial					
statements of subsidiaries					
		(116,737)	(96,708)	-	-
Retained earnings					
Appropriated					
Legal reserve					
		85,000	85,000	85,000	85,000
Other reserves					
	12.1	15,740	15,740	-	-
Unappropriated					
		1,327,529	1,221,365	455,566	370,134
Treasury common shares					
	12.1	(15,740)	(15,740)	-	-
Total attributable to					
owners of the parent					
		3,972,310	3,876,676	3,102,747	3,010,053
Minority interest					
		238,263	237,061	-	-
<b>Total Equity</b>					
		<u>4,210,573</u>	<u>4,113,737</u>	<u>3,102,747</u>	<u>3,010,053</u>
<b>Total Liabilities and Equity</b>					
		<u>6,336,250</u>	<u>6,515,217</u>	<u>4,255,312</u>	<u>4,346,968</u>

See condensed notes to the interim financial statements.

**Dusit Thani Public Company Limited and Subsidiaries**  
**Statements of Income (Unaudited)**  
**For the three-month periods ended 31 March 2008 and 2007**

		<b>Baht : '000</b>			
		<b>Consolidated</b>		<b>Separate</b>	
		<b>financial statements</b>		<b>financial statements</b>	
<b>Notes</b>		<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
	Revenue from sales and services	927,283	855,826	559,455	546,121
	Cost of sales and services	(428,132)	(391,913)	(225,104)	(219,361)
	Gross profit	499,151	463,913	334,351	326,760
	Management service income	42,825	40,613	51,290	-
	Interest income	1,334	4,507	807	1,629
	Other income	32,715	22,914	39,619	21,264
	Selling and administrative expenses	(244,266)	(204,679)	(186,513)	(117,868)
	Depreciation and amortization	(148,663)	(119,107)	(104,877)	(87,318)
	Directors' remuneration	(920)	(873)	(870)	(773)
	Interest expenses	(19,654)	(24,898)	(8,610)	(15,202)
	Share of profits from investments				
	using the equity method	-	1,666	-	-
	Profit before income tax	162,522	184,056	125,197	128,492
	Income tax	(51,559)	(43,938)	(39,765)	(29,646)
	<b>Net profit for the period</b>	<b>110,963</b>	<b>140,118</b>	<b>85,432</b>	<b>98,846</b>
	<b>Attributable net profit for the period to:</b>				
	- Equity holders of the parent	106,164	134,273	85,432	98,846
	- Minority interest	4,799	5,845	-	-
		<b>110,963</b>	<b>140,118</b>	<b>85,432</b>	<b>98,846</b>
	<b>Basic earnings per share</b>				
	- Attribute to equity holders Baht	1.26	1.59	1.01	1.16
	<b>Weighted average number of</b>				
	<b>ordinary shares</b>	<b>Shares</b>			
		12.2	84,528,500	84,528,500	85,000,000
			84,528,500	85,000,000	85,000,000

See condensed notes to the interim financial statements.

Dusit Thani Public Company Limited and Subsidiaries

Statements of Changes in Equity (Unaudited)

For the three-month periods ended 31 March 2008 and 2007

Baht : '000

	Consolidated financial statements									Minority interest	Total equity
	Attributable to equity holders of the parent										
	Issued and paid-up share capital	Premium on ordinary shares	Paid-in surplus-treasury common shares	Unrealised gain on securities available for sale	Exchange differences on the translation of financial statements of subsidiaries	Retained earnings			Treasury common shares		
						Legal reserve	Other reserves	Unappropriated			
Beginning balance : 1 January 2007	850,000	1,643,000	18,365	119,393	(123,570)	85,000	325,740	916,925	(15,740)	263,163	4,082,276
Increase during the period	-	-	-	-	-	-	-	310,000	-	-	310,000
Decrease during the period	-	-	-	(10,637)	(4,198)	-	(310,000)	-	-	(3,427)	(328,262)
Net profit	-	-	-	-	-	-	-	134,273	-	5,845	140,118
<b>Ending balance : 31 March 2007</b>	<b>850,000</b>	<b>1,643,000</b>	<b>18,365</b>	<b>108,756</b>	<b>(127,768)</b>	<b>85,000</b>	<b>15,740</b>	<b>1,361,198</b>	<b>(15,740)</b>	<b>265,581</b>	<b>4,204,132</b>
Beginning balance : 1 January 2008	850,000	1,643,000	18,365	155,654	(96,708)	85,000	15,740	1,221,365	(15,740)	237,061	4,113,737
Increase during the period	-	-	-	9,499	-	-	-	-	-	-	9,499
Decrease during the period	-	-	-	-	(20,029)	-	-	-	-	(3,597)	(23,626)
Net profit	-	-	-	-	-	-	-	106,164	-	4,799	110,963
<b>Ending balance : 31 March 2008</b>	<b>850,000</b>	<b>1,643,000</b>	<b>18,365</b>	<b>165,153</b>	<b>(116,737)</b>	<b>85,000</b>	<b>15,740</b>	<b>1,327,529</b>	<b>(15,740)</b>	<b>238,263</b>	<b>4,210,573</b>

See condensed notes to the interim financial statements.

Dusit Thani Public Company Limited and Subsidiaries

Statements of Changes in Equity (Unaudited) (Continued)

For the three-month periods ended 31 March 2008 and 2007

Baht : '000

	Separate financial statements							Total equity
	Issued and paid-up share capital	Premium on ordinary shares	Paid-in surplus-Treasury common shares	Unrealised gain on securities available for sale	Retained earnings Appropriated		Unappropriated (Deficit)	
					Legal reserve	Other reserves		
Beginning balance : 1 January 2007	850,000	1,643,000	16,950	36,649	85,000	310,000	(94,240)	2,847,359
Increase during the period	-	-	-	-	-	-	310,000	310,000
Decrease during the period	-	-	-	(2,813)	-	(310,000)	-	(312,813)
Net profit	-	-	-	-	-	-	98,846	98,846
<b>Ending balance : 31 March 2007</b>	<b>850,000</b>	<b>1,643,000</b>	<b>16,950</b>	<b>33,836</b>	<b>85,000</b>	<b>-</b>	<b>314,606</b>	<b>2,943,392</b>
Beginning balance : 1 January 2008	850,000	1,643,000	16,950	44,969	85,000	-	370,134	3,010,053
Increase during the period	-	-	-	7,262	-	-	-	7,262
Net profit	-	-	-	-	-	-	85,432	85,432
<b>Ending balance : 31 March 2008</b>	<b>850,000</b>	<b>1,643,000</b>	<b>16,950</b>	<b>52,231</b>	<b>85,000</b>	<b>-</b>	<b>455,566</b>	<b>3,102,747</b>

See condensed notes to the interim financial statements.

**Dusit Thani Public Company Limited and Subsidiaries**  
**Statements of Cash Flows (Unaudited)**  
**For the three-month periods ended 31 March 2008 and 2007**

	Baht : '000				
	Consolidated		Separate		
	Notes	2008	2007	2008	2007
<b>Cash flows from operating activities</b>					
Net profit before income tax		162,522	184,056	125,197	128,492
Items to reconcile:					
Interest income		(1,334)	(4,507)	(807)	(1,629)
Bad debts and doubtful accounts		2,633	611	3,768	-
Depreciation and amortisation of property, premises and equipment	7	146,112	117,018	91,051	76,529
Amortization of prepaid rental of land and buildings	8	18,517	18,517	18,517	18,517
Amortization of other non - current assets		2,551	2,089	13,826	10,789
Interest expenses		19,654	24,898	8,610	15,202
(Gain) loss on sale of property, premises and equipment		(11)	(364)	89	(140)
Loss on property, premises and equipment written off	7	2,995	7,089	1,330	6,517
Share of profits from investments using the equity method		-	(1,666)	-	-
Income from operations before changes in assets and liabilities		353,639	347,741	261,581	254,277
(Increase) decrease in operating assets					
Trade accounts receivable		6,387	13,744	18,094	17,983
Inventories		3,848	4,787	3,245	2,498
Other current assets		5,228	(25,446)	8,151	(32,781)
Other non-current assets		5,651	(644)	(45)	3
Increase (decrease) in operating liabilities					
Trade accounts payable		(15,314)	(473)	(11,495)	(7,093)
Other payables		(12,266)	(6,557)	(14,552)	(168,418)
Accrued expenses		(24,550)	(29,029)	(36,884)	(15,552)
Payment for income tax		(4,432)	(8,956)	(3,643)	(1,020)
Other current liabilities		(7,872)	(4,148)	(13,673)	3,768
Net cash provided by operating activities		310,319	291,019	210,779	53,665

See condensed notes to the interim financial statements.

**Dusit Thani Public Company Limited and Subsidiaries**

**Statements of Cash Flows (Unaudited) (Continued)  
For the three-month periods ended 31 March 2008 and 2007**

**Baht : '000**

	Notes	Consolidated		Separate	
		financial statements	financial statements	financial statements	financial statements
		2008	2007	2008	2007
<b>Cash flows from investing activities</b>					
Decrease in short-term investments		38,000	9,700	-	-
Interest income		908	5,120	813	1,922
Proceeds for repayment of loans to related companies		5,001	-	10,000	40,500
Payment for loans to related companies		-	(12,500)	(19,000)	(55,000)
Payment for purchase of shares in subsidiaries		(869)	-	(2,500)	(177)
Proceeds from sales of property, premises and equipment		1,084	3,276	405	843
Payment for purchase of property, premises and equipment	3.2.1	(161,467)	(223,528)	(92,315)	(107,178)
Net cash used in investing activities		(117,343)	(217,932)	(102,597)	(119,090)
<b>Cash flows from financing activities</b>					
Decrease in bank overdrafts		(16,527)	(849)	(8,647)	(479)
Proceeds from short-term loans from financial institutions		136,000	56,000	136,000	56,000
Repayment for short-term loans from financial institutions		(154,000)	(73,460)	(154,000)	-
Proceeds from short-term loan from related company		-	5,000	-	-
Payment for long-term liabilities under lease agreement	3.2.1	(954)	(1,181)	(580)	(677)
Proceeds from long-term loans	11	-	217,515	-	-
Repayment of long-term loans	11	(128,000)	(258,000)	(100,000)	(100,000)
Interest paid		(20,535)	(27,193)	(9,839)	(16,113)
Net cash used in financing activities		(184,016)	(82,168)	(137,066)	(61,269)
Effect of exchange rate changes on cash		(7,775)	(423)	-	-
Net increase (decrease) in cash and cash equivalents		1,185	(9,504)	(28,884)	(126,694)
Cash and cash equivalents as at 1 January		418,423	740,272	157,860	296,862
<b>Cash and cash equivalents as at 31 March</b>	3.1	<b>419,608</b>	<b>730,768</b>	<b>128,976</b>	<b>170,168</b>

See condensed notes to the interim financial statements.

**Dusit Thani Public Company Limited and Subsidiaries**  
**Condensed Notes to the Interim Financial Statements (Unaudited)**  
**For the three-month periods ended 31 March 2008 and 2007**

**1. Basis for preparation of the interim consolidated and separate financial statements**

- 1.1 The interim consolidated and separate financial statements for the three-month periods ended 31 March 2008 and 2007 are prepared by the management of the Company and are unaudited. However, in the opinion of the Company, all adjustments necessary for a fair presentation have been reflected therein.

The accompanying interim consolidated and separate financial statements have been prepared in accordance with Thai Generally Accepted Accounting Principles in Thailand under the Accounting Act B.E. 2543 being those Thai Accounting Standards issued under the Accounting Profession Act B.E. 2547, and the financial reporting requirements of the Securities and Exchange Commission under the Securities and Exchange Act B.E. 2535.

- 1.2 The consolidated and separate balance sheet as at 31 December 2007, presented herein for comparison, have been derived from the financial statements of the Company, subsidiaries and a joint venture for the year then ended which have been audited.
- 1.3 The results of operations for the three-month periods ended 31 March 2008 are not necessarily indicative of the operating results anticipated for the full year.
- 1.4 Certain financial information which is normally included in financial statements 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 separate financial statements should be read in conjunction with the consolidated and separate financial statements and notes thereto included in the audited financial statements for the year ended 31 December 2007.
- 1.5 The Company uses the same accounting policies and calculation method in the interim financial statements as compared with the financial statements for the year ended 31 December 2007.
- 1.6 An English version of the interim consolidated and separate financial statements have been prepared from the interim financial statements 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 statements shall prevail.
- 1.7 Comparative figures have been adjusted to conform with changes in presentation in the current period.

**1. Basis for preparation of the interim consolidated and separate financial statements (Continued)**

1.8 The interim consolidated financial statements include all account balances of the Company and subsidiaries and the proportionate of investment in a joint venture as follows:

	% of shareholding		
	As at 31 March 2008	2007	As at 31 December 2007
Dusit Thani Properties Company Limited <sup>(3)</sup>	99.99	99.99	99.99
Royal Princess Public Company Limited by the Company	2.65	2.65	2.65
by Dusit Thani Properties Company Limited <sup>(3)</sup>	79.78	79.70	79.72
Dusit Hotels and Resorts Company Limited by the Company	0.81	0.81	0.81
by Dusit Thani Properties Company Limited <sup>(3)</sup>	97.47	97.44	97.44
Philippine Hoteliers, Inc. by Dusit Thani Properties Company Limited <sup>(3)</sup>	88.01	88.01	88.01
Devarana Spa Company Limited	99.99	99.99	99.99
Dusit Executive Development Center Company Limited	99.99	99.99	99.99
Le Cordon Bleu Dusit Company Limited <sup>(1)</sup>	50.00	50.00	50.00
Dusit Enterprises Company Limited <sup>(2)</sup>	100.00	100.00	100.00
Dusit Worldwide Company Limited <sup>(4)</sup>	100.00	-	-

<sup>(1)</sup> Le Cordon Bleu Dusit Company Limited is a joint venture between the Company and Le Cordon Bleu International BV.

<sup>(2)</sup> The Company invested in Dusit Enterprises Company Limited on 6 March 2007.

<sup>(3)</sup> Dusit Thani International Company Limited registered to change its name to Dusit Thani Properties Company Limited on 7 August 2007.

<sup>(4)</sup> The Company invested in Dusit Worldwide Company Limited on 14 January 2008.

All material inter-company transactions and balances have been eliminated.

1.9 Balance sheet and statement of income of foreign subsidiaries are translated into Baht at the exchange rates prevailing at the balance sheet date and the average exchange rates, respectively. The exchange differences on the translation is shown as a deduction of the shareholders' equity.

1.10 Amendment to Thai Accounting Standards (TAS) effective in 2008

The following amendments to standards and new standard as published by the Federation of Accounting Professions are mandatory for the Group's accounting periods beginning on or after 1 January 2008:

TAS 25 (Revised 2007)	"Cash flow statements"
TAS 29 (Revised 2007)	"Leases"
TAS 31 (Revised 2007)	"Inventories"
TAS 33 (Revised 2007)	"Borrowing costs"
TAS 35 (Revised 2007)	"Presentation of financial statements"
TAS 39 (Revised 2007)	"Accounting policies, changes in accounting estimates and errors"
TAS 41 (Revised 2007)	"Interim financial reporting"
TAS 43 (Revised 2007)	"Business combination"
TAS 49 (Revised 2007)	"Construction contracts"
TAS 51	"Intangible asset"

The Company's management assessed and determined that the revised Thai Accounting Standards shall not impact significantly to the financial statements being presented except TAS 35 "Presentation of financial statements" has affected the presentation of minority interest and other disclosures as discussed in Note 2.

## 2. Additional information

### 2.1 Critical accounting estimates, assumption and judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

#### 2.1.1 Impairment of receivable

The determination of the allowance for doubtful accounts is considered by the management, based on the collection experience of the Company and subsidiaries in the prior years.

#### 2.1.2 Write-down of inventories

Net realizable value is the estimate of the selling price in the ordinary course of business less necessary expenses. Allowance is made, for obsolete, slow-moving and defective inventories, based on observation and judgement by the management.

#### 2.1.3 Depreciation and amortization

Management determines the estimated useful lives and residual values for the Company, subsidiaries and a joint venture's property, premises and equipment and other non-current assets. Management will revise the depreciation and amortization charge where useful lives and residual values are different to previously estimated, or it will write off or write down technically obsolete or assets that have been abandoned or sold.

### 2.2 Capital risk management

The Company, subsidiaries and a joint venture's objectives when managing capital are to safeguard the Company, subsidiaries and a joint venture's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

The Company, subsidiaries and a joint venture manage, maintain and/or make adjustment to their capital structures according to the changes in economic conditions and the risk characteristics of the underlying assets. In this regard, they may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares, or sell assets to reduce debt.

## 3. Supplementary disclosures of cash flow information

### 3.1 Cash and cash equivalents as at 31 March are as follows:

	<b>Baht : '000</b>			
	<b>Consolidated financial statements (Unaudited)</b>		<b>Separate financial statements (Unaudited)</b>	
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
Cash and deposits at bank	284,038	464,568	128,976	170,168
Deposits at financial institutions	135,570	266,200	-	-
Total	<u>419,608</u>	<u>730,768</u>	<u>128,976</u>	<u>170,168</u>

### 3. Supplementary disclosures of cash flow information (Continued)

3.2 Non cash transactions are as follows:

3.2.1 In the interim consolidated and separate financial statements for the three-month periods ended 31 March 2008 and 2007:

Purchases of property, premises and equipment

	Baht :'000			
	Consolidated financial statements (Unaudited)		Separate financial statements (Unaudited)	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2008	2007	2008	2007
Payables-Assets acquisition				
Balance brought forward	153,213	110,637	61,489	71,354
<u>Add</u> Purchases of fixed assets	105,199	188,801	76,904	89,534
Exchange gain on translation	792	362	-	-
<u>Less</u> Cash payments	(161,467)	(223,528)	(92,315)	(107,178)
Balance carried forward	<u>97,737</u>	<u>76,272</u>	<u>46,078</u>	<u>53,710</u>

	Baht :'000			
	Consolidated financial statements (Unaudited)		Separate financial statements (Unaudited)	
	For the three-month periods ended 31 March		For the three-month periods ended 31 March	
	2008	2007	2008	2007
Long-term liabilities under finance lease agreements (including current portion)				
Balance brought forward	7,531	8,920	5,354	3,548
<u>Add</u> Purchases of fixed assets	-	1,214	-	1,214
<u>Less</u> Cash payments	(954)	(1,181)	(580)	(677)
Balance carried forward	<u>6,577</u>	<u>8,953</u>	<u>4,774</u>	<u>4,085</u>

3.2.2 In the consolidated financial statements for the three-month periods ended 31 March 2008 and 2007:

3.2.2.1 The recording of investments available for sale at fair value and recognizing unrealized gain (loss) on such investments of Baht 9.50 million and Baht (10.64) million, respectively, were included in equity.

3.2.2.2 The recording of exchange differences on the translation of the subsidiary's financial statements into Baht was presented as an deduction in the equity in the amount of Baht (20.03) million and Baht (4.20) million, respectively.

3.2.3 In the separate financial statements for the three-month periods ended 31 March 2008 and 2007:

- The recording of investments available for sale at fair value and recognizing unrealized gain (loss) on such investments of Baht 7.26 million and Baht (2.81) million, respectively, were included in equity.

#### 4. Trade accounts receivable - net

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

	Consolidated financial statements		Separate financial statements	
	As at 31 March 2008 (Unaudited)	As at 31 December 2007 (Audited)	As at 31 March 2008 (Unaudited)	As at 31 December 2007 (Audited)
Number of accounts receivable	1,399	1,412	558	577
	<b>Baht : '000</b>	<b>Baht : '000</b>	<b>Baht : '000</b>	<b>Baht : '000</b>
Outstanding amount				
Less than 3 months	188,420	198,065	114,104	130,828
3-6 months	6,771	6,285	4,048	4,815
6-12 months	1,356	873	681	568
Over 12 months	3,684	3,887	2,606	3,321
	<u>200,231</u>	<u>209,110</u>	<u>121,439</u>	<u>139,532</u>
<u>Less</u> Allowance for doubtful accounts	<u>(8,254)</u>	<u>(7,912)</u>	<u>(5,217)</u>	<u>(4,702)</u>
Trade accounts receivable-net	<u>191,977</u>	<u>201,198</u>	<u>116,222</u>	<u>134,830</u>

#### 5. Other current assets

5.1 Other current assets consisted of the following:

	Note	Consolidated financial statements		Separate financial statements	
		As at 31 March 2008 (Unaudited)	As at 31 December 2007 (Audited)	As at 31 March 2008 (Unaudited)	As at 31 December 2007 (Audited)
Accounts receivable					
- Management fee - net	5.2	51,402	52,758	61,738	68,335
Accounts receivable - World Intertrade Corporation Limited		40,879	40,879	40,879	40,879
<u>Less</u> Allowance for doubtful accounts		<u>(40,879)</u>	<u>(40,879)</u>	<u>(40,879)</u>	<u>(40,879)</u>
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other receivables		1,493	2,286	1,494	1,900
Accrued interest receivable		799	373	286	292
Prepaid income tax		64,626	64,052	44,406	44,406
VAT refundable		20,835	21,509	20,835	21,509
Prepaid expenses		25,838	27,004	13,301	13,315
Advances		6,063	5,392	2,746	2,191
Advances - related company		165	1,833	220	3,666
Others		5,415	9,247	3,984	4,807
		<u>176,636</u>	<u>184,454</u>	<u>149,010</u>	<u>160,421</u>

5. **Other current assets (Continued)**

5.2 Accounts receivable - Management fee - net are classified by aging as follows:

	Note	Consolidated financial statements		Separate financial statements	
		As at 31 March 2008 (Unaudited)	As at 31 December 2007 (Audited)	As at 31 March 2008 (Unaudited)	As at 31 December 2007 (Audited)
Number of accounts receivable		60	63	38	38
		<b>Baht:'000</b>	<b>Baht:'000</b>	<b>Baht:'000</b>	<b>Baht:'000</b>
Outstanding amount					
Less than 3 months		42,213	51,265	52,781	66,887
3-6 months		11,582	2,227	11,496	2,168
6-12 months		2,229	969	1,647	189
Over 12 months		1,661	2,578	-	535
		57,685	57,039	65,924	69,779
<u>Less</u> Allowance for doubtful accounts		(6,283)	(4,281)	(4,186)	(1,444)
Accounts receivable - Management fee - net	5.1	51,402	52,758	61,738	68,335

6. **Other long-term investments**

Other long-term investments consisted of the following:

	Consolidated financial statements		Separate financial statements	
	As at 31 March 2008 (Unaudited)	As at 31 December 2007 (Audited)	As at 31 March 2008 (Unaudited)	As at 31 December 2007 (Audited)
Available for sale				
Equity securities				
Cost	63,286	63,286	17,501	17,501
<u>Add</u> Net valuation adjustment for change in fair value	165,153	155,654	52,231	44,969
	228,439	218,940	69,732	62,470
General investments				
Equity securities	221,187	221,187	-	-
<u>Less</u> Allowance for impairment in value of securities	(3,471)	(3,471)	-	-
	217,716	217,716	-	-
Total	446,155	436,656	69,732	62,470

## 7. Property, premises and equipment - net

Movements in property, premises and equipment account for the three-month period ended 31 March 2008 are summarized as follows:

	<b>Consolidated financial statements (Unaudited)</b>	<b>Baht : '000 Separate financial statements (Unaudited)</b>
Net book value as at 1 January 2008	4,087,245	1,794,776
Acquisitions during period - at cost	105,199	76,904
Disposals during period - net book value	(1,073)	(494)
Written off during period - net book value	(2,995)	(1,330)
Exchange gain on translation	(50,550)	-
Depreciation and amortization for the period	(146,112)	(91,051)
Net book value as at 31 March 2008	<u>3,991,714</u>	<u>1,778,805</u>

Property, premises and equipment - net included building and building improvement on lease land of Dusit Resort Pattaya (currently, Dusit Thani Hotel, Pattaya), at a book value as at 31 March 2008 and 31 December 2007 of Baht 146.46 million and Baht 150.18 million, respectively. Even though the title to the building of Dusit Resort Pattaya (currently, Dusit Thani Hotel, Pattaya) has not been transferred to the Company, the management believes that by the fact and law, the Company has the right to use such building for its operations as the building is located on the land which the subsidiary is the lessee. On 21 January 2002, the Company has registered such right on land lease with the Department of Land, Pattaya. In addition, the Company has peacefully and openly possessed this property with intention to be its owner for more than 10 years, by virtue of the Civil and Commercial Code of Thailand, section 1382 (see Note 16.4).

## 8. Prepaid rental - land and buildings - net

Prepaid rental-land and buildings - net consisted of the following:

	<b>Consolidated financial statements</b>		<b>Baht : '000 Separate financial statements</b>	
	<b>As at 31 March 2008 (Unaudited)</b>	<b>As at 31 December 2007 (Audited)</b>	<b>As at 31 March 2008 (Unaudited)</b>	<b>As at 31 December 2007 (Audited)</b>
Prepaid rental amount	1,100,000	1,100,000	1,100,000	1,100,000
Other fees	11,000	11,000	11,000	11,000
	<u>1,111,000</u>	<u>1,111,000</u>	<u>1,111,000</u>	<u>1,111,000</u>
<u>Less</u> Accumulated amortization of prepaid rental	<u>(370,334)</u>	<u>(351,817)</u>	<u>(370,334)</u>	<u>(351,817)</u>
	740,666	759,183	740,666	759,183
<u>Less</u> Prepaid rental of land and buildings	<u>(74,067)</u>	<u>(74,067)</u>	<u>(74,067)</u>	<u>(74,067)</u>
Prepaid rental of land and buildings exceeding one year – net	<u>666,599</u>	<u>685,116</u>	<u>666,599</u>	<u>685,116</u>
Amortization for the period/year	<u>18,517</u>	<u>74,067</u>	<u>18,517</u>	<u>74,067</u>

**9. Bank overdrafts and short-term loans from financial institutions**

Bank overdrafts and short-term loans from financial institutions consisted of the following:

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial statements</b>		<b>financial statements</b>	
	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>31 March</b>	<b>31 December</b>	<b>31 March</b>	<b>31 December</b>
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>	<b>(Unaudited)</b>	<b>(Audited)</b>
Bank overdrafts	6,078	22,605	5,559	14,206
Short-term loans from financial institutions	136,000	154,000	136,000	154,000
	<u>142,078</u>	<u>176,605</u>	<u>141,559</u>	<u>168,206</u>

As at 31 March 2008 and 31 December 2007, the Company and subsidiaries have credit lines for bank overdrafts totalling Baht 248.00 million which is guaranteed by the Company totalling Baht 55.00 million (see Note 16.7).

As at 31 March 2008 and 31 December 2007, the Company has credit lines for bank overdrafts totalling Baht 193.00 million, with no guarantor.

On 17 September 2004, the Company has entered into short-term loan agreement with a financial institution for working capital in the limit of Baht 300.00 million, no guarantor. The agreement identified the terms of repayment of principal 1 year from the first draw down date. As at 31 December 2007, the Company had outstanding short-term loan of Baht 154.00 million, and interest rate at MMR (Money Market Rate). As at 31 March 2008, the Company has already repaid such short-term loan.

On 17 December 2007, the Company has entered into short-term loan agreement with a financial institution for working capital in the limit of Baht 450.00 million, no guarantor. As at 31 March 2008, the Company has outstanding short-term loan of Baht 136.00 million, and interest rate at MMR (Money Market Rate).

On 7 January 2008, the Company has entered into short-term loan agreement with a financial institution for working capital in the limit of Baht 450.00 million, no guarantor. As at 31 March 2008, the Company has not withdrawn such loan.

As at 31 March 2008 and 31 December 2007, Royal Princess Public Company Limited, a subsidiary, has short-term loans from financial institutions in the credit limit of Baht 200.00 million for 2 years, which is guaranteed by the Company (see Note 16.7). As at 31 March 2008 and 31 December 2007, this subsidiary has not withdrawn such loan.

## 10. Long-term liabilities under financial lease agreements

Long-term liabilities under financial lease agreements consisted of the following:

	Baht : '000			
	Consolidated		Separate	
	financial statements		financial statements	
	As at 31 March 2008 (Unaudited)	As at 31 December 2007 (Audited)	As at 31 March 2008 (Unaudited)	As at 31 December 2007 (Audited)
Long-term liabilities under financial lease agreements	7,317	8,368	5,303	5,948
<u>Less</u> Deferred interest	<u>(740)</u>	<u>(837)</u>	<u>(529)</u>	<u>(594)</u>
	6,577	7,531	4,774	5,354
<u>Less</u> Current portion	<u>(3,350)</u>	<u>(3,548)</u>	<u>(2,322)</u>	<u>(2,322)</u>
	<u>3,227</u>	<u>3,983</u>	<u>2,452</u>	<u>3,032</u>

## 11. Long-term loans

Long-term loans consisted of the following:

	Baht: '000					
	Interest rate		Consolidated		Separate	
	% p.a.		financial statements		financial statements	
	As at 31 March 2008	As at 31 December 2007	(Unaudited) As at 31 March 2008	(Audited) As at 31 December 2007	(Unaudited) As at 31 March 2008	(Audited) As at 31 December 2007
Loans from financial institutions						
Repayable in semi-annual installments through 2011	3.815	3.75	700,000	800,000	700,000	800,000
Repayable in semi-annual installments through 2012 by Dusit Hotels and Resorts Company Limited	3.815	3.75	260,000	288,000	-	-
Repayable in semi-annual installments through 2015 by Dusit Hotels and Resorts Company Limited	6.25	6.25	70,000	70,000	-	-
Repayable in semi-annual installments through 2015 by Philippine Hoteliers, Inc.	6.77	6.62-6.83	383,495	414,783	-	-
			<u>1,413,495</u>	<u>1,572,783</u>	<u>700,000</u>	<u>800,000</u>
<u>Less</u> Current portion			<u>(256,000)</u>	<u>(256,000)</u>	<u>(200,000)</u>	<u>(200,000)</u>
			<u>1,157,495</u>	<u>1,316,783</u>	<u>500,000</u>	<u>600,000</u>

## 11. Long-term loans (Continued)

Movements in the long-term loans account are summarized as follows:

	<b>Consolidated</b>		<b>Baht : '000</b>	
	<b>financial statements</b>		<b>Separate</b>	
	<b>As at</b>	<b>As at</b>	<b>As at</b>	<b>As at</b>
	<b>31 March</b>	<b>31 December</b>	<b>31 March</b>	<b>31 December</b>
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
	<b>(Unaudited)</b>	<b>(Audited)</b>	<b>(Unaudited)</b>	<b>(Audited)</b>
Balance brought forward	1,572,783	1,544,000	800,000	1,000,000
<u>Add</u> Additional borrowings	-	414,783	-	-
<u>Less</u> Repayments	(128,000)	(386,000)	(100,000)	(200,000)
Exchange loss on translation	(31,288)	-	-	-
Balance carried forward	<u>1,413,495</u>	<u>1,572,783</u>	<u>700,000</u>	<u>800,000</u>

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

- On 17 September 2004, the Company has entered into loan agreement with a bank to renovate office building and hotels in the limit of Baht 1,000.00 million, no guarantor. The agreement identified the terms and conditions as follows:

- Interest For the 1<sup>st</sup> year period, 2.5% per annum, repayment every 3 months  
For the 2<sup>nd</sup> - 7<sup>th</sup> years, 1 year fixed deposit rate plus 2% per annum, the interest rate will be considered every 6 months and repayment interest is every 3 months
- Repayment of principal in semi-annual installments through 2011 is for 10 installments. The first installment is from 30 months from the first draw down date which is 27 September 2004. The repayment is Baht 100.00 million each.

Such loan agreement specifies to the Company not to provide loan, lending, guarantee, be responsible or enter to be responsible to others' liabilities, except for (a) in the normal course of business of the Company (b) such loan or lending provide aggregates not excess the amount of Baht 1,000.00 million, and when aggregate with guarantee, be responsible or enter to be responsible to others' liabilities, such amount shall not be over Baht 2,000.00 million. In addition, such loan agreement also carries certain restrictive covenants pertaining to the debt to equity ratio of the Company.

- On 25 December 2003, Dusit Hotels and Resorts Company Limited, a subsidiary, has entered into loan agreement with a bank to acquire and renovate a hotel of such subsidiary in Chiang Mai in the limit of Baht 400.00 million. Such agreement was guaranteed by the Company (see Note 16.7). The agreement identified the terms and conditions as follows:

- Interest For the 1<sup>st</sup> year period, 2.5% per annum, repayment every 3 months  
For the 2<sup>nd</sup> - 8<sup>th</sup> years, 1 year fixed deposit rate plus 2% per annum, the interest rate will be considered every 6 months and repayment interest is every 3 months
- Repayment of principal in semi-annual installments through 2012 is for 14 installments. The first installment is from 24 months from the first draw down date which is 2 March 2004. The repayment of the 1st - 13th periods are Baht 28.00 million each and the 14th period is Baht 36.00 million.

## 11. Long-term loans (Continued)

Such loan agreement specifies to the subsidiary not to provide loan, lending, guarantee, be responsible or enter to be responsible to others' liabilities, except for in the normal course of business of the subsidiary. In other cases, the amount shall not be over Baht 200.00 million, except for receiving the written approval letter in advance from the lender. In addition, such loan agreement also carries certain restrictive covenants pertaining to the debt to equity ratio and not reduces its share capital of such subsidiary.

3. On 24 February 2006, Dusit Hotels and Resorts Company Limited, a subsidiary, has entered into loan agreement with a bank to acquire additional land and building for hotel of such subsidiary in Chiang Mai and renovate remaining parts in the limit of Baht 200.00 million. Such agreement was guaranteed by the Company (see Note 16.7). The agreement identified the terms and conditions as follows:
  - Interest For the 1<sup>st</sup> - 2<sup>nd</sup> years period, minimum loan rate less 0.5% per annum, repayment every 3 months  
For the 3<sup>rd</sup> - 9<sup>th</sup> years, minimum loan rate and repayment interest is every 3 months
  - Repayment of principal in semi-annual installments through 2015 is for 12 installments. The first installment is from 42 months from the first draw down date which is 1 March 2006. The repayment of the 1<sup>st</sup> - 6<sup>th</sup> periods are Baht 6.50 million each, the 7<sup>th</sup> - 8<sup>th</sup> periods are Baht 10.00 million each, the 9<sup>th</sup> - 10<sup>th</sup> periods are Baht 33.50 million each and the 11<sup>th</sup> - 12<sup>th</sup> periods are Baht 37.00 million each.

For the year ended 31 December 2007, the subsidiary has repaid its loans before its repayment date in amount of Baht 130.00 million.

Such loan agreement specifies to the subsidiary not to provide loan, lending, guarantee, be responsible or enter to be responsible to others' liabilities, except for in the normal course of business of the subsidiary. In other cases, the amount shall not be over Baht 200.00 million, except for receiving the written approval letter in advance from the lender. In addition, such loan agreement also carries certain restrictive covenants pertaining to the debt to equity ratio and not reduces its share capital of such subsidiary.

4. On 2 February 2007, Philippine Hoteliers, Inc., a 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 First 6 months interest rate reference to corresponding promissory note, thereafter interest rate reference 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 12 installments. The first installment is from 24 months from the first draw down date which is 9 February 2007.

As at 31 December 2007, the subsidiary has withdrawn the loan totalling Peso 510.00 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.

## 12. Treasury common shares and weighted average number of ordinary shares

### 12.1 Treasury common shares

#### 12.1.1 Dusit Thani Public Company Limited

On 13 November 2003, the Board of Directors of the Company passed a resolution to repurchase 2,779,500 ordinary shares or 3.27% of the Company's paid-up share capital. The purpose is for financial management because the Company has excess liquidity. The resale period of such repurchase share was from 1 July 2004 to 29 December 2006.

The 2,760,500 shares or 3.25% of the Company's paid-up capital has been repurchased, totalling Baht 115.82 million.

During 2006, the Company sold 2,760,500 treasury common shares and gain on sales in the amount of Baht 16.95 million has been presented as paid-in surplus - treasury common shares.

#### 12.1.2 Dusit Thani Properties Company Limited

Dusit Thani Properties Company Limited, a subsidiary, held 606,300 ordinary shares of the Company with the acquisition cost of Baht 20.24 million. Such shares were presented as treasury common shares in the consolidated balance sheets.

During 2006, Dusit Thani Properties Company Limited sold 134,800 ordinary shares of the Company to third parties totalling Baht 5.92 million and gain on sales in the amount of Baht 1.42 million has been presented as paid-in surplus - treasury common shares. As at 31 March 2008 and 31 December 2007, Dusit Thani Properties Company Limited held 471,500 ordinary shares of the Company with the carrying value of Baht 15.74 million. Such shares were presented as treasury common shares in the consolidated balance sheets.

The Company has complied with the letter from The Securities and Exchange Commission No. Kor Lor Tor Chor Sor (Vor) 2/2548 dated 14 February 2005, regarding comment on information disclosure of appropriation of treasury common shares reserve. As at 31 March 2008 and 31 December 2007, the Company has appropriated its retained earnings to treasury common shares reserve in the amount of Baht 15.74 million which has been included in other reserves.

### 12.2 Weighted average number ordinary shares

Weighted average number of ordinary shares calculated as follows:

	<b>Consolidated financial statements (Unaudited) For the three-month periods ended 31 March</b>		<b>Separate financial statements (Unaudited) For the three-month periods ended 31 March</b>	
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
Number of issued and paid-up ordinary shares	85,000,000	85,000,000	85,000,000	85,000,000
<u>Less</u> Repurchased ordinary shares by Dusit Thani Properties Company Limited	<u>(471,500)</u>	<u>(471,500)</u>	<u>-</u>	<u>-</u>
Weighted average number of ordinary shares	<u>84,528,500</u>	<u>84,528,500</u>	<u>85,000,000</u>	<u>85,000,000</u>

### 13. Income tax

For the three-month periods ended 31 March 2008 and 2007, income tax of the Company, subsidiaries and a joint venture 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.

### 14. Revenues arising from exchanges of goods or services

The Company and subsidiaries have revenues arising from exchange of goods or services with the outside parties. The Company and subsidiaries recognized revenues from such parties when the goods or services are rendered from the Company and subsidiaries. Such revenues are charged at the arm-length prices that charged to the other customers or at the agreed price to exchange according to each agreement.

For the three-month periods ended 31 March 2008 and 2007, revenues arising from exchange of goods or services included in revenues from sales and services are as follows:

	<b>Consolidated</b>		<b>Baht : '000</b>	
	<b>financial statements</b>		<b>Separate</b>	
	<b>(Unaudited)</b>		<b>financial statements</b>	
	<b>2008</b>	<b>2007</b>	<b>2008</b>	<b>2007</b>
Revenues arising from exchanges of goods or services	2,448	7,297	1,826	7,020

## 15. Transactions between related companies

Transactions between related companies are as follows:

### 15.1 Investment in subsidiaries, associated, a joint venture and related companies

As at 31 March 2008 (Unaudited)

Company's name	Country of incorporation	Type of Business	Relationship	Issued and paid-up (ordinary shares)	% of shareholding	Investment		Dividend
						Separate financial statements Cost	Consolidated financial statements Equity	
<b>Subsidiaries</b>								
1. Dusit Thani Properties Co., Ltd.	Thailand	Holding	Subsidiary	800,000	99.99	799,999	-	-
• Dusit Hotels and Resorts Co., Ltd.	Thailand	Hotel and Management	Subsidiary (Indirect holding)	225,000	97.46	-*	-	-
• Philippine Hoteliers, Inc.	Philippines	Hotel	Subsidiary (Indirect holding)	PESO 364,870	88.00	-*	-	-
• Royal Princess Public Co., Ltd.	Thailand	Hotel and Management	Subsidiary (Indirect holding)	600,000	79.77	-*	-	-
						799,999	-	-
2. Landmark Hotel Co., Ltd.	Thailand	Hotel	Subsidiary	10,000	99.88	9,988	-	-
3. Devarana Spa Co., Ltd.	Thailand	Spa	Subsidiary	8,000	99.99	8,000	-	-
4. Dusit Executive Development Center Co., Ltd.	Thailand	Training	Subsidiary	5,000	99.99	5,000	-	-
5. Royal Princess Public Co., Ltd.	Thailand	Hotel and Management	Subsidiary	600,000	2.65	27,515	-	-
6. Dusit Hotels and Resorts Co., Ltd.	Thailand	Hotel and Management	Subsidiary	225,000	0.81	4,560	-	-
7. Dusit Enterprises Co., Ltd.	Republic of Mauritius	Management	Subsidiary	USD 22	100.00	789	-	-
8. Dusit Worldwide Co., Ltd.	Thailand	Management	Subsidiary	2,500	99.99	2,500	-	-
<b>Joint venture</b>								
1. Le Cordon Bleu Dusit Co., Ltd.	Thailand	Cooking School	Joint venture	40,000	50.00	19,999	-	-
<b>Associated company</b>								
1. World Class Rent a Car Co., Ltd.	Thailand	Car rental	Associated	100,000	20.00	20,000	-	-

## 15. Transactions between related companies (Continued)

### 15.1 Investment in subsidiaries, associated, a joint venture and related companies

As at 31 March 2008 (Unaudited) (Continued)

Company's name	Country of incorporation	Type of Business	Relationship	Issued and paid-up (ordinary shares)	% of shareholding	Investment		Dividend
						Separate financial statements Cost	Consolidated financial statements Equity	
<b>Related companies</b>								
1. Acme Printing Co., Ltd.	Thailand	Printing house	Director holds the shares	40,000	-	-	-	-
2. The Peninsula Travel Service Co., Ltd.	Thailand	Sales air ticket	Director holds the shares	2,500	-	-	-	-
3. MBK Public Co., Ltd.	Thailand	Property development	Director holds the shares	1,886,921	-	-	-	-
4. Island Resort Hotel Co., Ltd.	Thailand	Hotel	Director is director	400,000	-	-	-	-
5. Laguna Resorts & Hotels Public Co., Ltd.	Thailand	Hotel	Director is director	1,666,827	-	-	-	-
6. Piyasiri Co., Ltd.	Thailand	Hospital	Director holds the shares	76,000	-	-	-	-
7. Bangkok Bank Public Co., Ltd.	Thailand	Bank	Director holds the shares	19,088,429	-	-	-	-
8. Thai Life Insurance Co., Ltd.	Thailand	Insurance	Director is director	500,000	-	-	-	-
9. The Navakij Insurance Public Co., Ltd.	Thailand	Insurance	Director is director	300,000	-	-	-	-
10. New Atlantic Co., Ltd.	Thailand	Department store	Director holds the shares	45,000	-	-	-	-
11. Thana-jirang Co., Ltd.	Thailand	Office rental	Director holds the shares	60,000	-	-	-	-
						898,350	-	-
						(29,988)	-	-
						868,362	-	-

Less Allowance for impairment in investments

\* Dusit Thani Properties Company Limited holds 97.47% in Dusit Hotels and Resorts Company Limited, 88.01% in Philippine Hoteliers, Inc., and 79.78% in Royal Princess Public Company Limited.

**15. Transactions between related companies (Continued)**

**15.1 Investment in subsidiaries, associated, a joint venture and related companies (Continued)**

**As at 31 December 2007 (Audited)**

Company's name	Country of incorporation	Type of Business	Relationship	Issued and paid-up (ordinary shares)	% of shareholding	Investment		Dividend
						Separate financial statements	Consolidated financial statements	
						Cost	Equity	
<b>Subsidiaries</b>								
1. Dusit Thani Properties Co., Ltd.	Thailand	Holding	Subsidiary	800,000	99.99	799,999	-	200,000
● Dusit Hotels and Resorts Co., Ltd.	Thailand	Hotel and Management	Subsidiary (Indirect holding)	225,000	97.43	-*	-	-
● Philippine Hoteliers, Inc.	Philippines	Hotel	Subsidiary (Indirect holding)	PESO 364,870	88.00	-*	-	-
● Royal Princess Public Co., Ltd.	Thailand	Hotel and Management	Subsidiary (Indirect holding)	600,000	79.70	-*	-	-
						799,999	-	200,000
2. Landmark Hotel Co., Ltd.	Thailand	Hotel	Subsidiary	10,000	99.88	9,988	-	-
3. Devarana Spa Co., Ltd.	Thailand	Spa	Subsidiary	8,000	99.99	8,000	-	-
4. Dusit Executive Development Center Co., Ltd.	Thailand	Training	Subsidiary	5,000	99.99	5,000	-	-
5. Royal Princess Public Co., Ltd.	Thailand	Hotel and Management	Subsidiary	600,000	2.65	27,515	-	5,572
6. Dusit Hotels and Resorts Co., Ltd.	Thailand	Hotel and Management	Subsidiary	225,000	0.81	4,560	-	-
7. Dusit Enterprises Co., Ltd.	Republic of Mauritius	Management	Subsidiary	USD 22	100.00	789	-	-
<b>Joint venture</b>								
1. Le Cordon Bleu Dusit Co., Ltd.	Thailand	Cooking School	Joint venture	40,000	50.00	19,999	-	-
<b>Associated company</b>								
1. World Class Rent a Car Co., Ltd.	Thailand	Car rental	Associated	100,000	20.00	20,000	-	-

## 15. Transactions between related companies (Continued)

### 15.1 Investment in subsidiaries, associated, a joint venture and related companies

As at 31 December 2007 (Audited) (Continued)

Company's name	Country of incorporation	Type of Business	Relationship	Issued and paid-up (ordinary shares)	% of shareholding	Investment		Dividend
						Separate financial statements Cost	Consolidated financial statements Equity	
<b>Related companies</b>								
1. Acme Printing Co., Ltd.	Thailand	Printing house	Director holds the shares	40,000	-	-	-	-
2. The Peninsula Travel Service Co., Ltd.	Thailand	Sales air ticket	Director holds the shares	2,500	-	-	-	-
3. MBK Public Co., Ltd.	Thailand	Property development	Director holds the shares	1,886,921	-	-	-	-
4. Island Resort Hotel Co., Ltd.	Thailand	Hotel	Director is director	400,000	-	-	-	-
5. Laguna Resorts & Hotels Public Co., Ltd.	Thailand	Hotel	Director is director	1,666,827	-	-	-	-
6. Piyasiri Co., Ltd.	Thailand	Hospital	Director holds the shares	76,000	-	-	-	-
7. Bangkok Bank Public Co., Ltd.	Thailand	Bank	Director holds the shares	19,088,429	-	-	-	-
8. Thai Life Insurance Co., Ltd.	Thailand	Insurance	Director is director	500,000	-	-	-	-
9. The Navakij Insurance Public Co., Ltd.	Thailand	Insurance	Director is director	300,000	-	-	-	-
10. New Atlantic Co., Ltd.	Thailand	Department store	Director holds the shares	45,000	-	-	-	-
11. Thana-jirang Co., Ltd.	Thailand	Office rental	Director holds the shares	60,000	-	-	-	-
						895,850	-	205,572
<u>Less Allowance for impairment in investments</u>						(29,988)	-	-
						<u>865,862</u>	-	<u>205,572</u>

\* Dusit Thani Properties Company Limited holds 97.44% in Dusit Hotels and Resorts Company Limited, 88.01% in Philippine Hoteliers, Inc., and 79.72% in Royal Princess Public Company Limited.

## 15. Transactions between related companies (Continued)

### 15.2 Short-term loans to and from related companies

Short-term loans to and from related companies consisted of the following:

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	31 March	31 December	31 March	31 December
	2008	2007	2008	2007
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Loan to a joint venture				
Le Cordon Bleu Dusit Company Limited	15,000	20,001	30,000	40,000
	<u>15,000</u>	<u>20,001</u>	<u>30,000</u>	<u>40,000</u>
Loan to subsidiaries				
Dusit Hotels and Resorts Company Limited	-	-	19,000	-
Dusit Executive Development Center Company Limited	-	-	1,000	1,000
	<u>-</u>	<u>-</u>	<u>20,000</u>	<u>1,000</u>
Total	<u>15,000</u>	<u>20,001</u>	<u>50,000</u>	<u>41,000</u>
Loan from related company				
Le Cordon Bleu International BV	19,999	19,999	-	-
Total	<u>19,999</u>	<u>19,999</u>	<u>-</u>	<u>-</u>

The costs of borrowing are as follows:

- Loan to a joint venture - minimum loan rate of commercial banks or not lower than 8.50% p.a.
- Loan to subsidiaries - not lower than interest loan rate or 3 - year fixed deposit rate of commercial bank plus 1.00 - 1.50% p.a.
- Loan from related company - minimum loan rate of commercial banks or not lower than 8.50% p.a.
- All inter - company borrowings are unsecured.

Movements in the short-term loans to and from related companies account are summarized as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	As at	As at	As at	As at
	31 March	31 December	31 March	31 December
	2008	2007	2008	2007
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Loan to related companies				
Balance brought forward	20,001	-	41,000	42,000
Add Additional loans	-	20,001	19,000	40,000
Less Repayments	(5,001)	-	(10,000)	(41,000)
Balance carried forward	<u>15,000</u>	<u>20,001</u>	<u>50,000</u>	<u>41,000</u>
Loan from related companies				
Balance brought forward	19,999	-	-	-
Add Additional borrowings	-	19,999	-	-
Less Repayments	-	-	-	-
Balance carried forward	<u>19,999</u>	<u>19,999</u>	<u>-</u>	<u>-</u>

15. Transactions between related companies (Continued)

15.3 Significant business transactions

Related balances

Separate financial statements

Company	As at 31 March 2008 (Unaudited)						As at 31 December 2007 (Audited)						Baht : '000	
	Trade accounts receivable	Other current assets	Leasehold - net	Goodwill on the acquisition of hotel business from the subsidiary-net	Trade accounts payable	Other current liabilities	Trade accounts receivable	Other current assets	Leasehold - net	Goodwill on the acquisition of hotel business from the subsidiary-net	Trade accounts payable	Accrued expenses	Other current liabilities	
Royal Princess Public Co., Ltd.	32	2,236	-	-	-	5	128	5,297	-	-	-	-	1,467	
Dusit Hotels and Resorts Co., Ltd.	23	1,350	84,000	20,500	4	111	141	3,046	86,000	30,750	-	20,247	2,829	
Dusit Thani Properties Co., Ltd.	91	291	-	-	-	-	22	99	-	-	-	-	7	
Philippine Hoteliers, Inc.	-	8,666	-	-	-	-	-	9,555	-	-	-	-	-	
Devarana Spa Co., Ltd.	485	94	-	-	-	1,311	198	110	-	-	-	-	1,741	
Dusit Executive Development Center Co., Ltd.	252	133	-	-	232	464	91	130	-	-	-	20	4	
Le Cordon Bleu Dusit Co., Ltd.	182	613	-	-	-	-	152	4,212	-	-	-	-	-	
Acme Printing Co., Ltd.	-	-	-	-	151	32	-	-	-	-	421	-	4,494	
The Peninsula Travel Service Co., Ltd.	-	-	-	-	-	95	-	-	-	-	-	-	-	
MBK Public Co., Ltd.	-	2,247	-	-	-	1	-	2,466	-	-	-	-	1	
Island Resort Hotel Co., Ltd.	6	3,223	-	-	-	23	14	2,215	-	-	-	-	58	
Laguna Resorts & Hotels Public Co., Ltd.	20	13,655	-	-	-	12	22	13,905	-	-	-	-	23	
Piyasiri Co., Ltd.	-	-	-	-	-	41	-	-	-	-	-	-	-	
	<u>1,091</u>	<u>32,508</u>	<u>84,000</u>	<u>20,500</u>	<u>387</u>	<u>2,095</u>	<u>768</u>	<u>41,035</u>	<u>86,000</u>	<u>30,750</u>	<u>421</u>	<u>20,267</u>	<u>10,624</u>	

15. Transactions between related companies (Continued)

15.3 Significant related business transactions (Continued)

Related transactions

Separate financial statements

Company	For the three-month period ended 31 March 2008 (Unaudited)							For the three-month period ended 31 March 2007 (Unaudited)						Baht : '000
	Revenue from sales and services	Management service income	Interest income	Other income	Cost of sales	Selling and administrative expenses	Depreciation and amortization	Revenue from sales and services	Interest income	Other income	Cost of sales	Selling and administrative expenses	Depreciation and amortization	
Royal Princess Public Co., Ltd.	196	-	-	7,623	-	-	-	149	-	626	-	-	-	
Dusit Hotels and Resorts Co., Ltd.	-	1,761	66	1,883	-	8,661	12,250	1,589	282	9,601	-	16,467	12,250	
Dusit Thani Properties Co., Ltd.	-	-	-	273	-	-	-	-	-	261	-	-	-	
Philippine Hoteliers, Inc.	-	7,738	-	1,927	-	-	-	-	-	-	-	-	-	
Devarana Spa Co., Ltd.	558	-	-	1,769	401	907	-	459	38	1,808	412	923	-	
Dusit Executive Development Center Co., Ltd.	798	-	10	88	-	1,133	-	736	15	83	-	1,127	-	
Le Cordon Bleu Dusit Co., Ltd.	2,321	-	731	191	-	-	-	24	47	192	-	-	-	
Acme Printing Co., Ltd.	-	-	-	-	-	992	-	-	-	-	-	424	-	
The Peninsula Travel Service Co., Ltd.	-	-	-	-	-	892	-	-	-	-	-	211	-	
MBK Public Co., Ltd.	-	-	-	452	-	2	-	-	-	-	-	-	-	
Island Resort Hotel Co., Ltd.	-	2,758	-	525	-	22	-	-	-	16	-	16	-	
Laguna Resorts & Hotels Public Co., Ltd.	-	12,886	-	3,694	-	11	-	-	-	22	-	-	-	
Piyasiri Co., Ltd.	-	-	-	-	-	100	-	-	-	-	-	48	-	
Bangkok Bank Public Co., Ltd.	-	-	-	-	-	23	-	-	-	-	-	25	-	
Thai Life Insurance Co., Ltd.	-	-	-	-	-	11	-	-	-	-	-	31	-	
The Navakij Insurance Public Co., Ltd.	-	-	-	-	-	313	-	-	-	-	-	407	-	
Thana-jirang Co., Ltd.	-	-	-	-	-	-	-	-	-	-	-	30	-	
	3,873	25,143	807	18,425	401	13,067	12,250	2,957	382	12,609	412	19,709	12,250	

## **15. Transactions between related companies (Continued)**

### **15.3 Significant related business transactions (Continued)**

Prices and terms are as follows:

Management fees are similar to the fee charged to other hotels which were managed by the Company.

Other income is calculated based on actual expenses incurred.

The interest income see note 15.2.

Prepaid rental of land and buildings and goodwill on the acquisition of hotel business from the subsidiary is based on the price agreed upon by the Company and the subsidiary.

The remuneration received for transferring of rights and obligations of the Hotels Management Agreement to the subsidiary is equivalent to 1.5% of total revenue or gross operation profit, depending on the condition of each contract which is used as the base for computation of management fee or licensing fee charged from each hotel.

Other sale and purchase transactions are in the normal prices transacted with third parties and discount policies.

## **16. Guarantees, commitments and contingent liabilities**

16.1 As at 31 March 2008 and 31 December 2007, the Company and two subsidiaries, namely, Royal Princess Public Company Limited and Dusit Hotels and Resorts Company Limited had letter of guarantees issued by banks totalling Baht 21.20 million.

16.2 As at 31 March 2008 and 31 December 2007, the Company had letter of guarantees issued by banks totalling Baht 15.49 million.

16.3 On 3 November 1999, the Company submitted the dispute to the arbitration for claiming the management fee and incentive fee from a contracting company, totalling Baht 50.05 million, included claim for damage of failing to perform according to the agreement of Baht 27.57 million. On 28 December 1999, the contracting company rejected to all claims and filed a counter claim against the Company totalling Baht 42.22 million.

On 26 June 2003, the arbitrator had a verdict that the contracting company had to pay the Company Baht 2.74 million with 7.5% interest per annum as from the date of filing the dispute until tender complete performance. The Company had to pay the contracting company Baht 0.62 million together with 7.5% interest per annum as from the date of filing the challenge/cross-complaint until such amount has been paid. However, the Company disagrees with verdict of arbitrator. On 26 September 2003, the Company has laid request to arbitrator and has disputed verdict of arbitrator to the Civil Court. On 12 April 2005, the Court designed to dismiss the notion.

On 10 June 2005, the Company has appealed the case to the Court. Currently, the case is under the consideration of the Appeal Court.

## 16. Guarantees, commitments and contingent liabilities (Continued)

16.4 On 26 June 2001, the Company paid Baht 44.25 million 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 45.78 million 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 (the Dusit Resort Pattaya Building currently, Dusit Thani Hotel, Pattaya) and damages. The amount claimed for damages is Baht 2,760.00 million. 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 sue the Company calling for its assets (the Dusit Resort Pattaya Building currently, Dusit Thani Hotel, Pattaya) and claiming for compensation on ground of wrongful act of the Company and the case under which the Company sue 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 Resort Pattaya Building (currently, 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 45.78 million with 7.5% interest per annum of the principal amount of Baht 44.25 million 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. Currently, the case is under the consideration of the Appeal Court.

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 (the Dusit Resort Pattaya Building currently, Dusit Thani Hotel, Pattaya).

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 (the Dusit Resort Pattaya Building currently, 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.

## 16. Guarantees, commitments and contingent liabilities (Continued)

16.5 For Philippine Hoteliers, Inc., an indirect subsidiary, as at 31 March 2008 and 31 December 2007, there are pending litigations, unasserted claims, and contingent liabilities that may arise in the normal course of operations of the subsidiary which are not reflected in the accompanying financial statements such as pending labor dispute cases filed with the NLRC-NCR. In addition, this subsidiary is currently contesting certain tax assessment amounting to PISO 21.82 million issued by the Bureau of Internal Revenue (BIR) against it for the calendar year ending 1998. The subsidiary's management is of the opinion that expenses, if any, from these contingencies, are not significant and will not have material adverse effects and no provision has been made on subsidiary's financial statements.

16.6 As at 31 March 2008 and 31 December 2007, the Company, subsidiaries and a joint venture have commitments for renovation contracts totalling Baht 152.06 million and Baht 252.11 million, respectively.

As at 31 March 2008 and 31 December 2007, the Company has commitments for renovation contracts totalling Baht 71.61 million and Baht 119.72 million, respectively.

16.7 The Company has contingent liabilities for the guarantee of credit facilities granted to the subsidiaries consisted of the following:

		Baht : '000	
		As at 31 March 2008 (Unaudited)	As at 31 December 2007 (Audited)
	Notes		
Bank overdrafts	9	55,000	55,000
Short-term loans from financial institutions	9	200,000	200,000
Long-term loans	11	600,000	600,000
Total		<u>855,000</u>	<u>855,000</u>

## 17. 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 31 March 2008 and 2007 were shown as below:

	Baht : '000			
	For the twelve-month periods ended 31 March Consolidated (Unaudited)		The Company only (Unaudited)	
	2008	2007	2008	2007
Revenue from sales and services	3,024,401	2,858,972	1,786,609	1,670,968
Cost of sales and services	1,593,439	1,462,028	850,651	783,951
Net profit	93,831	223,083	268,460	81,641

## 18. Revenues from promoted activities

Revenues from a joint venture which is promoted activities included in the consolidated financial statements consist of the following:

	Baht :'000		
	Promoted activities	Non-promoted activities	Total amount
<b>For the three-month period ended 31 March 2008</b>			
Revenue from sales and services	10,479	-	10,479
Other income	-	326	326
<b>Total</b>	<u>10,479</u>	<u>326</u>	<u>10,805</u>

## 19. Business segment information

Business segment information of the Company, subsidiaries and a joint venture classified by geographical segment are as follows:

	Million Baht		
	Revenues	Net Profit (Loss)	Assets Employed
<b>For the three-month period ended 31 March 2008</b>			
Bangkok	532.81	54.79	4,253.77
Other provinces	398.75	58.48	2,242.46
Overseas	172.69	(2.70)	906.89
Total	<u>1,104.25</u>	<u>110.57</u>	<u>7,403.12</u>
<u>Add (Less) Inter-company transactions</u>	<u>(100.09)</u>	<u>0.39</u>	<u>(1,066.87)</u>
Total	<u>1,004.16</u>	<u>110.96</u>	<u>6,336.25</u>
<u>Less</u> Net profit of minority interest		<u>(4.80)</u>	
Consolidated net profit		<u>106.16</u>	
Consolidated assets			<u>6,336.25</u>

	Million Baht		
	Revenues	Net Profit (Loss)	Assets Employed
<b>For the three-month period ended 31 March 2007</b>			
Bangkok	478.73	58.38	4,463.49
Other provinces	405.30	75.87	2,273.08
Overseas	127.92	3.81	766.11
Total	<u>1,011.95</u>	<u>138.06</u>	<u>7,502.68</u>
<u>Add (Less) Inter-company transactions</u>	<u>(86.42)</u>	<u>2.06</u>	<u>(1,164.66)</u>
Total	<u>925.53</u>	<u>140.12</u>	<u>6,338.02</u>
<u>Less</u> Net profit of minority interest		<u>(5.85)</u>	
Consolidated net profit		<u>134.27</u>	
Consolidated assets			<u>6,338.02</u>

## **20. Disclosure of financial instruments**

### Fair value of financial instruments

The following methods and assumptions were used by the Company, subsidiaries and a joint venture in estimating fair value of financial instruments as disclosed herein:

Cash in hand and at banks, current investments whose maturity is less than 90 days, and trade accounts receivable; the carrying values approximate their fair values.

As at 31 March 2008 and 31 December 2007, fixed deposits with maturity of 1 year and short-term investments whose maturities are more than 90 days have carrying value of Baht 4.00 million and Baht 42.00 million, respectively, and fair value of Baht 4.01 million and Baht 42.04 million, respectively. The fair value is estimated using the discounted cash flow analysis based on the interest rate currently offered for deposits with similar terms.

The determination of fair value of investments and the presentation of such items are described in Note 6 to the financial statements.

Bank overdrafts and short-term loans from financial institutions, carrying variable rates of interest and trade account payables; the carrying amounts of these financial liabilities approximate their fair values.

Short-term and long-term loans carrying variable rates of interest; the carrying values approximate their fair values.

## **21. Others**

### The issue and offer of debentures

On 17 December 2007, the extraordinary shareholders meeting of the Company passed a resolution to issue and offer of debentures for the Company's business operation and expansion and/or for partial debt repayment. Such debenture is specific or non-specific name of holder, subordinated or unsubordinated, secured or unsecured, with or without debentureholders' representative, redeemable or non-redeemable prior to the term. The total debentures is not exceeding Baht 5,000 million with face value of Baht 1,000 per unit. The maturity of this debenture is not over 7 years from the issue date. The debenture's interest rate depends on the market situation at the time of debenture issue and offering. This debenture will domestically and/or internationally offer to public and/or institutional investor high net-worth investors, and/or specific investors. The Board of Directors of the Company or the person assigned by Board of Directors is authorized to determine conditions and other necessary details relating to the issuance and offering of debentures and other matters.

The Board of Directors of the Company will carry out this resolution later.

## **22. Events occurring after balance sheet date**

22.1 On 29 April 2008, the shareholders' meeting of the Company passed a resolution to pay dividend for the fiscal year 2007 for 85,000,000 ordinary shares at Baht 1.00 per share, totalling Baht 85.00 million as follows:

- The interim dividend from the operation of the first half year of Baht 0.50 per share, totalling Baht 42.50 million was paid on 6 September 2007.
- The dividend from the operation of the second half year of Baht 0.50 per share, totalling Baht 42.50 million will be paid on 22 May 2008.

## **22. Events occurring after balance sheet date (continued)**

22.2 On 29 April 2008, the shareholders' meeting of Royal Princess Public Company Limited, a subsidiary, passed a resolution as follows:

22.2.1 To pay dividend for the fiscal year 2007 for 60,000,000 ordinary shares at Baht 1.50 per share, totalling Baht 90.00 million as follows:

- The interim dividend from the operation of the first half year of Baht 0.50 per share, totalling Baht 30.00 million was paid on 4 September 2007.
- The dividend from the operation of the second half year of Baht 1.00 per share, totalling Baht 60.00 million will be paid on 20 May 2008.

22.2.2 To approve the merger between this subsidiary and Dusit Hotels and Resorts Company Limited, another subsidiary and transfer all the operations licenses of this subsidiary to the new company from this merger. Furthermore, this subsidiary's directors are assigned to have necessary authorization to do such merger.

Such directors of this subsidiary will carry out this resolution later.

22.3 On 29 April 2008, the shareholders' meeting of Dusit Thani Properties Company Limited, a subsidiary, passed a resolution to pay dividend for the fiscal year 2007 for 80,000,000 ordinary shares at Baht 0.50 per share, totalling Baht 40.00 million. Such dividend will be paid on 21 May 2008.

22.4 On 28 April 2008, the shareholders' meeting of Devarana Spa Company Limited, a subsidiary, passed a resolution to pay dividend for the fiscal year 2007 for 800,000 ordinary shares at Baht 0.50 per share, totalling Baht 0.40 million. Such dividend will be paid on 20 May 2008.

22.5 On 29 April 2008, the shareholders' meeting of Dusit Hotels and Resorts Company Limited, a subsidiary, passed a resolution to approve the merger between this subsidiary and Royal Princess Public Company Limited, another subsidiary and transfer all the operations licenses of this subsidiary to the new company from this merger. Furthermore, this subsidiary's directors are assigned to have necessary authorization to do such merger.

Such directors of this subsidiary will carry out this resolution later. In addition, this subsidiary will hold the extraordinary shareholders meeting to confirm such matter on 2 June 2008.

## **23. Approval of financial statements**

These interim financial statements were approved for issuing by the authorized directors of the Company on 8 May 2008.