

REVIEW REPORT OF THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

To the Shareholders and Board of Directors of the Bangchak Petroleum Public Company Limited

We have reviewed the consolidated balance sheet of the Bangchak Petroleum Public Company Limited and its subsidiaries as of March 31, 2005, and the related consolidated statements of changes in shareholders' equity, income and cash flows for the three – month period ended March 31, 2005 and 2004. We have also reviewed the financial statements for the same periods of the Bangchak Petroleum Public Company Limited. These financial statements are the responsibility of the Company's management as to their correctness and completeness of the presentation. Our responsibility is to report on these financial statements based on our review.

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

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

The consolidated and the company's balance sheets as of December 31, 2004, presented herein for comparison, have been derived from such financial statements, which we have audited and reported, in accordance with generally accepted auditing standards and expressed an unqualified opinion in our report dated February 10, 2005. We have not performed any other audit procedures subsequent to such report date.

(KESREE NARONGDEJ)
Certified Public Account
Registration No. 76

A.M.T. & ASSOCIATES
Bangkok, Thailand
May 3, 2005

THE BANGCHAK PETROLEUM PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS

B A H T

	NOTES	CONSOLIDATED		THE COMPANY ONLY	
		As of 31 ST	As of 31 ST	As of 31 ST	As of 31 ST
		March	December	March	December
		2005	2004	2005	2004
		(Unaudited / but reviewed)	(Audited)	(Unaudited / but reviewed)	(Audited)
<u>ASSETS</u>					
CURRENT ASSETS					
Cash and cash equivalents	4	2,056,640,913	2,212,561,232	1,628,858,215	1,894,499,857
Trade accounts receivable - net					
Related parties	3.1	-	-	563,029,312	434,942,310
Other parties	5	3,420,767,888	3,198,912,805	3,406,398,104	3,186,132,557
Inventories - net	6	11,519,612,862	10,118,144,306	11,309,489,615	9,946,500,675
Other current assets					
Material and Supplies - net	7	342,424,933	345,094,422	342,424,933	345,094,422
Oil Fund Subsidies Receivable		1,303,411,019	1,342,496,006	1,303,411,019	1,342,496,006
Others		445,656,079	405,626,494	436,910,721	391,003,541
Total Current Assets		19,088,513,694	17,622,835,265	18,990,521,919	17,540,669,368
NON-CURRENT ASSETS					
Investments for using the equity method	3.2	-	-	26,647,511	-
Other long-term investments	8	5,553,809	5,573,987	4,653,809	4,673,987
Tariff prepayment - net	9	31,131,945	33,169,500	31,131,945	33,169,500
Long-term loans to related parties	3.3	1,100,000	1,100,000	-	-
Property, plant and equipment - net	10	13,873,541,566	14,011,640,633	13,866,474,280	14,004,310,491
Intangible assets - net	11	1,425,552,965	1,448,937,928	1,425,552,965	1,448,937,928
Investment in service station - net	12	523,487,548	539,124,952	523,487,548	539,124,952
Other non-current assets					
Deferred income tax assets	13	98,237,713	94,415,342	98,237,713	94,415,342
Others	14	584,477,115	612,932,904	574,519,384	603,904,140
Total Non-Current Assets		16,543,082,661	16,746,895,246	16,550,705,155	16,728,536,340
TOTAL ASSETS		35,631,596,355	34,369,730,511	35,541,227,074	34,269,205,708

The accompanying notes to interim financial statements are an integral part of these statement:

THE BANGCHAK PETROLEUM PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS

B A H T

	NOTES	CONSOLIDATED		THE COMPANY ONLY	
		As of 31 ST December 2005 (Unaudited / but reviewed)	As of 31 ST December 2004 (Audited)	As of 31 ST December 2005 (Unaudited / but reviewed)	As of 31 ST December 2004 (Audited)
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>					
CURRENT LIABILITIES					
Bank overdrafts and short-term loans from financial institutions	15 , 16.1	3,021,884,624	2,000,000,000	3,021,884,624	2,000,000,000
Trade accounts payable					
Related parties	3.4	8,012,366	9,058,378	9,410,425	10,923,323
Other parties		8,181,232,933	7,638,078,411	8,119,290,286	7,571,866,050
Current portion of long-term loans	16	655,000,000	1,756,250,000	655,000,000	1,756,250,000
Other current liabilities:					
Accrued excise tax and oil stabilization fund		181,370,794	252,808,838	181,370,794	252,808,838
Accrued expenses		373,825,935	503,900,476	359,208,298	481,266,723
Others		318,183,356	329,187,762	315,136,356	327,518,742
Total Current Liabilities		<u>12,739,510,008</u>	<u>12,489,283,865</u>	<u>12,661,300,783</u>	<u>12,400,633,676</u>
NON-CURRENT LIABILITIES					
Long-term loans	16	11,800,950,000	11,164,700,000	11,800,950,000	11,164,700,000
Other non-current liabilities:					
Liabilities on long-term lease	11	551,631,820	551,631,820	551,631,820	551,631,820
Liabilities on service stations leasehold right		61,173,356	72,183,706	61,173,356	72,183,706
Reserve for pension fund		222,804,938	214,722,262	222,804,938	214,722,262
Deferred income tax liabilities	13	31,895,857	32,713,699	31,895,857	32,713,699
Others		60,488,399	63,689,812	48,868,033	52,170,077
Total Non-Current Liabilities		<u>12,728,944,370</u>	<u>12,099,641,299</u>	<u>12,717,324,004</u>	<u>12,088,121,564</u>
Total Liabilities		<u>25,468,454,378</u>	<u>24,588,925,164</u>	<u>25,378,624,787</u>	<u>24,488,755,240</u>

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

THE BANGCHAK PETROLEUM PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS

		B A H T			
		CONSOLIDATED		THE COMPANY ONLY	
		As of 31 ST	As of 31 ST	As of 31 ST	As of 31 ST
		December	December	December	December
NOTES		2005	2004	2005	2004
		(Unaudited / but reviewed)	(Audited)	(Unaudited / but reviewed)	(Audited)
SHAREHOLDERS' EQUITY					
Share Capital - Par Value Baht 1.00 per share	26				
Authorized share capital					
Common share 867,143,461 shares		867,143,461	867,143,461	867,143,461	867,143,461
Issued and paid - up share capital					
Common share 660,559,535 shares		660,559,535	660,559,535	660,559,535	660,559,535
Capital Surplus					
Premium on share capital		1,593,089,706	1,593,089,706	1,593,089,706	1,593,089,706
Capital surplus on registered and paid-up share reduction	17	189,617,759	189,617,759	189,617,759	189,617,759
Surplus on fixed assets revaluation		4,668,910,300	4,724,586,227	4,668,910,300	4,724,586,227
Retained earning (deficit)					
Appropriated – legal reserve		86,714,346	86,714,346	86,714,346	86,714,346
Unappropriated		2,963,710,641	2,525,696,777	2,963,710,641	2,525,882,895
Total Equity of Parent Company's Shareholders		10,162,602,287	9,780,264,350	10,162,602,287	9,780,450,468
Minority interests		539,690	540,997	-	-
Total Shareholders' Equity		10,163,141,977	9,780,805,347	10,162,602,287	9,780,450,468
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		35,631,596,355	34,369,730,511	35,541,227,074	34,269,205,708

The accompanying notes to interim financial statements are an integral part of these statement:

(Signed) *General Tawat Ked-Unkoon*

(General Tawat Ked-Unkoon)

Chairman

(Signed) *Anusorn Sangnimnuan*

(Anusorn Sangnimnuan)

President

THE BANGCHAK PETROLEUM PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2005 AND 2004

	NOTES	B A H T			
		CONSOLIDATED		THE COMPANY ONLY	
		2005	2004	2005	2004
REVENUES					
Sales	19	18,018,119,425	18,650,631,816	17,811,147,519	18,405,639,014
Other incomes					
Interest income		5,860,795	8,031,624	5,854,251	8,027,402
Gain from foreign exchange	20	4,814,723	32,716,122	4,814,723	32,716,122
Gain from crude oil and product oil price					
hedging contract	24.3	7,102,039	-	7,102,039	-
Others		19,600,607	33,645,587	11,527,811	22,870,181
Share of gains from investments for using the equity method		-	-	26,647,511	-
Total Revenues		<u>18,055,497,589</u>	<u>18,725,025,149</u>	<u>17,867,093,854</u>	<u>18,469,252,719</u>
EXPENSES					
Cost of sales		16,926,718,685	17,287,994,012	16,824,476,995	17,134,961,008
Selling and administrative expenses		458,942,497	390,438,606	373,777,490	289,637,901
Other expenses					
Depreciation		74,507,681	73,015,188	73,787,054	72,133,011
Directors' remuneration		749,000	185,250	739,000	170,250
Loss from crude oil and product oil price					
hedging contract	24.3	-	83,693,913	-	83,693,913
Other		1,092,306	-	1,092,306	-
Total Expenses		<u>17,462,010,169</u>	<u>17,835,326,969</u>	<u>17,273,872,845</u>	<u>17,580,596,083</u>
PROFIT (LOSS) BEFORE INTEREST EXPENSE AND INCOME TAX		593,487,420	889,698,180	593,221,009	888,656,636
Interest expenses	21	(160,033,476)	(242,564,213)	(160,033,476)	(242,564,213)
Income tax	13	4,640,213	202,237	4,640,213	202,237
PROFIT (LOSS) AFTER INCOME TAX		438,094,157	647,336,204	437,827,746	646,294,660
MINORITY INTERESTS		(80,293)	(1,546)	-	-
NET PROFIT (LOSS)		<u>438,013,864</u>	<u>647,334,658</u>	<u>437,827,746</u>	<u>646,294,660</u>
BASIC EARNING PER SHARE					
Earning per share (Baht)	22	0.66	0.95	0.66	0.95
Number of weighted average shares (shares)		660,559,535	679,425,555	660,559,535	679,425,555
DILUTED EARNING PER SHARE					
Earning per share (Baht)	22	0.54		0.54	
Number of weighted average shares (shares)		843,143,451		843,143,451	

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

(Signed) *General Tawat Ked-Unkoon*
 (General Tawat Ked-Unkoon)
 Chairman

(Signed) *Anusorn Sangnimnuan*
 (Anusorn Sangnimnuan)
 President

THE BANGCHAK PETROLEUM PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
CONSOLIDATED
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2005 AND 2004

NOTES	BAHT							Total
	Issue and paid - up share capital	Premium on Share capital	Capital surplus on registered and paid-up share reduction	Surplus on fixed assets revaluation	Retained earning (Deficit)		Minority interests	
					Appropriated legal reserve	Unappropriated		
Beginning balance as at January 1, 2004	522,040,940	-	-	4,947,867,230	-	(2,413,141,747)	538,059	3,057,304,482
Issued and paid - up share capital	231,000,000	-	-	-	-	-	-	231,000,000
Premium on share capital	-	2,693,820,103	-	-	-	-	-	2,693,820,103
Transaction not recognised in the income statement								
- Depreciation on the fixed assets revaluation	-	-	-	(55,899,468)	-	-	-	(55,899,468)
Net profit (loss)	-	-	-	-	-	647,334,658	1,546	647,336,204
Ending balance as at March 31, 2004	<u>753,040,940</u>	<u>2,693,820,103</u>	<u>-</u>	<u>4,891,967,762</u>	<u>-</u>	<u>(1,765,807,089)</u>	<u>539,605</u>	<u>6,573,561,321</u>
Beginning balance as at January 1, 2005	660,559,535	1,593,089,706	189,617,759	4,724,586,227	86,714,346	2,525,696,777	540,997	9,780,805,347
Transaction not recognised in the income statement								
- Depreciation on the fixed assets revaluation	-	-	-	(55,675,927)	-	-	-	(55,675,927)
Legal reserve	-	-	-	-	-	-	(81,600)	(81,600)
Net profit (loss)	-	-	-	-	-	438,013,864	80,293	438,094,157
Ending balance as at March 31, 2005	<u>660,559,535</u>	<u>1,593,089,706</u>	<u>189,617,759</u>	<u>4,668,910,300</u>	<u>86,714,346</u>	<u>2,963,710,641</u>	<u>539,690</u>	<u>10,163,141,977</u>

The accompanying notes to interim financial statements are an integral part of these statement:

THE BANGCHAK PETROLEUM PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

THE COMPANY ONLY

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2005 AND 2004

NOTES	BAHT						Total
	Issue and paid - up share capital	Premium on Share capital	Capital surplus on registered and paid-up share reduction	Surplus on fixed assets revaluation	Retained earning (Deficit)		
					Appropriated legal reserve	Unappropriated	
Beginning balance as at January 1, 2004	522,040,940	-	-	4,947,867,230	-	(2,389,126,110)	3,080,782,060
Issued and paid - up share capital	231,000,000	-	-	-	-	-	231,000,000
Premium on share capital	-	2,693,820,103	-	-	-	-	2,693,820,103
Transaction not recognised in the income statement							
- Depreciation on the fixed assets revaluation	-	-	-	(55,899,468)	-	-	(55,899,468)
Legal reserve	-	-	-	-	-	0	-
Net profit (loss)	-	-	-	-	-	646,294,660	646,294,660
Ending balance as at March 31, 2004	753,040,940	2,693,820,103	-	4,891,967,762	-	(1,742,831,450)	6,595,997,355
Beginning balance as at January 1, 2005	660,559,535	1,593,089,706	189,617,759	4,724,586,227	86,714,346	2,525,882,895	9,780,450,468
Transaction not recognised in the income statement							
- Depreciation on the fixed assets revaluation	-	-	-	(55,675,927)	-	-	(55,675,927)
Net profit (loss)	-	-	-	-	-	437,827,746	437,827,746
Ending balance as at March 31, 2005	660,559,535	1,593,089,706	189,617,759	4,668,910,300	86,714,346	2,963,710,641	10,162,602,287

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

THE BANGCHAK PETROLEUM PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2005 AND 2004

	B A H T				
	NOTES	CONSOLIDATED		THE COMPANY ONLY	
		2005	2004	2005	2004
CASH FLOWS FROM OPERATING ACTIVITIES :					
Net profit (loss)		438,013,864	647,334,658	437,827,746	646,294,660
Adjustments to reconcile net profit to net cash provided by (used in) Operating Activities:					
Depreciation		147,726,905	143,828,527	147,006,278	142,946,349
Bad debt and doubtful debts		6,836,230	2,136,158	6,580,629	1,677,796
Amortization		42,537,508	40,115,697	42,537,508	40,115,697
Loss (gain) from foreign exchange	20	31,123,430	1,726,513	31,123,430	1,726,513
Deferred income tax		(4,640,213)	(202,237)	(4,640,213)	(202,237)
Loss (gain) from fixed assets disposa		1,092,306	(6,341,299)	1,092,306	(6,370,749)
Reserve for pension fund		8,082,676	84,752	8,082,676	84,752
Deferred revenue	13	(822,553)	(1,868,960)	(822,553)	(1,868,960)
Loss (gain) on investments for using the equity method		-	(1,240,622)	(26,647,511)	-
Minority interests		80,293	1,546	-	-
Operating gain before changes in operating assets and liabilities		670,030,446	825,574,733	642,140,296	824,403,821
Operating assets (increase), decrease					
Trade accounts receivable		(188,436,133)	(216,645,384)	(314,938,903)	(587,249,854)
Inventories		(1,401,468,556)	(1,918,760,602)	(1,362,988,940)	(1,941,983,273)
Other current assets		2,139,708	(152,315,008)	(3,476,983)	(157,132,780)
Operating liabilities increase, (decrease)					
Trade accounts payable		509,643,742	171,695,421	513,446,569	527,207,065
Other current liabilities		(249,923,582)	(335,818,725)	(243,285,444)	(329,698,222)
Other non - current liabilities		(2,378,859)	(1,338,649)	(2,479,490)	(1,625,752)
Net Cash Provided by (Used in) Operating Activities		(660,393,234)	(1,627,608,214)	(771,582,895)	(1,666,078,995)

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

THE BANGCHAK PETROLEUM PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2005 AND 2004

		B A H T			
		CONSOLIDATED		THE COMPANY ONLY	
NOTES		2005	2004	2005	2004
CASH FLOWS FROM INVESTING ACTIVITIES :					
	Decrease(increase) in long-term investments	2,037,555	947,700	2,037,555	947,700
	Acquisition in property, plant and equipments	(66,459,383)	(29,041,760)	(66,001,612)	(28,962,237)
	Proceeds from sales of property, plant and equipment	63,312	14,357,272	63,312	14,357,272
	Decrease(increase) in intangible assets	(257,643)	(374,312)	(257,643)	(374,312)
	Decrease(increase) in other non - current assets	12,286,050	(144,866,107)	13,215,017	(144,193,321)
	Net Cash Provide by (Used in) Investing Activities	<u>(52,330,109)</u>	<u>(158,977,207)</u>	<u>(50,943,371)</u>	<u>(158,224,898)</u>
CASH FLOWS FROM FINANCING ACTIVITIES					
	Increase(decrease) in bank overdrafts and short-term loans from financial institutions	1,021,884,624	(6,800,000,000)	1,021,884,624	(6,800,000,000)
	Increase(decrease) in other short - term loan	-	(1,390,823,000)	-	(1,390,823,000)
	Proceeds from long - term loans	700,000,000	4,492,500,000	700,000,000	4,492,500,000
	Payment of long - term loans	(1,165,000,000)	-	(1,165,000,000)	-
	Dividend payment for preferred stock	(81,600)	-	-	-
	Proceeds from issued and paid-up shares capital	-	231,000,000	-	231,000,000
	Proceeds from premium on shares capital	-	2,693,820,103	-	2,693,820,103
	Net Cash Provided by (Used in) Financing Activities	<u>556,803,024</u>	<u>(773,502,897)</u>	<u>556,884,624</u>	<u>(773,502,897)</u>
	INCREASE(DECREASE) IN CASH AND CASH EQUIVALENTS - NET	(155,920,319)	(2,560,088,318)	(265,641,642)	(2,597,806,790)
	CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	2,212,561,232	3,522,502,394	1,894,499,857	3,348,494,142
	CASH AND CASH EQUIVALENTS, END OF PERIOD	<u>4</u> 2,056,640,913	<u>962,414,076</u>	<u>1,628,858,215</u>	<u>750,687,352</u>
Cash paid during the periods for					
	Interest expenses	203,044,923	486,349,453	203,044,217	486,349,453
	Income tax	16,572,126	-	16,572,126	-

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

THE BANGCHAK PETROLEUM PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO FINANCIAL STATEMENTS
FOR THE THREE MONTH PERIOD EDNED MARCH 31, 2005

1. GENERAL INFORMATION

1.1 General matter

The company was incorporated as a limited company under the Civil and Commercial Code on November 8, 1984, and changed its status to a Public Company Limited under the Public Company Limited Act on April 23, 1993. The address of the head office is 210 Moo 1, Soi Sukhumvit 64, Sukhumvit Road, Bangchak, Phakanong, Bangkok. The company operates in Thailand and the main business is operating an oil refinery and marketing the finished products through its service stations under its company's brand. The company's oil market includes consumers in various sectors, such as transportation, aviation, shipping, construction, industrial and agriculture. The sale of oil is also made through the major and the minor oil traders. As at March 31, 2005 and 2004, the company employed 750 and 755 employees respectively and the employees related expenses were Baht 165.83 million and Baht 101.68 million respectively.

The Bangchak Green Net Co., Ltd., a subsidiary company, was incorporated as a limited company under the Civil and Commercial Code on July 13, 1993. Its head office address is 210 Moo 1, Soi Sukhumvit 64, Sukhumvit Road, Bangchak, Phakanong, Bangkok. The company operates in Thailand with its main business being the running of the Bangchak service stations and the consumer goods retail shops under the Lemon Green and the Bi-Chak brand. It also provides other services to accommodate future expansion in the retail business. As at March 31, 2005 and 2004, the company employed 834 and 847 employees respectively and the employees related expenses were Baht 44.67 million and Baht 43.88 million respectively.

1.2 Basis for preparation and presentation of interim financial statements

The interim financial statements of the company are prepared in accordance with the generally accepted accounting standards and presented in brief in accordance with the Department of Business Development announcement on September 14, 2001. The interim financial statements provide additional information from the annual financial statements that were last reported. The interim financial statements should therefore be used in conjunction with the financial statements for the year ended December 31, 2004.

The company's consolidated financial statements incorporate the financial statements of The Bangchak Petroleum Public Company Limited and The Bangchak Green Net Co., Ltd., in which the company holds 49% share, and The Retail Net Co., Ltd., a subsidiary company of The Bangchak Green Net Co., Ltd., in which it holds 99.30% share. For the purpose of the consolidation, all significant intercompany transactions and all intercompany account balances have been eliminated.

1.3 Related parties

Enterprises that directly, or indirectly through one or more intermediaries control, or are under common control of the company are as follows:

Name	Type of business	Relationship	Share holding (%)
<u>Subsidiaries :</u>			
- The Bangchak Green Net Co., Ltd.	Manage BCP service station and consumer goods retailer	Holding and joint directors	49.00%
- The Retail Net Co., Ltd.	Manage BCP service station	Indirect holding and joint directors	48.66%
- The Bangchak Green Line Co., Ltd.	Fuel transportation. (Company is in self liquidation process)	Indirect holding and joint directors	49.00%
<u>Related company :</u>			
- Fuel Pipeline Transportation Ltd.	Fuel pipeline transportation	Holding and joint directors	11.41%

The Bangchak Green Net Co., Ltd. did not include The Bangchak Green Line Co., Ltd. in its consolidated financial statements as that company was in the process of self-liquidation.

1.4 Others.

The financial statements of above associated companies are prepared in accordance with generally accepted accounting standards for non-public company.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the fiscal year ended December 31, 2004.

3. RELATED PARTY TRANSACTION

The Company had certain accounting transactions with its subsidiary and related companies which were considered normal business practice. The transactions were based on the general market price and in cases where market price was not available, the contract price was used.

Balance of assets, liabilities, account and trading transactions with subsidiary and related companies as at March 31, 2005 are as follow:

3.1 Trade accounts receivable – related parties

	Million Baht			
	Consolidated		The Company Only	
	March 31,2005	December 31,2004	March 31,2005	December 31,2004
<u>Subsidiaries</u>				
- The Bangchak Green Net Co., Ltd.	-	-	563.03	434.94
- The Retail Net Co., Ltd.	-	-	-	-
<u>Related Company</u>				
- Fuel Pipeline Transportation Ltd.	-	-	-	-
Total Accounts receivable - Related parties net	-	-	563.03	434.94

3.2 Investments for using the equity method

Name	Type of Business	Authorized Share capital (Million Baht)	Holding %	Million Baht		
				Consolidated		
				March 31, 2005		
				Investments		
				Cost Method	Equity Method	Dividend
Subsidiary The Bangchak Green Net Co., Ltd.	Holding and joint directors	1	49.00%	0.49	26.65	-

Name	Type of Business	Authorized Share capital (Million Baht)	Holding %	Million Baht		
				Consolidated		
				December 31, 2004		
				Investments		
				Cost Method	Equity Method	Dividend
Subsidiary : The Bangchak Green Net Co., Ltd.	Holding and joint directors	1	49.00%	0.49	-	-

3.3 Long - term loans to related parties

	Million Baht				
	Consolidated				
	Balance as at December 31, 2004	Increase	Receive	Balance as at March 31, 2005	Borrowing Cost Policy
Subsidiary The Bangchak Green Line Co., Ltd.	4.00	-	-	4.00	2% Pa.
<u>Less</u> : allowance for doubtful accounts	(2.90)	-	-	(2.90)	
Total Long – term loan to related Parties	1.10	-	-	1.10	

3.4 Trade accounts payable – related parties

	Million Baht			
	Consolidated		The Company Only	
	March 31, 2005	December 31, 2004	March 31, 2005	December 31, 2004
Subsidiaries				
- The Bangchak Green Net Co.,Ltd.	-	-	1.40	1.86
- The Retail Net Co.,Ltd.	-	-	-	-
Associated Companies				
- Fuel Pipeline Transportation Ltd.	8.01	9.06	8.01	9.06
Total Account Payable				
- related parties	8.01	9.06	9.41	10.92

3.5 Transaction with related parties

Transaction with related parties for the three-month period ended March 31, 2005 and 2004 are as follow:

	Million Baht			
	Consolidated		The Company Only	
	2005	2004	2005	2004
Revenue from sales of oil	-	-	1,820.26	1,426.42
Revenue from operating right	-	-	15.41	7.05
Cost of pipeline transportation	18.60	29.06	18.60	29.06

Transfer pricing with the related parties is not differed from unrelated parties.

4. CASH AND CASH EQUIVALENTS

As at March 31, 2005 and December 31, 2004 Cash and cash equivalents consisted of:

	Million Baht			
	Consolidated		The Company Only	
	2005	2004	2005	2004
Cash and deposits at Banks	2,056.64	2,212.56	1,628.86	1,894.50
Fixed deposit (maturity dates not longer than 3 months)	-	-	-	-
Total	2,056.64	2,212.56	1,628.86	1,894.50

5. TRADE ACCOUNT RECEIVABLES – OTHER PARTIES - NET

As at March 31, 2005 and December 31, 2004 , trade account receivables consisted of:

	Million Baht			
	Consolidated		The Company Only	
	2005	2004	2005	2004
Trade accounts receivable - other parties	3,529.70	3,307.12	3,511.05	3,286.13
<u>Less</u> Allowance for doubtful accounts	<u>(108.93)</u>	<u>(108.21)</u>	<u>(104.65)</u>	<u>(100.00)</u>
Trade accounts receivable - other parties - net	<u>3,420.77</u>	<u>3,198.91</u>	<u>3,406.40</u>	<u>3,186.13</u>

As at March 31, 2005 and December 31, 2004, the overdue trade accounts receivable are classified by aging as follows:

	Million Baht	
	2005	2004
Over than 3 months to 6 months	2.63	0.71
Over than 6 months to 12 months	2.62	3.09
Over than 12 months	102.77	104.78
Total	108.02	108.58

6. INVENTORIES - NET

As at March 31, 2005 and December 31, 2004, Inventories consisted of:

	Million Baht			
	Consolidated		The Company Only	
	2005	2004	2005	2004
Crude oil	8,716.93	7,384.61	8,716.93	7,384.61
Finished oil product	2,731.81	2,944.32	2,592.56	2,849.74
Consumer product	74.07	79.78	-	-
<u>Less</u> Allowance for devaluation	<u>(3.20)</u>	<u>(290.57)</u>	<u>-</u>	<u>(287.85)</u>
Inventories – net	<u>11,519.61</u>	<u>10,118.14</u>	<u>11,309.49</u>	<u>9,946.50</u>

Inventories as at March 31, 2005 and December 31, 2004 are included petroleum legal reserve of 370.64 million liters approximated value Baht 4,494.78 Million and 399.24 million liters approximated value Baht 4,530.90 Million respectively.

7. MATERIAL AND SUPPLIES - NET

As at March 31, 2005 and December 31, 2004, Material and supplies consisted of:

	Million Baht			
	Consolidated		The Company Only	
	2005	2004	2005	2004
Material and supplies	372.42	375.10	372.42	375.10
<u>Less</u> Allowance for obsolescence	<u>(30.00)</u>	<u>(30.01)</u>	<u>(30.00)</u>	<u>(30.01)</u>
Material and supplies – net	<u>342.42</u>	<u>345.09</u>	<u>342.42</u>	<u>345.09</u>

8. OTHER LONG-TERM INVESTMENTS

As at March 31, 2005 and December 31, 2004, Other long-term investments consisted of:

	Million Baht			
	Consolidated		The Company Only	
	2005	2004	2005	2004
<u>Investment in capital paper</u>				
- Fuel Pipeline Transportation Ltd.	181.75	181.75	181.75	181.75
<u>Less</u> Allowance for impairment	<u>(181.75)</u>	<u>(181.75)</u>	<u>(181.75)</u>	<u>(181.75)</u>
Investment in capital paper – net	-	-	-	-
<u>Investment in commercial paper</u>				
- The Express way Authority of Thailand's bond	5.50	5.50	4.60	4.60
<u>Add</u> Premium on investments	<u>0.05</u>	<u>0.07</u>	<u>0.05</u>	<u>0.05</u>
Total Investment in commercial paper	<u>5.55</u>	<u>5.57</u>	<u>4.65</u>	<u>4.67</u>
Total other long-term investments	<u>5.55</u>	<u>5.57</u>	<u>4.65</u>	<u>4.67</u>

The Company invested in bond issued by The Expressway Authority of Thailand, B.E. 2542 no.1 of 7 years period. The bond with the face value of Baht 1,000 per unit, was registered on November 26, 1998, with maturity on November 26, 2005. The interest rate is 7.88% per annum, which will be paid twice annually in May and November. The company purchased a total of 4,600 units at Baht 5,043,922.03. The premium on the face value of the bond of Baht 443,922.03 was amortized using the straight-line accounting method, spread over the life of the bond. The amortization expense for the three months ended March 31, 2005 and 2004 was equally recorded at Baht 20,178.27

9. TARIFF PREPAYMENT - NET

The Company has provided financial support to the Fuel Pipeline Transportation Ltd. (FPT) in the form of advance payment of fuel transportation fee (Tariff Prepayment) as per the written agreement dated June 14, 1996. Subsequently, the Company, together with the other FPT creditors agreed on March 3, 1999 to restructure the FPT loan. Prior to the loan restructure, the amount owed to the Company as Tariff Prepayment was Baht 245.80 million, of this, Baht 48.75 million was converted to capital stock (preferred stock) on April 30, 1999, leaving the balance of loan as Baht 197.05 million. The loan shall be repaid in accordance with FPT's cash flow while the interest on the tariff prepayment and the custody fee (difference in interest rate MLR-2%) will be paid on a monthly basis. It turned out that FPT was able to repay some part of the loan and due to financial difficulties it could not comply with the agreed terms. Hence, an amendment to the original agreement was made on March 28, 2002. Under the revised agreement, the remaining loan principle of Baht 187.29 million will be repaid on a monthly basis over a total number 153 periods, with the first payment made on April 30, 2002. The interest rate will be based on MLR with relaxation of 1% per annum starting from March 29, 2002. The difference in the interest rates shall be established as a receivable in a suspense account.

The financial statements as at March 31, 2005 shows an outstanding prepaid tariff balance of Baht 160.66 million and the Company has set up allowance for doubtful debt of Baht 129.52 million, the remaining amount is Baht 31.13 million. The difference in the interest rates as calculated in accordance with the loan restructuring agreement, which is pending in the suspense account, shall be written-off if FPT makes full settlement of both the loan principle and the interest, without default, over a three-year period. These terms are specified in the amendment of the loan restructuring agreement. The Company will consider the write-off of interest receivable on an annual basis. For the year 2004, the Company write-off the interest receivable, calculated up to December 31, 2001, in the amount of Baht 21.38 million. And in

2005, it will write-off the interest receivable set-up from January 1, 2002 to March 28, 2002 of Baht 2.42 Million. As for the interest from March 29, 2002 to March 31, 2005 of Baht 27.63 million, the Company will consider the write-off on an annual basis. The total interest receivable is Baht 30.05 million and the Company has set up an allowance for doubtful debt of the whole amount.

10. PROPERTY, PLANT AND EQUIPMENT - NET

	Million Baht				
	Consolidated				
	As at December 31, 2004	Increase	Decrease	Transfer	As at March 31, 2005
<u>COST</u> :-					
Land	1,344.78	-	-	-	1,344.78
Buildings	511.69	-	-	-	511.69
Machinery, equipment and refinery plants	22,880.04	-	0.01	17.69	22,897.72
Marketing and office equipment	3,598.23	0.46	3.37	32.47	3,627.79
Platinum Catalyst	322.70	-	-	-	322.70
Vehicles	128.38	-	-	8.94	137.32
Construction work in progress	443.30	67.44	-	(59.10)	451.64
Total	<u>29,229.12</u>	<u>67.90</u>	<u>3.38</u>	<u>-</u>	<u>29,293.64</u>
<u>Less</u> Accumulated depreciation					
Buildings	299.93	4.31	-	-	304.24
Machinery, equipment and refinery plants	12,665.48	140.34	0.02	-	12,805.80
Marketing and office equipment	1,558.19	54.53	2.18	1.41	1,611.95
Platinum Catalyst	-	-	-	-	-
Vehicles	82.91	4.23	-	-	87.14
Total	<u>14,606.51</u>	<u>203.41</u>	<u>2.20</u>	<u>1.41</u>	<u>14,809.13</u>
<u>Less</u> Allowance for impairment					
Land	573.58	-	-	-	573.58
Machinery, equipment and refinery plants	0.56	-	-	-	0.56
Marketing and office equipment	36.83	-	-	-	36.83
Total	<u>610.97</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>610.97</u>
Property, plant and equipment - net	<u>14,011.64</u>				<u>13,873.54</u>
Depreciation for the period	<u>583.97</u>				<u>147.73</u>

	Million Baht				
	The Company Only				
	As at December 31, 2004	Increase	Decrease	Transfer	As at March 31, 2005
<u>COST</u> :-					
Land	1,344.78	-	-	-	1,344.78
Buildings	511.69	-	-	-	511.69
Machinery, equipment and refinery plants	22,880.04	-	0.01	17.69	22,897.72
Marketing and office equipment	3,559.48	-	3.37	32.47	3,588.58
Platinum Catalyst	322.70	-	-	-	322.70
Vehicles	125.08	-	-	8.94	134.02
Construction work in progress	443.30	67.44	-	(59.10)	451.64
Total	<u>29,187.07</u>	<u>67.44</u>	<u>3.38</u>	<u>-</u>	<u>29,251.13</u>
<u>Less</u> Accumulated depreciation					
Buildings	299.93	4.31	-	-	304.24
Machinery, equipment and refinery plants	12,665.48	140.34	0.02	-	12,805.80
Marketing and office equipment	1,524.57	53.98	2.18	1.41	1,577.78
Platinum Catalyst	-	-	-	-	-
Vehicles	81.81	4.06	-	-	85.87
Total	<u>14,571.79</u>	<u>202.69</u>	<u>2.20</u>	<u>1.41</u>	<u>14,773.69</u>
<u>Less</u> Allowance for impairment					
Land	573.58	-	-	-	573.58
Machinery, equipment and refinery plants	0.56	-	-	-	0.56
Marketing and office equipment	36.83	-	-	-	36.83
Total	<u>610.97</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>610.97</u>
Property, plant and equipment - net	<u>14,004.31</u>				<u>13,866.47</u>
Depreciation for the period	<u>579.14</u>				<u>147.01</u>

11. INTANGIBLE ASSETS - NET

As at March 31, 2005 and December 31, 2004 , Intangible assets consisted of:

	Million Baht			
	Consolidated		The Company Only	
	2005	2004	2005	2004
<u>Cost</u>				
Leasehold right	2,139.59	2,139.50	2,139.59	2,139.50
License and development costs of computer software	76.72	76.55	76.72	76.55
	<u>2,216.31</u>	<u>2,216.05</u>	<u>2,216.31</u>	<u>2,216.05</u>
<u>Accumulated amortization</u>				
Leasehold right	(714.02)	(691.15)	(714.02)	(691.15)
License and development costs of computer software	(66.14)	(65.37)	(66.14)	(65.37)
	<u>(780.16)</u>	<u>(756.52)</u>	<u>(780.16)</u>	<u>(756.52)</u>
Total	1,436.15	1,459.53	1,436.15	1,459.53
<u>Less : Allowance for impairment</u>	<u>(10.60)</u>	<u>(10.59)</u>	<u>(10.60)</u>	<u>(10.59)</u>
Intangible assets – net	<u>1,425.55</u>	<u>1,448.94</u>	<u>1,425.55</u>	<u>1,448.94</u>

On February 27, 2004, The Treasury Department permitted the Company to pay, by installments, the leasehold fee of Baht 551.63 million covering the extension of the lease agreement of state-owned land on which the company's refinery and the head office are located. The initial lease agreement, which expires on April 1, 2015, will be extended by 18 years under the new lease agreement, which will expire on March 31, 2033. The installment payments of the mentioned fee will be on an annual basis, commencing from the year 2007-2009 at about Baht 45.97 million per annum, 2010 – 2012 at about Baht 61.29 million per annum and 2013 – 2015 at about Baht 76.62 million per annum. The amounts are recorded as liability, against the long-term leasehold right.

In addition, The Treasury Department also permitted the Company to utilize the mentioned leasehold right to pledge as security against loan and to place the building structures, including machinery on the leased land as collateral for credit facilities from financial institutions. The agreement to this effect is in the process of being signed. The Company has extended the length of the net book value of the leasehold right to March 31, 2033, so as to correspond with terms of the new lease agreement.

12. INVESTMENT IN SERVICE STATIONS

The investment in service stations is for business expansion and the approach taken by the company varies. For example, the Company invests and grants franchise to others to operate or enter into, a joint venture agreement, or with investment made by the operator and the Company providing support. As at March 31, 2005 and December 31, 2004 , the balances outstanding in the investment in service station account are Baht 523.49 million and Baht 539.12 million respectively. The amortization expense of Baht 13.01 million on total investment balance was recorded in this accounting period.

13. INCOME TAX AND DEFERRED INCOME TAX

The Company paid income tax on rates under the Revenue Code as follows:

	Tax rates
- The Company	30
Net income for the portion not exceeding Baht 300 million for the accounting period of five years from 2002 to 2006	25
- Subsidiaries	15 – 30

Deferred income tax as at March 31, 2005 and December 31, 2004 are as follows:

	Million Baht	
	Consolidated	The Company Only
Deferred income tax assets		
As at December 31, 2004	94.42	94.42
Income tax expenses	3.82	3.82
As at March 31, 2005	<u>98.24</u>	<u>98.24</u>
Deferred income tax liabilities		
As at December 31, 2004	32.71	32.71
Income tax expenses	(0.82)	(0.82)
As at March 31, 2005	<u>31.89</u>	<u>31.89</u>

Deferred income tax assets mainly comprised allowance for doubtful accounts and pension fund reserve, and deferred income tax liabilities mainly comprised accumulated depreciation of equipment.

14. OTHER NON-CURRENT ASSETS – OTHERS

As at March 31, 2005 and December 31, 2004 , other non-current assets consisted of:

	Million Baht			
	Consolidated		The Company Only	
	2005	2004	2005	2004
14.1 Fixed deposit for staff welfare	170.20	170.20	170.20	170.20
14.2 Deposit for crude and product oil price hedging contract	139.87	178.50	139.87	178.50
14.3 Deferred expenses for the issuance of debentures and long-term loans	100.56	102.69	100.56	102.69
14.4 Other	173.85	161.54	163.89	152.51
Total	584.48	612.93	574.52	603.90

14.1 Fixed deposit for staff welfare

As at March 31, 2005 and December 31, 2004, the Company had a fixed deposit fund in a bank of Baht 170.20 million equally with interest of 0%. The deposit is maintained to allow employees obtain credit facilities from the mentioned bank.

14.2 Deposit for crude and product oil price hedging contract

The Company made forward contracts with several overseas traders with different amounts of deposit to protect against risk from the fluctuation of crude and product oil prices. Some traders request the Company to pledge initial deposit as per the initial agreement or even more afterwards in cases where the market price deviates in the direction which the Company loses and has to settle the balance. The traders preserve the right to request the Company to transfer deposit in the similar amount that the Company has to settle in each day. The traders commit to pay interest in the agreed rate for the deposit. Vice versa, in case that the market price deviates in the direction which the Company gains, the Company preserves the right to request the traders to transfer partial or all of the deposits to the Company.

14.3 Deferred expenses for the issuance of debentures and long-term loans

In January 2004, the Company issued Baht 4,000 million convertible debentures and in February 2004, the Company entered a loan contract with Krung Thai Bank Public Company Limited for Baht 12,500 million credit line. The Company paid fees for into the issuance of convertible debentures, expenses for the loans and other expenses in the amount of Baht 114.63 million. This was recorded as deferred expenses for the issuance of debentures and long-term loans and amortized using the straight line accounting method based on the loan life and weighted with the debt balance.

For the three month period ended March 31, 2005, the total amortized expenses on loans and issuance of the convertible debentures was Baht 2.12 million.

15. BANK OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

As at March 31, 2005 and December 31, 2004 bank overdrafts and short-term loans from financial institutions consisted of :

	Million Baht			
	Consolidated		The Company Only	
	2005	2004	2005	2004
Bank overdrafts	1.88	-	1.88	-
Short-term loans from financial institutions	3,020.00	2,000.00	3,020.00	2,000.00
Total	3,021.88	2,000.00	3,021.88	2,000.00

Short-term loans from financial institutions are part of the credit facilities covered by collateral, with interest rate as at March 31, 2005 and December 31, 2004 of 4.50% and 4.125% per annum respectively, as describe in Note 16.1.

16. LONG-TERM LOANS

As at March 31, 2005 and December 31, 2004 long-term loans consisted of:

	Million Baht			
	Consolidated		The Company Only	
	2005	2004	2005	2004
Loans from bank	8,500.00	7,800.00	8,500.00	7,800.00
Debentures	1,050.00	2,215.00	1,050.00	2,215.00
Convertible debentures	2,610.95	2,610.95	2,610.95	2,610.95
Promissory notes	295.00	295.00	295.00	295.00
Total	12,455.95	12,920.95	12,455.95	12,920.95
Less : current portion of long-term loans	(655.00)	(1,756.25)	(655.00)	(1,756.25)
Less : portion of early redemption of Debentures	-	-	-	-
Long-term loans	11,800.95	11,164.70	11,800.95	11,164.70

16.1 Loans from bank

The Company has entered a loan contract with Krung Thai Bank Public Company Limited by pledging the Company's assets as collateral for Baht 12,500 million credit line which are divided into Baht 8,500 million 10-year long-term loans and Baht 4,000

million 10-year working capital short-term loans. As at March 31, 2005 the Company has obtained long-term loans of Baht 8,500 million and working capital short-term loans of Baht 3,020 million which presented under bank overdrafts and short-term loans from financial institutions.

16.2 Debentures

As at March 31, 2005, the unsecured, unsubordinated registered debentures with the holders' names amounting to 1,050,000 units, totaling Baht 1,050 million, with interest rate from 5.00 to 6.25% per annum, were as follows:

No	Maturity Date	Interest Due Date
24/2545	Dec. 02, 2005	Jun 02 and Dec 02 of each year
25/2545	Dec. 02, 2007	Jun 02 and Dec 02 of each year

16.3 Convertible debentures

On January 29, 2004, the Company issued 400,000 units of unsecured, convertible into common stock, subordinated registered debentures with holders' names. The instruments have a face value of Baht 10,000 per unit, with a 10-year maturing period and with interest of 3% per annum. The convertible value of the debenture is Baht 14.30 per one common stock. The issuance of the convertible debentures form part of the financial restructuring plan, approved by the cabinet on July 8, 2003; in which offerings are made to investing institution in the form of depository receipt against benefits derived from the convertible debentures. The issuance of the depository receipt is made by the Siam DR Co., Ltd. (which is 99% owned by The Stock Exchange of Thailand) on the basis of one depository receipt for one convertible debenture. The Ministry of Finance guarantees the investment and offers to buy back the depository receipts at the initial offered price of Baht 10,000 per unit; as specified under the term, of the depository receipts.

The holders of the depository receipts can exchange them for convertible debentures and convert the debentures into common stock. Such conversion, however, must be done on every 30th day of March, June, September and December of each year. The first conversion commences on June 30, 2004 and ends on September 30, 2013. This is in accordance with the terms and conditions relating to depository receipts and also the convertible debentures. As at March 31, 2005 the balance of deposit receipts remaining were 261,095 units.

16.4 Promissory note

Transferable and unsecured promissory note of baht 150 million will be matured in the year 2005 with interest rate of 5.50% per annum and Baht 145 million in the year 2007 with interest rate of 6.25% per annum.

17. CAPITAL SURPLUS ON REGISTERED AND PAID-UP SHARE REDUCTION

On July 6, 2004, the Company has registered with the Ministry of Commerce, the reduction in the Company's registered share capital from Baht 1,032,761,220 to Baht 843,143,461 and the paid up share capital from Baht 753,040,940 to Baht 563,423,181. These changes were due to the reduction of 189,617,759 shares held by the Siam DR Co., Ltd. so as to be consistent with the number of "Depository Receipts of BCP's Ordinary Shares (DR)" which were issued and offered by the Siam DR Co., Ltd. The Company received consent from the Siam DR Co., Ltd. for reducing the mentioned number of shares without capital payback. The Company also received approval to transfer the proceeds from the said share reduction of Baht 189,617,759 to the account, Capital Surplus on Registered and Paid-Up Share Reduction.

18. WARRANTS

On August 25, 2004, the company allotted, free of charge, 24 million units of warrants for the purchase of Ordinary Shares by the Company's director, management and employees and The Bangchak Green Net Co., Ltd. (ESOP) and people to whom buying rights have been transferred.

The warrant has a 5-year duration and is exercisable on a quarterly basis at one warrant per one ordinary share, at the price of Baht 5 per share. The conditions are as follows.

- 18.1 45% of the total allotted warrants is exercisable on the first year duration when the closing price of the Depository Receipts of BCP's Ordinary Shares (DRs), or the closing price of the Ordinary Shares, in case there are no DRs, is at Baht 21 or higher, over a continuous period of 5 days.
- 18.2 25% of the total allotted warrants is exercisable on the second year duration when the closing price of the Depository Receipts of BCP's Ordinary Shares (DRs), or the closing price of the Ordinary Shares, in case there are no DRs, is at Baht 23 or higher, over a continuous period of 5 days.
- 18.3 30% of the total allotted warrants is exercisable on the third year duration when the closing price of the Depository Receipts of BCP's Ordinary Shares (DRs), or the closing price of the Ordinary Shares, in case there are no DRs, is at Baht 25 or higher, over a continuous period of 5 days.

19. SALES

Sale revenue for the three months ended March 31, 2005 and 2004 are as follows:

Million Baht	
Consolidated	The Company Only

	2005	2004	2005	2004
Sales revenue from fuel products	18,007.71	18,632.41	17,785.33	18,380.37
Income from investment charge	10.41	18.22	25.82	25.27
Total	<u>18,018.12</u>	<u>18,650.63</u>	<u>17,811.15</u>	<u>18,405.64</u>

20. GAIN (LOSS) FROM FOREIGN EXCHANGE

Gain (loss) from foreign exchange for the three months ended March 31, 2005 and 2004 are as follows:

	Million Baht			
	Consolidated		The Company Only	
	2005	2004	2005	2004
Realized gain (loss) from foreign exchange fluctuations	35.93	34.44	35.93	34.44
Unrealized gain(loss) from foreign exchange fluctuations	(31.12)	(1.72)	(31.12)	(1.72)
Total	<u>4.81</u>	<u>32.72</u>	<u>4.81</u>	<u>32.72</u>

21. INTEREST EXPENSE

The total interest for this period is Baht 161.26 million, of which Baht 1.23 million is recorded as cost of work in progress and Baht 160.03 million as expense.

22. RECONCILIATION OF DILUTED EARNINGS PER SHARE

	For the three months ended March 31, 2005					
	Consolidated			The Company Only		
	Net Profit (Loss)	Weighted Average Number of Ordinary Shares	Earning (Loss) Per Share	Net Profit (Loss)	Weighted Average Number of Ordinary Shares	Earning (Loss) Per Share
	Million Baht	Million Shares	Baht	Million Baht	Million Shares	Baht
Basic earnings per share						
Net profit	438.01	660.56	0.66	437.83	660.56	0.66
Effect of dilution of potential ordinary shares	19.12	182.58		19.12	182.58	
Diluted earnings per share						
Net earnings of ordinary shareholders assuming conversion of convertible debenture to ordinary shares	457.13	843.14	0.54	456.95	843.14	0.54

The Company has not calculate the effect of earning per share dilution for the three month period ended March 31, 2004, because the first option of debenture convertible right be exercised on June 30, 2004, as describe in note 16.3.

23. CONTINGENT LIABILITIES AND COMMITMENTS**23.1 Liabilities on guarantees**

As at March 31, 2005, the Company's total liabilities in the form of bank guarantees amounted to Baht 24.69 million. These guarantees are mainly to cover electricity usage and the tele-communication contract with the Telephone Organization of Thailand.

23.2 Allegation

On April 30, 2003 the civil court dismissed the case lodged against the Ministry of Finance (the first defendant) and the Company (the fifth defendant) for alleged land right transgression and demanding Baht 1,055 million in compensation. The land in question is located at the pier of the Refinery. The case is being appealed with the appeal court.

23.3 Commitments

As at March 31, 2005, the Company had entered into 0.375 million barrels oil price hedging contracts with foreign oil traders for price period from April to June 2005.

24. DISCLOSURE FOR FINANCIAL INSTRUMENTS**24.1 Risk from foreign exchange rate**

The Company faces the risk in foreign exchange rate as the Company's cost of goods and revenue are tied to US Dollar. The essentially major costs are crude and oil products imported from overseas in US Dollar. The selling price in Thai Baht is derived

from the oil product prices in Singapore market in US Dollar multiplied by the exchange rate of US Dollar against Thai Baht on the selling date. To safeguard against risk from the fluctuation of foreign exchange, the Company applies the financial instrument to manage the risk by entering into forward contracts on foreign exchange.

24.2 Risk from interest rate

The interest rate risk depends on the fluctuation of the interest rate in the financial market, which could impact on the Company's operations and its cash flows. However, management believes that the risk is insignificant in the current financial market because the Company's outstanding debt is small compared with its annual income and net cash flow.

24.3 Risk from product oil price in the global market

Over 90% of the Company's cost is related to oil. The price of crude oil and finished oil products will fluctuate in accordance with the buying and selling price in the global market. The price of crude oil against each purchase is based on the average benchmark price in the month of delivery. Purchases of finished oil products are based on the Singapore market price at the time of delivery. From the time of crude transfers to the sale of finished products to customers takes two to three months. As such, there is the risk arising from price fluctuation due to the timing difference. There is also the risk in the inventory value at the end of the accounting period being lower than the beginning period. In order to safeguard against such risks, the Company has established a risk management committee to monitor oil purchases, to assess situations and the trend in prices. The committee establishes policies related to oil purchases, inventory level and also the instruments for managing risks in the market. The Company also enters into hedging contracts with oil traders to minimize the risk from price fluctuation.

For the three month period ended March 31, 2005 the company realized Baht 7.10 million from the difference in the world's oil market price being lower than the hedging contact price.

24.4 Risk from credit term

Credit risk refers to the risk that trade accounts receivable may default in its obligations resulting in a financial loss to the Company. However, since the Company currently sells its products to creditworthy customers, it does not anticipate any material problem in collecting its debts. The concentration of credit risk with respect to trade receivable is limited as company debtors are spread over different type of businesses.

The carrying amount of accounts receivables recorded as shown in the balance sheets, net of a portion of allowance for doubtful debts, represents the maximum exposure to credit risk.

24.5 Fair value

The management believes that the fair value of the Company's financial assets and liabilities does not materially differ from their carrying value.

25. FINANCIAL INFORMATION BY SEGMENT OF BUSINESS

The statement of income of the Company segmented by type of business for the three month period ended March 31, 2005 are as follows:

	Million Baht			
	Refinery	Marketing	Elimination	Total
Sales	17,597.81	11,700.53	(11,487.19)	17,811.15
Cost of sales	(16,743.05)	(11,568.62)	11,487.19	(16,824.48)
Gross margin	854.76	131.91	-	986.67
Selling and administrative expense	(77.27)	(263.25)	-	(340.52)
Other incomes (expenses)	19.98	5.40	-	25.38
Depreciation and Amortization	(3.19)	(104.59)	-	(107.78)
EBIT	794.28	(230.53)	-	563.75
Gain (loss) from foreign exchange fluctuations of others				(3.03)
Share of gains (loss) from investments for using the equity method				26.65
Interest-net				(154.18)
Income Tax				4.64
Net Profit				437.83
EBITDA	875.98	(125.94)	-	750.04

The statement of income of the Company segmented by type of business for the three month period ended March 31, 2004 are as follows:

	Million Baht			
	Refinery	Marketing	Elimination	Total

Sales	17,870.77	9,881.06	(9,346.19)	18,405.64
Cost of sales	(17,054.93)	(9,426.22)	9,346.19	(17,134.96)
Gross margin	815.84	454.84	-	1,270.68
Selling and administrative expenses	(45.44)	(211.29)	-	(256.73)
Other incomes (expenses)	(50.75)	15.71	-	(35.04)
Depreciation and Amortization	(2.67)	(102.54)	-	(105.21)
EBIT	716.98	156.72	-	873.70
Gain (loss) from foreign exchange fluctuations of others				6.93
Share of gains (loss) from investments for using the equity method				-
Interest-net				(234.53)
Income Tax				(0.20)
Net Profit				646.29
EBITDA	797.48	259.26	-	1,056.74

26. SUBSEQUENT EVENTS AFTER THE BALANCE SHEET DATE

On April 5 ,2005, the Company has registered Baht 2,600,000 paid up share to increase the paid up shares capital from Baht 660,559,535 to Baht 663,159,535 with the Ministry of Commerce. This derived from 1 depository receipts holder who, on March 30,2005, redeemed 3,718 depository receipts with face value of Baht 10,000 each and converted to 2,600,000 ordinary shares at Baht 14.30 per unit convertible price. After the execution of the convertible right, the balance of deposit receipts is remain 257,377 units.

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