

**The Bangchak Petroleum Public Company Limited
and its Subsidiaries**

Interim financial statements
and
Review report of Certified Public Accountant

For the three-month periods ended
31 March 2011

Review Report of Certified Public Accountant

To the Board of Directors of The Bangchak Petroleum Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position as at 31 March 2011, the related income statements, the related statements of comprehensive income, changes in equity and cash flows for the three-month periods ended 31 March 2011 and 2010 of The Bangchak Petroleum Public Company Limited and its subsidiaries, and of The Bangchak Petroleum Public Company Limited, respectively. The Company's management is responsible for the correctness and completeness of information presented in these financial statements. My responsibility is to issue a report on these financial statements based on my reviews.

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

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

As explained in Notes 3 to the interim financial statements, during the three-month period ended 31 March 2011, the Company has changed the accounting policy for property, plant and equipment from the revaluation method to the cost method. As a result, the accompanying consolidated and separate financial statements for the three-month period ended 31 March 2011 and the accompanying consolidated and separate statements of financial position as at 31 December 2010 have been restated for the effects of the change in the accounting policy. I have audited the adjustments that were applied to the restatement of the statement of financial position as at 31 December 2010 and in my opinion those adjustments are appropriate and have been properly applied.

I have previously audited the consolidated and separate financial statements for the year ended 31 December 2010 of The Bangchak Petroleum Public Company Limited and its subsidiaries, and of The Bangchak Petroleum Public Company Limited, respectively, in accordance with generally accepted auditing standards and expressed an unqualified opinion on those financial statements in my report dated 15 February 2011. I have not performed any audit procedures subsequent to the date of that report except for the audit of the adjustments as explained in fourth paragraph.

As explained in Notes 2 to the interim financial statements, during the three-month period ended 31 March 2011, the Company has adopted certain new and revised financial reporting standards issued by Federation of Accounting Professions which are effective for financial statements beginning on or after 1 January 2011 for the preparation of the accompanying interim financial statements. As explained in Notes 3 to the interim financial statements, the accompanying consolidated and separate financial statements for the year ended 31 December 2010 of the Company have been restated for the effects of the adoption of certain new and revised financial reporting standards issued. I have audited the adjustments that were applied to the restatement of the 2010 financial statements and in my opinion those adjustments are appropriate and have been properly applied. Except for the audit of the adjustments, the consolidated and separate statements of financial position as at 31 December 2010, which are included in the accompanying financial statements for comparative purposes, are components of those financial statements. I have not performed any audit procedures subsequent to the date of that report.

(Vairoj Jindamaneepitak)
Certified Public Accountant
Registration No. 3565

KPMG Phoomchai Audit Ltd.
Bangkok
28 April 2011

The Bangchak Petroleum Public Company Limited and its Subsidiaries

Statements of financial position

As at 31 March 2011 and 31 December 2010

Assets	Note	Consolidated financial statements		Separate financial statements	
		31 March 2011 (Unaudited)	31 December 2010 (Restated)	31 March 2011 (Unaudited)	31 December 2010 (Restated)
<i>(Baht)</i>					
Current assets					
Cash and cash equivalents		2,071,154,695	9,109,013,095	1,175,329,552	8,503,955,407
Current investments	5	9,286,795	9,277,752	-	-
Trade accounts receivable					
Related parties	4,6	1,050,118,285	1,593,110,679	1,791,208,686	2,256,318,433
Other parties	6	6,420,205,103	4,132,852,213	6,396,282,189	4,057,976,964
Inventories	7	18,474,900,587	15,607,901,880	18,028,852,495	15,057,675,751
Oil fuel fund subsidies receivable		1,869,917,864	521,189,086	1,869,917,864	521,189,086
Other current assets	4,8	3,200,871,101	1,170,718,305	3,259,139,445	1,114,123,988
Total current assets		33,096,454,430	32,144,063,010	32,520,730,231	31,511,239,629
Non-current assets					
Investments in subsidiaries	9	-	-	347,539,500	197,539,500
Other long-term investments	5	286,599,604	287,382,207	286,599,604	287,382,207
Tariff prepayment	4	14,215,500	15,163,200	14,215,500	15,163,200
Investment Properties	10	288,062,000	288,062,000	288,062,000	288,062,000
Property, plant and equipment	11	24,304,247,417	23,565,916,447	23,471,802,362	22,735,512,491
Leasehold right		948,499,559	954,016,761	948,499,559	954,016,761
Intangible assets		66,174,459	74,729,539	65,405,469	73,867,231
Investment in service stations		204,826,260	215,644,676	204,826,260	215,644,676
Deferred tax assets		249,384,480	242,544,559	249,384,480	242,544,559
Other non-current assets	4,12	664,612,321	624,999,428	657,979,085	618,089,625
Total non-current assets		27,026,621,600	26,268,458,817	26,534,313,819	25,627,822,250
Total assets		60,123,076,030	58,412,521,827	59,055,044,050	57,139,061,879

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

The Bangchak Petroleum Public Company Limited and its Subsidiaries

Statements of financial position

As at 31 March 2011 and 31 December 2010

Liabilities and equity	Note	Consolidated financial statements		Separate financial statements	
		31 March 2011 (Unaudited)	31 December 2010 (Restated)	31 March 2011 (Unaudited)	31 December 2010 (Restated)
<i>(Baht)</i>					
Current liabilities					
Bank overdrafts and short-term loans from financial institutions		3,000,000,000	40,000,000	3,000,000,000	-
Trade accounts payable					
Related parties	4	10,151,553,429	9,347,034,229	10,153,913,441	9,448,296,084
Other parties		982,964,880	886,984,345	908,678,604	646,077,128
Other accounts payable to related parties	4	266,460,488	186,133,768	266,460,488	186,133,768
Current portion of long-term loans from financial institutions	14	462,026,140	2,662,116,916	380,000,000	2,587,414,538
Excise tax and oil fuel fund payable		300,793,505	815,229,753	300,793,505	815,229,753
Income tax payable		986,175,706	536,208,053	976,571,187	532,686,643
Liabilities on hedging contracts		468,590,098	314,669,490	468,590,098	314,669,490
Other current liabilities	4,13	2,485,468,246	2,792,067,263	2,390,801,040	2,633,107,285
Total current liabilities		19,104,032,492	17,580,443,817	18,845,808,363	17,163,614,689
Non-current liabilities					
Long-term loans from financial institutions	14	13,814,073,275	14,978,618,763	13,360,000,000	14,504,038,953
Convertible debentures	4,15	896,570,000	1,936,570,000	896,570,000	1,936,570,000
Deferred tax liabilities		12,267,637	13,085,480	12,267,637	13,085,480
Liabilities on long-term lease		229,167,227	291,391,648	229,167,227	291,391,648
Employee benefit obligations	4,16	768,112,467	759,495,625	760,687,341	752,840,891
Other non-current liabilities		69,004,690	72,667,871	47,124,316	51,182,053
Total non-current liabilities		15,789,195,296	18,051,829,387	15,305,816,521	17,549,109,025
Total liabilities		34,893,227,788	35,632,273,204	34,151,624,884	34,712,723,714

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

The Bangchak Petroleum Public Company Limited and its Subsidiaries

Statements of financial position

As at 31 March 2011 and 31 December 2010

Liabilities and equity	Note	Consolidated financial statements		Separate financial statements	
		31 March 2011 (Unaudited)	31 December 2010 (Restated)	31 March 2011 (Unaudited)	31 December 2010 (Restated)
<i>(Baht)</i>					
Equity					
Share capital					
Authorised share capital	17	<u>1,531,643,461</u>	<u>1,531,643,461</u>	<u>1,531,643,461</u>	<u>1,531,643,461</u>
Issued and paid-up share capital		1,249,550,229	1,176,822,958	1,249,550,229	1,176,822,958
Additional paid-in capital					
Share premium		9,239,895,271	8,272,622,542	9,239,895,271	8,272,622,542
Share premium on subsidiary of the Company		18,621,225	18,621,225	-	-
Capital surplus on registered and paid-up share reduction		189,617,759	189,617,759	189,617,759	189,617,759
Retained earnings					
Appropriated					
Legal reserve		153,164,346	153,164,346	153,164,346	153,164,346
Unappropriated		<u>14,229,461,463</u>	<u>12,805,338,933</u>	<u>14,071,191,561</u>	<u>12,634,110,560</u>
Total equity attributable to equity holders of the Company		<u>25,080,310,293</u>	<u>22,616,187,763</u>	<u>24,903,419,166</u>	<u>22,426,338,165</u>
Non-controlling interests		<u>149,537,949</u>	<u>164,060,860</u>	-	-
Total equity		<u>25,229,848,242</u>	<u>22,780,248,623</u>	<u>24,903,419,166</u>	<u>22,426,338,165</u>
Total liabilities and equity		<u>60,123,076,030</u>	<u>58,412,521,827</u>	<u>59,055,044,050</u>	<u>57,139,061,879</u>

(Signed) Krairit Nilkuha
(Krairit Nilkuha)
Chairman

(Signed) Anusorn Sangnimnuan
(Anusorn Sangnimnuan)
President

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

The Bangchak Petroleum Public Company Limited and its Subsidiaries
Statements of income
For the three-month periods ended 31 March 2011 and 2010 (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		2011	2010 (Restated)	2011	2010 (Restated)
<i>(Baht)</i>					
Revenue from sale of goods and rendering of services	4	35,759,157,674	33,979,650,236	35,382,111,940	33,224,270,335
Cost of sale of goods and rendering of services	4	(32,420,119,490)	(32,410,207,461)	(32,331,728,581)	(31,845,205,386)
Gross Profit		3,339,038,184	1,569,442,775	3,050,383,359	1,379,064,949
Investment income		10,344,242	7,367,109	94,030,660	7,367,109
Loss from inventory write - down		(39,824,990)	-	-	-
Other income		58,264,918	48,528,343	60,385,276	48,574,418
Selling expenses	4	(543,154,172)	(501,522,064)	(411,901,162)	(376,155,299)
Administrative expenses	4	(304,582,607)	(180,625,376)	(296,708,251)	(169,495,160)
Management benefit expenses	4	(34,322,809)	(27,997,314)	(34,322,809)	(27,997,314)
Gain (loss) from crude and product oil price hedging contract		(583,757,411)	24,868,857	(583,757,411)	24,868,857
Gain (loss) on foreign exchange		(48,819,702)	219,122,258	(48,844,390)	219,122,258
Reversal of loss from impairment of assets		240,762,686	114,047,270	240,762,686	114,047,270
Profit before finance costs and income tax expense		2,093,948,339	1,273,231,858	2,070,027,958	1,219,397,088
Finance costs		(199,515,575)	(208,573,119)	(191,471,858)	(198,843,479)
Profit before income tax expense		1,894,432,764	1,064,658,739	1,878,556,100	1,020,553,609
Income tax expense		(448,864,477)	(279,215,403)	(441,475,099)	(276,955,104)
Profit for the period		1,445,568,287	785,443,336	1,437,081,001	743,598,505
Profit attributable to:					
Equity holders of the Company		1,424,122,530	773,999,183	1,437,081,001	743,598,505
Non-controlling interests		21,445,757	11,444,153	-	-
Profit for the period		1,445,568,287	785,443,336	1,437,081,001	743,598,505
Earnings per share					
Basic earnings per share (<i>in Baht</i>)	20	1.14	0.66	1.15	0.64
Diluted earnings per share (<i>in Baht</i>)	20	1.09	0.60	1.10	0.57

(Signed) Krairit Nilkuha
(Krairit Nilkuha)
Chairman

(Signed) Anusorn Sangnimnuan
(Anusorn Sangnimnuan)
President

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

The Bangchak Petroleum Public Company Limited and its Subsidiaries
Statements of comprehensive income
For the three-month periods ended 31 March 2011 and 2010 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
		(Restated)		(Restated)
	<i>(Baht)</i>			
Profit for the period	<u>1,445,568,287</u>	<u>785,443,336</u>	<u>1,437,081,001</u>	<u>743,598,505</u>
Other comprehensive income for the period, net of income tax	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u><u>1,445,568,287</u></u>	<u><u>785,443,336</u></u>	<u><u>1,437,081,001</u></u>	<u><u>743,598,505</u></u>
Total comprehensive income attributable to:				
Equity holders of the Company	1,424,122,530	773,999,183	1,437,081,001	743,598,505
Non-controlling interests	<u>21,445,757</u>	<u>11,444,153</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period	<u><u>1,445,568,287</u></u>	<u><u>785,443,336</u></u>	<u><u>1,437,081,001</u></u>	<u><u>743,598,505</u></u>

(Signed) Krairit Nilkuha
(Krairit Nilkuha)
Chairman

(Signed) Anusorn Sangnimnuan
(Anusorn Sangnimnuan)
President

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

The Bangchak Petroleum Public Company Limited and its Subsidiaries
 Statements of changes in equity
 For the three-month periods ended 31 March 2011 and 2010 (Unaudited)

		Consolidated financial statements						Other components			
		Share premium		Capital surplus on		Retained earnings		of equity	Total equity attributable	Non-	
		Share premium on		registered and paid-up				Surplus on	to equity holders	controlling	Total equity
		subsidiary of		share reduction				revaluation of property,	of the Company	interests	
		the Company						plant, and equipment	of the Company		
Note	Issued and paid-up share capital	Share premium			Legal reserve	Unappropriated					
(Baht)											
	Balance at 1 January 2010 - as reported	1,169,829,952	8,179,615,548	18,621,225	189,617,759	153,164,346	11,676,691,109	4,477,247,790	25,864,787,729	88,398,101	25,953,185,830
3	Impact of changes in accounting policies	-	-	-	-	-	(146,880,623)	(4,477,247,790)	(4,624,128,413)	(24,627)	(4,624,153,040)
	Balance at 1 January 2010 - restated	1,169,829,952	8,179,615,548	18,621,225	189,617,759	153,164,346	11,529,810,486	-	21,240,659,316	88,373,474	21,329,032,790
	Comprehensive income for the period										
	Profit	-	-	-	-	-	773,999,183	-	773,999,183	11,444,153	785,443,336
	Other comprehensive income	-	-	-	-	-	-	-	-	-	-
	Total comprehensive income for the period	-	-	-	-	-	773,999,183	-	773,999,183	11,444,153	785,443,336
	Balance at 31 March 2010	1,169,829,952	8,179,615,548	18,621,225	189,617,759	153,164,346	12,303,809,669	-	22,014,658,499	99,817,627	22,114,476,126
	Balance at 1 January 2011 - as reported	1,176,822,958	8,272,622,542	18,621,225	189,617,759	153,164,346	12,968,789,521	4,108,125,747	26,887,764,098	164,121,164	27,051,885,262
3	Impact of changes in accounting policies	-	-	-	-	-	(163,450,588)	(4,108,125,747)	(4,271,576,335)	(60,304)	(4,271,636,639)
	Balance at 1 January 2011 - restated	1,176,822,958	8,272,622,542	18,621,225	189,617,759	153,164,346	12,805,338,933	-	22,616,187,763	164,060,860	22,780,248,623
	Transactions with owners, recorded directly in equity										
	<i>Contributions by and distributions to owners of the Company</i>										
17	Issue of ordinary shares	72,727,271	967,272,729	-	-	-	-	-	1,040,000,000	-	1,040,000,000
	Dividends to owners of the Company	-	-	-	-	-	-	-	-	(35,968,668)	(35,968,668)
	<i>Total contributions by and distributions to owners of the Company</i>	72,727,271	967,272,729	-	-	-	-	-	1,040,000,000	(35,968,668)	1,004,031,332
	Total transactions with owners, recorded directly in equity	72,727,271	967,272,729	-	-	-	-	-	1,040,000,000	(35,968,668)	1,004,031,332
	Comprehensive income for the period										
	Profit	-	-	-	-	-	1,424,122,530	-	1,424,122,530	21,445,757	1,445,568,287
	Other comprehensive income	-	-	-	-	-	-	-	-	-	-
	Total comprehensive income for the period	-	-	-	-	-	1,424,122,530	-	1,424,122,530	21,445,757	1,445,568,287
	Balance at 31 March 2011	1,249,550,229	9,239,895,271	18,621,225	189,617,759	153,164,346	14,229,461,463	-	25,080,310,293	149,537,949	25,229,848,242

The Bangchak Petroleum Public Company Limited and its Subsidiaries
 Statements of changes in equity
 For the three-month periods ended 31 March 2011 and 2010 (Unaudited)

	Note	Separate financial statements					Other components	Total equity attributable to equity holders of the Company
		Issued and paid-up share capital	Share premium	Capital surplus on registered and paid-up share reduction	Retained earnings		Surplus on revaluation of property, plant, and equipment	
					Legal reserve	Unappropriated		
					(Baht)			
Balance at 1 January 2010 - as reported		1,169,829,952	8,179,615,548	189,617,759	153,164,346	11,662,887,782	4,477,247,790	25,832,363,177
Impact of changes in accounting policies	3	-	-	-	-	(141,938,520)	(4,477,247,790)	(4,619,186,310)
Balance at 1 January 2010 - restated		1,169,829,952	8,179,615,548	189,617,759	153,164,346	11,520,949,262	-	21,213,176,867
Comprehensive income for the period								
Profit		-	-	-	-	743,598,505	-	743,598,505
Other comprehensive income		-	-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	-	743,598,505	-	743,598,505
Balance at 31 March 2011		1,169,829,952	8,179,615,548	189,617,759	153,164,346	12,264,547,767	-	21,956,775,372
Balance at 1 January 2011 - as reported		1,176,822,958	8,272,622,542	189,617,759	153,164,346	12,790,966,718	4,108,125,747	26,691,320,070
Impact of changes in accounting policies	3	-	-	-	-	(156,856,158)	(4,108,125,747)	(4,264,981,905)
Balance at 1 January 2011 - restated		1,176,822,958	8,272,622,542	189,617,759	153,164,346	12,634,110,560	-	22,426,338,165
Transactions with owners, recorded directly in equity								
<i>Contributions by and distributions to owners of the Company</i>								
Issue of ordinary shares	17	72,727,271	967,272,729	-	-	-	-	1,040,000,000
Dividends to owners of the Company		-	-	-	-	-	-	-
<i>Total contributions by and distributions to owners of the Company</i>		72,727,271	967,272,729	-	-	-	-	1,040,000,000
Total transactions with owners, recorded directly in equity		72,727,271	967,272,729	-	-	-	-	1,040,000,000
Comprehensive income for the period								
Profit		-	-	-	-	1,437,081,001	-	1,437,081,001
Other comprehensive income		-	-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	-	1,437,081,001	-	1,437,081,001
Balance on 31 March 2011		1,249,550,229	9,239,895,271	189,617,759	153,164,346	14,071,191,561	-	24,903,419,166

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

The Bangchak Petroleum Public Company Limited and its Subsidiaries

Statements of cash flows

For the three-month periods ended 31 March 2011 and 2010 (Unaudited)

	Consolidated financial statements		Separate financial statements	
	2011	2010 (Restated)	2011	2010 (Restated)
	(Baht)			
<i>Cash flows from operating activities</i>				
Profit for the period	1,445,568,287	785,443,336	1,437,081,001	743,598,505
<i>Adjustments for</i>				
Depreciation	394,462,515	418,593,803	381,865,674	406,636,754
Amortisation	43,652,583	42,455,611	43,517,217	42,292,019
Reversal of allowance for bad debt expense	(577,176)	(1,231,073)	(719,283)	(1,609,652)
Unrealised gain on foreign exchange	(80,865,554)	(118,143,908)	(80,865,554)	(118,143,908)
Loss from inventory write - down	39,824,990	-	-	-
Reversal of loss from impairment of assets	(240,762,686)	(114,047,270)	(240,762,686)	(114,047,270)
Loss (gain) on disposal of property, plant and equipment	113,395,678	(7,550,496)	113,392,702	(7,550,496)
Investment Income	(10,344,242)	(7,367,109)	(94,030,660)	(7,367,109)
Employee benefit obligations	24,257,745	22,537,653	23,487,353	21,910,514
Deferred revenue	(392,152)	(396,427)	(392,152)	(396,427)
Finance costs	199,515,575	208,573,119	191,471,858	198,843,479
Income tax expense	448,864,477	279,215,403	441,475,099	276,955,104
	<u>2,376,600,040</u>	<u>1,508,082,642</u>	<u>2,215,520,569</u>	<u>1,441,121,513</u>
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivable	(1,745,639,100)	(624,915,990)	(1,874,471,554)	(573,734,704)
Inventories	(2,906,823,697)	646,005,393	(2,971,176,744)	687,966,094
Other current assets	(3,336,450,663)	692,173,147	(3,307,259,636)	666,269,835
Other non-current assets	18,221,718	(11,137,571)	(41,609,297)	(11,148,321)
Trade accounts payable	882,916,149	1,512,687,689	950,698,607	1,460,407,781
Other current liabilities	(637,229,421)	(69,877,567)	(530,923,783)	(71,846,939)
Paid Employee benefit obligations	(15,640,904)	(557,187)	(15,640,904)	(557,187)
Other non-current liabilities	(59,068,577)	(55,977,236)	(65,789,344)	(59,460,705)
Cash generated from (used in) operating activities	<u>(5,423,114,455)</u>	<u>3,596,483,320</u>	<u>(5,640,652,086)</u>	<u>3,539,017,367</u>
Income tax paid	<u>(6,543,032)</u>	<u>(6,556,810)</u>	<u>(5,243,318)</u>	<u>(5,302,308)</u>
Net cash from (used in) operating activities	<u>(5,429,657,487)</u>	<u>3,589,926,510</u>	<u>(5,645,895,404)</u>	<u>3,533,715,059</u>
<i>Cash flows from investing activities</i>				
Interest received	7,717,455	6,409,200	7,263,811	6,029,001
Increase in current investments	(9,042)	(804,548)	-	-
Decrease in long-term investments	1,619,677	2,700,945	1,619,677	2,700,945
Net cash outflow from issue of subsidiary's share capital	-	-	(150,000,000)	-
Purchase of property, plant and equipment	(995,884,895)	(155,453,243)	(981,287,929)	(146,433,472)
Sale of property, plant and equipment	396,738	9,362,436	396,738	9,362,436
Increase in leasehold right	(17,000,000)	-	(17,000,000)	-
Purchase of intangible assets	(86,000)	(3,117,660)	-	(2,970,000)
Net cash used in investing activities	<u>(1,003,246,067)</u>	<u>(140,902,870)</u>	<u>(1,139,007,703)</u>	<u>(131,311,090)</u>

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

The Bangchak Petroleum Public Company Limited and its Subsidiaries

Statements of cash flows

For the three-month periods ended 31 March 2011 and 2010 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
		(Restated)		(Restated)
	<i>(Baht)</i>			
<i>Cash flows from financing activities</i>				
Interest paid	(200,318,583)	(211,407,017)	(192,269,257)	(201,845,779)
Increase (decrease) in bank overdrafts and short-term loans from financial institutions	2,960,000,000	(770,000,000)	3,000,000,000	(800,000,000)
Proceeds from long - term loans	790,000,000	21,401,000	790,000,000	-
Repayment of long - term loans	(4,154,636,263)	-	(4,141,453,491)	-
Net cash used in financing activities	(604,954,846)	(960,006,017)	(543,722,748)	(1,001,845,779)
Net increase (decrease) in cash and cash equivalents	(7,037,858,400)	2,489,017,623	(7,328,625,855)	2,400,558,190
Cash and cash equivalents at 1 January	9,109,013,095	2,136,226,731	8,503,955,407	1,710,655,824
Cash and cash equivalents at 31 March	2,071,154,695	4,625,244,354	1,175,329,552	4,111,214,014

Non-cash transaction

On 11 January 2011, the Company issued 72.73 million shares of common stocks at 1 Baht per share, totalling Baht 72.73 million to the holders of convertible debentures at 14.30 baht conversion price resulting in increase in premium on common stock of Baht 967.27 million.

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

The Bangchak Petroleum Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2011 (Unaudited)

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The Bangchak Petroleum Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2011 (Unaudited)

These notes form an integral part of the interim financial statements.

The interim financial statements were authorised for issue by the directors on 28 April 2011.

1 General information

The Bangchak Petroleum Public Company Limited, the “Company”, is incorporated in Thailand and has its registered office as follows:

Head office : 555/1, Energy Complex Building A, Floor 10th, Vibhavadi Rangsit Road, Chatuchak, Bangkok.

Refinery plant : 210 Moo 1, Soi Sukhumvit 64, Sukhumvit Road, Bangchak, Phakanong, Bangkok.

The Company was listed on the Stock Exchange of Thailand on 23 April 1993.

The Company is a company in the PTT Public Company Limited (“PTT”) group of companies. PTT is incorporated in Thailand and is the major shareholder of the Company, holding 26.64% of the Company’s issued and paid-up share capital as of 31 March 2011.

The principal businesses of the Company are 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.

Details of the Company’s subsidiaries as at 31 March 2011 and 31 December 2010 were as follows:

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2011	31 December 2010
<i>Direct subsidiaries</i>				
The Bangchak Green Net Co., Ltd.	Manage BCP service stations and consumer goods retailer	Thailand	49.00	49.00
The Bangchak Biofuel Co., Ltd.	Production and distribution of biodiesel	Thailand	70.00	70.00
The Bangchak Solar Energy Co., Ltd.	Production of electricity from solar cell	Thailand	100.00	-
<i>Indirect subsidiary</i>				
The Bangchak Green Line Co., Ltd. (During liquidation process)	Fuel transportation	Thailand	49.00	49.00

The Bangchak Petroleum Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2011 (Unaudited)

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The interim financial statements issued for Thai reporting purposes are prepared in the Thai language. This English translation of the interim financial statements has been prepared for the convenience of readers not conversant with the Thai language.

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standards (TAS) No. 34 (revised 2009) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (“FAP”); applicable rules and regulations of the Thai Securities and Exchange Commission; and with generally accepted accounting principle in Thailand.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2010. They do not include all of the financial information requires for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 December 2010.

During 2010 and 2011, the FAP issued the following new and revised Thai Financial Reporting Standards (TFRS) relevant to the Group’s operations and effective for accounting periods beginning on or after 1 January 2011:

TFRS	Topic
TAS 1 (revised 2009)	Presentation of Financial Statements
TAS 2 (revised 2009)	Inventories
TAS 7 (revised 2009)	Statement of Cash Flows
TAS 8 (revised 2009)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (revised 2009)	Events after the Reporting Period
TAS 16 (revised 2009)	Property, plant and equipment
TAS 17 (revised 2009)	Leases
TAS 18 (revised 2009)	Revenues
TAS 19	Employee benefits
TAS 23 (revised 2009)	Borrowing cost
TAS 24 (revised 2009)	Related party disclosure
TAS 27 (revised 2009)	Consolidated and separate financial statement
TAS 33 (revised 2009)	Earnings per share

The Bangchak Petroleum Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2011 (Unaudited)

TFRS	Topic
TAS 34 (revised 2009)	Interim financial reporting
TAS 36 (revised 2009)	Impairment of assets
TAS 37 (revised 2009)	Provisions , contingent liabilities and contingent assets
TAS 38 (revised 2009)	Intangible assets
TAS 40 (revised 2009)	Investment properties
TFRS 5 (revised 2009)	Non-current assets held for sale and discontinued operations
TIC 31	Revenue – Barter transactions involving advertising services

The adoption of these new and revised TFRS has resulted in changes in the Group's accounting policies. The effects of these changes are disclosed in note 3. Except for these changes, accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2010.

In addition to the above new and revised TFRS, the FAP has issued during 2010 a number of other TFRS which are expected to be effective for financial statements beginning on or after 1 January 2013 and have not been adopted in the preparation of these interim financial statements. These new and revised TFRS are disclosed in note 24.

(b) *Presentation currency*

The interim financial statements are prepared and presented in Thai Baht. All financial information presented in Thai Baht has been rounded to the nearest million unless otherwise stated.

(c) *Use of estimates and judgements*

The preparation of interim financial statements in conformity with TFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Except as disclosed below, in preparing these interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2010. These changes principally derive from the adoption of new and revised TFRS from 1 January 2011.

Estimates

Measurement of defined benefit obligations

The calculation of the defined benefit obligation is sensitive to the assumptions on mortality rate Government bond interest rate, retirement rate and rate of salary increase and gold price as set out in note 16.

The Bangchak Petroleum Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2011 (Unaudited)

3 Changes in accounting policies

(a) Overview

From 1 January 2011, consequent to the adoption of new and revised TFRS as set out in note 2, the Group has changed its accounting policies in the following areas:

- Presentation of financial statement
- Accounting for property, plant and equipment
- Accounting for investment properties
- Accounting for employee benefits

Details of the new accounting policies adopted by the Group and the impact of the changes on the financial statements are included in notes 3(b) to 3(e) below. The impact of the changes on the 2011 and 2010 financial statements is summarised as follows:

<i>2010 financial statements</i>	<i>Note</i>	Consolidated financial statements 2010	Separate financial statements 2010
		<i>(in million Baht)</i>	
Statement of financial position			
Equity at 1 January 2010 – as reported		25,953.19	25,832.36
Changes as a result of the adoption of retrospectively of:			
TAS 16 Property, Plant and Equipment	3(c)	(4,477.25)	(4,477.25)
TAS 19 Employee Benefits	3(e)	(146.91)	(141.93)
Equity at 1 January 2010 - restated		<u>21,329.03</u>	<u>21,213.18</u>
Equity at 31 December 2010 – as reported		27,051.89	26,691.32
Changes as a result of the adoption of retrospectively of:			
TAS 16 Property, Plant and Equipment	3(c)	(4,108.13)	(4,108.13)
TAS 19 Employee Benefits	3(e)	(163.51)	(156.86)
Equity at 31 December 2010 - restated		<u>22,780.25</u>	<u>22,426.33</u>
Statement of comprehensive income for the three-month period ended 31 March 2010			
Profit before income tax – as reported		1,076.90	1,032.16
Changes as a result of the adoption of retrospectively of:			
TAS 19 Employee Benefits		(12.24)	(11.61)
Profit before income tax - restated		<u>1,064.66</u>	<u>1,020.55</u>
Income tax expense – as reported		(282.70)	(280.43)
Changes as a result of the adoption of retrospectively of:			
TAS 19 Employee Benefits		3.48	3.48
Income tax expense - restated		<u>(279.22)</u>	<u>(276.95)</u>
Profit - restated		<u>785.44</u>	<u>743.60</u>
Decrease in earnings per share:			
- Basic earnings per share <i>(in Baht)</i>		(0.01)	(0.01)
- Diluted earnings per share <i>(in Baht)</i>		(0.01)	(0.01)

The Bangchak Petroleum Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2011 (Unaudited)

(b) Presentation of financial statements

From 1 January 2011, the Group has applied TAS 1 Presentation of Financial Statements (Revised 2009). Under the revised standard, a set of financial statements comprises:

- Statement of financial position;
- Statement of comprehensive income;
- Statement of changes in equity;
- Statement of cash flows; and
- Notes to the financial statements.

As a result, the Group presents all owner changes in equity in the statement of changes in equity and all non-owner changes in equity in the statement of comprehensive income. Previously, all such changes were included in the statement of changes in equity.

Comparative information has been re-presented so that it also is in conformity with the revised standard. Since the change in accounting policy only impacts presentation aspects, there is no impact on reported profit or earnings per share.

(c) Accounting for property, plant and equipment

From 1 January 2011, the Group has applied TAS 16 (revised 2009) Property, Plant and Equipment in determining and accounting for the cost and depreciable amount of property, plant and equipment.

The principal changes introduced by the revised TAS 16 and affecting the Group are that (i) costs of asset dismantlement, removal and restoration have to be included as asset costs and subject to annual depreciation; (ii) the depreciation charge has to be determined separately for each significant part of an asset; and (iii) in determining the depreciable amount, the residual value of an item of property, plant and equipment has to be measured at the amount estimated receivable currently for the asset if the asset were already of the age and in the condition expected at the end of its useful life. Furthermore, the residual value and useful life of an asset have to be reviewed at least at each financial year-end. The changes have had no material impact on the profit and earnings per share for the three-month period ended 31 March 2011 and 2010.

During 2011, the Company had changed the accounting policy for fixed assets from the revaluation method to the cost method to harmonise with practices within the industry. The change in accounting policy has been applied retrospectively which has had the effect that total assets as of 31 December 2010 have decreased by Baht 4,108.13 million and equity decreased by the same amount. The changes have had no impact on the profit and earnings per share for the three-months period ended 31 March 2011 and 2010.

The Bangchak Petroleum Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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(d) Accounting for investment properties

From 1 January 2011, the Group has applied TAS 40 (revised 2009) Investment Property.

Under the revised standard, investment property, defined as property owned to earn rentals; capital appreciation; or both, is disclosed in the financial statements separately from other property, plant and equipment and measured using either the cost model, with changes in fair value being recognised in profit or loss.

Previously, investment properties were included in property, plant and equipment and measured using the cost/revaluation model. Revaluation changes were recognised in equity or profit or loss in accordance with the provisions of TAS 16 Property, Plant and Equipment.

The Group has selected the cost model for accounting for its investment properties under the revised standard. The change in accounting policy has been applied retrospectively and the financial statements for the three-month period ended 31 March 2010, which are included in the Group's 2011 interim financial statements for comparative purposes, have been adjusted to reclassify investment properties from 'Property, plant and equipment' to a separate account, 'Investment property'. The cost and accumulated depreciation as at 1 January 2010, 31 March 2010 and 31 December 2010 of the Group's investment property previously included in property, plant and equipment, have been reclassified to a separate account, 'Investment property'. Apart from this reclassification, the change in policy has no material impact on the 2010 financial statements. From 1 January 2011, the depreciable amount and useful life of the investment property have been reassessed in accordance with the requirements of TAS 16 (Revised 2009) – see note 3(c). These changes in accounting policy in this regard have been applied prospectively in accordance with the transitional provisions of TAS 16 (Revised 2009), except that consideration of the costs of asset dismantlement, removal and restoration, have been applied retrospectively. The changes have had no material impact on profit and earnings per share for the three-month periods ended 31 March 2011 and 2010.

(e) Accounting for employee benefits

From 1 January 2011, the Group has applied TAS 19 Employee Benefits.

The change in accounting policy has been applied retrospectively and the Group's 2010 financial statements, which are included in the Group's 2011 financial statements for comparative purposes, have been restated accordingly. The impact on the 2011 and 2010 financial statements was as follows:

The Bangchak Petroleum Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2011 (Unaudited)

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	31	31	31	31
	March	December	March	December
	2011	2010 and 1	2011	2010 and 1
		January		January
		2011		2011
		<i>(in million Baht)</i>		
Statement of financial position				
Employee benefit obligations (increase)	(23.63)	(230.73)	(22.86)	(224.08)
Increase in deferred tax asset	6.86	67.22	6.86	67.22
(Decrease) in retained earnings	(16.77)	(163.51)	(16.00)	(156.86)

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2011	2010	2011	2010
	<i>(in million Baht)</i>			
Statement of comprehensive income for the three-month period ended 31 March				
Increase in employee expenses resulting in:				
(Increase) in cost of sales	(6.05)	(2.99)	(6.05)	(2.99)
(Increase) in selling expenses	(9.32)	(4.92)	(8.63)	(4.35)
(Increase) in administrative expenses	(8.88)	(4.33)	(8.81)	(4.27)
(Decrease) in profit before income tax	(24.25)	(12.24)	(23.49)	(11.61)
Decrease in deferred tax expense	6.86	3.48	6.86	3.48
(Decrease) in profit	(17.39)	(8.76)	(16.63)	(8.13)
(Decrease) in earnings per share:				
- Basic earnings per share <i>(in Baht)</i>	(0.01)	(0.01)	(0.01)	(0.01)
- Diluted earnings per share <i>(in Baht)</i>	(0.01)	(0.01)	(0.01)	(0.01)

4 Related party transactions and balances

Related parties are those parties linked to the Group and the Company as shareholders or by common shareholders or directors or related to the major shareholder of the Company. Transactions with related parties are conducted at prices based on market prices or, where no market price exists, at contractually agreed prices.

Relationships with related parties that control or jointly control the Company or are being controlled or jointly-controlled by the Company or have transactions with the Company were as follows:

The Bangchak Petroleum Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2011 (Unaudited)

Name of entities	Country of incorporation/ nationality	Nature of relationships
PTT Public Company Limited	Thailand	Major shareholder, some common directors
Fuel Pipeline Transportation Ltd.	Thailand	Shareholding, representative from the Company as director
PTT Exploration and Production Plc.	Thailand	Major shareholder as the Company's shareholder
PTT ICT Solutions Co., Ltd.	Thailand	Major shareholder as the Company's shareholder
PTT International Trading Pte. Ltd.	Singapore	Major shareholder as the Company's shareholder
PTT Aromatics and Refining Plc.	Thailand	Major shareholder as the Company's shareholder
IRPC Plc.	Thailand	Major shareholder as the Company's shareholder
Thai Oil Plc.	Thailand	Major shareholder as the Company's shareholder
Energy Complex Co., Ltd.	Thailand	Major shareholder as the Company's shareholder
NPC Safety and Environmental Service Co., Ltd.	Thailand	Related Company of Major Shareholder
Thai Lube Base Plc.	Thailand	Related Company of Major Shareholder
PTTEP Siam Co., Ltd.	Thailand	Related Company of Major Shareholder
IRPC Oil Company., Ltd.	Thailand	Related Company of Major Shareholder

The pricing policies for particular types of transactions are explained further below:

Transactions	Pricing policies
Sale of goods	Market price/ Contractually agreed prices
Rendering of service	Contractually agreed prices
Purchase of goods/raw materials	Market price/ Contractually agreed prices
Receiving of services	Contractually agreed prices
Technical assistance fee	Contractually agreed prices
Royalty expense	Contractually agreed prices

Significant transactions for the three-month periods ended 31 March 2011 and 2010 with related parties were as follows:

Three-month period ended 31 March	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
	<i>(in million Baht)</i>			
Major Shareholder				
Sales of goods	3,652.30	3,561.51	3,652.30	3,561.51
Purchases of raw materials	22,041.84	18,778.16	22,041.84	18,778.16
Other income	28.61	24.64	28.61	24.64
Service expense	54.88	68.74	54.88	68.74
Interest expense	4.33	4.33	4.33	4.33
Other expense	0.16	4.73	0.16	4.73

The Bangchak Petroleum Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2011 (Unaudited)

<i>Three-month period ended 31 March</i>	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
	<i>(in million Baht)</i>			
Subsidiaries				
Sales of goods	-	-	5,159.46	4,570.92
Purchases of goods	-	-	590.13	426.71
Other income	-	-	5.07	4.07
Dividend income	-	-	83.93	-
Interest expenses	-	-	0.18	0.18
Other expenses	-	-	6.07	-
Other related parties				
Purchases of raw materials and products	5,642.84	3,510.62	5,642.84	3,510.62
Other income	1.16	1.16	1.16	1.16
Pipeline transportation expenses	31.59	32.09	31.59	32.09
Other expenses	5.21	6.56	5.21	6.56

Balances as at 31 March 2011 and 31 December 2010 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	31 March 2011	31 December 2010	31 March 2011	31 December 2010
	<i>(in million Baht)</i>			
Trade accounts receivable from related parties				
Major Shareholder				
PTT Public Company Limited	1,049.79	1,592.78	1,049.79	1,538.68
Subsidiaries				
The Bangchak Green Net Co., Ltd.	-	-	713.65	710.88
The Bangchak Biofuel Co., Ltd.	-	-	27.44	6.43
Other related party				
Fuel Pipeline Transportation Ltd.	0.33	0.33	0.33	0.33
	<u>1,050.12</u>	<u>1,593.11</u>	<u>1,791.21</u>	<u>2,256.32</u>
<i>Less allowance for doubtful accounts</i>	-	-	-	-
Net	<u>1,050.12</u>	<u>1,593.11</u>	<u>1,791.21</u>	<u>2,256.32</u>
	2011	2010	2011	2010
	<i>(in million Baht)</i>			
Bad and doubtful debts expense for the three-month period ended 31 March	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

The Bangchak Petroleum Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2011	31 December 2010	31 March 2011	31 December 2010
	<i>(in million Baht)</i>			
Trade accounts payable to related parties				
Major Shareholder				
PTT Public Company Limited	8,578.04	8,644.69	8,578.04	8,644.69
Subsidiaries				
The Bangchak Green Net Co., Ltd.	-	-	2.36	3.57
The Bangchak Biofuel Co., Ltd.	-	-	-	97.70
Other related parties				
Thai Oil Public Co., Ltd.	1,311.56	605.31	1,311.56	605.31
IRPC Public Co., Ltd.	258.77	-	258.77	-
Thai Lube Base Public Co., Ltd.	0.65	0.34	0.65	0.34
PTT Aromatics and Refining Public Company Limited	-	96.69	-	96.69
IRPC Oil Company., Ltd.	2.53	-	2.53	-
Total	10,151.55	9,347.03	10,153.91	9,448.30
Other accounts payable to related parties				
Major Shareholder				
PTT Public Company Limited	254.23	170.74	254.23	170.74
Other related parties				
Fuel Pipeline Transportation Ltd.	12.17	15.33	12.17	15.33
Energy complex company Ltd.	0.06	0.06	0.06	0.06
Total	266.46	186.13	266.46	186.13
Other current assets				
Major Shareholder				
PTT Public Company Limited	129.69	83.85	129.69	83.85
Tariff prepayment				
Other related party				
Fuel Pipeline Transportation Ltd.	105.17	106.78	105.17	106.78
Less allowance for doubtful accounts	(90.95)	(91.62)	(90.95)	(91.62)
Net	14.22	15.16	14.22	15.16
Other non-current assets				
Other related party				
Energy Complex Company Limited	4.51	4.51	4.51	4.51

The Bangchak Petroleum Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month periods ended 31 March 2011 (Unaudited)

		Consolidated financial statements		Separate financial statements	
	<i>Note</i>	31 March 2011	31 December 2010	31 March 2011	31 December 2010
		<i>(in million Baht)</i>			
Other current liabilities					
Major Shareholder					
PTT Public Company Limited		2.89	7.41	2.89	7.41
Subsidiary					
The Bangchak Green Net Co., Ltd.		-	-	26.67	26.86
Total		2.89	7.41	29.56	34.27
Convertible Debentures					
Major Shareholder					
PTT Public Company Limited	15	585.60	585.60	585.60	585.60
Other non-current liabilities					
Other related party					
Fuel Pipeline Transportation Ltd.		5.70	5.82	5.70	5.82

Key management personnel compensation

Key management personnel compensation comprised:

		Consolidated financial statements		Separate financial statements	
		2011	2010	2011	2010
		<i>(in million Baht)</i>			
Three-month period ended 31 March					
Short-term employee benefits		33.30	27.05	33.30	27.05
Post-employment benefits and other long-term benefits		1.02	0.95	1.02	0.95
Total		34.32	28.00	34.32	28.00

Significant agreements with related parties

Fuel Pipeline Transportation Agreement

In 1997, the Company entered into a fuel pipeline transportation agreement with a related company. The related company will provide transportation service of fuel products to Don-muang and Suvarnabhumi International Airport and transportation service for petroleum products to fuel depot at Bang-pa-in. The agreement has no specified expiry date and can be terminated by either party by giving at least 60 days written notice for termination to the other party.

Feedstock Supply Agreement

In 2006, the Company entered into Feedstock Supply Agreement, to enhance the Company's feedstock supply, whereby the major shareholder will supply crude oil and other feedstocks for the refinery process commencing from 16 May 2006 and shall be in effect for a period of twelve years after PQI's commercial operation date.

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Notes to the interim financial statements
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Crude Oil Supply and Oil-Products Sales and Purchase Agreement

In 2006, the Company entered into Sale and Purchase Agreement with the major shareholder, to accommodate the additional Gasoline production outputs from the PQI project after commercial operation date. The major shareholder will purchase minimum level of 30% of refined petroleum products (not include aviation fuel and fuel oil) from the refinery. This agreement shall be in effect for a period of twelve years after PQI's commercial operation date.

Since 2007, the Company has entered into five oil products purchase agreements with related companies. The related companies will provide oil products at quantities and prices as stipulated in the agreement. The agreement has no specified expiry date and can be terminated by either party by giving at least 90 days written notice for termination to the other party.

Bio-diesel Sales and Purchase Agreement

In 2008, the Company entered into a Bio-diesel Sales and Purchase Agreement with a subsidiary for a period of seven years starting from the commencement of the Bio-diesel Plant's commercial operations. The Company will purchase bio-diesel oil at yearly average volumes not less than 60% of maximum bio-diesel production capacity at the market prices as stipulated in the agreement.

Gas Sales and Purchase Agreement

In 2008, the Company entered into Gas Sales and Purchase Agreement with the major shareholder for the refinery process for a period of ten years commencing on the first date of Gas delivery by the major shareholder and the Company receive this gas with the service fee as stipulated in the agreement.

Service Station Operating Right Agreement

In 2010, the Company entered into Service Station Operating Right Agreement which include the right to operate within service station with a subsidiary for a period of three years. The subsidiary agreed to pay the fee at agreed prices as stipulated in the agreement. For mutual interest under the agreement, the subsidiary agreed to purchase the finish oil products at contractually agreed prices.

Store Operation Right Agreement

In 2010, the Company entered into Store Operation Right Agreement with a subsidiary for a period of three years to operate retail stores within service stations under the Company's brand. The subsidiary agreed to pay the fee under agreed prices as stipulated in the agreement.

Cogeneration Purchase and Sale Agreement

On 25 February 2008, the Company entered into Cogeneration Project Agreement with the major shareholder under which the major shareholder invests in the construction of a cogeneration power plant to generate 19.7 MW of electricity and 90 metric tons per hour of steam to sell to the Company. It started its commercial operation in June 2010. The market prices are as stipulated in the agreement.

Petroleum and Gas Tank Storage Service Agreement

The Company entered into Petroleum and Gas Tank Storage Service Agreement with the major shareholder for a period of 15 years from 1 January 2009 to 31 December 2023 with the service fee as stipulated in the agreement.

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Office Rental and Service Agreement

On 15 December 2009, the Company entered into office rental and service agreement with a related company for a period of 3 years commencing from 1 January 2010 to 31 December 2012 and with a renewable option for another period of 3 years. Office rental fees and conditions are as stipulated in the agreement.

Establishment and Management Service Agreement for NGV Service Station

The Company entered into establishment and management service agreement for NGV service station with the major shareholder. The major shareholder has the right to utilise the lands and/or lands with building. The Company will receive the fee for land utilisation and management fee for service station as stipulated in the agreements. Establishment agreements shall be in effect for a period of 8 - 23 years which will be expired between 2016 - 2031. Management service agreement for service station shall be effect for 1 year which will be annually reviewed.

5 Other investments

	Consolidated financial statements		Separate financial statements	
	31 March 2011	31 December 2010	31 March 2011	31 December 2010
	<i>(in million Baht)</i>			
<i>Current investments</i>				
Short-term deposits at financial institutions	9.29	9.28	-	-
	<u>9.29</u>	<u>9.28</u>	<u>-</u>	<u>-</u>
<i>Other long-term investments</i>				
Non-marketable equity securities				
Fuel Pipeline Transportation Ltd.	181.75	181.75	181.75	181.75
Less Allowance for impairment	(181.75)	(181.75)	(181.75)	(181.75)
ASEAN Potash Mining Public Company Limited	173.24	173.24	173.24	173.24
MFC Energy Fund	126.22	126.22	126.22	126.22
Less Allowance for impairment	(16.27)	(15.50)	(16.27)	(15.50)
Non-marketable equity securities - net	<u>283.19</u>	<u>283.96</u>	<u>283.19</u>	<u>283.96</u>
Debt securities held to maturity				
Government bonds	3.30	3.30	3.30	3.30
Add Premium on investments	0.11	0.12	0.11	0.12
Debt securities held to maturity - net	<u>3.41</u>	<u>3.42</u>	<u>3.41</u>	<u>3.42</u>
<i>Other long-term investments</i>	<u>286.60</u>	<u>287.38</u>	<u>286.60</u>	<u>287.38</u>
Total	<u>295.89</u>	<u>296.66</u>	<u>286.60</u>	<u>287.38</u>

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6 Trade accounts receivable

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2011	31 December 2010	31 March 2011	31 December 2010
		<i>(in million Baht)</i>			
Related parties	4	1,050.12	1,593.11	1,791.21	2,256.32
Other parties		6,493.66	4,206.37	6,466.87	4,128.63
		<u>7,543.78</u>	<u>5,799.48</u>	<u>8,258.08</u>	<u>6,384.95</u>
Less allowance for doubtful accounts		<u>(73.46)</u>	<u>(73.52)</u>	<u>(70.59)</u>	<u>(70.65)</u>
Net		<u>7,470.32</u>	<u>5,725.96</u>	<u>8,187.49</u>	<u>6,314.30</u>
		2011	2010	2011	2010
		<i>(in million Baht)</i>			
Reversal of bad and doubtful debts expense for the three-month period ended 31 March		<u>(0.06)</u>	<u>(0.12)</u>	<u>(0.06)</u>	<u>(0.10)</u>

Aging analyses for trade accounts receivable were as follows:

	Consolidated financial statements		Separate financial statements	
	31 March 2011	31 December 2010	31 March 2011	31 December 2010
	<i>(in million Baht)</i>			
Related parties				
Within credit terms	1,050.12	1,593.11	1,791.21	2,256.32
Less allowance for doubtful accounts	-	-	-	-
Net	<u>1,050.12</u>	<u>1,593.11</u>	<u>1,791.21</u>	<u>2,256.32</u>
Other parties				
Within credit terms	6,388.05	4,115.22	6,366.26	4,041.87
Overdue:				
Less than 3 months	32.15	17.70	29.49	15.57
3-6 months	0.02	0.03	-	0.02
6-12 months	0.04	0.15	0.03	0.15
Over 12 months	73.40	73.27	71.09	71.02
	<u>6,493.66</u>	<u>4,206.37</u>	<u>6,466.87</u>	<u>4,128.63</u>
Less allowance for doubtful accounts	<u>(73.46)</u>	<u>(73.52)</u>	<u>(70.59)</u>	<u>(70.65)</u>
Net	<u>6,420.20</u>	<u>4,132.85</u>	<u>6,396.28</u>	<u>4,057.98</u>
Total	<u>7,470.32</u>	<u>5,725.96</u>	<u>8,187.49</u>	<u>6,314.30</u>

The normal credit term granted by the Group ranges from 19 days to 60 days.

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7 Inventories

	Consolidated financial statements		Separate financial statements	
	31 March 2011	31 December 2010	31 March 2011	31 December 2010
	<i>(in million Baht)</i>			
Crude oil	12,426.40	9,940.36	12,393.73	9,859.11
Finished oil products	5,575.11	5,144.67	5,174.02	4,729.20
Materials and supplies	466.94	475.08	461.10	469.36
Consumer products	47.19	48.72	-	-
	<u>18,515.65</u>	<u>15,608.83</u>	<u>18,028.85</u>	<u>15,057.67</u>
<i>Less: allowance for decline in value</i>	(39.82)	-	-	-
<i>Less: allowance for obsolete and slow moving</i>	(0.92)	(0.93)	-	-
Net	<u>18,474.90</u>	<u>15,607.90</u>	<u>18,028.85</u>	<u>15,057.67</u>

As at 31 March 2011 and 31 December 2010, the Company's inventories included petroleum legal reserve of 454.63 million litres with an approximate value of Baht 9,072.60 million and 412.57 million litres with an approximate value of Baht 7,024.59 million, respectively.

8 Other current assets

	Consolidated financial statements		Separate financial statements	
	31 March 2011	31 December 2010	31 March 2011	31 December 2010
	<i>(in million Baht)</i>			
Receivable from oil hedging contracts	87.39	116.13	87.39	116.13
Receivable from foreign exchange hedging contracts	61.23	46.55	61.23	46.55
Value added tax receivable	437.99	254.16	437.99	254.16
Prepayment of corporate income tax	54.30	52.38	50.50	50.50
Prepayment of utilities expense	129.69	82.65	129.69	82.65
Receivable from insurance compensation	-	416.39	-	416.39
Deposit for oil hedging contracts	2,235.36	60.02	2,235.36	60.02
Others	194.91	142.44	256.98	87.72
Total	<u>3,200.87</u>	<u>1,170.72</u>	<u>3,259.14</u>	<u>1,114.12</u>

9 Investments in subsidiaries

	Separate financial statements	
	2011	2010
<i>Three-month period ended 31 March</i>	<i>(in million Baht)</i>	
At 1 January	197.54	197.54
Acquisitions	150.00	-
At 31 March	<u>347.54</u>	<u>197.54</u>

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Investments in subsidiaries as at 31 March 2011 and 31 December 2010, and dividend income from those investments for the three-month periods ended 31 March 2011 and 2010 were as follows:

	Separate financial statements										Dividend income for three months ended	
	Ownership interest		Paid-up capital		Cost method		Impairment		At cost - net		31	31
	31 March 2011	31 December 2010	31 March 2011	31 December 2010	31 March 2011	31 December 2010	31 March 2011	31 December 2010	31 March 2011	31 December 2010	31 March 2011	31 March 2010
	(%)						<i>(in million Baht)</i>					
<i>Subsidiaries</i>												
The Bangchak Green Net Co., Ltd.	49.00	49.00	1.00	1.00	0.49	0.49	-	-	0.49	0.49	-	-
The Bangchak Biofuel Co., Ltd	70.00	70.00	281.50	281.50	197.05	197.05	-	-	197.05	197.05	83.93	-
The Bangchak Solar Energy Co., Ltd.	100.00	-	150.00	-	150.00	-	-	-	150.00	-	-	-
Total					347.54	197.54	-	-	347.54	197.54	83.93	-

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10 Investment Properties

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2011	2010	2011	2010
	<i>(in million Baht)</i>			
<i>Three-month period ended 31 March</i>				
<i>Cost</i>				
At 1 January	459.34	459.34	459.34	459.34
At 31 March	459.34	459.34	459.34	459.34
<i>Depreciation and impairment losses</i>				
At 1 January	(171.28)	(225.34)	(171.28)	(225.34)
Reversal of impairment losses	-	54.06	-	54.06
At 31 March	(171.28)	(171.28)	(171.28)	(171.28)
<i>Net book value</i>				
At 1 January	288.06	234.00	288.06	234.00
At 31 March	288.06	288.06	288.06	288.06

Investment properties were revalued as at 31 March 2011 and 2010 using the marketing price from Department of Lands. The appraised value was Baht 288.06 million.

One property has been transferred from property, plant and equipment to investment property, since the land was no longer used by the Group.

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11 Property, plant and equipment

(a) The Group

	Consolidated financial statements							Total
	Land	Buildings	Machinery, equipment refinery plants and terminal	Marketing and office equipments <i>(in million Baht)</i>	Platinum Catalyst	Vehicles	Construction work in progress	
Cost								
At 1 January 2010 (Restated)	913.55	809.59	29,704.90	3,823.81	308.30	162.80	579.46	36,302.41
Additions	-	0.08	1.84	5.29	-	7.50	1,460.20	1,474.91
Transfers	30.71	(21.52)	623.70	271.64	4.26	24.01	(1,099.25)	(166.45)
Disposals	(30.19)	(0.69)	(94.55)	(42.60)	-	(24.51)	-	(192.54)
At 31 December 2010 and 1 January 2011 (Restated)	914.07	787.46	30,235.89	4,058.14	312.56	169.80	940.41	37,418.33
Additions	11.55	0.01	0.54	1.04	-	1.02	1,002.38	1,016.54
Transfers	-	2.71	25.32	4.17	-	0.72	(32.80)	0.12
Disposals	-	(2.71)	(223.46)	(6.34)	(69.76)	(0.90)	(2.45)	(305.62)
At 31 March 2011	925.62	787.47	30,038.29	4,057.01	242.80	170.64	1,907.54	38,129.37
Depreciation and impairment losses								
At 1 January 2010 (Restated)	(328.67)	(380.23)	(9,008.74)	(2,512.78)	-	(110.73)	-	(12,341.15)
Depreciation charge for the year	-	(32.37)	(1,410.24)	(253.77)	-	(17.93)	-	(1,714.31)
Reversal of impairment losses	73.07	-	-	5.66	-	-	-	78.73
Transfer	-	2.19	(1.35)	1.06	-	(0.78)	-	1.12
Disposals	-	0.10	65.21	33.38	-	24.51	-	123.20
At 31 December 2010 and 1 January 2011 (Restated)	(255.60)	(410.31)	(10,355.12)	(2,726.45)	-	(104.93)	-	(13,852.41)
Depreciation charge for the period	-	(7.67)	(317.55)	(64.77)	-	(4.56)	-	(394.55)
Reversal of impairment losses	241.54	-	-	-	-	-	-	241.54
Disposals	-	2.26	171.30	5.84	-	0.90	-	180.30
At 31 March 2011	(14.06)	(415.72)	(10,501.37)	(2,785.38)	-	(108.59)	-	(13,825.12)

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	Consolidated financial statements							
	Land	Buildings	Machinery, equipment refinery plants and terminal	Marketing and office equipments <i>(in million Baht)</i>	Platinum Catalyst	Vehicles	Construction work in progress	Total
<i>Net book value</i>								
At 1 January 2010 (Restated)	584.88	429.36	20,696.16	1,311.03	308.30	52.07	579.46	23,961.26
At 31 December 2010 and 1 January 2011 (Restated)	<u>658.47</u>	<u>377.15</u>	<u>19,880.77</u>	<u>1,331.69</u>	<u>312.56</u>	<u>64.87</u>	<u>940.41</u>	<u>23,565.92</u>
At 31 March 2011	<u>911.56</u>	<u>371.75</u>	<u>19,536.92</u>	<u>1,271.63</u>	<u>242.80</u>	<u>62.05</u>	<u>1,907.54</u>	<u>24,304.25</u>

As at 31 March 2011, a subsidiary has mortgaged its land, buildings and machinery as collateral with financial institutions for credit facilities totaling Baht 774.15 million (*31 December 2010: Baht 784.45 million*).

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(b) The Company

	Separate financial statements							Total
	Land	Buildings	Machinery, equipment refinery plants and terminal	Marketing and office equipments <i>(in million Baht)</i>	Platinum Catalyst	Vehicles	Construction work in progress	
Cost								
At 1 January 2010 (Restated)	867.67	549.99	29,176.56	3,779.44	308.30	153.66	569.85	35,405.47
Additions	-	-	-	-	-	-	1,453.43	1,453.43
Transfers	30.71	20.52	576.03	282.56	4.27	24.01	(1,103.13)	(165.03)
Disposals	(30.19)	(0.69)	(94.55)	(42.58)	-	(21.68)	-	(189.69)
At 31 December 2010 and 1 January 2011 (Restated)	868.19	569.82	29,658.04	4,019.42	312.57	155.99	920.15	36,504.18
Additions	-	-	-	-	-	-	1,001.94	1,001.94
Transfers	-	2.71	25.32	4.18	-	0.72	(32.80)	0.13
Disposals	-	(2.71)	(223.47)	(6.33)	(69.76)	(0.90)	(2.45)	(305.62)
At 31 March 2011	868.19	569.82	29,459.89	4,017.27	242.81	155.81	1,886.84	37,200.63
Depreciation and impairment losses								
At 1 January 2010 (Restated)	(328.67)	(378.72)	(9,005.06)	(2,485.18)	-	(106.13)	-	(12,303.76)
Depreciation charge for the year	-	(19.56)	(1,363.97)	(251.10)	-	(15.54)	-	(1,650.17)
Reversal of impairment losses	73.07	-	-	5.66	-	-	-	78.73
Transfer	-	-	-	(0.14)	-	-	-	(0.14)
Disposals	-	0.10	51.53	33.36	-	21.68	-	106.67
At 31 December 2010 and 1 January 2011 (Restated)	(255.60)	(398.18)	(10,317.50)	(2,697.40)	-	(99.99)	-	(13,768.67)
Depreciation charge for the period	-	(4.98)	(309.15)	(63.95)	-	(3.91)	-	(381.99)
Reversal of impairment losses	241.54	-	-	-	-	-	-	241.54
Transfers	-	-	-	-	-	-	-	-
Disposals	-	2.26	171.29	5.84	-	0.90	-	180.29
At 31 March 2011	(14.06)	(400.90)	(10,455.36)	(2,755.51)	-	(103.00)	-	(13,728.83)

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	Separate financial statements							Total
	Land	buildings	Machinery, equipment refinery plants and terminal	Marketing and office equipments <i>(in million Baht)</i>	Platinum catalyst	Vehicles	Construction work in progress	
<i>Net book value</i>								
At 1 January 2010 (Restated)	<u>539.00</u>	<u>171.27</u>	<u>20,171.50</u>	<u>1,294.26</u>	<u>308.30</u>	<u>47.53</u>	<u>569.85</u>	<u>23,101.71</u>
At 31 December 2010 and 1 January 2011 (Restated)	<u>612.59</u>	<u>171.64</u>	<u>19,340.54</u>	<u>1,322.02</u>	<u>312.57</u>	<u>56.00</u>	<u>920.15</u>	<u>22,735.51</u>
At 31 March 2011	<u>854.13</u>	<u>168.92</u>	<u>19,004.53</u>	<u>1,261.76</u>	<u>242.81</u>	<u>52.81</u>	<u>1,886.84</u>	<u>23,471.80</u>

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12 Other non-current assets

	Consolidated financial statements		Separate financial statements	
	31 March 2011	31 December 2010	30 March 2011	31 December 2010
	<i>(in million Baht)</i>			
Fixed deposit for staff welfare	376.17	341.17	376.17	341.17
Deferred expenses for the issuance of debentures and long-term loans	204.77	208.18	199.50	202.64
Others	83.67	75.65	82.31	74.28
Total	664.61	625.00	657.98	618.09

13 Other current liabilities

	Consolidated financial statements		Separate financial statements	
	31 March 2011	31 December 2010	30 March 2011	31 December 2010
	<i>(in million Baht)</i>			
Accrued expenses	235.27	536.27	163.79	422.15
Other accounts payable	1,331.22	1,296.17	1,323.57	1,286.60
Retention	691.91	664.26	680.57	656.89
Current portion of non-current liabilities	80.00	79.67	78.10	78.00
Value added tax payable	0.80	24.62	-	-
Others	146.27	191.08	144.77	189.47
Total	2,485.47	2,792.07	2,390.80	2,633.11

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14 Loans from financial institutions

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	30 March	31 December
	2011	2010	2011	2010
	<i>(in million Baht)</i>			
Current				
Short-term loans from financial institutions				
secured	82.03	74.71	-	-
unsecured	380.00	2,587.41	380.00	2,587.41
	<u>462.03</u>	<u>2,662.12</u>	<u>380.00</u>	<u>2,587.41</u>
Non-current				
Long-term loans from financial institutions				
secured	454.07	474.58	-	-
unsecured	13,360.00	14,504.04	13,360.00	14,504.04
	<u>13,814.07</u>	<u>14,978.62</u>	<u>13,360.00</u>	<u>14,504.04</u>
Total	<u>14,276.10</u>	<u>17,640.74</u>	<u>13,740.00</u>	<u>17,091.45</u>

Movement in the long-term loans from financial institutions for the three-month periods ended 31 March 2011 and 2010:

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
	<i>(in million Baht)</i>			
At 1 January	17,640.74	12,983.53	17,091.45	12,419.03
Increase	790.00	21.40	790.00	-
Decrease	(4,154.64)	-	(4,141.45)	-
At 31 March	<u>14,276.10</u>	<u>13,004.93</u>	<u>13,740.00</u>	<u>12,419.03</u>

On 4 and 24 January 2011, the Company repaid a long-term loan totaling Baht 4,141.45 million from the total long-term loan outstanding of Baht 13,141.45 million. Subsequently on 26 January 2011, the Company entered into a debt refinancing agreement with a consortium of four local financial institutions for a long-term loan totaling Baht 9,000 million bearing interest at a rate referenced to THBFX of 6 months plus margin. The Company is required to comply with certain conditions under the debt refinancing agreement and maintain certain financial ratios as specified in the agreement.

15 Convertible Debentures

On 29 January 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 common stock, subjected to subsequent adjustment of price according to the terms of the exercise of conversion right in the Debentures. The issuance of the convertible debentures was part of the financial restructuring plan, approved by the cabinet on 8 July 2003; in which offerings were made to investing institution in the form of depository receipt against benefits derived from the convertible debentures. The issuance of the depository receipt was 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

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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 commenced on 30 September 2004 and will end on 30 September 2013. This is in accordance with the terms and conditions relating to depository receipts and also the convertible debentures.

On 16 May 2006, the Company issued 58,560 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 per one common stock, subjected to subsequent adjustment of price according to the terms of the exercise of conversion right in the Debentures. The issuance of the convertible debentures offered to PTT Public Co., Ltd. is part of the financing for Product Quality Improvement Project (PQI).

As of 31 March 2011, the remaining balances of Convertible Debentures were 89,657 units. The balance included 20,800 units of convertible debenture with order of conversion on 30 March 2011 without available ordinary shares. The conversion of convertible debenture at rate of Baht 14.30 per common share would be effective once the Company registered for additional authorised share capital in April 2011.

16 Employee benefit obligations

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	30 March	31 December
	2011	2010	2011	2010
	<i>(in million Baht)</i>			
Statement of financial position obligations for:				
Retirement benefit and severance payment according to the labour law	755.46	747.20	749.70	741.96
Other long-term employee benefit	12.65	12.30	10.99	10.88
Total	<u>768.11</u>	<u>759.50</u>	<u>760.69</u>	<u>752.84</u>

The Group adopted TAS 19 – Employee Benefits with effect from 1 January 2011; the effect on the financial statements is discussed in note 3 (e). The Group has opted to apply the new standard retrospectively and adjust the prior year's financial statements accordingly.

Under the new policy, the Group's obligation in respect of post-employment benefits is – retirement benefit recognised in the financial statements based on calculations performed annually by a qualified actuary using the projected unit credit method. Previously, this obligation was recognised based on internal calculation performed by the Company.

The Company operate defined benefit plans based on the Company's pension regulation. The Group Company operate defined benefit plans based on the requirement of Thai Labour Protection Act B.E. 2541 (1998) to provide retirement benefits to employees based on pensionable remuneration and length of service.

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Movement in the present value of the defined benefit obligations:

	Consolidated		Separate	
	financial statements		financial statements	
<i>Three-month period ended 31 March</i>	2011	2010	2011	2010
	<i>(in million Baht)</i>			
Defined benefit obligations at 1 January	759.50	670.90	752.84	665.93
Benefits paid by the plan	(15.64)	(0.56)	(15.64)	(0.56)
Current service costs and interest	24.25	22.54	23.49	21.91
Defined benefit obligations at 31 March	768.11	692.88	760.69	687.28

Expense recognised in profit or loss:

	Consolidated		Separate	
	financial statements		financial statements	
<i>Three-month period ended 31 March</i>	2011	2010	2011	2010
	<i>(in million Baht)</i>			
Current service costs	14.95	14.15	14.27	13.59
Interest on obligation	9.30	8.39	9.22	8.32
Total	24.25	22.54	23.49	21.91

The expense is recognised in the following line items in the statement of comprehensive income:

	Consolidated		Separate	
	financial statements		financial statements	
<i>Three-month period ended 31 March</i>	2011	2010	2011	2010
	<i>(in million Baht)</i>			
Cost of sales	6.05	5.85	6.05	5.85
Selling expenses	9.32	8.66	8.63	8.09
Administrative expenses	8.88	8.03	8.81	7.97
Total	24.25	22.54	23.49	21.91

Principal actuarial assumptions at the reporting date (expressed as weighted averages):

	Consolidated		Separate	
	financial statements		financial statements	
	31	31	31	31
	March	December	March	December
	2011	2010	2011	2010
	%			
Discount rate	5	5	5	5
Future salary increases	6	6	6	6

Assumptions regarding future mortality are based on published statistics and mortality tables. Discount rate is the interest rate of long-term government bond.

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17 Share Capital

	Par value per share (in Baht)	2011		2010	
		Number	Baht	Number	Baht
<i>Authorised</i>					
At 1 January					
ordinary shares	1	<u>1,531.64</u>	<u>1,531.64</u>	<u>1,531.64</u>	<u>1,531.64</u>
At 31 March					
ordinary shares	1	<u>1,531.64</u>	<u>1,531.64</u>	<u>1,531.64</u>	<u>1,531.64</u>
<i>Issued and paid-up</i>					
At 1 January					
ordinary shares	1	1,176.82	1,176.82	1,169.83	1,169.83
Issue of new shares	1	<u>72.73</u>	<u>72.73</u>	-	-
At 31 March					
ordinary shares	1	<u>1,249.55</u>	<u>1,249.55</u>	<u>1,169.83</u>	<u>1,169.83</u>

On 5 January 2011, the Company registered increased share capital with the Ministry of Commerce from 1,176.82 million to Baht 1,249.55 million and issued 72.73 million new ordinary shares with a par value of Baht 1 each, totalling Baht 72.73 million to support the conversion of convertible debentures at 14.30 baht conversion price resulting in increase in premium on common stock of Baht 967.27 million.

18 Warrants

On 15 May 2006, the Company issued 69,092,486 units of no offering price warrants for the purchase of Ordinary Shares to the Company's existing shareholders whose names are in the share register book as at the closing date of the share register book, which is on 20 April 2006. The allocation ratio of the existing shares to the new warrants is 10 existing shares for 1 unit of warrant, Term of Warrants 5 years, exercised price Baht 18 per share, exercised ratio 1 warrant: 1 ordinary share (the exercised price and exercised ratio may be changed in accordance with the conditions for adjustment of rights). The warrant holders are able to exercise the warrants on the last business day of March, June, September, and December throughout the term of the warrants. The first exercise date shall be on 30 September 2006, and the last exercise date shall be at the end of term of warrants, which is on 14 May 2011.

As of 31 March 2011, warrant holders exercised the right to convert 702,050 warrants. The remaining balance of the warrants was 68,330,436 units. (31 December 2010: 69,032,486 units)

19 Segment information

Segment information is presented in respect of the Group's business. The primary format, business segments is based on the Group's management and internal reporting structure.

Business segments

The Group comprises the following main business segments:

<i>Segment 1</i>	Refinery
<i>Segment 2</i>	Marketing

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Profit (loss) results, based on consolidated business segments for the three-month periods ended 31 March 2011 and 2010 were as follows:

	2011			Total
	Refinery	Marketing	Eliminations	
	<i>(in million Baht)</i>			
Sales	34,469.36	26,527.75	(25,237.95)	35,759.16
Cost of sales	<u>(31,942.26)</u>	<u>(25,715.81)</u>	<u>25,237.95</u>	<u>(32,420.12)</u>
Gross profit	2,527.10	811.94	-	3,339.04
Investment income	9.02	1.32	-	10.34
Other income	25.12	33.14	-	58.26
Selling and administrative expenses and management benefit expenses	(271.62)	(610.43)	-	(882.05)
Loss from inventory write - down	(39.82)	-	-	(39.82)
Loss from crude and product oil price hedging contract	(583.76)	-	-	(583.76)
Gain (loss) on foreign exchange	(54.89)	6.07	-	(48.82)
Reversal of allowance for loss from impairment of assets	<u>209.46</u>	<u>31.30</u>	<u>-</u>	<u>240.76</u>
Profit before finance costs and income tax expense	<u>1,820.61</u>	<u>273.34</u>	<u>-</u>	2,093.95
Finance costs				(199.52)
Income tax				(448.86)
Profit for the period				<u>1,445.57</u>

	2010			Total
	Refinery	Marketing	Eliminations	
	<i>(in million Baht)</i>			
Sales	32,307.63	24,765.03	(23,093.01)	33,979.65
Cost of sales	<u>(31,602.25)</u>	<u>(23,900.97)</u>	<u>23,093.01</u>	<u>(32,410.21)</u>
Gross profit	705.38	864.06	-	1,569.44
Investment income	6.40	0.97	-	7.37
Other income	17.10	31.42	-	48.52
Selling and administrative expenses and management benefit expenses	(139.57)	(570.57)	-	(710.14)
Gain from crude and product oil price hedging contract	24.87	-	-	24.87
Gain on foreign exchange	219.12	-	-	219.12
Reversal of allowance for loss from impairment of assets	<u>60.31</u>	<u>53.74</u>	<u>-</u>	<u>114.05</u>
Profit before finance costs and income tax expense	<u>893.61</u>	<u>379.62</u>	<u>-</u>	1,273.23
Finance costs				(208.57)
Income tax				(279.22)
Profit for the period				<u>785.44</u>

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20 Earnings per share

Basic earnings per share

The calculation of basic earnings per share for the years ended 31 March 2011 and 2010 were based on the profit for the periods attributable to equity holders of the Company and the weighted average number of ordinary shares outstanding during the periods as follows:

<i>Three-month period ended 31 March</i>	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
	<i>(in million Baht / million shares)</i>			
Profit attributable to equity holders of the Company (basic)	1,424.12	774.00	1,437.08	743.60
Weighted average number of ordinary shares outstanding	<u>1,246.32</u>	<u>1,169.83</u>	<u>1,246.32</u>	<u>1,169.83</u>
Earnings per share (basic) (in Baht)	<u>1.14</u>	<u>0.66</u>	<u>1.15</u>	<u>0.64</u>

Diluted earnings per share

The calculation of diluted earnings per share for the periods ended 31 March 2011 and 2010 were based on the profit for the periods attributable to equity holders of the Company and the weighted average number of ordinary shares outstanding during the periods after adjusting for the effects of all dilutive potential ordinary shares as follows:

<i>Three-month period ended 31 March</i>	Consolidated financial statements		Separate financial statements	
	2011	2010	2011	2010
	<i>(in million Baht / million shares)</i>			
Profit attributable to equity holders of the Company (basic)	1,424.12	774.00	1,437.08	743.60
After-tax effect of interest on convertible debentures	<u>3.90</u>	<u>11.01</u>	<u>3.90</u>	<u>11.01</u>
Profit attributable to equity holders of the Company (diluted)	<u>1,428.02</u>	<u>785.01</u>	<u>1,440.98</u>	<u>754.61</u>
Weighted average number of ordinary shares outstanding (basic)	1,246.32	1,169.83	1,246.32	1,169.83
Effect of conversion of convertible Debentures	<u>66.80</u>	<u>143.29</u>	<u>66.80</u>	<u>143.29</u>
Weighted average number of ordinary shares outstanding (diluted)	<u>1,313.12</u>	<u>1,313.12</u>	<u>1,313.12</u>	<u>1,313.12</u>
Earnings per share (diluted) (in Baht)	<u>1.09</u>	<u>0.60</u>	<u>1.10</u>	<u>0.57</u>

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21 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2011	31 December 2010	31 March 2011	31 December 2010
	<i>(in million Baht)</i>			
Capital commitments				
Construction projects	4,087.83	4,477.52	4,020.68	4,454.49
Total	4,087.83	4,477.52	4,020.68	4,454.49
Non-cancellable operating lease commitments				
Within one year	392.86	392.30	392.86	392.30
After one year but within five years	1,520.10	1,505.78	1,520.10	1,505.78
After five years	2,964.30	3,076.32	2,964.30	3,076.32
Total	4,877.26	4,974.40	4,877.26	4,974.40
Other commitments				
Bank guarantees	49.13	49.13	49.13	49.13
Total	49.13	49.13	49.13	49.13

The Company entered into 37.40 million barrels oil price hedging contracts with foreign oil traders for the periods between April 2011 and December 2013.

The Company entered into foreign currency buying forward contracts cover the period to December 2011 amounting to USD 147.76 million equivalents to Baht 4,511.02 million and selling forward contracts cover the period to February 2012 amounting to USD 388.65 million equivalents to Baht 11,898.31 million.

The Company entered into an interest rate swap contract for the following loan agreements by swap from float rate to fixed rate as stipulated in the agreements. The details are as follows:

Loan agreement facility (Baht million)	Due date
1,500	31 December 2011
3,000	30 June 2013
1,500	30 June 2015
2,500	30 December 2015
1,500	30 June 2016

The Company entered into a cross currency swap contract to exchange Baht for USD for partial loan settlement amounting to USD 135 million and interest rate swaps contract from THB float to USD fixed totalling USD 135 million. The contract is due on 30 June 2013.

The Company entered into foreign currency buying forward contracts totalling USD 135 million to deliver under cross currency swap contract which due on 30 June 2013.

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22 Contingent liabilities and contingent assets

The Company (the fifth defendant) was accused with the Ministry of Finance (the first 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 that the Company lodged against the Ministry of Finance. On 3 June 2009, the Appeal court upheld the civil court verdict to dismiss the case. This was being re-appealed with the Supreme Court and currently under petition to Supreme Court.

The Company was accused along with the Government, PTT and other private sector entities, being called upon to pay Baht 210 million in compensation for an infringement of the petty patentee's rights under the Patent Act in case of producing and selling biodiesel. On 28 March 2011, the court of first instance dismissed of the case. The case was currently under period that the plaintiff had the right to re-appealed.

The Company has utilized the tax privilege on the allowance for corporate income tax calculation for its 2006 tax payment which was in accordance with the announcement of the Director General of the Revenue Department regarding the corporate income tax (No. 156) "Criteria, procedures and conditions for the exemption of corporate income tax for the companies that registered its shares in the Stock Exchange of Thailand according to the Securities and Exchange Acts for payments of investment or extension, modification, addition or improvement of assets but not the repair of assets according to Section 65 Tri (5) of the Revenue Codes" and change in inventory costing method from first in first out to weighted average cost which was approved by The Revenue Department. The Revenue Department has examined and assessed the additional payment totalling Baht 50 million related to these matters in which the Company has already submitted and filed for appeal. The case is still under investigation by the Revenue Department.

23 Events after the reporting period

At the Annual General Meeting of the Shareholders, held on 5 April 2011, the shareholders approved a full year 2010 dividend payment at the rate of Baht 1.05 per share, totalling Baht 1,272.12 million, of which Baht 0.50 per share, totalling Baht 584.89 million was paid as an interim dividend on 21 September 2010. The remaining dividend will be at the rate of Baht 0.55 per share totalling 687.23 to be paid to the shareholders on 19 April 2011.

On 1 April 2011 and 4 April 2011, the Company registered the increased share capital with the Ministry of Commerce from Baht 1,249.55 million to Baht 1,264.80 million by issuing 15.25 million new ordinary shares with a par value of Baht 1 each, totalling Baht 15.25 million to support the conversion of Convertible Debentures and the exercise of warrants for 14.55 and 0.70 million shares respectively.

On 4 April 2011, the Company invested in the common shares of Ubon Bio Ethanol Co., Ltd by purchasing 375,000 existing common shares and 208,000 newly-issued common shares, for a total consideration of Baht 749.40 million with total ownership percentage of 21.28% of the common shares, after the increase of share capital. The principal business of the investee is the production of ethanol from fresh cassava roots and cassava chips.

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24 Thai Financial Reporting Standards (TFRS) not yet adopted

The Group has not adopted the following new and revised TFRS that have been issued as of the reporting date but are not yet effective. The new and revised TFRS are anticipated to become effective for annual financial periods beginning on or after 1 January in the year indicated in the following table.

TFRS	Topic	Year effective
TAS 21 (revised 2009)	The Effects of Changes in Foreign Exchange Rates	2013

Management is presently considering the potential impact of adopting and initially applying these new and revised TFRS on the consolidated and separate financial statements.

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25 Reclassification of accounts

Certain accounts in the statement of financial position as at 31 December 2010 and the statement of comprehensive income for the three-month period ended 31 March 2010, which are included in the 2011 interim financial statements for comparative purposes, have been reclassified to conform to the presentation in the 2011 interim financial statements. These reclassifications have principally been made following changes in accounting policies consequent to the adoption of new and revised TFRS as disclosed in note 3. Other significant reclassifications were as follows:

	2010					
	Consolidated financial statements			Separate financial statements		
	Before reclass.	Reclass.	After reclass.	Before reclass.	Reclass.	After reclass.
			<i>(in million Baht)</i>			
<i>Statement of financial position as at 31 December 2010</i>						
Inventory	15,132.82	475.08	15,607.90	14,588.31	469.36	15,057.67
Materials and supplies	533.64	(533.64)	-	527.92	(527.92)	-
Other current assets	1,110.70	60.02	1,170.72	1,054.10	60.02	1,114.12
Investment properties	-	288.06	288.06	-	288.06	288.06
Property, plant, and equipment	27,903.55	(229.50)	27,674.05	27,073.14	(229.50)	26,843.64
Other non-current assets	685.02	(60.02)	625.00	678.11	(60.02)	618.09
Other current liabilities	2,807.08	(15.01)	2,792.07	2,648.12	(15.01)	2,633.11
Employee benefit obligations	-	528.76	528.76	-	528.76	528.76
Other non-current liabilities	586.42	(513.75)	72.67	564.93	(513.75)	51.18
		<u>-</u>			<u>-</u>	
<i>Statement of comprehensive income for the three-month period ended 31 March 2010</i>						
Investment income	-	7.37	7.37	-	7.37	7.37
Other income	55.90	(7.37)	48.53	55.94	(7.37)	48.57
		<u>-</u>			<u>-</u>	

The reclassifications have been made because, in the opinion of management, the new classification is more appropriate to the Group