

Audit Report of Certified Public Accountant

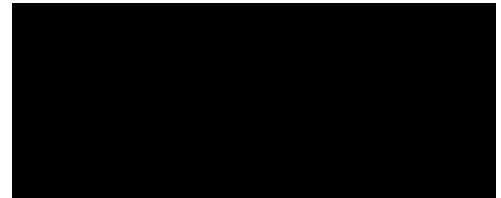
To the Board of Directors and Shareholders of Chukai Public Company Limited:

I have audited the consolidated statement of financial position of Chukai Public Company Limited and its subsidiaries as at December 31, 2011, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the year then ended, and I have also audited the separate statements of financial position of Chukai Public Company Limited as at December 31, 2011, and the related separate statements of comprehensive income, changes in equity and cash flows for the year then ended. The Company's management is responsible for the correctness and completeness of information presented in these financial statements. My responsibility is to express an opinion on these financial statements based on my audit. The consolidated financial statements of Chukai Public Company Limited and its subsidiaries for the year ended December 31, 2010, and the separate financial statements of Chukai Public Company Limited for the year then ended, which have been presented herewith for comparative purposes, were audited by another auditor in the same firm, whose report dated February 24, 2011, expressed an unqualified opinion on those financial statements.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the consolidated financial position of Chukai Public Company Limited and its subsidiaries as at December 31, 2011 and the consolidated results of their operation and their cash flows for the year then ended, and the separate financial position of Chukai Public Company Limited as at December 31, 2011 and the results of its operation and its cash flows for year then ended, in conformity with generally accepted accounting principles.

Without qualifying my opinion, I draw attention in the Note 2 to the financial statements, in the year 2011, the Company and subsidiaries have adopted new and revised Thai Financial Reporting Standards, which are issued by the Federation of Accounting Professions and effective for the financial statements for the period beginning on or after January 1, 2011, for the preparation and presentation of these financial statements. The financial statements for the year ended December 31, 2010 which have been presented herewith for comparative purposes are newly presented in conformity with the financial statements for the year ended December 31, 2011.



ANS Audit Co., Ltd.  
Bangkok, February 27, 2012

CHUKAI PUBLIC COMPANY LIMITED  
AND ITS SUBSIDIARY COMPANIES  
FINANCIAL STATEMENTS AND AUDITOR'S REPORT  
FOR EACH OF THE YEARS ENDED DECEMBER 31, 2011 AND 2010

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT DECEMBER 31, 2011 AND 2010

(Unit: Baht)		Consolidated		Separate		
		financial statements		financial statements		
		Note	2011	2010	2011	2010
	ASSETS	3				
	Current assets					
	Cash and cash equivalents	5	55,836,619.86	9,669,291.92	32,899,188.65	853,220.58
	Current investments		-	159,586.90	-	-
	Trade and other receivables	4, 6	132,576,421.34	96,956,834.82	60,119,171.30	23,140,115.55
	Short-term loans to related parties	4	-	-	30,000,000.00	-
	Inventories	7	90,072,269.84	84,838,305.03	91,225,628.24	85,388,404.03
	Other current assets		16,345,856.87	11,418,992.65	6,455,463.27	1,170,840.96
	Non-current assets held for sale		5,066,492.81	-	-	-
	Total current assets		299,897,660.72	203,043,011.32	220,699,451.46	110,552,581.12
	Non-current assets					
	Restricted bank deposits	10	2,816,569.64	894,296.82	260,212.71	258,931.00
	Investments in subsidiaries	8	-	-	174,991,430.00	174,991,430.00
	Property, plant and equipment	4, 12	1,670,376,147.42	1,487,276,423.92	1,172,304,371.41	1,034,181,134.77
	Accounts receivable under finance leases	11	-	825,915.18	-	825,915.18
	Other non-current assets		42,707,728.04	55,979,745.09	13,220,406.95	15,046,698.19
	Total non-current assets		1,715,900,445.10	1,544,976,381.01	1,360,776,421.07	1,225,304,109.14
	Total assets		2,015,798,105.82	1,748,019,392.33	1,581,475,872.53	1,335,856,690.26

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT DECEMBER 31, 2011 AND 2010

(Unit: Baht)	Note	Consolidated		Separate	
		financial statements		financial statements	
		2011	2010	2011	2010
<b>LIABILITIES AND EQUITY</b>					
Current liabilities					
Bank overdrafts and short-term loans from financial institutions	13	127,295,151.10	150,855,874.07	118,788,735.90	128,953,749.94
Trade and other payables	4, 14	283,202,740.69	134,503,111.44	261,326,073.16	155,664,912.66
Current portion of long-term debts	15	224,964,904.80	189,424,010.81	127,794,852.40	104,227,516.94
Liability under repurchase agreement	18	89,771,120.63	83,760,029.26	-	-
Short-term loans from related parties	4	-	1,450,000.00	73,000,000.00	23,850,000.00
Other current liabilities		17,828,010.56	21,280,150.78	3,145,653.38	8,862,823.09
<b>Total current liabilities</b>		<b>743,061,927.78</b>	<b>581,273,176.36</b>	<b>584,055,314.84</b>	<b>421,559,002.63</b>
Non-current liabilities					
Long-term loans from financial institutions	16	49,603,355.99	97,960,834.07	44,409,216.64	87,750,694.72
Long-term liabilities under finance leases	17	255,364,031.98	173,154,039.30	135,094,329.25	69,728,105.98
Employee benefit obligations	19	8,550,763.03	-	6,276,038.02	-
Other non-current liabilities	4	10,086,664.96	10,214,137.81	359,397.75	345,314.41
<b>Total non-current liabilities</b>		<b>323,604,815.96</b>	<b>281,329,011.18</b>	<b>186,138,981.66</b>	<b>157,824,115.11</b>
<b>Total liabilities</b>		<b>1,066,666,743.74</b>	<b>862,602,187.54</b>	<b>770,194,296.50</b>	<b>579,383,117.74</b>
<b>LIABILITIES AND EQUITY</b>					
Equity					
Share capital					
Authorized share capital - 450,000,000 ordinary shares, Baht 1 par value		450,000,000.00	450,000,000.00	450,000,000.00	450,000,000.00
Issued and paid-up share capital - 450,000,000 ordinary shares, fully paid-up		450,000,000.00	450,000,000.00	450,000,000.00	450,000,000.00
Premium on ordinary shares	20	209,553,500.00	209,553,500.00	209,553,500.00	209,553,500.00
Surplus arising from business combination under common control	2	39,195,609.23	39,195,609.23	-	-
Retained earnings					
Appropriated to legal reserve	21	15,208,893.30	10,829,452.62	15,208,893.30	10,829,452.62
Unappropriated	2, 22	235,173,359.55	175,838,642.94	136,519,182.73	86,090,619.90
<b>Total equity</b>		<b>949,131,362.08</b>	<b>885,417,204.79</b>	<b>811,281,576.03</b>	<b>756,473,572.52</b>
<b>Total liabilities and equity</b>		<b>2,015,798,105.82</b>	<b>1,748,019,392.33</b>	<b>1,581,475,872.53</b>	<b>1,335,856,690.26</b>

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF COMPREHENSIVE INCOME  
FOR EACH OF THE YEARS ENDED DECEMBER 31, 2011 AND 2010

(Unit: Baht)	Note	Consolidated		Separate	
		financial statements		financial statements	
		2011	2010	2011	2010
Revenue from sales and services	3, 4				
Revenue from sales		493,206,310.41	225,820,222.38	510,660,178.41	281,915,227.38
Revenue from rental and transportation services		463,195,842.33	375,704,604.49	97,014,921.87	102,874,668.59
Total revenue from sales and services		956,402,152.74	601,524,826.87	607,675,100.28	384,789,895.97
Cost of sales and services	3, 4				
Cost of sales		(350,624,712.62)	(126,662,510.39)	(397,384,509.47)	(242,012,405.54)
Cost of rental and transportation services	23	(302,533,136.36)	(270,194,632.37)	(94,361,428.31)	(89,719,917.20)
Total cost of sales and services		(653,157,848.98)	(396,857,142.76)	(491,745,937.78)	(331,732,322.74)
Gross profit		303,244,303.76	204,667,684.11	115,929,162.50	53,057,573.23
Other income	4	4,374,886.78	23,698,447.75	19,814,469.45	27,571,218.18
Dividend income from subsidiaries	4, 22	-	-	64,997,950.00	54,998,010.00
Selling and service expenses	4, 23	(31,827,287.22)	(24,191,781.96)	(12,352,848.06)	(3,618,189.22)
Administrative expenses	4, 23	(115,669,527.30)	(90,274,304.02)	(66,089,116.10)	(49,550,326.40)
Finance costs	4, 24	(49,423,223.04)	(56,064,037.92)	(34,710,804.28)	(34,419,043.15)
Profit before income tax		110,699,152.98	57,836,007.96	87,588,813.51	48,039,242.64
Income tax expense	25	(11,978,872.69)	-	-	-
Profit for the years		98,720,280.29	57,836,007.96	87,588,813.51	48,039,242.64
Total comprehensive income		98,720,280.29	57,836,007.96	87,588,813.51	48,039,242.64
Profit for the years attributable to:					
Equity holders of the Company		98,720,280.29	57,836,007.96	87,588,813.51	48,039,242.64
Non-controlling interests		-	-	-	-
		98,720,280.29	57,836,007.96	87,588,813.51	48,039,242.64
Basic earnings per share					
Profit attributable to equity holders of the Company	2, 3	0.22	0.13	0.19	0.11
Weighted average number of ordinary shares (Shares)	3	450,000,000	450,000,000	450,000,000	450,000,000

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF CHANGES IN EQUITY  
FOR EACH OF THE YEARS ENDED DECEMBER 31, 2011 AND 2010

(Unit: Baht)

		Consolidated financial statements					
	Note	Issued and paid-up share capital	Premium on ordinary shares	Surplus arising from business combination under common control	Retained earnings		Total
					Appropriated	Unappropriated	
Beginning balance as at January 1, 2010		450,000,000.00	209,553,500.00	39,195,609.23	8,427,490.49	120,404,597.11	827,581,196.83
Changes in equity							
Total comprehensive income		-	-	-	-	57,836,007.96	57,836,007.96
Legal reserve	21	-	-	-	2,401,962.13	(2,401,962.13)	-
Ending balance as at December 31, 2010		450,000,000.00	209,553,500.00	39,195,609.23	10,829,452.62	175,838,642.94	885,417,204.79
Effects of changes in accounting policies	2	-	-	-	-	(8,006,123.00)	(8,006,123.00)
Adjusted balance		450,000,000.00	209,553,500.00	39,195,609.23	10,829,452.62	167,832,519.94	877,411,081.79
Changes in equity							
Total comprehensive income		-	-	-	-	98,720,280.29	98,720,280.29
Legal reserve	21	-	-	-	4,379,440.68	(4,379,440.68)	-
Dividend payment	22	-	-	-	-	(27,000,000.00)	(27,000,000.00)
Ending balance as at December 31, 2011		450,000,000.00	209,553,500.00	39,195,609.23	15,208,893.30	235,173,359.55	949,131,362.08

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN EQUITY

FOR EACH OF THE YEARS ENDED DECEMBER 31, 2011 AND 2010

(Unit: Baht)

	Note	Separate financial statements				Total
		Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		
				Appropriated	Unappropriated	
Beginning balance as at January 1, 2010		450,000,000.00	209,553,500.00	8,427,490.49	40,453,339.39	708,434,329.88
Changes in equity						
Total comprehensive income		-	-	-	48,039,242.64	48,039,242.64
Legal reserve	21	-	-	2,401,962.13	(2,401,962.13)	-
Ending balance as at December 31, 2010		450,000,000.00	209,553,500.00	10,829,452.62	86,090,619.90	756,473,572.52
Effects of changes in accounting policies	2	-	-	-	(5,780,810.00)	(5,780,810.00)
Adjusted balance		450,000,000.00	209,553,500.00	10,829,452.62	80,309,809.90	750,692,762.52
Changes in equity						
Total comprehensive income		-	-	-	87,588,813.51	87,588,813.51
Legal reserve	21	-	-	4,379,440.68	(4,379,440.68)	-
Dividend payment	22	-	-	-	(27,000,000.00)	(27,000,000.00)
Ending balance as at December 31, 2011		450,000,000.00	209,553,500.00	15,208,893.30	136,519,182.73	811,281,576.03

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



CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF CASH FLOWS  
FOR EACH OF THE YEARS ENDED DECEMBER 31, 2011 AND 2010

(Unit: Baht)	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
<b>Cash flows from operating activities</b>				
Profit before income tax	110,699,152.98	57,836,007.96	87,588,813.51	48,039,242.64
Adjustments to reconcile profit before income tax to net cash provided by (used in) operating activities				
Depreciation	113,635,914.08	119,287,294.36	59,068,124.14	52,510,586.42
Doubtful accounts (reversal)	9,130,982.82	(6,894,726.99)	253,000.00	-
Loss from obsolete stock (reversal)	147,773.10	(6,444,919.11)	147,773.10	(6,444,919.11)
Loss from impairment of assets and written-off assets	972,980.69	2,517,160.89	2,931.85	2,516,045.10
(Gain) loss on sales of assets	(745,008.28)	(862,088.05)	(410,229.60)	19,992.64
Provision	6,011,091.37	6,011,091.37	-	-
Unrealized loss on exchange rate	13,031,688.31	35,677.37	13,031,688.31	35,677.37
Dividend income from subsidiaries	-	-	(64,997,950.00)	(54,998,010.00)
Interest incomes	(255,728.70)	(399,623.63)	(215,101.56)	(238,136.05)
Interest expenses	48,849,252.34	56,064,037.92	34,509,368.28	34,419,043.15
Provision incurred from the employee benefit obligations	1,969,674.70	-	1,392,306.69	-
Profit from operating activities before change in operating assets and liabilities	303,447,773.41	227,149,912.09	130,370,724.72	75,859,522.16
<b>Change in operating assets (increase) decrease</b>				
Trade and other receivables	(44,749,592.34)	(20,344,498.04)	(37,076,439.31)	19,065,919.32
Inventories	7,327,261.77	17,562,397.54	(6,460,568.91)	(5,697,127.08)
Other current assets	(4,926,864.21)	20,012,275.10	(5,284,622.31)	16,284,154.90
Restricted bank deposits	(1,922,272.82)	2,109,569.66	(1,281.71)	(3,040.00)
Accounts receivable under finance leases	825,915.18	1,844,989.71	825,915.18	1,844,989.71
Other non-current assets	1,273,048.34	(223,033.89)	1,275,660.00	(179,660.00)

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF CASH FLOWS  
FOR EACH OF THE YEARS ENDED DECEMBER 31, 2011 AND 2010

(Unit: Baht)	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Change in operating liabilities increase (decrease)				
Trade and other payables	137,246,397.31	53,885,324.28	97,064,564.28	18,478,526.97
Other current liabilities	(3,452,140.22)	(23,904,625.20)	(5,717,169.71)	(26,001,776.36)
Employee benefit obligations	(1,158,144.67)	-	(897,078.67)	-
Other non-current liabilities	(127,472.85)	238,959.91	14,083.34	33,463.41
Cash generated from operations	393,783,908.90	278,331,271.16	174,113,786.90	99,684,973.03
Interest received	254,751.70	399,623.63	59,485.12	276,627.47
Cash receipt from tax return	25,971,842.56	12,208,268.86	5,172,060.56	4,744,482.75
Income tax paid	(26,641,353.04)	(24,155,832.59)	(4,621,429.32)	(5,692,977.63)
Net cash provided by operating activities	393,369,150.12	266,783,331.06	174,723,903.26	99,013,105.62
Cash flows from investing activities				
Dividend received from subsidiaries	-	-	64,997,950.00	54,998,010.00
(Increase) decrease in current investments	159,586.90	(835.16)	-	-
Increase in short-term loans to related parties	-	-	(30,000,000.00)	-
Purchase of building and equipment	(33,922,167.79)	(61,316,569.74)	(27,621,944.11)	(34,490,394.69)
Cash receipt from sales of assets	919,219.15	900,207.28	582,570.09	2,766.40
Net cash provided (used in) investing activities	(32,843,361.74)	(60,417,197.62)	7,958,575.98	20,510,381.71
Cash flows from financing activities				
Increase (decrease) in bank overdrafts and				
short-term loans from financial institutions	(25,711,698.87)	25,380,969.50	(12,315,989.94)	26,425,379.02
Cash receipt from short-term loans from related parties	8,200,000.00	38,550,000.00	106,900,000.00	53,320,000.00
Repayment of short-term loans from related parties	(9,650,000.00)	(44,150,000.00)	(57,750,000.00)	(53,520,000.00)
Repayment of other short-term loans	-	(2,033,000.00)	-	(2,033,000.00)
Cash receipt from sales and leaseback agreement and finance lease agreement	-	94,858,010.90	-	29,648,338.00
Repayment of liabilities under finance leases	(160,808,230.75)	(189,089,239.53)	(78,125,558.68)	(72,440,312.18)
Cash receipt from long-term loans from financial institutions	-	7,100,000.00	-	7,100,000.00
Repayment of long-term loans from financial institutions	(50,567,478.08)	(77,686,110.97)	(45,551,478.08)	(72,671,450.39)

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF CASH FLOWS  
FOR EACH OF THE YEARS ENDED DECEMBER 31, 2011 AND 2010

(Unit: Baht)	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Interest paid	(48,833,844.19)	(57,351,638.37)	(36,806,275.92)	(34,720,919.69)
Dividend payment	(26,987,208.55)	(900.00)	(26,987,208.55)	(900.00)
Net cash used in financing activities	(314,358,460.44)	(204,421,908.47)	(150,636,511.17)	(118,892,865.24)
Net increase in cash and cash equivalents	46,167,327.94	1,944,224.97	32,045,968.07	630,622.09
Cash and cash equivalents at the beginning of the years	9,669,291.92	7,725,066.95	853,220.58	222,598.49
Cash and cash equivalents at the end of the years	55,836,619.86	9,669,291.92	32,899,188.65	853,220.58

Additional details of non-cash items

In the year 2011

1. The Company and subsidiaries had purchased the machinery and equipment for rent and the vehicles at cost in the amount of Baht 174.65 million (year 2010: Baht 5.50 million) in the separate financial statements and in the amount of Baht 298.39 million (year 2010: Baht 7.96 million) in the consolidated financial statements by cash payment in the amount of Baht 5.38 million (year 2010: Baht 0.94 million) in the separate financial statements and in the amount of Baht 17.62 million (year 2010: Baht 1.55 million) in the consolidated financial statements and by entering into a finance lease agreement for the remainder.
2. The Company and subsidiaries had transferred their machinery and equipment for rent to inventories at net book value in the amount of Baht 16.69 million (year 2010: Baht 51.64 million) in the separate financial statements and in the amount of Baht 29.87 million (year 2010: Baht 74.85 million) in the consolidated financial statements.
3. The Company had transferred inventories to machines and equipment for rent at net book value in the amount of Baht 17.17 million (year 2010: Baht 8.48 million) in the consolidated financial statements and in the separate financial statements.
4. In the year 2010, the Company included interest from loan in the amount of Baht 0.56 million, as a part of cost of building in progress.

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
NOTES TO THE FINANCIAL STATEMENTS  
FOR EACH OF THE YEARS ENDED DECEMBER 31, 2011 AND 2010

1. GENERAL INFORMATION

Chukai Public Company Limited, “the Company” was incorporated in Thailand under the Civil and Commercial Code on May 26, 1997 and became a public company limited on June 8, 2005. The Company’s principal activities are to trade, repair and provide maintenance services, rental services and transportation services for cranes, forklifts, trailers and trucks.

On January 29, 2008, the Company was listed on the Stock Exchange of Thailand in Market for Alternative Investment (MAI).

The office of the Company and the factory are at 42/62, Moo 14, Bangkaew, Bangplee, Samutprakarn.

2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS

The accompanying financial statements are prepared in accordance with Thai Financial Reporting Standards (“TFRS”) including related interpretations and guidelines promulgated by the Federation of Accounting Professions (“FAP”) in conformity with generally accepted accounting principles in Thailand.

The presentation of the financial statements has been made in compliance with the stipulations of the Notification of the Department of Business Development dated September 28, 2011, issued under the Accounting Act B.E. 2543.

The accompanying financial statements have been prepared in the Thai language and expressed in Thai Baht. Such financial statements have been prepared for domestic reporting purposes. For the convenience of the readers not conversant with the Thai language, an English version of the financial statements has been provided by translating from the Thai version of the financial statements.

The Group operates the business related to sales, provide maintenance services, rental services and transportation services for cranes, forklifts, trailers and trucks. Therefore, the Group is not required to disclose further segment information.

The preparation of financial statements in conformity with Thai Financial Reporting Standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying amounts of assets and liabilities that are not readily apparent from other sources. Subsequent actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, and in the period of the revision and future periods, if the revision affects both current and future periods.

## BASIS OF PREPARATION OF THE CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements for each of the years ended December 31, 2011 and 2010 consisted of the financial statements of Chukai Public Company Limited, and subsidiaries (together referred to as “the Group”) as follows:

Subsidiaries	Located in	Business Type	Percentage of holding	
			2011	2010
The Crane Lamechabang Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%
The Crane Rayong Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%
The Crane Heavy Lift Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%
The Crane Service Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%

All significant intercompany transactions and accounts are eliminated in preparing the consolidated financial statements.

The preparations of the consolidated financial statements have been based on the same accounting policies for the same or similar accounting transactions or accounting events.

Subsidiaries are an entity controlled by the Company. Control exists when the Company has the power, directly or indirectly through other subsidiaries, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

The surplus arising from business combination under common control is the difference between the net book value of such acquired investment and cost of acquired investment from restructuring into the Company under common control. These said investments are from merging the entities which have the same shareholders and management team. The said surplus is presented in the statement of financial position under equity.

### Transition to new and revised TFRS

In the year 2010 and 2011, the Federation of Accounting Professions (“FAP”) has issued Notifications, mandating the use of new and revised Thai Accounting Standards (“TAS”), Thai Financial Reporting Standards (“TFRS”), Thai Financial Reporting Interpretation (“TFRI”), Thai Interpretation (“TI”) and guidelines which are effective for the financial statements for the period beginning on or after January 1, 2011 as follows:

<u>TAS/IFRS/IFRI/II/FAP's</u>	<u>Topic</u>
<u>Announcements</u>	
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 11 (revised 2009)	Construction Contracts
TAS 16 (revised 2009)	Property, Plant and Equipment
TAS 17 (revised 2009)	Leases
TAS 18 (revised 2009)	Revenue
TAS 19	Employee Benefits
TAS 23 (revised 2009)	Borrowing Costs
TAS 24 (revised 2009)	Related Party Disclosures
TAS 26	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (revised 2009)	Consolidated and Separate Financial Statements
TAS 28 (revised 2009)	Investments in Associates
TAS 29	Financial Reporting in Hyperinflationary Economies
TAS 31 (revised 2009)	Interests in Joint Ventures
TAS 33 (revised 2009)	Earnings per Share
TAS 34 (revised 2009)	Interim Financial Reporting
TAS 36 (revised 2009)	Impairment of Assets
TAS 37 (revised 2009)	Provisions, Contingent Liabilities and Contingent Assets

<u>TAS/TFRS/TFRI/TI/FAP's</u>	<u>Topic</u>
<u>Announcements</u>	
TAS 38 (revised 2009)	Intangible Assets
TAS 40 (revised 2009)	Investment Property
TFRS 2	Share – Based Payments
TFRS 3 (revised 2009)	Business Combinations
TFRS 5 (revised 2009)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6	Exploration for and Evaluation of Mineral Resources
TFRI 15	Agreements for the Construction of Real Estate
TI 31	Revenue – Barter Transactions Involving Advertising Services
No. 16/2554	Disclosure Guidance on Related Party Transactions with Government
No. 17/2554	Transitional Procedures for Other Long-term Employee Benefits
No. 18/2554	Accounting Guidance on Revaluation of Assets
No. 19/2554	Accounting Guidance for Condominiums

In the year 2011, the Group has adopted new and revised TFRS which are effective for the financial statements for the period beginning on or after January 1, 2011. Such transition affected the presentation of the financial statements for the year ended December 31, 2010 which have been presented herewith for comparative purposes in conformity with the presentation of the financial statements for the year ended December 31, 2011 and the Group's overall financial position and financial performance as follows:

TAS 1 (revised 2009) Presentation of Financial Statements

Under the revised TAS, a set of financial statements comprises:

- Statements of financial position;
- Statements of comprehensive income;
- Statements of changes in equity;
- Statements of cash flows; and

- Notes to the financial statements.

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.

#### TAS 16 (revised 2009) - Property, Plant and Equipment

The main changes of TAS 16 (revised 2009) and affecting the Group as follows:

The residual value of property, plant and equipment has to be measured at the amount estimated receivable currently for the sales of 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 been applied prospectively in accordance with the transitional provisions of the revised TAS.

#### TAS 19 - Employee Benefits

The management of the Group has determined that the obligation incurred from the employee benefits as at January 1, 2011 for post-employment benefits is the amount of Baht 8.01 million in the consolidated financial statements and Baht 5.78 million in the separate financial statements which applied a transitional provision that such liability is recognized and accounted for immediately in retained earnings at the transition date (see Note 19).

#### Effect from the adoption of Thai Financial Reporting Standards

From January 1, 2011, the Group has adopted of new and revised TFRS, the effects on the financial statements are as follows:

	(Unit: Baht)	
	Consolidated	Separate
	financial statements	financial statements
<u>Statements of comprehensive income for the year ended December 31, 2011</u>		
Increase (decrease) in cost of rental and transportation services	(1,207,108.80)	59,904.01
Increase in selling and service expenses	65,889.09	6,766.01
Decrease in administrative expenses	(3,345,693.64)	(771,155.64)
Increase in profit for the year	<u>4,486,913.35</u>	<u>704,485.62</u>
Increase in basic earnings per share	<u>0.010</u>	<u>0.002</u>
<u>Statements of changes in equity</u>		
Retained earnings - unappropriated as at January 1, 2011	175,838,642.94	86,090,619.90
Increase in employee benefit obligations	(8,006,123.00)	(5,780,810.00)
Adjusted balance	<u>167,832,519.94</u>	<u>80,309,809.90</u>



### Adoption of new and revised Thai Financial Reporting Standards

In the year 2010 and 2011, the Federation of Accounting Professions (“FAP”) has issued new and revised Thai Accounting Standards (“TAS”), Thai Interpretations (“TI”) which are effective for the financial statements for the period beginning on or after January 1, 2013 as follows:

<u>TAS/TI</u>	<u>Topic</u>
TAS 12	Income Taxes
TAS 20 (revised 2009)	Accounting for Government Grants and Disclosures of Government Assistance
TAS 21 (revised 2009)	The Effects of Changes in Foreign Exchange Rate
TI 10	Government Assistance – No Specific Relation to Operating Activities
TI 21	Income Taxes – Recovery of Revalued Non-Depreciable Assets
TI 25	Income Taxes – Changes in the Tax Status of an Enterprise or its Shareholders

The management of the Group is assessing the impacts of these standards and interpretation on the financial statements for the year in which they are initially applied.

### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### The measurement bases used in preparing the financial statements

Other than those disclosed elsewhere in the summary of significant accounting policies and other notes to the financial statements, the financial statements are prepared on the historical cost basis.

#### Revenues

Revenue excludes value added taxes or other sales taxes and is arrived at after deduction of trade discounts.

Revenues from services of rental and transportation are recognized when services are rendered.

Revenue is recognized in the statement of comprehensive income when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognized if there is continuing management involvement with the goods or there are significant uncertainties regarding recovery of the consideration due, associated costs or the probable return of goods.

Revenue from rental

Revenue from rental is recognized to the statement of comprehensive income by the straight-line method based on agreement.

Interest income

Interest income is recognized as interest accrues, based on the effective rate method.

Dividends income

Dividends incomes are recognized when the right to receive the dividends is established.

Other income

Other income is recognized on an accrual basis.

#### Expenses

Operating leases

Payments made under operating leases are recognized in the statement of comprehensive income on a straight-line basis over the term of the lease. Lease incentives received are recognized in the statement of comprehensive income as an integral part of the total lease payments made. Contingent rentals are charged to the statement of comprehensive income in the accounting period in which they are incurred.

Finance costs

Interest expenses and similar costs are charged to the statement of comprehensive income in the period in which they are incurred, except to the extent that they are capitalized as being directly attributable to the acquisition, construction or production of an asset which necessarily takes a substantial period of time to be prepared for its intended use or sale. The interest component of finance lease payments is recognized in the statement of comprehensive income using the effective interest rate method.

Expenses are recognized on an accrual basis.

#### Employee benefits

Short-term benefits

The Group recognizes salaries, wages, bonus and social security contribution as expenses on an accrual basis.

#### Post-employment benefits – defined contribution plan

The Group operates a provident fund that is a defined contribution plan. The assets of which are held in a separate trust fund. The provident fund is funded by payments from employees and the relevant Group companies. Contributions to the provident fund are charged to the statement of comprehensive income in the period to which they relate.

#### Post-employment benefits – defined benefit plan

The employee benefit obligations in relation to the severance payment under the labor law are recognized as a charge to results of operations over the employee's service period. It is calculated by the estimation of the amount of future benefit to be earned by the employee in return for the service provided to the Group through the service period up to the retirement age and the amount is discounted to determine the present value. The reference discount rate is the yield rate of government bonds as at the reporting date. The calculation is based on the actuarial technique using the Projected Unit Credit Method.

When the employee benefits are improved, the portion of the increased benefit relating to past service rendered by employee is recognized in the statement of comprehensive income on a straight-line basis over the average period until the benefits become vested.

When the actuarial assumptions are changed, the Group recognizes actuarial gains (losses) in the profit or loss in the period in which they arise.

#### Termination benefits

The Group recognizes termination benefits as a liability and expense when the Group terminates the employment of an employee or group of employees before the normal retirement date.

#### Cash and cash equivalents

Cash and cash equivalents are cash on hand, current deposits and savings deposits, cash at bank with an original maturity of 3 months and short-term investments with high liquidity excluded term deposits and deposits at bank on obligation.

#### Current investments

Current investments are the fixed deposits with maturity within 1 year.

#### Trade and other accounts receivable

Trade and other accounts receivable are stated at their invoice value less allowance for doubtful accounts.

Trade accounts receivable are stated at the net realizable value. The Group recorded allowance for doubtful accounts that is provided for the estimated losses that may be incurred in collection of receivables. The allowance is generally based on collection experiences and analysis of debtor aging.

In determining an allowance for doubtful accounts, the management needs to make judgment for estimated losses for each outstanding debtor. The allowances for doubtful accounts are determined through a combination of analysis of debt aging, collection experience, and taking into account change in the current economic conditions. However, the use of different estimates and assumptions could affect the amounts of allowances for receivable losses and adjustments to the allowances may therefore be required in the future.

#### Inventories

Inventories are valued at the lower of the specific identification cost method or net realizable value.

Cost comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. In the case of manufactured inventories, cost includes an appropriate share of overheads based on normal operating capacity.

Net realizable value is the estimated selling price in the normal course of business less the costs to make the sale.

A provision for devaluation of inventories is made for all deteriorated, damaged, obsolete and slow-moving inventories.

#### Non-current assets held for sale

Non-current assets held for sale are valued at the lower of its carrying amount and fair value less costs to sell.

#### Investments in subsidiaries

Investments in subsidiaries in the separate financial statements of the Company are accounted for using the cost method less allowance for impairment loss (if any).

#### Property, plant and equipment

Lands are stated at cost. Buildings and equipment are stated at cost less accumulated depreciation and allowance for impairment (if any).

## Depreciation

Depreciation is computed by the straight-line method based on the estimated useful lives of assets as follows:

	<u>Years</u>
Land improvements	5
Buildings and buildings for rent	30
Machinery and factory equipment	5
Machinery and equipment for rent	5, 7 and 15
Furniture and office equipment	5
Vehicles	5

Year 2011, the Group had reviewed the estimated useful life and residual value of assets as follows:

	<u>Useful life (years)</u>		<u>Residual value (Baht)</u>	
	<u>New</u>	<u>Former</u>	<u>New</u>	<u>Former</u>
Building	30	20	1	1
Machinery and equipment for rent				
Trailers	5	5	10% of cost	1
Trucks	5	5	10% of cost	1
Others	5	5	10% of cost	1
Vehicles	5	5	20% of cost	1

Depreciation is included in determining income and no depreciation is provided on land, part of land improvement and construction in progress.

Repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred. The cost of major renovations is included in the carrying amount of the asset when it is probable that future economic benefits to be used during more than one period. Major renovations are depreciated over the remaining useful life of the related asset.

Gains and losses on disposals are determined by comparing the proceeds with carrying amount and are included in the statement of comprehensive income.

The direct expenses concerned with the assets include interest paid from the borrowing for the acquisitions of the above assets before completion of the assets are recognized as cost of the assets.

The machinery and equipment for lease had an objective to lease and sell. Therefore, the machinery and equipment which did not sell, then the assets go to rent were recorded in “Property, plant and equipment” and were depreciated over its useful life as above recorded in “Cost of rental and transportation services” until there are sales will stop the depreciation and will be reclassified to be “Inventories” if sold out and will recognized the cost of sales at the net book value (cost less accumulated depreciation) on the disposed date to the statement of comprehensive income in the period in which they are incurred.

#### Finance lease

Leases of property, plant or equipment which substantially transfer all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalized at the inception of the lease at the lower of the fair value of the leased property or the present value of the minimum lease payments. Each lease payment is allocated to the principal and to the finance costs so as to achieve a constant rate on the finance balance outstanding. The outstanding rental obligations, net of finance costs, are included in other long-term payables. The interest element of the finance cost is charged to the statement of comprehensive income over the lease period. The property, plant or equipment acquired under finance leases is depreciated over the shorter of the useful life of the asset or the lease term.

#### Impairment of assets

The carrying amounts of the Group’s assets are reviewed at each in the statement of financial position date to determine whether there is any indication of impairment. If any such indication exists, the asset’s recoverable amount is estimated.

An impairment loss is recognized whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. The impairment loss is recognized in the statement of comprehensive income unless it reverses a previous revaluation credited to equity, in which case it is charged to equity.

#### Calculation of recoverable amount

The recoverable amount is the greater of the assets’ net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

#### Reversals of impairment

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount.

An impairment loss is reversed only to the extent that the asset’s carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

### Foreign currencies accounts

#### Transactions in foreign currencies

Transactions in foreign currencies are converted at the foreign exchange rates ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the statement of financial position date are converted to Thai Baht at the foreign exchange rates ruling at that date. Forward exchange contracts at the transaction date are converted to Thai Baht by using the contract rates.

Outstanding forward exchange contracts are marked to market by comparing contract rates to forward rates established by the contracting Bank with the same maturity. At each balance sheet date, the unrealized gains or losses on outstanding forward exchange contracts, calculated as describe above, are included within other receivables or other payables from forward exchange contracts in the statement of financial position.

Gain or loss on conversion is included in the statement of comprehensive income.

### Income tax

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the statement of financial position date.

### Dividends

Dividend and interim dividend payment are recorded in the consolidated and separate financial statements in the period in which they are approved by Shareholders' meeting and Board of Directors' meeting.

### Basic earnings per share

Basic earnings per share is calculated by dividing net profit for each of the years by the weighted average number of ordinary shares outstanding during the years.

### Provisions

A provision is recognized in the statement of financial position when the Company has a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Significant judgments and estimates are as follows:

## Commercial disputes and litigation

The Company and subsidiaries has contingent liabilities as a result of commercial disputes and litigation. The Company's management has used judgment to assess of the results of the commercial disputes and litigation and believes that no loss will result. Therefore no provision is recorded as at the statement of financial position date. However, actual results could differ from the estimates.

## 4. TRANSACTIONS WITH RELATED PARTIES

The Company had transactions with related parties. These parties were related through common shareholders and/or directorships. The significant transactions with related parties as included in the financial statements are determined at the prices in line occurring in the normal course of business based on the market price in general or the price as stipulated in the agreement if no market price exists.

The significant balances of assets, liabilities and other transactions occurred with those related parties were as follows:

Significant transactions with related parties for each of the years ended December 31, 2011 and 2010.

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
(Unit: Baht)				
<u>Subsidiaries</u>				
The Crane Lamechabang Co., Ltd.				
Sales of goods	-	-	369,350.00	1,036,555.00
Revenues from rental and transportation services	-	-	20,542,101.59	14,810,433.66
Revenues from repairment	-	-	2,220,860.00	4,298,743.60
Revenues from rental building	-	-	1,148,400.00	1,148,400.00
Revenues from consulting	-	-	3,600,000.00	3,600,000.00
Other income	-	-	195,597.06	205,324.87
Purchase of land and building	-	-	11,419,933.16	-
Purchase of goods	-	-	13,952,523.37	37,010,607.48
Cost of sales	-	-	705,620.18	454,426.70
Cost of rental and transportation services	-	-	277,530.51	223,749.81
Services and administrative expenses	-	-	36,541.98	-



(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
The Crane Rayong Co., Ltd.				
Sales of goods	-	-	18,143,800.00	44,791,720.00
Revenues from rental and transportation services	-	-	29,979,468.20	36,355,216.93
Revenues from repairment	-	-	227,000.00	2,785,105.00
Revenues from consulting	-	-	4,200,000.00	4,200,000.00
Other income	-	-	309,334.70	234,144.79
Interest income	-	-	155,616.44	5,293.16
Dividend income	-	-	49,999,000.00	9,999,800.00
Purchase of goods	-	-	2,859,813.08	14,167,663.45
Cost of sales	-	-	21,880.00	622,035.05
Cost of rental and transportation services	-	-	217,756.57	453,158.34
The Crane Heavy Lift Co., Ltd.				
Sales of goods	-	-	222,050.00	15,189,400.00
Revenues from rental and transportation services	-	-	7,551,266.74	14,278,083.41
Revenues from repairment	-	-	318,300.00	496,120.00
Revenues from consulting	-	-	3,600,000.00	3,600,000.00
Other income	-	-	207,397.06	229,883.49
Dividend income	-	-	-	19,999,960.00
Purchase of goods	-	-	15,238,224.30	14,976,000.00
Cost of sales	-	-	14,400.00	128,000.00
Cost of rental and transportation services	-	-	45,600.00	69,245.60
Interest expenses	-	-	58,301.37	-
The Crane Service Co., Ltd.				
Sales of goods	-	-	268,668.00	30,377,330.00
Revenues from rental and transportation services	-	-	10,056,842.29	5,717,582.44
Revenues from repairment	-	-	6,735,715.00	6,245,530.90
Revenues from consulting	-	-	3,600,000.00	3,600,000.00
Revenues from rental building	-	-	600,000.00	600,000.00
Other income	-	-	1,150,472.82	1,292,383.55

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Dividend income	-	-	14,998,950.00	24,998,250.00
Purchase of goods	-	-	19,598,551.41	43,136,598.17
Cost of sales	-	-	153,697.35	479,219.20
Cost of rental and transportation services	-	-	1,504,625.13	1,610,511.84
Services and administrative expenses	-	-	528,449.25	306,105.41
Interest expenses	-	-	2,709,974.28	1,506,819.39
<u>Related Persons (Shareholders and Director)</u>				
Rental expenses	600,000.00	600,000.00	-	-

Key management personnel compensation

Key management personnel compensation for each of the years ended December 31, 2011 and 2010 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Short-term benefits	32,704,146.31	26,224,924.71	32,226,318.12	25,739,110.53
Post-employment benefits	912,402.33	-	912,402.33	-
Total	33,616,548.64	26,224,924.71	33,138,720.45	25,739,110.53

The significant balance of assets and liabilities with related parties as at December 31, 2011 and 2010 is as follow:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
<u>Subsidiaries</u>				
The Crane Lamechabang Co., Ltd.				
Deposit	-	-	95,700.00	95,700.00
The Crane Rayong Co., Ltd.				
Accrued interest expenses	-	-	155,616.44	-
The Crane Heavy Lift Co., Ltd.				
Accrued interest expenses	-	-	58,301.37	-
The Crane Service Co., Ltd.				
Accrued interest expenses	-	-	160,616.43	2,495,354.61
<u>Related Persons (Shareholders and Director)</u>				
Accrued expenses	5,950,000.00	5,350,000.00	-	-

Trade accounts receivable – related parties

Trade accounts receivable – related parties as at December 31, 2011 and 2010 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
The Crane Lamechabang Co., Ltd.	-	-	4,570,152.22	2,647,822.00
The Crane Rayong Co., Ltd.	-	-	11,500,971.59	12,609,885.92
The Crane Heavy Lift Co., Ltd.	-	-	2,770,979.00	1,205,084.29
The Crane Service Co., Ltd.	-	-	4,935,748.40	857,894.70
Crane Today Co., Ltd.	-	108,408.12	-	108,408.12
Total	-	108,408.12	23,777,851.21	17,429,095.03
<u>Less: Allowance for doubtful accounts</u>	-	(108,408.12)	-	(108,408.12)
Trade accounts receivable – related parties - net	-	-	23,777,851.21	17,320,686.91

Trade accounts payable – related parties

Trade accounts payable – related parties as at December 31, 2011 and 2010 consisted of:

(Unit: Baht)

	Separate financial statements	
	2011	2010
The Crane Lamechabang Co., Ltd.	8,433,777.28	14,035,557.69
The Crane Rayong Co., Ltd.	44,416.00	51,856.00
The Crane Heavy Lift Co., Ltd.	3,700,000.00	2,601,722.80
The Crane Service Co., Ltd.	21,204,827.19	49,941,427.90
Total	<u>33,383,020.47</u>	<u>66,630,564.39</u>

Short-term loans to related parties

Short-term loans to related parties as at December 31, 2011 and 2010 consisted of:

(Unit: Baht)

	Separate financial statements	
	2011	2010
The Crane Rayong Co., Ltd.	<u>30,000,000.00</u>	<u>-</u>

Movements of short-term loans to related parties for each of years ended December 31, 2011 and 2010 were as follows:

(Unit: Baht)

	Separate financial statements	
	2011	2010
Balance at the beginning	-	-
Increase	30,000,000.00	2,650,000.00
Decrease	-	(2,650,000.00)
Balance at the end	<u>30,000,000.00</u>	<u>-</u>

The Company had short-term loans to The Crane Rayong Company Limited (“subsidiary”) by issued promissory notes, due at call with interest charged at the rate referred with the interest rate of minimum overdraft rate (MOR) and unsecured.

Short-term loans from related parties

Short-term loans from related parties as at December 31, 2011 and 2010 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
The Crane Service Co., Ltd.	-	-	65,000,000.00	22,400,000.00
The Crane Heavy Lift Co., Ltd.	-	-	8,000,000.00	-
Director	-	1,450,000.00	-	1,450,000.00
Total	-	1,450,000.00	73,000,000.00	23,850,000.00

Movements of short-term loans from related parties for each of the years ended December 31, 2011 and 2010 were as follows:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Balance at the beginning	1,450,000.00	7,050,000.00	23,850,000.00	24,050,000.00
Increase	8,200,000.00	38,550,000.00	106,900,000.00	53,320,000.00
Decrease	(9,650,000.00)	(44,150,000.00)	(57,750,000.00)	(53,520,000.00)
Balance at the end	-	1,450,000.00	73,000,000.00	23,850,000.00

The Company borrowed short-term loans from The Crane Service Company Limited and The Crane Heavy Lift Company Limited (“subsidiary”) by issued promissory notes, due at call with interest charged at the rate referred with the interest rate of minimum retail rate (MRR) and referred with the interest rate of fixed deposit and unsecured. For the short-term loans from related person are by issued promissory notes, due at call without interest charged and unsecured.

#### Co-guarantee for liabilities with related parties

As at December 31, 2011, the Company and its subsidiaries had co-guarantee liabilities with related parties as follows:

#### The Company

The Company had co-guarantee for liabilities under finance leases of subsidiaries at book value in the amount of Baht 180.60 million (see Note 27).

#### Subsidiaries

The Subsidiaries had co-guarantee for liabilities under finance leases of the Company at book value in the amount of Baht 79.55 million (see Note 27).

The Subsidiaries had co-guarantee for liabilities under finance leases of other subsidiaries at book value in the amount of Baht 18.37 million (see Note 27).

#### Related Persons (Director)

Related Persons had co-guarantee for liabilities under finance leases of the Company and subsidiaries at book value in the amount of Baht 419.29 million.

#### Nature of relationship

<u>Name</u>	<u>Country</u>	<u>Relation</u>	<u>Type of relation</u>
The Crane Lamechabang Co., Ltd.	Thailand	Subsidiary	Direct holding
The Crane Rayong Co., Ltd.	Thailand	Subsidiary	Direct holding
The Crane Heavy Lift Co., Ltd.	Thailand	Subsidiary	Direct holding
The Crane Service Co., Ltd.	Thailand	Subsidiary	Direct holding
Crane Today Co., Ltd.	Thailand	Other related company	Former common management and/or shareholders

#### Bases of measurement for intercompany revenues and expenses

	<u>Pricing policies</u>
Purchase - sale of land and machinery and equipment for rent or goods	Market price
Purchase - sale of land including construction	Stipulate in the agreement
Rendering of rent and transportation services	Market price minus discount 20% - 35%
Rendering of repair services	Market price
Services and administrative expenses	Market price
Interest income and expense	Referred with the bank's interest rate.

The discount mentioned above occurred from the difference by nature of service provided in the section of staff who control the machinery and equipment for rent.

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at December 31, 2011 and 2010 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Cash	230,920.00	234,285.00	45,000.00	45,000.00
Cash at banks - savings deposits	37,792,889.28	1,207,298.31	27,633,775.74	46,360.44
Cash at banks - current deposits	17,812,810.58	8,227,708.61	5,220,412.91	761,860.14
Total	<u>55,836,619.86</u>	<u>9,669,291.92</u>	<u>32,899,188.65</u>	<u>853,220.58</u>

6. TRADE AND OTHER RECEIVABLES

Trade and other receivables as at December 31, 2011 and 2010 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Trade receivables				
Related parties	-	108,408.12	23,777,851.21	17,429,095.03
Other parties	155,016,733.15	112,497,885.79	36,579,810.50	5,967,464.88
Total	155,016,733.15	112,606,293.91	60,357,661.71	23,396,559.91
<u>Less: Allowance for doubtful accounts</u>	<u>(29,067,444.57)</u>	<u>(20,154,869.87)</u>	<u>(428,000.00)</u>	<u>(283,408.12)</u>
Trade receivables - net	125,949,288.58	92,451,424.04	59,929,661.71	23,113,151.79
Accrued income	5,975,129.78	4,338,700.37	155,616.44	-
Advanced payment	556,722.26	151,041.79	29,528.51	26,963.76
Others	2,385,657.73	2,316,045.63	4,364.64	-
Total	8,917,509.77	6,805,787.79	189,509.59	26,963.76
<u>Less: Allowance for doubtful accounts</u>	<u>(2,290,377.01)</u>	<u>(2,300,377.01)</u>	-	-
Other receivables - net	6,627,132.76	4,505,410.78	189,509.59	26,963.76
Trade and other receivables - net	132,576,421.34	96,956,834.82	60,119,171.30	23,140,115.55



As at December 31, 2011 and 2010, the Company and subsidiaries had outstanding balances of trade accounts receivable aged by number of months as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
(Unit: Baht)				
<u>Trade accounts receivable - other parties</u>				
Current	42,311,424.89	42,689,853.96	722,838.51	3,604,884.50
Overdue				
Less than 3 months	82,146,574.54	45,323,835.65	35,000,971.99	2,362,580.38
Over 3 months up to 6 months	7,603,852.85	5,076,034.32	856,000.00	-
Over 6 months up to 12 months	2,564,513.54	1,836,854.22	-	-
Over 12 months	20,390,367.33	17,571,307.64	-	-
Total	155,016,733.15	112,497,885.79	36,579,810.50	5,967,464.88
<u>Less: Allowance for doubtful accounts</u>	(29,067,444.57)	(20,046,461.75)	(428,000.00)	(175,000.00)
Trade accounts receivable - other parties - net	125,949,288.58	92,451,424.04	36,151,810.50	5,792,464.88
<u>Trade accounts receivable - related parties</u>				
Current	-	-	9,168,429.77	6,174,885.20
Overdue				
Less than 3 months	-	-	14,500,673.70	10,974,166.22
Over 3 months up to 6 months	-	-	108,747.74	88,596.00
Over 12 months	-	108,408.12	-	191,447.61
Total	-	108,408.12	23,777,851.21	17,429,095.03
<u>Less: Allowance for doubtful accounts</u>	-	(108,408.12)	-	(108,408.12)
Trade accounts receivable - related companies - net	-	-	23,777,851.21	17,320,686.91
Trade accounts receivable - net	125,949,288.58	92,451,424.04	59,929,661.71	23,113,151.79

Movements of allowance for doubtful accounts for each of the years ended December 31, 2011 and 2010 were as follows:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Balance as at the beginning	22,455,246.88	32,266,877.27	283,408.12	436,016.87
<u>Add (less):</u> Doubtful accounts (reversal)	9,130,982.82	(6,894,726.99)	253,000.00	-
<u>Less:</u> Written-off bad debts	(228,408.12)	(2,916,903.40)	(108,408.12)	(152,608.75)
Balance as at the end	<u>31,357,821.58</u>	<u>22,455,246.88</u>	<u>428,000.00</u>	<u>283,408.12</u>

## 7. INVENTORIES

Inventories as at December 31, 2011 and 2010 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Cranes	51,678,760.89	11,249,875.59	51,678,760.89	11,249,875.59
Forklifts	-	2,373,461.96	-	2,373,461.96
Trailers	1,753,986.66	1,367,345.06	2,807,345.06	1,367,345.06
Spare parts and equipment	6,672,012.41	5,873,290.29	6,772,012.41	6,373,289.29
Goods in transit and work in process	33,300,632.74	69,360,002.75	33,300,632.74	69,410,102.75
Total	<u>93,405,392.70</u>	<u>90,223,975.65</u>	<u>94,558,751.10</u>	<u>90,774,074.65</u>
<u>Less</u> Allowance for devaluation of inventories	(3,333,122.86)	(5,385,670.62)	(3,333,122.86)	(5,385,670.62)
Inventories - net	<u>90,072,269.84</u>	<u>84,838,305.03</u>	<u>91,225,628.24</u>	<u>85,388,404.03</u>

Movements of allowance for devaluation of inventories for each of the years ended December 31, 2011 and 2010 were as follows:

	(Unit: Baht)	
	Consolidated and separate financial statements	
	2011	2010
Balance as at the beginning	5,385,670.62	11,830,589.73
<u>Add:</u> Loss from obsolete stock	147,773.10	-
<u>Less:</u> Reversal of allowance for devaluation of inventories	(2,200,320.86)	(6,444,919.11)
Balance as at the end	3,333,122.86	5,385,670.62

The management of the Company had improved business plan and competitive strategy in order to relevant with economic situation and customer satisfaction. This improvement was result to change the objective of partial inventories to be assets for rent. Therefore, during the year 2011, the Company transferred partial inventories to be machinery and equipment for rent and recorded in “Property, plant and equipment” at book value in the amount of Baht 17.17 million (year 2010: Baht 8.48 million) (see Note 12).

#### 8. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries stated by the cost method, as at December 31, 2011 and 2010 consisted of:

	(Unit: Baht)					
	Holding (%)		Paid-up share capital		Cost method	
Subsidiaries	2011	2010	2011	2010	2011	2010
The Crane Lamechabang Co., Ltd.	100	100	25,000,000.00	25,000,000.00	24,999,300.00	24,999,300.00
The Crane Rayong Co., Ltd.	100	100	25,000,000.00	25,000,000.00	24,999,200.00	24,999,200.00
The Crane Heavy Lift Co., Ltd.	100	100	25,000,000.00	25,000,000.00	24,999,930.00	24,999,930.00
The Crane Service Co., Ltd.	100	100	100,000,000.00	100,000,000.00	99,993,000.00	99,993,000.00
Total			175,000,000.00	175,000,000.00	174,991,430.00	174,991,430.00

9. RECEIVABLE UNDER REPURCHASE AGREEMENT

Receivable under repurchase agreement as at December 31, 2011 and 2010 consisted of:

	(Unit: Baht)	
	Consolidated	
	financial statements	
	2011	2010
Receivable under repurchase agreement	45,820,560.75	45,820,560.75
<u>Less:</u> Allowance for doubtful accounts	(45,820,560.75)	(45,820,560.75)
Receivable under repurchase agreement - net	-	-

The Crane Service Company Limited (“subsidiary”) putting up collateral against a finance lease agreement for repurchase assets if the customer does not perform according to the agreement for its accounts receivable as the debt payment was defaulted upon with the payable (see Note 18).

10. RESTRICTED BANK DEPOSITS

As at December 31, 2011, deposits at the bank of the Company and subsidiaries were used as collateral for letters of guarantee issued by banks (see Note 27).

11. ACCOUNTS RECEIVABLE UNDER FINANCE LEASES

Accounts receivable under finance leases as at December 31, 2010 consisted of:

(Unit: Baht)			
Consolidated and Separate financial statements			
2010			
			Minimum
Year	Present value	Deferred interest	lease payment
1	825,915.18	31,288.54	857,203.72

The Company entered into the finance lease agreements for machinery and equipment for rent in the amount of Baht 1.89 million for the period 3.5 years from March 16, 2007 to August 16, 2010, receivable monthly totalling 42 instalments in the amount of Baht 0.04 million each.

The Company sold inventories to a company in the amount of Baht 2.33 million. The receivable repaid is 1.5 years started from January 25, 2010 to June 25, 2011, receivable monthly totalling 18 instalments in the amount of Baht 0.14 million.

## 12. PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment as at December 31, 2011 and 2010 consisted of:

(Unit: Baht)

	Consolidated financial statements									
	Land	Land improvements	Buildings	Machinery and factory equipment	Furniture and office equipment	Vehicles	Machinery and equipment for rent	Land and buildings for rent	Construction in progress and assets in transit	Total
<b>Cost</b>										
At January 1, 2010	521,982,734.45	7,001,939.29	131,215,457.73	18,497,483.31	25,850,595.30	35,027,938.42	1,593,861,321.28	3,563,066.00	78,671,370.29	2,415,671,906.07
Additions / transfer in	311,325.71	-	267,159.82	285,164.46	492,029.21	2,470,873.23	117,946,640.65	-	11,783,047.72	133,556,240.80
Transfer out / adjust	-	-	(3,000,000.00)	-	(310,562.36)	(650,467.29)	(235,664.71)	-	(52,669,402.53)	(56,866,096.89)
Disposals	-	-	-	(761,364.68)	(200,649.92)	(1,437,260.00)	(133,634,866.53)	-	-	(136,034,141.13)
At December 31, 2010	522,294,060.16	7,001,939.29	128,482,617.55	18,021,283.09	25,831,412.23	35,411,084.36	1,577,937,430.69	3,563,066.00	37,785,015.48	2,356,327,908.85
Additions / transfer in	2,318,041.00	-	-	456,643.16	627,512.90	1,361,895.95	320,045,883.25	-	9,316,688.67	334,126,664.93
Disposals	-	-	(16,547,252.51)	(76,650.00)	(2,201,248.20)	(1,684,000.00)	(71,952,353.87)	-	(384,990.36)	(92,846,494.94)
At December 31, 2011	524,612,101.16	7,001,939.29	111,935,365.04	18,401,276.25	24,257,676.93	35,088,980.31	1,826,030,960.07	3,563,066.00	46,716,713.79	2,597,608,078.84
<b>Accumulated depreciation</b>										
At January 1, 2010	-	7,001,932.29	62,429,863.80	12,370,673.73	21,602,987.00	20,436,410.49	684,360,721.14	1,581,643.49	-	809,784,231.94
Depreciation	-	-	6,366,582.14	2,017,771.93	1,648,516.78	5,142,168.59	104,012,254.96	99,999.96	-	119,287,294.36
Disposals	-	-	(615,616.23)	(738,584.64)	(488,919.01)	(2,087,723.29)	(59,017,198.80)	-	-	(62,948,041.97)
At December 31, 2010	-	7,001,932.29	68,180,829.71	13,649,861.02	22,762,584.77	23,490,855.79	729,355,777.30	1,681,643.45	-	866,123,484.33
Depreciation	-	-	2,969,118.48	1,745,041.28	1,242,779.27	2,664,650.24	104,990,161.58	24,163.23	-	113,635,914.08
Disposals	-	-	(11,480,759.70)	(75,058.36)	(2,337,775.71)	(1,683,999.00)	(42,078,195.68)	-	-	(57,655,788.45)
At December 31, 2011	-	7,001,932.29	59,669,188.49	15,319,843.94	21,667,588.33	24,471,507.03	792,267,743.20	1,705,806.68	-	922,103,609.96
<b>Impairment of assets</b>										
At January 1, 2011	-	-	-	-	-	-	2,928,000.60	-	-	2,928,000.60
Transfer in	-	-	-	-	-	-	2,200,320.86	-	-	2,200,320.86
At December 31, 2011	-	-	-	-	-	-	5,128,321.46	-	-	5,128,321.46
<b>Net book value</b>										
At December 31, 2010	522,294,060.16	7.00	60,301,787.84	4,371,422.07	3,068,827.46	11,920,228.57	845,653,652.79	1,881,422.55	37,785,015.48	1,487,276,423.92
At December 31, 2011	524,612,101.16	7.00	52,266,176.55	3,081,432.31	2,590,088.60	10,617,473.28	1,028,634,895.41	1,857,259.32	46,716,713.79	1,670,376,147.42

(Unit: Baht)

	Separate financial statements								
	Land	Land improvements	Buildings	Machinery and factory equipment	Furniture and office equipment	Vehicles	Machinery and equipment for rent	Construction in progress and assets in transit	Total
<u>Cost</u>									
At January 1, 2010	498,308,851.37	6,345,543.21	58,318,344.16	4,510,635.78	10,399,308.75	11,755,948.77	615,889,148.96	72,660,292.85	1,278,188,073.85
Additions / transfer in	-	-	267,159.82	179,114.27	44,200.00	-	92,609,763.57	11,778,247.72	104,878,485.38
Transfer out / adjust	-	-	(3,000,000.00)	-	(310,562.36)	-	(235,664.71)	(52,669,402.53)	(56,215,629.60)
Disposals	-	-	-	(741,839.68)	-	-	(78,159,808.24)	-	(78,901,647.92)
At December 31, 2010	498,308,851.37	6,345,543.21	55,585,503.98	3,947,910.37	10,132,946.39	11,755,948.77	630,103,439.58	31,769,138.04	1,247,949,281.71
Additions / transfer in	4,818,041.00	-	-	159,950.36	203,442.90	647,409.97	202,370,163.56	8,127,433.46	216,326,441.25
Disposals	-	-	-	(6,650.00)	(1,682,999.87)	-	(32,673,688.91)	(69,900.36)	(34,433,239.14)
At December 31, 2011	503,126,892.37	6,345,543.21	55,585,503.98	4,101,210.73	8,653,389.42	12,403,358.74	799,799,914.23	39,826,671.14	1,429,842,483.82
<u>Accumulated depreciation</u>									
At January 1, 2010	-	6,345,541.21	15,864,610.83	3,994,198.47	8,293,107.53	5,132,486.99	150,024,554.69	-	189,654,499.72
Depreciation	-	-	2,924,508.48	290,147.84	953,023.07	2,200,630.96	46,142,276.07	-	52,510,586.42
Disposals	-	-	(615,616.23)	(719,080.64)	(304,720.07)	-	(26,757,522.26)	-	(28,396,939.20)
At December 31, 2010	-	6,345,541.21	18,173,503.08	3,565,265.67	8,941,410.53	7,333,117.95	169,409,308.50	-	213,768,146.94
Depreciation	-	-	1,585,715.24	160,148.24	508,478.72	1,149,736.97	55,664,044.97	-	59,068,124.14
Disposals	-	-	-	(5,060.36)	(1,509,317.17)	-	(15,984,102.00)	-	(17,498,479.53)
At December 31, 2011	-	6,345,541.21	19,759,218.32	3,720,353.55	7,940,572.08	8,482,854.92	209,089,251.47	-	255,337,791.55
<u>Impairment of assets</u>									
At January 1, 2011	-	-	-	-	-	-	-	-	-
Transfer in	-	-	-	-	-	-	2,200,320.86	-	2,200,320.86
At December 31, 2011	-	-	-	-	-	-	2,200,320.86	-	2,200,320.86
<u>Net book value</u>									
At December 31, 2010	498,308,851.37	2.00	37,412,000.90	382,644.70	1,191,535.86	4,422,830.82	460,694,131.08	31,769,138.04	1,034,181,134.77
At December 31, 2011	503,126,892.37	2.00	35,826,285.66	380,857.18	712,817.34	3,920,503.82	588,510,341.90	39,826,671.14	1,172,304,371.41

	(Unit: Millions Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Depreciation for each of the years ended December 31				
were included in				
- Cost of rental and transportation services	107.67	107.13	56.35	47.43
- Selling and administrative expenses	5.97	12.16	2.72	5.08
Total	<u>113.64</u>	<u>119.29</u>	<u>59.07</u>	<u>52.51</u>
As at December 31				
Book value of equipment before less accumulated depreciation				
which have been fully depreciated and still in use.	<u>374.61</u>	<u>378.09</u>	<u>37.17</u>	<u>48.76</u>
Transferred machinery and equipment for rent to inventories				
at net book value and recognized as cost of sales when disposed				
the assets for each of years ended December 31	<u>29.87</u>	<u>74.85</u>	<u>16.69</u>	<u>51.64</u>
Transferred inventories to machinery and equipment for rent				
for each of the years ended December 31	<u>17.17</u>	<u>8.48</u>	<u>17.17</u>	<u>8.48</u>
The Company included interest from loan, as a part of building				
in progress for each of the years ended December 31				
(see Note 24)	<u>-</u>	<u>0.56</u>	<u>-</u>	<u>0.56</u>
As at December 31				
the net book value of assets under finance lease agreements (see Note 17)				
- machinery and equipment for rent	769.47	569.91	401.26	258.47
- vehicles	9.51	11.37	3.87	4.37
Total	<u>778.98</u>	<u>581.28</u>	<u>405.13</u>	<u>262.84</u>

As at December 31, 2011 and 2010, the Company and subsidiaries have pledged land including existing construction and to be constructed as well as the benefits from insurance of construction against bank overdrafts and loans from financial institutions (see Notes 13 and 16).

As at December 31, 2011

	Parties	Period	The rate of lease per month	
			Millions Baht	Note
Property lease agreement (lessee)				
The Crane Lamechabang Co., Ltd.	Chukai Public Co., Ltd.	3 years	0.10	-
The Crane Service Co., Ltd.	Chukai Public Co., Ltd.	1 year	0.05	-
The Crane Heavy Lift Co., Ltd.	The Company's director	3 years	0.05	-
Property lease agreement (lessor)				
Chukai Public Co., Ltd.	Another company	1 year	0.02	-
The Crane Lamechabang Co., Ltd.	Person	1 year	0.01	-

### 13. BANK OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

Bank overdrafts and short-term loans from financial institutions as at December 31, 2011 and 2010 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Bank overdrafts	8,506,415.20	71,288,451.47	-	49,386,327.34
Promissory notes	50,000,000.00	50,000,000.00	50,000,000.00	50,000,000.00
Trust receipts	68,788,735.90	29,567,422.60	68,788,735.90	29,567,422.60
Total	127,295,151.10	150,855,874.07	118,788,735.90	128,953,749.94

#### The Company

Lender	Type of credit	Credit lines (Millions Baht)		Referred interest rate
		2011	2010	
Bank	Bank overdrafts	55.00	55.00	MOR
Bank	Trust receipt / Letter of credit	320.00	100.00	MLR
Bank	Promissory notes	50.00	50.00	MLR
Bank	Forward foreign currency	13.20	5.00	
	Total	438.20	210.00	



## Subsidiaries

Lender	Type of credit	Credit lines (Millions Baht)		Referred interest rate
		2011	2010	
Bank	Bank overdrafts	23.00	23.00	MOR

The Company and subsidiaries have pledged land including existing construction and to be constructed as collateral for loans from financial institutions. Moreover, the loans are also guarantee by the Company and its subsidiary's directors. The Company had co-guarantee for liabilities of subsidiaries (see Notes 4 and 12).

## 14. TRADE AND OTHER PAYABLES

Trade and other payables as at December 31, 2011 and 2010 consisted of:

	(Unit: Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Trade payables - Domestic				
Related parties	-	-	33,383,020.47	66,630,564.39
Other parties	21,610,110.07	25,758,267.57	4,590,737.63	8,687,730.89
Trade payables - Overseas	209,526,738.88	67,522,173.77	209,526,738.88	67,522,173.77
Total	231,136,848.95	93,280,441.34	247,500,496.98	142,840,469.05
Accrued expenses	47,892,910.54	37,416,682.23	13,618,349.63	12,804,552.61
Other payables	4,140,298.75	3,786,096.87	174,544.10	-
Others	32,682.45	19,891.00	32,682.45	19,891.00
Total	52,065,891.74	41,222,670.10	13,825,576.18	12,824,443.61
Total all	283,202,740.69	134,503,111.44	261,326,073.16	155,664,912.66

15. CURRENT PORTION OF LONG-TERM DEBTS

Current portion of long-term debts as at December 31, 2011 and 2010 consisted of:

(Unit: Baht)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		2011	2010	2011	2010
Loans from financial institutions	16	48,357,478.08	50,567,478.08	43,341,478.08	45,551,478.08
Liabilities under finance leases	17	176,607,426.72	138,856,532.73	84,453,374.32	58,676,038.86
Total		224,964,904.80	189,424,010.81	127,794,852.40	104,227,516.94

16. LOANS FROM FINANCIAL INSTITUTIONS

Loans from financial institutions as at December 31, 2011 and 2010 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Loans from financial institutions	97,960,834.07	148,528,312.15	87,750,694.72	133,302,172.80
<u>Less:</u> Current portion of long-term debts	(48,357,478.08)	(50,567,478.08)	(43,341,478.08)	(45,551,478.08)
Long-term loans from financial institutions	49,603,355.99	97,960,834.07	44,409,216.64	87,750,694.72

The details of the loans are summarized as follows:

Credit line	Lender	Millions Baht				Period	Referred Interest Rate	Repayment
		Credit line		Principal				
		2011	2010	2011	2010			
<u>Company</u>								
1	Bank	-	84.50	-	2.21	Jul. 2009 - Dec. 2010	MLR	Year 2009, Monthly principal repayment totaling 5 installments, Baht 0.10 million each Year 2010, Monthly principal repayment totaling 12 installments, Baht 2.50 million each
2	Bank	95.07	170.00	65.65	101.79	Mar. 2009 - Mar. 2014	MLR	Monthly principal repayment totaling 54 installments, Baht 3.01 million each
3	Bank	35.00	35.00	22.10	29.30	Aug. 2009 - Aug. 2015	MLR	Monthly principal repayment totaling 72 installments, Baht 0.60 million each
	Total	130.07	289.50	87.75	133.30			
<u>Subsidiaries</u>								
4	Bank	20.00	20.00	7.31	11.32	Oct. 2008 - Oct. 2013	MLR	Monthly principal repayment totaling 60 installments, Baht 0.33 million each
5	Bank	5.00	5.00	2.90	3.91	Dec. 2009 - Nov. 2014	MLR	Monthly principal repayment totaling 60 installments, Baht 0.08 million each
	Total	25.00	25.00	10.21	15.23			
Grand Total		155.07	314.50	97.96	148.53			

Movements of loans from financial institutions for each of the years ended December 31, 2011 and 2010 were as follows:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Balance at the beginning	148,528,312.15	219,114,423.12	133,302,172.80	198,873,623.19
Increase	-	7,100,000.00	-	7,100,000.00
Decrease	(50,567,478.08)	(77,686,110.97)	(45,551,478.08)	(72,671,450.39)
Balance at the end	97,960,834.07	148,528,312.15	87,750,694.72	133,302,172.80

The Company and subsidiaries had pledged land including existing construction and to be constructed as well as the benefits from insurance of construction against loans from financial institutions with the full personal guarantee of the directors of the Company and subsidiaries. Moreover, the Company had co-guarantee for loan from financial institution of subsidiary (see Notes 4 and 12).

#### 17. LIABILITIES UNDER FINANCE LEASES

Liabilities under finance leases as at December 31, 2011 and 2010 consisted of:

(Unit: Baht)

2011						
Year	Consolidated financial statements			Separate financial statements		
	Present value	Deferred interest	Minimum lease payment	Present value	Deferred interest	Minimum lease payment
<u>Finance leases</u>						
1	156,226,135.85	24,732,371.99	180,958,507.84	65,156,710.22	11,588,815.46	76,745,525.68
2 - 5	239,185,695.79	28,693,779.01	267,879,474.80	118,915,993.06	14,788,792.49	133,704,785.55
	<u>395,411,831.64</u>	<u>53,426,151.00</u>	<u>448,837,982.64</u>	<u>184,072,703.28</u>	<u>26,377,607.95</u>	<u>210,450,311.23</u>
<u>Sale and leaseback agreement</u>						
1	20,381,290.87	2,211,124.08	22,592,414.95	19,296,664.10	2,177,990.86	21,474,654.96
2 - 5	16,178,336.19	688,967.93	16,867,304.12	16,178,336.19	688,967.93	16,867,304.12
	<u>36,559,627.06</u>	<u>2,900,092.01</u>	<u>39,459,719.07</u>	<u>35,475,000.29</u>	<u>2,866,958.79</u>	<u>38,341,959.08</u>
<u>Total</u>						
1	176,607,426.72	26,943,496.07	203,550,922.79	84,453,374.32	13,766,806.32	98,220,180.64
2 - 5	255,364,031.98	29,382,746.94	284,746,778.92	135,094,329.25	15,477,760.42	150,572,089.67
	<u>431,971,458.70</u>	<u>56,326,243.01</u>	<u>488,297,701.71</u>	<u>219,547,703.57</u>	<u>29,244,566.74</u>	<u>248,792,270.31</u>

(Unit: Baht)

2010

Year	Consolidated financial statements			Separate financial statements		
	Present value	Deferred interest	Minimum lease payment	Present value	Deferred interest	Minimum lease payment
<u>Finance leases</u>						
1	118,899,438.27	18,946,104.84	137,845,543.11	40,449,983.40	6,763,730.41	47,213,713.81
2 - 5	135,874,604.13	9,716,149.09	145,590,753.22	33,533,297.59	1,838,814.22	35,372,111.81
	<u>254,774,042.40</u>	<u>28,662,253.93</u>	<u>283,436,296.33</u>	<u>73,983,280.99</u>	<u>8,602,544.63</u>	<u>82,585,825.62</u>
<u>Sale and leaseback agreement</u>						
1	19,957,094.46	3,945,160.50	23,902,254.96	18,226,055.46	3,760,039.50	21,986,094.96
2 - 5	37,279,435.17	2,947,443.91	40,226,879.08	36,194,808.39	2,914,310.69	39,109,119.08
	<u>57,236,529.63</u>	<u>6,892,604.41</u>	<u>64,129,134.04</u>	<u>54,420,863.85</u>	<u>6,674,350.19</u>	<u>61,095,214.04</u>
<u>Total</u>						
1	138,856,532.73	22,891,265.34	161,747,798.07	58,676,038.86	10,523,769.91	69,199,808.77
2 - 5	173,154,039.30	12,663,593.00	185,817,632.30	69,728,105.98	4,753,124.91	74,481,230.89
	<u>312,010,572.03</u>	<u>35,554,858.34</u>	<u>347,565,430.37</u>	<u>128,404,144.84</u>	<u>15,276,894.82</u>	<u>143,681,039.66</u>

The Company and subsidiaries entered into the finance lease agreements for purchase machinery and equipment for rent and vehicles, payable monthly in the amount of Baht 9.16 million and Baht 20.55 million, respectively. As at December 31, 2011, the current portion of liabilities under the finance leases in the amount of Baht 176.61 million (year 2010: Baht 138.86 million) for the consolidated financial statements and Baht 84.45 million (year 2010: Baht 58.68 million) for the separate financial statements was presented under current portion.

The Company's director mortgaged personal land including construction as collateral for liabilities. The partial of liabilities under finance leases are also personally fully guaranteed by the Company's director and its subsidiary's directors (see Note 4).

Under long-term finance leases has condition about bargain purchase option under finance leases when complete at the value or the rate agreement. Therefore, if the Group has policy purchase such assets, will record the amount of payment of assets include in liabilities under finance leases.

During the year 2010, the Company entered into a sale and leaseback agreement for machinery (Crane) with a company. The Company had cash received from the finance lease agreement in the amount of Baht 29.65 million and committed to pay the rental fee each month under the agreement totalling 48 months which in the total amount of Baht 35.47 million. However, the Company did not recognize gain / loss from the sale and leaseback agreement.

During the year 2010, the Company sold machinery and equipment for rent to the subsidiaries by entering into the finance lease agreements. The Company had cash received from the lease agreements in the amount of Baht 65.21 million.

18. LIABILITY UNDER REPURCHASE AGREEMENT

Liability under repurchase agreement as at December 31, 2011 and 2010 consisted of:

	(Unit: Baht)	
	Consolidated	
	financial statements	
	2011	2010
Liability under repurchase agreement	60,110,913.64	60,110,913.64
Provision from litigation	29,660,206.99	23,649,115.62
Total	89,771,120.63	83,760,029.26

On December 16, 1996, The Crane Service Company Limited (“subsidiary”) sold assets to a customer by finance lease through a Leasing Company; on condition that subsidiary had joint responsibility to repurchase assets if the customer did not perform according to the agreement.

On October 8, 2001, the subsidiary entered into a debt confirmation letter with a Leasing Company because the subsidiary’s customer did not perform according to the agreements in the amount of Baht 73.62 million. A debt confirmation letter indicated that the Subsidiary had to pay principal and interest which the first repayment started on October 2001. The liabilities were also fully guaranteed by the subsidiary’s directors.

From the above details, the subsidiary recorded the lessee to accounts receivable from repurchase agreement that were presented under current assets in the amount of Baht 45.82 million (see Note 9) according to the amount to be repaid by the subsidiary. The subsidiary had reclaimed the debt in the amount of Baht 68.20 million.

In the year 2001, the leasing company was in litigation with the lessee and in the year 2003, the court of first instance held the lessee, the subsidiary and director to join responsibility for payment to the leasing company in the amount of Baht 5.96 million with interest charged at 7.5 percent per annum since the litigation date until fully paid.

On October 24, 2006, the subsidiary entered into an additional amendment of debt confirmation letter that the conditions of repayment were amended from additional amendment of debt confirmation letter dated September 24, 2005 as follows:

1. The subsidiary had outstanding debt before preparing the memorandum in the amount of Baht 2.20 million, so the installment of debt was taken into the new principal of debt as indicated in this memorandum.
2. The subsidiary has to pay the principal by installment started from October 2006 to October 2011 as the indicated amount of the payment schedule enclosed with the contract with interest charged at 10 percent per annum.

The Subsidiary had paid post dated cheque as collateral in the amount of Baht 60.03 million.

During the year 2007, the Appeal Court judged lessee company and subsidiary including director together to undertake repayment to leasing company in the amount of Baht 5.40 million including interest at the rate of 10% per annum from June 21, 2006 until the date the claim was filed and at the rate of 7.5% per annum starting from the date the claim was filed until complete repayment. This litigation was finalized.

The result of above suit, the managements agree that the subsidiary has paid over the part of debt. The subsidiary has stopped the principal and interest as per the agreement. The subsidiary litigated with the creditor relating to alleged overstated debt in the amount of Baht 49.60 million. Moreover, the Subsidiary, director and related parties are litigated a suit of breach debt confirmation agreement in the amount of Baht 66.54 million. Anyway the Court combined considering both of litigation.

On July 14, 2009, Civil Court judged the Subsidiary and related parties to pay the debt in the amount of Baht 60.11 million including the damage fine 10% per annum since January 25, 2007 until complete repayment. The Subsidiary filed a suit to Appeal Court and to suspend the execution. At present, the Subsidiary is in the process to considering collateral. However, the Subsidiary has already recorded the provision of the damage fine at the Civil Court judged in the amount of Baht 29.66 million (see Note 29).

However, the subsidiary has still recorded accrued interest expense at the rate determined in the agreement. The subsidiary does not use the default interest rate because a legal consultant expressed his opinion that the subsidiary has a chance to win the case. Anyway the subsidiary reclassified such liability to current liability.

#### 19. EMPLOYEE BENEFITS

Employee benefit obligations in the statement of financial position as at December 31, 2011 consisted of:

	(Unit: Baht)	
	Post-employment benefit plan	
	Consolidated financial statements	Separate financial statements
Present value of obligation	8,550,763.03	6,276,038.02
Employee benefit obligations	8,550,763.03	6,276,038.02

Movement of the present value of employee benefit obligation for the year ended December 31, 2011 were as follows:

(Unit: Baht)

	Post-employment benefit plan	
	Consolidated financial statements	Separate financial statements
Present value of employee benefit obligation as at January 1	8,006,123.00	5,780,810.00
Employee benefit expenses in the statement of comprehensive income:		
Current service cost	1,677,846.98	1,180,276.38
Interest cost	300,727.72	216,780.31
Actuarial gains	(8,900.00)	(4,750.00)
Benefits paid / termination	(1,425,034.67)	(897,078.67)
Present value of employee benefits obligation as at December 31	8,550,763.03	6,276,038.02

The Group made defined benefit plan in accordance with severance payment as the labor law which entitled retired employee within work service period in various rates, such as more than 10 years to receive severance payment not less than 300 days or 10 months of the last month salary.

## 20. SHARE PREMIUM

Section 51 of the Public Limited Companies Act B.E. 2535 requires companies to set aside share subscriptions received in excess of the par value of the shares issued to a reserve account (“share premium”). Share premium is not available for dividend distribution.

## 21. LEGAL RESERVE

According to the Public Limited Companies Act B.E. 2535, the Company is required to set aside a statutory reserve at least 5 percent of its net profit after deducting accumulated deficit brought forward (if any) until the reserve reaches 10 percent of the registered share capital. The statutory reserve could not be used for dividend payment.

## 22. DIVIDENED PAYMENT AND LEGAL RESERVE

### The Company

At the Ordinary General Meeting of Shareholders held on April 27, 2011, a resolution was passed authorizing a dividend payment at the rate of Baht 0.06 per share, totaling Baht 27 million.



## Subsidiaries

At the Board of Directors' Meeting of The Crane Rayong Company Limited held on December 15, 2011, a resolution was passed authorizing the interim dividend payment at the rate of Baht 200 per share, totaling Baht 50 million.

At the Board of Directors' Meeting of The Crane Service Company Limited held on December 15, 2011, a resolution was passed authorizing the interim dividend payment at the rate of Baht 150 per share, totaling Baht 15 million and approved an additional appropriated legal reserve of Baht 0.75 million.

At the Board of Directors' Meeting of The Crane Rayong Company Limited held on December 17, 2010, a resolution was passed authorizing the interim dividend payment at the rate of Baht 40 per share, totaling Baht 10 million. At the Ordinary General Meeting of Shareholders held on April 26, 2011 ratified a dividend payment.

At the Board of Directors' Meeting of The Crane Heavy Lift Company Limited held on December 16, 2010, a resolution was passed authorizing the interim dividend payment at the rate of Baht 8 per share, totaling Baht 20 million and approved an additional appropriated legal reserve of Baht 1 million. At the Ordinary General Meeting of Shareholders held on April 25, 2011 ratified a dividend payment.

At the Board of Directors' Meeting of The Crane Service Company Limited held on December 16, 2010, a resolution was passed authorizing the interim dividend payment at the rate of Baht 250 per share, totaling Baht 25 million and approved an additional appropriated legal reserve of Baht 1.25 million. At the Ordinary General Meeting of Shareholders held on April 25, 2011 ratified a dividend payment.

23. EXPENSES BY NATURE

Significant expenses by nature for each of the years ended December 31, 2011 and 2010 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Supplies used	16,723,391.23	19,795,458.65	16,723,391.23	19,859,944.25
Employee expenses	137,642,551.12	117,672,852.08	55,051,009.47	47,641,083.28
Utility expenses	4,725,058.71	5,286,370.50	1,715,775.82	1,838,604.82
Cost of rental and transportation services	77,936,175.30	47,601,377.63	1,854,070.45	2,372,819.56
Other rental and service expenses	3,212,053.88	3,022,978.47	1,088,087.74	1,061,157.20
Insurance expenses	5,426,962.12	6,107,351.47	1,544,961.63	1,655,058.64
Maintenance expenses	15,565,863.86	18,271,225.85	943,032.09	1,537,113.35
Depreciation	113,635,914.08	119,287,294.36	59,068,124.14	52,510,586.42
Security expenses	4,446,584.17	4,321,538.54	1,440,000.00	1,425,471.80
Sale promotion expenses	1,595,494.62	8,441,898.78	5,711,231.67	1,026,648.00
Professional fees	7,312,896.71	5,663,803.37	5,076,043.99	2,481,640.41
Traveling expenses	2,980,431.65	2,864,261.91	1,874,554.90	1,522,794.12
Directors' remuneration	3,922,000.00	2,991,000.00	3,922,000.00	2,991,000.00
Doubtful accounts and loss from impairment of assets	10,103,963.51	2,517,160.89	255,931.85	2,516,045.10
Provision	6,011,091.37	6,011,091.37	-	-

## 24. FINANCE COSTS

Finance costs for each of the years ended December 31, 2011 and 2010 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2011	2010	2011	2010
Interest expenses	48,849,252.34	56,621,030.27	34,509,368.28	34,976,035.50
<u>Add:</u> Other finance costs	573,970.70	-	201,436.00	-
Total	49,423,223.04	56,621,030.27	34,710,804.28	34,976,035.50
<u>Less:</u> Interest capitalised	-	(556,992.35)	-	(556,992.35)
Net	49,423,223.04	56,064,037.92	34,710,804.28	34,419,043.15

## 25. INCOME TAX

Corporate income tax of the Company and subsidiaries for each of the years ended December 31, 2011 and 2010 was calculated at a rate specified by the Revenue Department after adding back reserve and expenses that are not allowed to hold as an expense in calculating income tax and less of income exempt included as income. As at December 31, 2011, the Company and subsidiaries has utilized loss carry forward from previous years as tax benefit in the amount of Baht 83.82 million (year 2010: Baht 51.85 million) in the separate financial statements and Baht 353.82 million (year 2010: Baht 350.25 million) in the consolidated financial statements. The Company and subsidiaries recorded the corporate income tax as expense and recorded the accrued portion as liabilities in the statement of financial position.

### Income tax reduction

Royal Decree No. 531 B.E. 2554 dated December 14, 2011 grants companies listed on the Market for Alternative Investment on or before enactment a reduction in the corporate income tax rate from 30% to 25% for taxable profit not exceeding Baht 50 million for the accounting period beginning on or after January 1, 2011.

Royal Decree No. 475 B.E. 2551 dated July 29, 2008 grants companies listed on the Market for Alternative Investment on or before enactment a reduction in the corporate income tax rate from 30% to 20% for taxable profit not exceeding Baht 20 million for the three consecutive accounting periods beginning on or after January 1, 2008.

## 26. PROVIDENT FUND

The Group and its employees jointly registered a provident fund scheme under the Provident Fund Act B.E. 2530. The fund is contributed to by both the employees and the Company. The fund is managed by CIMB-Principal Asset Management Company Limited and will be paid to the employees upon termination in accordance with the rules of the fund. In the year 2011, Baht 1.85 million (year 2010: Baht 1.74 million) in the consolidated financial statements and Baht 0.96 million (year 2010: Baht 0.87 million) in the separate financial statements have been contributed to the fund by the Group.

## 27. COMMITMENTS AND CONTINGENT LIABILITIES

As at December 31, 2011, the Company and its subsidiaries had commitments and contingent liabilities as follows:

### The Company

27.1 Commitments for payment under agreement as follow:

27.1.1 Commitment for payment under the security service agreement in the amount of Baht 0.12 million per month.

27.1.2 Commitment for payment under the land lease agreement in the amount of Baht 0.08 million per month.

27.1.3 Commitment from legal advisory agreement in the amount of Baht 0.03 million per month.

27.1.4 Commitment from construction office building, factory and design expense in the amount of Baht 26.62 million.

27.1.5 Commitment for payment under the software system service agreement in the amount of Baht 0.02 million per month.

27.2 The letter of guarantee issued by the bank for guarantee in the amount of Baht 0.23 million (see Note 10).

27.3 Undue L/C in the amount of USD 6.56 million.

27.4 Contingent liabilities as follow:

27.4.1 Contingent liabilities on co-guarantee for liabilities under finance leases of subsidiaries at book value in the amount of Baht 180.60 million (see Note 4).

27.4.2 Contingent liabilities from lease back agreement together with subsidiaries at book value in the amount of Baht 4.05 million.

## Subsidiaries

### 27.5 Commitments for payment under agreement as follow:

- 27.5.1 Commitment for payment under the land lease agreement to the director of the Company in the amount of Baht 0.05 million per month (see Note 12).
- 27.5.2 Commitment for payment under the land and building lease agreement with a related company in the amount of Baht 0.15 million per month (see Note 12).
- 27.5.3 Commitment for payment under the management agreement with the Company in the amount of Baht 1.25 million per month.
- 27.5.4 Commitment for payment under the security and cleaning service agreement with a company in the amount of Baht 0.27 million per month.
- 27.5.5 Commitment from construction office building, factory in the amount of Baht 4.33 million.

27.6 The letter of guarantee issued by the bank for guarantee the subsidiaries in the amount of Baht 2.40 million (see Note 10).

### 27.7 Contingent liabilities as follow:

- 27.7.1 Contingent liability on co-guarantee for liabilities under finance leases with the Company at book value in the amount of Baht 79.55 million (see Note 4).
- 27.7.2 Contingent liability on co-guarantee for liabilities under finance leases with the Subsidiaries at book value in the amount of Baht 18.37 million (see Note 4).
- 27.7.3 The Crane Service Company Limited is litigating a suit brought against it involving compensation of breach debt confirmation agreement in the amount of Baht 66.54 million and compensation from cheque default of Baht 0.96 million (see Note 29).
- 27.7.4 The Crane Heavy Lift Company Limited is litigating a suit brought against it for a claim of Baht 14.92 million (see Note 29).
- 27.7.5 The Crane Rayong Company Limited is litigating a suit brought against it for a claim as default payment in Hire-purchased agreement of Baht 10.71 million (see Note 29).

## 28. FINANCIAL INSTRUMENTS

### 28.1 Capital management

The Board of Directors' policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Board monitors the return on capital, which the Group defines as result from operating activities divided by total shareholders' equity and also monitors the level of dividends to ordinary shareholders.

### 28.2 Accounting policies

The details of significant accounting policies and methods used for classification of financial assets and financial liabilities including valuation, basis of recognition of income and expenses are disclosed in Note 3.

### 28.3 Financial risk management policies

The Company is exposed to fluctuations in interest rates and foreign exchange rates in the market and the risks from default of the agreements by counterparties. The Company had risk management policies as follows:

#### 28.3.1 Interest rate risk

Interest rate risk is the fluctuation of the market interest rate in the future that will affect the Company's operations and cash flows. The Company has interest rate risk from cash and deposits at banks, bank overdrafts and loans from banks because the interest rate of the financial assets and financial liabilities fluctuate based on the market rate. In addition, the Company has not engaged in any hedging contracts related to interest rates.

#### 28.3.2 Foreign currency risk

The Company's exchange rate risk primarily involves the purchases and sales of goods in foreign currencies. As at December 31, 2011 and 2010, the Company and subsidiaries had assets and liabilities in foreign currencies as follows:

(Unit: Millions)

<u>Currencies</u>	Consolidated and Separate financial statements			
	2011		2010	
	<u>Assets</u>	<u>Liabilities</u>	<u>Assets</u>	<u>Liabilities</u>
YEN (Japan)	-	0.43	-	4.13
US Dollars	-	8.72	-	2.22
Singapore Dollars	-	0.02	-	-

### 28.3.3 Credit risk – trade accounts receivable

The Company has a policy to hedge credit risk from trade accounts receivable by forming a conservative credit policy and by determining the receipt from the sales of goods and service. Therefore, the Company expects that the loss from the collection of those trade accounts receivable should not exceed the allowance for doubtful accounts.

### 28.3.4 Fair value

Most of the financial assets are trade accounts receivable which are short-term credit and financial liabilities. Most of the financial liabilities are trade accounts payable and bank overdrafts and loans from banks with interest rates close to the market rate. The carrying amount of the financial assets and financial liabilities are not significantly different from their fair value.

## 29. LITIGATION

### The Company

29.1 The Company and The Crane Rayong Company Limited, The Crane Lamechabang Company Limited and The Crane Heavy Lift Company Limited (“the Group”) are litigation a suit brought against it involving compensation of breach debt confirmation agreement in co-defendant in the amount of Baht 66.54 million. Because of the Group ratified the actions of The Crane Service Company Limited sold assets to a customer by finance leases through a Leasing Company; on condition that The Crane Service Company Limited had joint responsibility to repurchase assets if the customer did not perform according to the agreement. However, The Crane Service Company Limited filed a suit against a creditor relating to overstated debt (see Note 18). Anyway the Court combined considering both of litigation.

On July 14, 2009, Civil Court judged The Crane Service Company Limited and the Group to pay the debt in the amount of Baht 60.11 million including the damage fine 10% per annum since January 25, 2007 until complete repayment. The Crane Service Company Limited filed a suit to Appeal Court which is in the process to suspend the execution. At present, the Subsidiary is in the process to considering collateral. Anyway The Crane Service Company Limited has already recorded all provision of the damage fine in “Provision”. However, the management of the Group agreed that if the Group is affected from above litigation, The Crane Service Company Limited will be responsible for these effects. In addition, the management evaluated that The Crane Service Company Limited is able to absorb these effects.

29.2 The Company and The Crane Service Company Limited, The Crane Lamechabang Company Limited and The Crane Heavy Lift Company Limited (“the Group”) are litigation a suit brought against it for a claim as default payment in Hire-purchased agreement with other company in the amount of Baht 10.71 million. Because of the Group has guarantee Hire-purchased agreement of The Crane Rayong Company Limited. At present, the case is pending decision in the Civil Court. Anyway The Crane Rayong Company Limited has recorded full damage as above.

## Subsidiaries

29.3 The Crane Heavy Lift Company Limited (“subsidiary”) received notice from the Department of Legal Execution (dated November 10, 2005) informing it of the cancellation of an agreement and to let the subsidiary pay rent to the official receiver of Mr. Suchin Sittirarat (landlord). The notice stated that the subsidiary has rented the land with title deed no.39562 in Patumthani and that the subsidiary did not paid rent since February 1, 2002 until now (September 30, 2005). The total is 44 installments, so this agreement was terminated pursuant to clause 12 of the contract. The official receiver informed the subsidiary of the agreement cancellation and that the subsidiary has to return the land by removing everything including people off the land and to make rest of the payment of Baht 13.60 million to the official receiver. Subsequently, on November 25, 2005 the subsidiary denied the debt to the official receiver stating that the subsidiary never had a land rental agreement with Mr. Suchin Sittirarat, contrary to what the official receiver notice alleges, as the subsidiary has an agreement with the subsidiary’s director (see Notes 12 and 27).

The subsidiary has recorded the above accrued rental expenses are divided into 2 parts as follows:

1. The subsidiary has recorded the accrued rental expenses on a monthly basis according the agreement with the subsidiary’s director (see Note 27). As at December 31, 2011, the subsidiary had the accrued rental expenses in the amount of Baht 5.95 million, the subsidiary’s director does not accept until the lawsuit is finished. In case the subsidiary has any damage, the subsidiary’s director is willing to deny receiving rental fee from the subsidiary.
2. The subsidiary hired UK Valuation and Agency Company Limited as an independent appraiser to appraise such monthly rental fee for the land, which the subsidiary will set up an allowance for additional damage on a monthly basis following the monthly market rental fee which was appraised by the independent appraiser. As at December 31, 2011, the subsidiary had set up an allowance for damage in the amount of Baht 10.12 million.

As at December 31, 2011, the subsidiary has recorded the accrued rental expenses totaling in the amount of Baht 16.07 million. However, if the subsidiary loses more than such provision, the subsidiary’s director will be responsible for the total in excess.

29.4 The Crane Heavy Lift Company Limited (“subsidiary”) is litigating a suit brought against it for a claim of Baht 1.32 million. On October 10, 2003, Civil Court judged the subsidiary to pay the debt.

On July 18, 2006, Appeal Court judged to dismiss the plaintiff’s plaint.

At present, the case is pending decision in the Supreme Court. However, the subsidiary is expected to not accept any damage from above litigation.

29.5 The Crane Service Company Limited (“subsidiary”) is litigating a suit brought against it involving compensation from cheque default of Baht 0.96 million. On December 6, 2008, Civil Court judged to dismiss the plaintiff’s plaint. A plaintiff filed a suit to Appeal Court. At present, the case is pending decision in the Appeal Court.



29.6 The Crane Service Company Limited (“subsidiary”) is litigating a suit brought against it to be bankrupt. Because the plaintiff has taken debt as judge settlement compromise in year 2001 in the amount of Baht 4.88 million against to be new bankrupt. At present, the case is pending decision in the Central Bankruptcy Court. However, the management of subsidiary is expected to not accept any damage from above litigation.

### 30. RECLASSIFICATION

The Group has reclassified certain accounts in the statement of financial position as at December 31, 2010 and the statement of comprehensive income for the year ended December 31, 2010 to conform with the presentation of the financial statements of this year consisted of:

(Unit: Baht)

	Consolidated financial statements			Separate financial statements		
	Before reclassification	Reclassification	After reclassification	Before reclassification	Reclassification	After reclassification
<u>Statement of financial position</u>						
Trade and other receivables	-	96,956,834.82	96,956,834.82	-	23,140,115.55	23,140,115.55
Trade accounts receivable - net	92,451,424.04	(92,451,424.04)	-	23,113,151.79	(23,113,151.79)	-
Accrued income	4,338,700.37	(4,338,700.37)	-	-	-	-
Other current assets	15,611,363.06	(4,192,370.41)	11,418,992.65	5,223,464.72	(4,052,623.76)	1,170,840.96
Other non-current assets	51,954,085.09	4,025,660.00	55,979,745.09	11,021,038.19	4,025,660.00	15,046,698.19
Trade and other payables	-	134,503,111.44	134,503,111.44	-	155,664,912.66	155,664,912.66
Trade accounts payable	93,280,441.34	(93,280,441.34)	-	142,840,469.05	(142,840,469.05)	-
Advances received for						
goods and service	7,429,336.45	(7,429,336.45)	-	7,077,887.85	(7,077,887.85)	-
Accrued expenses	37,416,682.23	(37,416,682.23)	-	12,804,552.61	(12,804,552.61)	-
Other current liabilities	17,656,802.20	3,623,348.58	21,280,150.78	1,804,826.24	7,057,996.85	8,862,823.09
<u>Statement of comprehensive income</u>						
Administrative expenses	64,049,379.31	26,224,924.71	90,274,304.02	23,811,215.87	25,739,110.53	49,550,326.40
Management benefit expenses	26,224,924.71	(26,224,924.71)	-	25,739,110.53	(25,739,110.53)	-

### 31. APPROVAL OF THE FINANCIAL STATEMENTS

These financial statements were authorised for issue by the Company’s Board of Directors on February 27, 2012.