

Audit Report of Certified Public Accountant

To the Shareholders of Chukai Public Company Limited:

I have audited the consolidated balance sheet of Chukai Public Company Limited and subsidiaries as at December 31, 2009 and the related consolidated statements of income, changes in shareholders' equity and cash flows for the year then ended, and I have also audited the separate balance sheet of Chukai Public Company Limited as at December 31, 2009 and the related separate statements of income, changes in shareholders' 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 subsidiaries for the year ended December 31, 2008, 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 office, whose report dated February 6, 2009, 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 a reasonable assurance about whether the financial statements are free of material misstatement. 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 positions of Chukai Public Company Limited and subsidiaries as at December 31, 2009 and the consolidated results of their operation and their cash flows for the year then ended, and the separate financial positions of Chukai Public Company Limited as at December 31, 2009 and the results of its operation and its cash flows for the year then ended, in conformity with generally accepted accounting principles.

Bunjong Pichayaprasat

Certified Public Accountant

Registration Number 7147

ANS Audit Co., Ltd.

Bangkok, February 25, 2010

CHUKAI PUBLIC COMPANY LIMITED  
AND ITS SUBSIDIARY COMPANIES  
FINANCIAL STATEMENTS AND AUDITOR'S REPORT  
FOR EACH OF THE YEARS ENDED DECEMBER 31, 2009 AND 2008

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS

AS AT DECEMBER 31, 2009 AND 2008

(Unit: Baht)	Notes	Consolidated		Separate	
		financial statements		financial statements	
		2009	2008	2009	2008
ASSETS	3				
Current Assets					
Cash and cash equivalents	6	7,725,066.95	31,663,846.31	222,598.49	1,009,833.85
Current investments		158,751.74	18,343.54	-	-
Trade accounts receivable - net	5, 7	59,040,229.37	142,987,359.94	42,186,034.86	82,655,057.79
Receivable under repurchase agreement - net	12, 25	-	-	-	-
Accrued income - net	5, 8	10,253,651.22	5,287,210.27	38,491.42	1,972.60
Short-term loans to related parties	5	-	-	-	1,600,000.00
Inventories - net	9	29,588,484.54	100,586,872.00	30,088,483.54	103,567,099.59
Other current assets - net	10	31,874,281.95	41,838,428.13	17,494,280.87	25,493,405.48
Total Current Assets		138,640,465.77	322,382,060.19	90,029,889.18	214,327,369.31
Non-Current Assets					
Restricted bank deposits	13	3,003,866.48	6,278,701.60	255,891.00	3,750,750.88
Investments in subsidiaries	2, 5, 11	-	-	174,991,430.00	174,991,430.00
Property, plant and equipment - net	4, 15	#####	#####	#####	#####
Accounts receivable from installment sales	14	2,670,904.89	808,174.66	2,670,904.89	808,174.66
Other non-current assets - net	17	44,236,319.97	36,425,166.98	14,345,715.79	20,179,915.87
Total Non-Current Assets		#####	#####	#####	#####
TOTAL ASSETS		#####	#####	#####	#####

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS

AS AT DECEMBER 31, 2009 AND 2008

(Unit: Baht)

	Notes	Consolidated		Separate	
		financial statements		financial statements	
		2009	2008	2009	2008
LIABILITIES AND SHAREHOLDERS' EQUITY	3				
Current Liabilities					
Bank overdrafts and short-term loans from financial institutions	18	125,482,280.40	129,701,706.93	102,535,746.75	116,708,214.55
Trade accounts payable	5, 19	43,463,931.54	203,633,464.28	124,008,133.45	280,578,515.32
Accounts payable from purchasing assets		-	2,247,000.00	-	-
Current portion of long-term debts	20	245,949,053.40	220,122,495.15	152,828,185.45	135,616,165.94
Liabilities under repurchase agreement	25, 39	77,748,937.89	67,089,422.45	-	-
Short-term loans from related parties	5	7,050,000.00	-	24,050,000.00	32,300,000.00
Other short-term loan	21	2,033,000.00	-	2,033,000.00	-
Advances received for goods and service		31,669,906.54	1,869,158.88	31,669,906.54	1,869,158.88
Accrued expenses	5	29,887,396.73	27,492,467.36	9,059,936.67	4,083,007.44
Accrued income tax		-	59,254.53	-	-
Other current liabilities	22	17,670,427.67	21,415,186.32	3,216,383.91	3,161,933.07
Total Current Liabilities		580,954,934.17	673,630,155.90	449,401,292.77	574,316,995.20
Non-Current Liabilities					
Long-term loans from financial institutions	23	127,747,683.94	18,824,000.00	112,522,884.01	3,500,000.00
Long-term liability under financial lease	24	245,252,237.79	280,201,901.13	100,157,047.33	129,301,213.27
Other non-current liabilities	5, 26	9,975,177.90	10,013,560.52	311,851.00	314,626.00
Total Non-Current Liabilities		382,975,099.63	309,039,461.65	212,991,782.34	133,115,839.27
Total Liabilities		963,930,033.80	982,669,617.55	662,393,075.11	707,432,834.47

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS

AS AT DECEMBER 31, 2009 AND 2008

(Unit: Baht)

	Notes	Consolidated		Separate	
		financial statements		financial statements	
		2009	2008	2009	2008
LIABILITIES AND SHAREHOLDERS' EQUITY	3				
SHAREHOLDERS' EQUITY					
Share capital	27, 30				
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		450,000,000.00	450,000,000.00	450,000,000.00	450,000,000.00
Premium on ordinary shares	28	209,553,500.00	209,553,500.00	209,553,500.00	209,553,500.00
Surplus from internal restructure of entities under common control	2	39,195,609.23	39,195,609.23	-	-
Retained earnings					
Appropriated to legal reserve	29	8,427,490.49	8,427,490.49	8,427,490.49	8,427,490.49
Unappropriated		120,404,597.11	236,498,362.47	40,453,339.39	89,027,907.67
Total Shareholders' Equity		827,581,196.83	943,674,962.19	708,434,329.88	757,008,898.16
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		#####	#####	#####	#####

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF INCOME  
FOR EACH OF THE YEARS ENDED DECEMBER 31, 2009 AND 2008

(Unit: Baht)	Notes	Consolidated		Separate	
		financial statements		financial statements	
		2009	2008	2009	2008
Revenue from sales and services	3, 5				
Revenue from sales		126,593,408.89	316,364,265.71	255,453,926.61	447,320,059.35
Revenue from rental and transportation services		345,702,297.06	473,190,836.95	97,097,127.37	128,487,125.77
Total revenue from sales and services		<u>472,295,705.95</u>	<u>789,555,102.66</u>	<u>352,551,053.98</u>	<u>575,807,185.12</u>
Cost of sales and services	3, 5				
Cost of sales		(58,372,123.81)	(170,191,381.92)	(223,797,950.18)	(351,383,442.19)
Cost of rental and transportation services	32	(332,449,905.82)	(363,337,346.42)	(104,328,171.09)	(94,323,585.81)
Total cost of sales and services		<u>(390,822,029.64)</u>	<u>(533,528,728.34)</u>	<u>(328,126,121.27)</u>	<u>(445,707,028.00)</u>
Gross profit		81,473,676.31	256,026,374.32	24,424,932.71	130,100,157.12
Other income	5, 31	32,001,649.10	23,026,280.35	39,120,299.99	20,690,840.82
Dividend income from subsidiary	5, 30	-	-	14,998,950.00	20,998,530.00
Profit before expenses		113,475,325.41	279,052,654.67	78,544,182.70	171,789,527.94
Selling and service expenses	5, 32	(19,145,493.63)	(31,043,469.89)	(4,393,023.14)	(9,786,543.87)
Administrative expenses	5, 32	(94,245,265.92)	(96,037,486.76)	(28,672,962.08)	(55,298,246.34)
Management compensation	32	(30,907,508.73)	(28,488,046.44)	(30,424,450.67)	(27,988,967.40)
Total expenses		<u>(144,298,268.28)</u>	<u>(155,569,003.09)</u>	<u>(63,490,435.89)</u>	<u>(93,073,757.61)</u>
Profit (loss) before finance costs and income tax		(30,822,942.87)	123,483,651.58	15,053,746.81	78,715,770.33
Finance costs	5, 33	(62,770,822.49)	(74,793,927.63)	(41,128,315.09)	(42,788,188.21)
Profit (loss) before income tax		<u>(93,593,765.36)</u>	<u>48,689,723.95</u>	<u>(26,074,568.28)</u>	<u>35,927,582.12</u>
Income tax	34	-	(17,136,332.54)	-	-
Net profit (loss)		<u>(93,593,765.36)</u>	<u>31,553,391.41</u>	<u>(26,074,568.28)</u>	<u>35,927,582.12</u>
Net profit (loss) attributable to:					
Shareholders of the parent		(93,593,765.36)	31,553,391.41	(26,074,568.28)	35,927,582.12
Minority interest		-	-	-	-
		<u>(93,593,765.36)</u>	<u>31,553,391.41</u>	<u>(26,074,568.28)</u>	<u>35,927,582.12</u>
Basic earnings (loss) per share					
Net profit (loss) attributable to shareholders of the parent	3	(0.21)	0.07	(0.06)	0.08
Weighted average number of ordinary shares (Shares)	3	450,000,000	439,890,710	450,000,000	439,890,710

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY  
FOR EACH OF THE YEARS ENDED DECEMBER 31, 2009 AND 2008

(Unit: Baht)

		Consolidated financial statements					
	Notes	Issued and paid-up share capital	Premium on ordinary shares	Surplus from internal restructure of entities under common control	Retained earnings		Total
					Appropriated	Unappropriated	
Beginning balance as at January 1, 2008		350,000,000.00	50,000,000.00	39,195,609.23	6,631,111.38	251,741,350.17	697,568,070.78
Net profit		-	-	-	-	31,553,391.41	31,553,391.41
Legal reserve	29	-	-	-	1,796,379.11	(1,796,379.11)	-
Dividend payment	30	-	-	-	-	(45,000,000.00)	(45,000,000.00)
Increase in ordinary shares	27	100,000,000.00	159,553,500.00	-	-	-	259,553,500.00
Ending balance as at December 31, 2008		450,000,000.00	209,553,500.00	39,195,609.23	8,427,490.49	236,498,362.47	943,674,962.19
Net loss		-	-	-	-	(93,593,765.36)	(93,593,765.36)
Dividend payment	30	-	-	-	-	(22,500,000.00)	(22,500,000.00)
Ending balance as at December 31, 2009		450,000,000.00	209,553,500.00	39,195,609.23	8,427,490.49	120,404,597.11	827,581,196.83

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY  
FOR EACH OF THE YEARS ENDED DECEMBER 31, 2009 AND 2008

(Unit: Baht)

	Notes	Separate financial statements				Total
		Issued and paid-up	Premium on	Retained earnings		
		share capital	ordinary shares	Appropriated	Unappropriated	
Beginning balance as at January 1, 2008		350,000,000.00	50,000,000.00	6,631,111.38	99,896,704.66	506,527,816.04
Net profit		-	-	-	35,927,582.12	35,927,582.12
Legal reserve	29	-	-	1,796,379.11	(1,796,379.11)	-
Dividend payment	30	-	-	-	(45,000,000.00)	(45,000,000.00)
Increase in ordinary shares	27	100,000,000.00	159,553,500.00	-	-	259,553,500.00
Ending balance as at December 31, 2008		450,000,000.00	209,553,500.00	8,427,490.49	89,027,907.67	757,008,898.16
Net loss		-	-	-	(26,074,568.28)	(26,074,568.28)
Dividend payment	30	-	-	-	(22,500,000.00)	(22,500,000.00)
Ending balance as at December 31, 2009		450,000,000.00	209,553,500.00	8,427,490.49	40,453,339.39	708,434,329.88

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, 2009 AND 2008

(Unit: Baht)	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Cash flows from operating activities				
Net profit (loss)	(93,593,765.36)	31,553,391.41	(26,074,568.28)	35,927,582.12
Adjustments to reconcile net profit (loss) to net cash provided by operating activities				
Depreciation and amortization	208,897,404.93	246,400,932.20	73,137,471.36	79,043,419.68
Doubtful accounts (reversal)	17,461,776.37	(9,436,200.16)	-	-
Loss from obsolete stock (reversal)	(3,900,012.72)	2,652,589.23	(3,900,012.72)	2,652,589.23
Loss from impairment of assets and written-off assets	8,964,270.35	1,928,000.60	4,626,685.75	-
Gain on sales of assets	(2,609,533.88)	(1,824,963.98)	(306,163.51)	(155,443.40)
Provision	10,826,341.36	131,785.60	320,644.44	-
Unrealized (gain) loss on exchange rate	(1,419,104.18)	20,138,843.76	(1,419,104.18)	20,138,843.76
Dividend income from subsidiary	-	-	(14,998,950.00)	(20,998,530.00)
Interest income	(1,199,706.99)	(323,485.00)	(627,735.20)	(209,329.85)
Interest expenses	62,770,822.49	73,967,509.13	41,128,315.09	42,188,188.21
Income tax	-	17,136,332.54	-	-
Profit from operating activities before change in operating assets and liabilities	206,198,492.37	382,324,735.33	71,886,582.75	158,587,319.75
Change in operating assets (increase) decrease				
Interest received	1,199,706.99	323,485.00	591,216.38	207,357.25
Trade accounts receivable	66,326,004.20	(70,336,385.91)	18,895,448.45	(42,845,645.99)
Accrued income	(4,966,440.95)	15,655,458.23	-	-
Inventories	38,941,783.15	86,228,171.98	138,848,184.38	18,676,039.17
Other current assets	9,984,748.28	(9,263,922.88)	7,972,726.71	(5,394,030.08)
Restricted bank deposits	3,274,835.12	(217,307.74)	3,494,859.88	(3,750,750.88)
Accounts receivable from installment sales	(1,862,730.23)	410,208.62	(1,862,730.23)	410,208.62
Other non-current assets	4,032,709.25	(4,393,609.04)	3,253,299.43	(6,612,916.43)

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, 2009 AND 2008

(Unit: Baht)	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Change in operating liabilities increase (decrease)				
Trade accounts payable	(158,750,428.56)	167,322,808.82	(145,024,312.66)	175,434,929.87
Advances received for goods and service	29,800,747.66	(467,289.72)	29,800,747.66	(467,289.72)
Accrued expenses	786,791.42	(2,950,962.22)	2,144,561.38	(8,721,019.41)
Other current liabilities	(3,435,750.13)	(1,197,111.56)	97,290.84	(4,621,102.12)
Other non-current liabilities	(38,382.62)	(2,392,003.84)	(2,775.00)	(77,605.51)
Cash receipt from income tax return	6,446,698.61	5,400,721.46	3,373,938.93	-
Income tax paid	(24,884,900.40)	(30,775,304.03)	(5,172,060.56)	(5,171,655.23)
Net cash provided by operating activities	<u>173,053,884.16</u>	<u>535,671,692.50</u>	<u>128,296,978.34</u>	<u>275,653,839.29</u>
Cash flows from investing activities				
Dividend received from subsidiary	-	-	14,998,950.00	20,998,530.00
(Increase) decrease in current investment	(140,408.20)	100,684.80	-	-
(Increase) decrease in short-term loans to related parties	-	-	1,600,000.00	(1,600,000.00)
Purchase of building and equipment	(118,196,894.63)	(276,833,444.71)	(162,699,412.53)	(199,177,056.77)
Cash receipt from sales of assets	2,873,429.70	15,293,608.33	1,112,149.54	1,277,794.71
Net cash used in investing activities	<u>(115,463,873.13)</u>	<u>(261,439,151.58)</u>	<u>(144,988,312.99)</u>	<u>(178,500,732.06)</u>
Cash flows from financing activities				
Increase in bank overdrafts and short-term loans				
from financial institutions	170,082,961.27	15,945,202.40	160,129,920.00	5,269,720.95
Cash receipt from short-term loans from related parties	17,549,999.00	127,544.00	26,429,999.00	53,000,000.00
Repayment of short-term loans from related parties	(10,499,999.00)	(10,981,180.42)	(23,929,999.00)	(56,702,422.31)
Increase in other short-term loan	2,033,000.00	-	2,033,000.00	-
Cash receipt from sales and leaseback agreement	39,310,581.00	6,405,000.00	39,310,581.00	-
Repayment of liabilities under financial lease	(172,874,850.74)	(259,098,296.29)	(83,593,466.61)	(116,140,756.03)

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, 2009 AND 2008

(Unit: Baht)	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Cash receipt from long-term loans from financial institutions	18,600,000.00	20,000,000.00	13,600,000.00	-
Repayment of long-term loans from financial institutions	(61,619,964.68)	(169,600,072.62)	(57,528,764.61)	(154,000,000.00)
Repayment of liabilities under debt restructuring agreements	-	(3,821,714.10)	-	-
Cash receipt from increase in share capital	-	259,553,500.00	-	259,553,500.00
Interest paid	(61,567,677.24)	(70,822,062.30)	(38,004,330.49)	(43,067,146.63)
Dividend payment	(22,542,840.00)	(44,936,359.00)	(22,542,840.00)	(44,936,359.00)
Net cash provided by (used in) financing activities	(81,528,790.39)	(257,228,438.33)	15,904,099.29	(97,023,463.02)
Net increase (decrease) in cash and cash equivalents	(23,938,779.36)	17,004,102.59	(787,235.36)	129,644.21
Cash and cash equivalents at the beginning of the years	31,663,846.31	14,659,743.72	1,009,833.85	880,189.64
Cash and cash equivalents at the end of the years	7,725,066.95	31,663,846.31	222,598.49	1,009,833.85

Additional details of non-cash items

During the year 2009

1. The Company and subsidiaries had purchased the machines and equipment for rent and the vehicles at cost in the amount of Baht 132.15 million (year 2008: Baht 245.55 million) by cash payment in the amount of Baht 23.07 million (year 2008: Baht 51.60 million) and by entering into a financial lease agreement for the remainder.
2. The Company and subsidiaries entered into a sale and leaseback agreement for machineries with a financial institution by cash received in the amount of Baht 39.31 million (year 2008: Baht 6.41 million).
3. The Company and subsidiaries had transferred thier machines and equipment for rent to inventories at net book value in the amount of Baht 91.81 million (year 2008: Baht 0.89 million) in the separate financial statements and in the amount of Baht 17.72 million (year 2008: Baht 109.07 million) in the consolidated financial statements.
4. The Company had transferred thier assets in transit (machines and equipment for rent) to inventories at book value in the amount of Baht 34.02 million in the consolidated financial statements and the separate financial statements.
5. The Company had purchase land in the amount of Baht 25 million at cost, which paid by cash in the amount of Baht 14 million and by borrowing from a financial institution for the remainder.
6. The Company has the offsetting assets and liabilities with subsidiaries, trade accounts receivable in the amount of Baht 21.57 million, trade accounts payable in the amount of Baht 11.10 million, short-term loan in the amount of Baht 10.75 million, and accrued interest expense in the amount of Baht 0.70 million in the separate financial statements.
7. The Company had transferred inventories to machines and equipment for rent at net book value in the amount of Baht 23.33 million in the consolidated financial statements in the amount of Baht 64.36 million in the separate financial statements.
8. The Company changed short-term loans to long-term loans with a financial institution in the amount of Baht 174.30 million.

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
NOTES TO THE FINANCIAL STATEMENTS  
FOR EACH OF THE YESRS ENDED DECEMBER 31, 2009 AND 2008

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 Accounting Standards (“TAS”) including related interpretations and guidelines promulgated by the Federation of Accounting Professions (“FAP”) in conformity with generally accepted accounting principles in Thailand.

The 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 preparation of the financial statements in conformity with Thai accounting standard 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.

On May 15, 2009, the Federation of Accounting Professions has made the announcement No. 12/2552 to renumber Thai Accounting Standards (“TAS”) to be the same as International Accounting Standards (IAS).



## BASIS OF CONSOLIDATED FINANCIAL STATEMENT PRESENTATION

The consolidated financial statements for each of the years ended December 31, 2009 and 2008 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	
			2009	2008
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%

The percentage of assets and revenues of the subsidiaries in relation to the total assets and total revenues as included in the consolidated financial statements as at the balance sheet date and for each of years ended December 31, 2009 and 2008 were as follows:

Subsidiaries	Assets as a percentage of the total assets included in the consolidated balance sheets		Revenues as a percentage of the total revenues included in the consolidated statements of income	
	2009	2008	2009	2008
	The Crane Lamechabang Co., Ltd.	7.88	8.62	21.56
The Crane Rayong Co., Ltd.	20.83	21.54	43.65	39.28
The Crane Heavy Lift Co., Ltd.	5.77	5.16	14.88	12.58
The Crane Service Co., Ltd.	14.91	11.63	24.92	18.32

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 from restructuring under the 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 balance sheet under Shareholders' equity.

### 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.

Revenue is recognized in the statement of 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.

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

#### Revenue from rental

Revenue from rental is recognized to the statement of 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

Expenses are recognized on an accrual basis.

#### Operating leases

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

#### Finance costs

Interest expenses and similar costs are charged to the statement of 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 income using the effective interest rate method.

#### Interest expenses

Interest expenses are recognized to the statement of income during the financial period in which they are incurred.

#### Employee benefits

The Company operates to set up 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 company. Contributions to the provident fund are charged to the statement of income in that year.

#### 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 net of deposits at bank on obligation.

#### Current investments

Current investments are the fixed deposits with maturity not over 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 determined 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.

#### 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	20
Machinery and factory equipment	5 - 10
Machinery and equipment for rent	
- acquired after June 2008	7 and 15
- acquired before June 2008	5 and 10
Furniture and office equipment	5
Vehicles	5

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 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 in excess of the originally assessed standard of performance of the existing asset will flow to the Group. 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 operating profit.

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 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 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 balance sheet 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 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 balance sheet 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 balance sheet.

Gain or loss on conversion is included in the statements of 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 balance sheet date, and any adjustment to tax payable in respect of previous years.

#### 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 (loss) per share

Basic earnings (loss) per share for each of the years ended December 31, 2009 and 2008 are determined by dividing net profit (loss) attributable to ordinary shareholders for each of the years by the weighted average number of ordinary shares during the years. The Company adjusted the number of ordinary shares in proportion to the change in the number of shares as a result of the increase in share capital as discussed in Note 27.

Basic earnings (loss) per share for each of the years ended December 31, 2009 and 2008 were calculated by par value, Baht 1, as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Net profit (loss) for the years (Baht)	(93,593,765.36)	31,553,391.41	(26,074,568.28)	35,927,582.12
<u>Weighted average number of ordinary shares (Shares)</u>				
Issued ordinary shares at January 1	450,000,000	350,000,000	450,000,000	350,000,000
Effect of shares issued on February 7, 2008	-	89,890,710	-	89,890,710
Weighted average number of ordinary shares (Shares)	450,000,000	439,890,710	450,000,000	439,890,710
Basic earnings (loss) per share (Baht)	(0.21)	0.07	(0.06)	0.08

### Provisions

A provision is recognized in the balance sheet 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 balance sheet date. However, actual results could differ from the estimates.

#### 4. CHANGE IN ESTIMATED USEFUL LIVES OF ASSETS FOR RENT

In year 2008, the Company and subsidiaries had reviewed the estimated useful lives of new assets for rent (Cranes and Forklifts) because of the change in the assets capacity and efficiency. As a result the useful lives of such assets for rent that the Company and subsidiaries acquired since June 2008 should be revised from 5 years to 7 years for used assets for rent and from 10 years to 15 years for new assets for rent and determined residual value of assets for rent at the rate 10% of cost. The change in the estimated useful lives result the depreciation for the year ended December 31, 2008 decreased in the amount of Baht 5 million in the consolidated financial statements and Baht 1.67 million in the separate financial statements.

The Company and subsidiaries had reviewed the estimated useful lives of assets for rent (Cranes and Forklifts) additional from year 2008, which the Company and subsidiaries changed the estimated useful lives of assets for rent for acquired since June 2008 should be revised from 5 years to 7 years for used assets for rent and from 10 years to 15 years for new assets for rent and determined residual value of assets for rent at the rate 10% of cost. There were approvals for changing the estimated useful lives of assets for rent acquire before June 2008 conformed to changing the estimated useful lives in year 2008. There were approvals for residual value of all assets for rent at the rate 20% of cost for Cranes and 10% of cost for Forklifts. The approval of changing the estimated useful lives of assets for rent and residual value will be implemented as from the beginning year 2010.

## 5. 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:

Transactions with related parties for each of the years ended December 31, 2009 and 2008.

	(Unit: Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
<u>Subsidiaries</u>				
The Crane Lamechabang Co., Ltd.				
Sales of goods	-	-	26,207,202.00	35,004,414.30
Revenues from rental and transportation services	-	-	11,086,816.99	43,246,236.94
Revenues from repairment	-	-	4,996,919.19	10,252,864.82
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	-	-	250,351.44	335,991.30
Interest income	-	-	-	30,061.65
Purchase of goods	-	-	9,834,392.52	44,862,628.40
Costs of rental and transportation services	-	-	320,851.57	604,575.95
Services and administrative expenses	-	-	5,470.74	-
The Crane Rayong Co., Ltd.				
Sales of goods	-	-	30,522,350.00	79,372,863.00
Revenues from rental and transportation services	-	-	43,806,747.98	24,502,150.03
Revenues from repairment	-	-	1,075,938.00	1,277,391.33
Revenues from consulting	-	-	4,200,000.00	4,200,000.00
Other income	-	-	299,301.88	210,481.32
Interest income	-	-	24,891.79	1,972.60

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Purchase of goods	-	-	-	70,100,800.00
Costs of rental and transportation services	-	-	186,102.64	536,029.86
Services and administrative expenses	-	-	-	1,632.00
Interest expenses	-	-	-	79,715.06
<b>The Crane Heavy Lift Co., Ltd.</b>				
Sales of goods	-	-	330,284.00	19,097,087.50
Revenues from rental and transportation services	-	-	7,491,633.54	8,984,500.00
Revenues from repairment	-	-	854,920.50	2,704,175.75
Revenues from consulting	-	-	3,600,000.00	3,600,000.00
Other income	-	-	262,694.17	263,658.76
Purchase of goods	-	-	22,543,411.22	46,983,400.00
Costs of rental and transportation services	-	-	206,283.65	290,156.50
Services and administrative expenses	-	-	5,600.00	-
Interest expenses	-	-	90.41	-
<b>The Crane Service Co., Ltd.</b>				
Sales of goods	-	-	73,057,513.50	729,424.50
Revenues from rental and transportation services	-	-	8,832,416.71	13,699,750.20
Revenues from repairment	-	-	6,653,470.97	7,725,706.70
Revenues from consulting	-	-	3,600,000.00	3,600,000.00
Revenues from rental building	-	-	600,000.00	600,000.00
Other income	-	-	1,269,091.67	1,356,885.71
Dividend income	-	-	14,998,950.00	20,998,530.00
Purchase of goods	-	-	32,273,352.33	50,427,688.10
Costs of sales	-	-	838,600.00	-
Costs of rental and transportation services	-	-	1,461,816.40	2,722,621.29
Services and administrative expenses	-	-	300,599.71	413,073.27
Interest expenses	-	-	2,407,999.76	2,372,037.59
<b><u>Related Persons (Shareholders and Director)</u></b>				
Sale of land	-	2,200,000.00	-	-
Rental expenses	600,000.00	600,000.00	-	-

Balance with related parties as at December 31, 2009 and 2008 is as follow:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
<u>Subsidiaries</u>				
The Crane Lamechabang Co., Ltd.				
Trade accounts receivable	-	-	9,021,228.39	28,459,964.66
Trade accounts payable	-	-	30,736.74	16,805,434.08
Deposit	-	-	95,700.00	95,700.00
The Crane Rayong Co., Ltd.				
Trade accounts receivable	-	-	22,060,072.02	19,288,932.37
Short-term loans receivable	-	-	-	1,600,000.00
Accrued interest income	-	-	-	1,972.60
Trade accounts payable	-	-	7,554,837.10	144,333.19
The Crane Heavy Lift Co., Ltd.				
Trade accounts receivable	-	-	341,123.49	3,015,775.10
Trade accounts payable	-	-	31,911,091.51	16,237,238.00
The Crane Service Co., Ltd.				
Trade accounts receivable	-	-	2,297,023.18	3,983,166.35
Trade accounts payable	-	-	52,850,927.92	59,253,678.12
Short-term loans payable	-	-	17,000,000.00	32,300,000.00
Accrued interest expenses	-	-	1,227,298.40	16,371.24
<u>Related Persons (Shareholders and Director)</u>				
Short-term loans payable	7,050,000.00	-	7,050,000.00	-
Accrued interest expenses	4,750,000.00	4,150,000.00	-	-

During the year 2009, the Company has the offsetting assets and liabilities with subsidiaries are as follow:

The Company has the offsetting trade accounts receivable in the amount of Baht 21.57 million, trade accounts payable in the amount of Baht 11.10 million, short-term loan payable in the amount of Baht 10.75 million, and accrued interest expenses in the amount of Baht 0.70 million.



The Crane Service Company Limited has the offsetting trade accounts receivable in the amount of Baht 22.34 million, short-term loan receivable in the amount of Baht 10.75 million, accrued interest income in the amount of Baht 0.70 million, other current assets in the amount of Baht 0.78 million, trade accounts payable in the amount of Baht 21.40 million, account payable from purchasing assets in the amount of Baht 11.10 million, and other current liabilities in the amount of Baht 0.51 million.

The Crane Lamechabang Company Limited has the offsetting trade accounts receivable in the amount of Baht 21.40 million, trade accounts payable in the amount of Baht 15.71 million, account payable from purchasing assets in the amount of Baht 6.19 million, and other current liabilities in the amount of Baht 0.50 million.

#### Short-term loans to related companies

Movements of short-term loans to related companies for each of the years ended December 31, 2009 and 2008 were as follows:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Balance at the beginning	-	-	1,600,000.00	-
Increase	-	-	8,800,000.00	5,400,000.00
Decrease	-	-	(10,400,000.00)	(3,800,000.00)
Balance at the end	-	-	-	1,600,000.00

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

Movements of short-term loans from related parties for each of the years ended December 31, 2009 and 2008 were as follows:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Balance at the beginning	-	10,853,636.42	32,300,000.00	36,002,422.31
Increase	17,549,999.00	127,544.00	26,429,999.00	53,000,000.00
Decrease	(10,499,999.00)	(10,981,180.42)	(34,679,999.00)	(56,702,422.31)
Balance at the end	7,050,000.00	-	24,050,000.00	32,300,000.00

The Company borrowed short-term loans from The Crane Service 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 unsecured. For the 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, 2009, the Company and its subsidiaries had co-guarantee liabilities with related parties as follows:

The Company

The Company had co-guarantee for liabilities under financial lease of subsidiaries in the amount of Baht 278.06 million (see Note 36).

Subsidiaries

The Subsidiaries had co-guarantee for liabilities under financial lease of the Company in the amount of Baht 150.89 million (see Note 36).

The Subsidiaries had co-guarantee for liabilities under financial lease of other subsidiaries in the amount of Baht 45.07 million (see Note 36).

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

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
Rendering of rent and transportation services	Market of 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.

On October 1, 2008, the Company and subsidiaries had change the pricing policies for the rendering of rent and transportation services from the market price minus discount 20% - 60% to the market price minus discount 20% - 35%.

The discount mentioned above occurred the difference from nature of service which were part of staff who control the machinery and equipment for rent

6. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at December 31, 2009 and 2008 consisted of:

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Cash	229,500.00	299,292.32	45,000.00	109,292.32
Cash at banks - savings deposits	2,062,232.11	14,586,970.27	67,055.31	454,573.75
Cash at banks - current deposits	5,433,334.84	16,777,583.72	110,543.18	445,967.78
Total	<u>7,725,066.95</u>	<u>31,663,846.31</u>	<u>222,598.49</u>	<u>1,009,833.85</u>

(Unit: Baht)

7. TRADE ACCOUNTS RECEIVABLE - NET

As at December 31, 2009 and 2008, the Company and subsidiaries had outstanding balances of trade accounts receivable aged by number of months as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
(Unit: Baht)				
<u>Trade accounts receivable - others</u>				
Current	20,003,299.29	57,426,621.78	475,454.50	8,827.50
Overdue				
Less than 3 months	27,960,872.26	75,188,067.32	2,306,533.21	22,533,003.08
Over 3 months up to 6 months	16,099,024.17	11,077,890.34	5,859,600.00	5,367,495.10
Over 6 months up to 12 months	15,647,438.30	428,025.27	-	172,893.62
Over 12 months	9,178,687.49	16,050,612.67	152,608.75	1,339,887.18
Total	88,889,321.51	160,171,217.38	8,794,196.46	29,422,106.48
<u>Less: Allowance for doubtful accounts</u>	(29,849,092.14)	(17,183,857.44)	(327,608.75)	(1,514,887.17)
Trade accounts receivable - others - net	59,040,229.37	142,987,359.94	8,466,587.71	27,907,219.31
<u>Trade accounts receivable - related companies</u>				
Current	-	-	7,314,129.53	7,047,720.11
Overdue				
Less than 3 months	-	-	16,679,370.18	47,594,021.02
Over 3 months up to 6 months	-	-	9,642,907.95	-
Over 6 months up to 12 months	-	-	83,039.49	-
Over 12 months	108,408.12	108,408.12	108,408.12	214,505.47
Total	108,408.12	108,408.12	33,827,855.27	54,856,246.60
<u>Less: Allowance for doubtful accounts</u>	(108,408.12)	(108,408.12)	(108,408.12)	(108,408.12)
Trade accounts receivable - related companies - net	-	-	33,719,447.15	54,747,838.48
Trade accounts receivable - net	59,040,229.37	142,987,359.94	42,186,034.86	82,655,057.79

Movements of allowance for doubtful accounts for each of the years ended December 31, 2009 and 2008 were as follows:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Balance as at the beginning	17,292,265.56	23,345,945.08	1,623,295.29	1,623,295.29
<u>Addition:</u> Doubtful accounts	21,184,061.67	3,325,360.74	-	-
<u>Less:</u> Reversal of doubtful accounts	(3,675,285.30)	(9,379,040.26)	-	-
<u>Less:</u> Written-off bad debts	(4,843,541.67)	-	(1,187,278.42)	-
Balance as at the end	<u>29,957,500.26</u>	<u>17,292,265.56</u>	<u>436,016.87</u>	<u>1,623,295.29</u>

As at December 31, 2009, the Company had sold on discount its trade accounts receivable to a company in the amount of Baht 2.03 million. The Company is committed to the uncollectible balances, for the whole amount, partial or overdue. Those accounts receivable were used as collateral for loans from that company (see Note 21).

#### 8. ACCRUED INCOME - NET

As at December 31, 2009 and 2008, the Company and subsidiaries had outstanding balances of accrued income as follows:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Accrued income	10,253,651.22	5,637,210.27	38,491.42	1,972.60
<u>Less:</u> Allowance for doubtful accounts	-	(350,000.00)	-	-
Accrued income - net	<u>10,253,651.22</u>	<u>5,287,210.27</u>	<u>38,491.42</u>	<u>1,972.60</u>

During the year 2008, The Crane Heavy Lift Company Limited (“subsidiary”) has recorded the allowance for doubtful accounts for overdue accrued income over 2 months.

Movements of allowance for doubtful accounts for each of the years ended December 31, 2009 and 2008 were as follows:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Balance as at the beginning	350,000.00	-	-	-
<u>Addition:</u> Doubtful accounts	-	350,000.00	-	-
<u>Less:</u> Written-off bad debts	(350,000.00)	-	-	-
Balance as at the end	-	350,000.00	-	-

9. INVENTORIES - NET

Inventories as at December 31, 2009 and 2008 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Cranes	18,634,234.00	67,169,497.91	18,634,234.00	67,169,497.91
Forklifts	5,860,280.54	39,412,642.91	5,860,280.54	41,917,333.51
Trailers	1,367,345.06	1,367,345.06	1,367,345.06	1,367,345.06
Trucks	-	988,202.51	-	1,063,740.50
Spare parts and equipment	6,355,245.44	6,357,043.24	6,855,244.44	6,757,042.24
Goods in transit and work in process	9,201,969.23	7,322,742.82	9,201,969.23	7,322,742.82
Total	41,419,074.27	122,617,474.45	41,919,073.27	125,597,702.04
<u>Less</u> Allowance for devaluation of inventories	(11,830,589.73)	(22,030,602.45)	(11,830,589.73)	(22,030,602.45)
Inventories - net	29,588,484.54	100,586,872.00	30,088,483.54	103,567,099.59

Movements of allowance for devaluation of inventories for each of the years ended December 31, 2009 and 2008 were as follows:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Balance as at the beginning	22,030,602.45	19,378,013.22	22,030,602.45	19,378,013.22
<u>Addition:</u> Loss from obsolete stock	-	2,652,589.23	-	2,652,589.23
<u>Less:</u> Reversal of loss from obsolete stock	(3,900,012.72)	-	(3,900,012.72)	-
<u>Less:</u> Written-off allowance for devaluation of inventories	(6,300,000.00)	-	(6,300,000.00)	-
Balance as at the end	11,830,589.73	22,030,602.45	11,830,589.73	22,030,602.45

During the year 2009, 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, the Company transferred partial inventories to be machinery and equipment for rent and recorded in “Property, plant and equipment” at cost in the amount of Baht 64.36 million and reversal related transactions.

#### 10. OTHER CURRENT ASSETS - NET

Other current assets as at December 31, 2009 and 2008 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Value added tax pending and tax invoice	26,982,601.24	35,204,436.96	16,632,039.94	23,011,621.54
Other receivables	2,801,471.40	4,110,083.35	-	602,023.85
Prepaid expenses	2,937,736.76	4,604,022.35	832,845.40	1,777,940.08
Fuel	1,038,519.23	560,103.52	-	-
Advanced payment	352,734.80	828,044.68	20,000.00	101,820.01
Other	230,595.53	275,497.21	9,395.53	-
Total	34,343,658.96	45,582,188.07	17,494,280.87	25,493,405.48
<u>Less:</u> Allowance for doubtful accounts	(2,469,377.01)	(3,743,759.94)	-	-
Other current assets - net	31,874,281.95	41,838,428.13	17,494,280.87	25,493,405.48

Movements of allowance for doubtful accounts for each of the years ended December 31, 2009 and 2008 were as follows:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Balance as at the beginning	3,743,759.94	3,789,759.94	-	-
<u>Less:</u> Reversal of doubtful accounts	(47,000.00)	(46,000.00)	-	-
<u>Less:</u> Written-off bad debts	(1,227,382.93)	-	-	-
Balance as at the end	2,469,377.01	3,743,759.94	-	-

#### 11. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries stated by the cost method, as at December 31, 2009 and 2008 consisted of:

(Unit: Baht)

Subsidiaries	Holding (%)		Paid-up share capital		Cost method	
	2009	2008	2009	2008	2009	2008
	The Crane Lamechabang Co., Ltd.	100%	100%	25,000,000.00	25,000,000.00	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

#### 12. RECEIVABLE UNDER REPURCHASE AGREEMENT - NET

Receivable under repurchase agreement as at December 31, 2009 and 2008 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
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 financial 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 financial institution (see Note 25).

13. RESTRICTED BANK DEPOSITS

As at December 31, 2009 and 2008, deposits at the bank of the Company and subsidiaries were used as collateral for letters of guarantee issued by banks (see Note 36).

14. RECEIVABLES FROM INSTALLMENT SALES

Receivables from installment sales as at December 31, 2009 and 2008 consisted of:

	(Unit: Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Receivables from installment sales	2,670,904.89	808,174.66	2,670,904.89	808,174.66

The Company entered into the financial 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.

During the year 2009, 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 each.

The receivable had committed to pay each year under the financial lease agreement as follows:

Year	(Unit: Millions Baht)			
	Consolidated financial statements		Separate financial statements	
	Minimum lease payment	Present value	Minimum lease payment	Present value
1	2.07	1.84	2.07	1.84
2	0.86	0.83	0.86	0.83
	2.93	2.67	2.93	2.67

15. PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment as at December 31, 2009 and 2008 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
<u>Cost</u>										
At January 1, 2008	478,361,102.45	7,001,939.29	127,283,514.04	16,430,532.62	30,148,707.09	34,798,109.93	1,038,060,299.69	3,563,066.00	201,993,017.40	1,937,640,288.51
Additions / transfer in	9,294,132.00	-	2,344,340.51	2,459,428.41	1,080,732.93	13,166,055.92	590,161,117.06	-	299,162,504.91	917,668,311.74
Disposals / transfer out	-	-	-	(1,937,706.24)	(660,772.49)	(9,017,305.71)	(216,244,303.91)	-	(385,881,468.93)	(613,741,557.28)
At December 31, 2008	487,655,234.45	7,001,939.29	129,627,854.55	16,952,254.79	30,568,667.53	38,946,860.14	1,411,977,112.84	3,563,066.00	115,274,053.38	2,241,567,042.97
Additions / transfer in	29,926,865.00	-	590,370.51	4,612,333.81	1,687,923.09	3,748,579.20	118,174,790.60	-	154,776,144.97	313,517,007.18
Transfer / adjust	4,400,635.00	-	6,512,834.78	-	133,821.44	-	199,632,155.93	-	(156,639,389.50)	54,040,057.65
Disposals / transfer out	-	-	(5,515,602.11)	(3,067,105.29)	(6,539,816.76)	(7,667,500.92)	(135,922,738.09)	-	(34,739,438.56)	(193,452,201.73)
At December 31, 2009	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
<u>Accumulated depreciation</u>										
At January 1, 2008	-	4,718,110.33	53,316,810.62	11,924,470.84	24,431,241.08	20,356,594.85	474,361,381.13	1,381,643.59	-	590,490,252.44
Depreciation	-	1,296,256.59	6,379,145.58	2,223,967.47	2,184,800.73	6,521,938.55	168,479,169.39	99,999.95	-	187,185,278.26
Disposals	-	-	-	(564,618.62)	(478,430.67)	(6,389,559.86)	(92,054,355.49)	-	-	(99,486,964.64)
At December 31, 2008	-	6,014,366.92	59,695,956.20	13,583,819.69	26,137,611.14	20,488,973.54	550,786,195.03	1,481,643.54	-	678,188,566.06
Depreciation	-	987,565.37	6,577,961.67	1,827,720.79	1,977,315.02	6,111,582.84	191,315,259.29	99,999.95	-	208,897,404.93
Disposals	-	-	(3,844,054.07)	(3,040,866.75)	(6,511,939.16)	(6,164,145.89)	(57,740,733.18)	-	-	(77,301,739.05)
At December 31, 2009	-	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
<u>Impairment of assets</u>										
At December 31, 2008	-	-	-	-	-	-	2,928,000.60	-	-	2,928,000.60
At December 31, 2009	-	-	-	-	-	-	2,928,000.60	-	-	2,928,000.60
<u>Net book value</u>										
At December 31, 2008	487,655,234.45	987,572.37	69,931,898.35	3,368,435.10	4,431,056.39	18,457,886.60	858,262,917.21	2,081,422.46	115,274,053.38	1,560,450,476.31
At December 31, 2009	521,982,734.45	7.00	68,785,593.93	6,126,809.58	4,247,608.30	14,591,527.93	906,572,599.54	1,981,422.51	78,671,370.29	1,602,959,673.53

Depreciation of the Company and its subsidiaries for the year ended December 31, 2009, in the amount of Baht 194.04 million (year 2008: Baht 172.68 million) were included in cost of rental and transportation services, and Baht 14.85 million (year 2008: Baht 14.51 million) were included in selling and administrative expenses.

As at December 31, 2009, the Company and its subsidiaries had book value of fixed assets before less accumulated depreciation which have been fully depreciated and still in use totalling a cost of Baht 363.00 million (year 2008: Baht 176.29 million).

As at December 31, 2009 and 2008, the Company and its subsidiaries had provided part of land including existing construction and to be constructed in the future as well as the benefits from insurance of construction pledged as collateral for bank overdrafts and loans from financial institutions (see Note 16).

In year 2009, the Company and its subsidiaries transferred machinery and equipment for rent to inventories account at net book value in the amount of Baht 17.72 million (year 2008: Baht 109.07 million) and recognized as costs of sales when disposed the assets during the year.

The Crane Lamechabang Company Limited (“subsidiary”) entered into property lease agreement with the Company for lease a land including construction. The lease period is three years which the latest renewable is started from June 1, 2007 to November 30, 2010. The rate of lease is Baht 0.10 million per month.

The Crane Lamechabang Company Limited (“subsidiary”) entered into property lease agreement with a person for lease a land and building. The lease period is one year which the latest renewable is started from September 1, 2009 to August 31, 2010. The rate of lease is Baht 0.01 million per month.

The Crane Rayong Company Limited (“subsidiary”) entered into property lease agreement with another company for lease part of the land including construction of subsidiary. The lease period is 12 months which the latest renewable is started from December 1, 2009 to November 30, 2010. The rate of lease is Baht 0.42 million per month.

The Crane Service Company Limited allowed The Crane Lamechabang Company Limited to lease part of the land including construction for the period of one year started from January 1, 2008 to December 31, 2008. Subsequently, on January 1, 2009, the Company extended lease period to another one year ending December 31, 2009. The rate of lease is Baht 0.01 million per month. On November 13, 2009, The Crane Service Company Limited sold a land including construction which has net book value in the amount of Baht 4.16 million to The Crane Lamechabang Company Limited with the price as stipulated in the agreement in the amount of Baht 4.50 million by cash payment in the amount of Baht 2.5 million and by borrowed loan from a financial institution for the remainder (see Note 23).

The Crane Service Company Limited (“subsidiary”) leased a land including construction with the Company. The lease period is one year which the latest renewable is started from January 1, 2010 to December 31, 2010. The rate of lease is Baht 0.05 million per month.

The Crane Heavy Lift Company Limited (“subsidiary”) entered into the land lease agreement with the director of the Company. The lease period is three years which the latest renewable is started from September 1, 2008 to August 31, 2011. The rate of lease is Baht 0.05 million per month (see Note 36).

(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, 2008	457,187,219.37	6,345,543.21	51,405,727.28	4,201,887.85	9,490,471.62	7,882,028.04	236,257,088.01	189,845,442.14	962,615,407.52
Additions / transfer in	6,794,132.00	-	-	210,039.97	259,099.72	10,110,203.44	285,667,264.54	172,047,239.43	475,087,979.10
Disposals / transfer out	-	-	-	-	-	(3,512,282.71)	(4,223,840.28)	(246,847,144.44)	(254,583,267.43)
At December 31, 2008	463,981,351.37	6,345,543.21	51,405,727.28	4,411,927.82	9,749,571.34	14,479,948.77	517,700,512.27	115,045,537.13	1,183,120,119.19
Additions / transfer in	29,926,865.00	-	584,065.49	98,708.00	693,858.87	-	5,074,351.11	145,703,418.90	182,081,267.37
Transfer / adjust	4,400,635.00	-	6,328,551.39	-	133,821.44	-	199,030,965.04	(153,349,225)	56,544,748.25
Disposals / transfer out	-	-	-	-	(177,942.90)	(2,724,000.00)	(105,916,679.46)	(34,739,438.56)	(143,558,060.92)
At December 31, 2009	498,308,851.37	6,345,543.21	58,318,344.16	4,510,635.82	10,399,308.75	11,755,948.77	615,889,148.96	72,660,292.85	1,278,188,073.89
<u>Accumulated depreciation</u>									
At January 1, 2008	-	4,090,362.11	10,532,993.94	2,901,338.70	6,324,221.16	3,871,690.11	60,940,246.25	-	88,660,852.27
Depreciation	-	1,269,108.24	2,570,285.91	671,792.71	1,070,268.05	2,507,043.52	41,286,961.59	-	49,375,460.02
Disposals	-	-	-	-	-	(1,964,648.69)	(3,335,636.32)	-	(5,300,285.01)
At December 31, 2008	-	5,359,470.35	13,103,279.85	3,573,131.41	7,394,489.21	4,414,084.94	98,891,571.52	-	132,736,027.28
Depreciation	-	986,070.86	2,761,330.98	421,067.10	1,068,896.75	2,662,814.92	65,237,290.75	-	73,137,471.36
Disposals	-	-	-	-	(170,278.43)	(1,944,412.87)	(14,104,307.58)	-	(16,218,998.88)
At December 31, 2009	-	6,345,541.21	15,864,610.83	3,994,198.51	8,293,107.53	5,132,486.99	150,024,554.69	-	189,654,499.76
<u>Net book value</u>									
At December 31, 2008	463,981,351.37	986,072.86	38,302,447.43	838,796.41	2,355,082.13	10,065,863.83	418,808,940.75	115,045,537.13	1,050,384,091.91
At December 31, 2009	498,308,851.37	2.00	42,453,733.33	516,437.31	2,106,201.22	6,623,461.78	465,864,594.27	72,660,292.85	1,088,533,574.13

Depreciation of the Company for the year ended December 31, 2009, in the amount of Baht 66.47 million (year 2008: Baht 44.13 million) were included in cost of rental and transportation services, and Baht 6.67 million (year 2008: Baht 5.25 million) were included in selling and administrative expenses.

As at December 31, 2009, the Company had book value of equipment before less accumulated depreciation which have been fully depreciated and still in use totalling a cost of Baht 47.89 million (year 2008: Baht 23.77 million).

As at December 31, 2009 and 2008, the Company had provided land including existing construction and to be constructed as well as the benefits from insurance of construction pledged as collateral for bank overdrafts and loans from financial institutions (see Note 16).

In year 2009, the Company transferred machinery and equipment for rent to inventories account at net book value in the amount of Baht 91.81 million (year 2008: Baht 0.89 million) and recognized as cost of sales when disposed the assets during the year.

In year 2009, the Company transferred assets in transit (machinery and equipment for rent) to inventories in the amount of Baht 34.02 million.

As at December 31, 2009, the net book value of machinery and equipment for rent and vehicle in the consolidated financial statements in the amount of Baht 674.61 million (year 2008: Baht 739.99 million) and in the separate financial statements in the amount of Baht 344.27 million (year 2008: Baht 360.07 million) presented as assets under financial lease agreements (see Note 24).

On August 10, 2009, the Company entered into a land sale and purchase agreement from a company in the amount of Baht 25 million by cash payment in the amount of Baht 14 million. The Company borrowed loan from a financial institution for the remainder (see Note 23).

#### 16. ASSETS USED AS COLLATERAL

The Company and subsidiaries have pledged land including existing construction and to be constructed (see Note 15) as well as the benefits from insurance of construction against bank overdrafts and loans from financial institutions with the full guarantee by the directors of the Company and subsidiaries.

Moreover, the Company's director mortgaged personal land including construction (see Note 24) as collateral for partial of liabilities under the Company's financial lease agreement.

17. OTHER NON-CURRENT ASSETS - NET

Other non-current assets as at December 31, 2009 and 2008 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Withholding tax	40,173,867.18	27,993,132.34	10,343,715.79	11,494,535.10
Deposits	4,011,173.00	7,921,972.43	4,002,000.00	7,255,299.43
Prepaid income tax	-	1,430,081.34	-	1,430,081.34
Others	51,279.79	173,189.61	-	-
<b>Total</b>	<b>44,236,319.97</b>	<b>37,518,375.72</b>	<b>14,345,715.79</b>	<b>20,179,915.87</b>
<u>Less:</u> Allowance for doubtful accounts	-	(1,093,208.74)	-	-
<b>Other non-current assets - net</b>	<b>44,236,319.97</b>	<b>36,425,166.98</b>	<b>14,345,715.79</b>	<b>20,179,915.87</b>

Movements of allowance for doubtful accounts for each of the years ended December 31, 2009 and 2008 were as follows:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Balance as at the beginning	1,093,208.74	4,779,729.38	-	-
<u>Less:</u> Reversal of doubtful accounts	-	(3,686,520.64)	-	-
<u>Less:</u> Written-off bad debts	(1,093,208.74)	-	-	-
<b>Balance as at the end</b>	<b>-</b>	<b>1,093,208.74</b>	<b>-</b>	<b>-</b>

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

Bank overdrafts and short-term loans from financial institutions as at December 31, 2009 and 2008 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Bank overdrafts	75,482,280.40	41,212,441.28	52,535,746.75	28,218,948.90
Promissory notes	50,000,000.00	20,000,000.00	50,000,000.00	20,000,000.00
Trust receipts	-	68,489,265.65	-	68,489,265.65
Total	125,482,280.40	129,701,706.93	102,535,746.75	116,708,214.55

The Company and subsidiaries have credit lines for bank overdrafts in the amount of Baht 55 million and Baht 23 million, respectively (year 2008: Baht 55 million and Baht 17 million, respectively), bearing interest at the rate referred with the interest rate of minimum overdraft rate (MOR) and the Company have credit lines for short-term loan by issuing Promissory Notes in the amount of Baht 50 million (year 2008: Baht 50 million), letter of credit / trust receipt in the amount of Baht 100 million (year 2008: Baht 100 million) with interest charged at the rate referred with the interest rate of minimum loan rate (MLR) and forward foreign currency in the amount of Baht 5 million (year 2008: Baht 5 million). The Company and subsidiaries' land including existing construction and to be constructed were used as collateral for loans from the bank. Moreover, the loans are also guaranteed by the Company and its subsidiary's directors. The Company had co-guarantee for liabilities of subsidiaries (see Note 16).

19. TRADE ACCOUNTS PAYABLE

Trade accounts payable as at December 31, 2009 and 2008 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Trade accounts payable - Domestic	19,119,538.79	27,219,147.33	99,663,740.70	104,164,198.37
Trade accounts payable - Overseas	24,344,392.75	176,414,316.95	24,344,392.75	176,414,316.95
Total	43,463,931.54	203,633,464.28	124,008,133.45	280,578,515.32

20. CURRENT PORTION OF LONG-TERM DEBTS

Current portion of long-term debts as at December 31, 2009 and 2008 consisted of:

(Unit: Baht)

	Notes	Consolidated		Separate	
		financial statements		financial statements	
		2009	2008	2009	2008
Loans from financial institutions	23	91,366,739.18	58,008,000.00	86,350,739.18	54,000,000.00
Liability under financial lease	24	154,582,314.22	162,114,495.15	66,477,446.27	81,616,165.94
Total		245,949,053.40	220,122,495.15	152,828,185.45	135,616,165.94

21. OTHER SHORT-TERM LOAN

The Company sold on discount its trade accounts receivable to a company with the interest charged at the rate of 2.5 percent per annum. Those accounts receivable were used as collateral for the loan (see Note 7).

22. OTHER CURRENT LIABILITIES

Other current liabilities as at December 31, 2009 and 2008 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Value added tax pending and/or tax invoice	10,640,937.04	13,692,183.31	2,241,890.53	2,715,649.01
Accrued withholding tax	2,406,928.75	2,050,004.54	895,102.38	382,653.06
Other payables	4,192,467.23	5,140,703.71	58,600.00	-
Others	430,094.65	532,294.76	20,791.00	63,631.00
Total	17,670,427.67	21,415,186.32	3,216,383.91	3,161,933.07



## 23. LOANS FROM FINANCIAL INSTITUTIONS

Loans from financial institutions as at December 31, 2009 and 2008 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Loans from financial institutions	219,114,423.12	76,832,000.00	198,873,623.19	57,500,000.00
<u>Less:</u> Current portion of long-term debts	(91,366,739.18)	(58,008,000.00)	(86,350,739.18)	(54,000,000.00)
Long-term loans from financial institutions	<u>127,747,683.94</u>	<u>18,824,000.00</u>	<u>112,522,884.01</u>	<u>3,500,000.00</u>

The details of the loans are summarized as follows:

No	Lender	Thousands Baht				Period	Referred Interest Rate	Repayment
		Credit line		Principal				
		2009	2008	2009	2008			
<u>Company</u>								
1	Bank	84,500	100,000	30,000	57,500	Jul. 2009 - Dec. 2010	MLR	In year 2009, Monthly principal repayment totaling 5 installments, Baht 0.10 million each In year 2010, Monthly principal repayment totaling 12 installments, Baht 2.50 million each
2	Bank	170,000	170,000	144,274	-	Mar. 2009 - Mar. 2013	MLR	Monthly principal repayment totaling 42 installments, in agreements each
3	Bank	35,000	-	24,600	-	Aug. 2009 - Aug. 2015	MLR	Monthly principal repayment totaling 72 installments, Baht 0.60 million each
	Total	<u>289,500</u>	<u>270,000</u>	<u>198,874</u>	<u>57,500</u>			
<u>Subsidiary</u>								
4	Bank	20,000	20,000	15,324	19,332	Oct. 2008 - Oct. 2013	MLR	Monthly principal repayment totaling 60 installments, Baht 0.33 million each
5	Bank	5,000	-	4,916	-	Dec. 2009 - Nov. 2014	MLR	Monthly principal repayment totaling 60 installments, Baht 0.08 million each
	Total	<u>25,000</u>	<u>20,000</u>	<u>20,240</u>	<u>19,332</u>			
	Grand Total	<u>314,500</u>	<u>290,000</u>	<u>219,114</u>	<u>76,832</u>			

#### Credit line 1

The Company had credit line from a financial institution in the amount of Baht 270 million. The Company repaid such loan by monthly installments Baht 4.50 million each with bearing interest at the rate referred with the interest rate of minimum loan rate (MLR).

In July 2009, the Company has default repayment in installment loan condition with a bank. On September 18, 2009, the bank approved to change in such installment loan condition. The fine for the overdue payments has been waived and the interest is the normal rate.

The Company has conditions to maintain Debt to Equity Ratio and maintain Debt Service Coverage Ratio according to the agreement. However, the Company has repayment in installment at the bank approved but the Company did not sign the additional of loan agreement because the Company is in the process of negotiate to change some conditions with the bank.

#### Credit line 2

During the year 2009, the Company entered into expanding the memorandum of understanding to installment of debt with a financial institution which has outstanding debt at the memorandum of understanding date in the amount of Baht 174.30 million. The Company repaid such debts by 42 monthly installments with bearing interest at the rate referred with the interest rate of minimum loan rate (MLR).

#### Credit line 3

The Company had credit line from a financial institution in the amount of Baht 35 million. The Company repaid such loan by monthly installments Baht 0.60 million each. The first loan payment after 13 months period (after receipt the first loan) with bearing interest at the rate referred with the interest rate of minimum loan rate (MLR).

#### Credit line 4

The Crane Rayong Company Limited (“subsidiary”) had credit line from a financial institution in the amount of Baht 20 million. The Subsidiary repaid such loan by monthly installments Baht 0.33 million each with bearing interest at the rate referred with the interest rate of minimum loan rate (MLR).

#### Credit line 5

The Crane Lamechabang Company Limited (“subsidiary”) had credit line from a financial institution in the amount of Baht 5 million. The Subsidiary repaid such loan by monthly installments Baht 0.08 million each with bearing interest at the rate referred with the interest rate of minimum loan rate (MLR).

The Company and subsidiaries had pledged land including existing construction and to be constructed as well as the benefits from insurance of construction and the Company's director and certain shareholders pledged ordinary shares not less than stipulated in the loan agreement 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 Note 16).

#### 24. LIABILITY UNDER FINANCIAL LEASE

Liability under financial lease as at December 31, 2009 and 2008 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Liabilities under financial lease	399,834,552.01	442,316,396.28	166,634,493.60	210,917,379.21
<u>Less:</u> Current portion of long-term debts	(154,582,314.22)	(162,114,495.15)	(66,477,446.27)	(81,616,165.94)
Long-term liabilities under financial lease	<u>245,252,237.79</u>	<u>280,201,901.13</u>	<u>100,157,047.33</u>	<u>129,301,213.27</u>

The Company and subsidiaries entered into the financial lease agreements for machinery and equipment for rent and for vehicles, payable monthly in the amount of Baht 8.89 million and Baht 10.79 million, respectively. As at December 31, 2009, the current portion of liability under the financial lease agreement in the amount of Baht 154.58 million (year 2008: Baht 162.12 million) for the consolidated financial statements and Baht 66.48 million (year 2008: Baht 81.62 million) for the separate financial statements was presented under current portion.

Moreover, the Company and subsidiaries had committed to pay each year under the financial lease agreement as follows:

(Unit: Millions Baht)

Year	Consolidated financial statements		Separate financial statements	
	Minimum lease payment	Present value	Minimum lease payment	Present value
1	176.73	154.58	79.51	66.48
2 - 5	255.70	245.25	108.54	100.15
	<u>432.43</u>	<u>399.83</u>	<u>188.05</u>	<u>166.63</u>

The Company's director mortgaged personal land including construction used as collateral for contingent liabilities from the part of Company's financial lease agreement. The liabilities under financial lease are also guaranteed by the Company and its subsidiary's directors (see Note 16).

In year 2009, The Company entered into a sale and leaseback agreement for machineries (Crane) with a financial institution. The Company had cash received from the financial lease agreement in the amount of Baht 39.31 million (year 2008, The Crane Service Company Limited (“subsidiary”): Baht 6.41 million) and committed to pay each monthly under the agreement totalling 48 months and in the total amount of Baht 47.03 million (year 2008: Baht 8.20 million). However, the Company did not recognize gain / loss from the sale and leaseback agreement.

## 25. LIABILITY FROM REPURCHASE AGREEMENT

Liability from repurchase agreement as at December 31, 2009 and 2008 consisted of:

	(Unit: Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Liability from repurchase agreement	60,110,913.64	60,110,913.64	-	-
Provision from litigation	17,638,024.25	6,978,508.81	-	-
Total	<u>77,748,937.89</u>	<u>67,089,422.45</u>	<u>-</u>	<u>-</u>

On December 16, 1996, The Crane Service Company Limited (“subsidiary”) sold assets to a customer by financial 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 12) 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.

The subsidiary has not repaid the principal and interest as per the agreement. The subsidiary litigated with the creditor relating to alleged overstated debt on April 18, 2007. 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. Therefore, the subsidiary reclassified such liability to current liability.

On July 14, 2009, Civil Court judged the Subsidiary 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 on October 14, 2009. At present, the Subsidiary is in the process to suspend the execution. However, the Subsidiary has already recorded the provision of the damage fine at the Civil Court judged in the amount of Baht 17.64 million (see Note 39).

## 26. OTHER NON-CURRENT LIABILITIES

Other non-current liabilities as at December 31, 2009 and 2008 consisted of:

	(Unit: Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Retention - employee	9,637,021.86	9,700,153.93	216,151.00	218,926.00
Retention - equipment	338,156.04	313,406.59	-	-
Deposits received	-	-	95,700.00	95,700.00
<b>Total</b>	<b>9,975,177.90</b>	<b>10,013,560.52</b>	<b>311,851.00</b>	<b>314,626.00</b>

27. SHARE CAPITAL

The Company

The Board of Directors' Meeting held on January 30, 2008, passed a resolution to offer ordinary shares for an increase in the Company's share capital of 100 million shares to the public for subscription shares on February 1, 4 and 5, 2008 at the offering price of Baht 2.80 per share, totaling Baht 280 million. The Company has recorded the underwriting fees concerning the offering of its increased share capital of approximately Baht 20.45 million as deduction in "Premium on share capital". The Company registered the change in its paid-up share capital for such increase in share capital with the Ministry of Commerce on February 7, 2008.

28. 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.

29. 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.

30. DIVIDEND PAYMENT AND LEGAL RESERVE

The Company

At the Ordinary General Meeting of Shareholders held on April 30, 2009, a resolution was passed authorizing a dividend payment at the rate of Baht 0.05 per share, totaling Baht 22.50 million.

At the Ordinary General Meeting of Shareholders held on April 24, 2008, a resolution was passed authorizing a dividend payment at the rate of Baht 0.10 per share, totaling Baht 45 million.

Subsidiary

At the Ordinary General Meeting of Shareholders of The Crane Service Company Limited held on April 28, 2009, a resolution was passed authorizing a dividend payment at the rate of Baht 150 per share, totaling Baht 15 million and approved an additional appropriated legal reserve of Baht 0.82 million.

At the Ordinary General Meeting of Shareholders of The Crane Service Company Limited held on March 10, 2008, a resolution was passed authorizing a dividend payment at the rate of Baht 210 per share, totaling Baht 21 million and approved an additional appropriated legal reserve of Baht 1.05 million.

31. OTHER INCOME

Other income for each of the years ended December 31, 2009 and 2008 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Revenue from other service	12,403.74	1,015,098.12	16,826,162.90	17,371,983.83
Revenue from rental	5,111,657.94	5,053,200.00	1,748,400.00	1,748,400.00
Interest income	1,199,706.99	323,485.00	627,735.20	209,329.85
Gain on foreign exchange	14,958,919.28	3,082.82	14,701,811.93	-
Reversal of doubtful accounts	-	9,436,200.16	-	-
Gain on sale of assets	2,609,533.88	1,824,963.98	306,163.51	155,443.40
Reversal of loss from obsolete stock	3,900,012.72	-	3,900,012.72	-
Others	4,209,414.55	5,370,250.27	1,010,013.73	1,205,683.74
<b>Total</b>	<b>32,001,649.10</b>	<b>23,026,280.35</b>	<b>39,120,299.99</b>	<b>20,690,840.82</b>

### 32. EXPENSES BY NATURE

Significant expenses by nature for each of the years ended December 31, 2009 and 2008 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Supplies used	16,822,921.65	26,233,719.57	16,822,921.65	26,233,719.57
Employee expenses	119,134,165.40	127,852,409.18	51,716,172.52	53,632,677.17
Utility expenses	5,346,096.85	5,141,310.09	1,874,988.98	1,775,805.17
Fuel expenses	16,822,898.25	25,441,986.89	1,301,897.79	2,005,693.60
Rental and transportation expenses	10,981,336.75	29,091,023.34	799,806.31	1,130,789.07
Insurance expenses	7,599,495.02	9,362,360.86	2,209,858.60	2,887,866.14
Maintenance expenses	17,656,997.87	15,502,453.38	1,159,515.89	1,024,680.03
Depreciation	208,897,404.93	187,185,278.26	73,137,471.36	49,375,460.02
Security expenses	4,561,566.35	4,538,684.03	1,439,842.40	1,439,550.00
Sale promotion expenses	3,011,134.45	14,678,423.01	1,147,687.00	5,496,812.89
Transferred and register expenses	1,561,889.46	3,470,994.87	558,481.50	869,513.50
Doubtful accounts	17,461,776.37	-	-	-
Loss on exchange rate	-	24,232,397.08	-	24,232,397.08
Loss from impairment of assets and written-off assets	8,964,270.35	1,928,000.60	4,626,685.75	-
Loss from obsolete stock	-	2,652,589.23	-	2,652,589.23
Provision	10,826,341.36	131,785.60	320,644.74	-

### 33. FINANCE COSTS

Finance costs for each of the years ended December 31, 2009 and 2008 consisted of:

(Unit: Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2009	2008	2009	2008
Interest expenses	62,770,822.49	73,967,509.13	41,128,315.09	42,188,188.21
Bank charge fees	-	826,418.50	-	600,000.00
Total	62,770,822.49	74,793,927.63	41,128,315.09	42,788,188.21



#### 34. INCOME TAX EXPENSE

The Company have loss after adjustment according to the Revenue Code, which caused the Company did not have any income tax expense in year 2009 and 2008.

##### Income tax reduction

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.

#### 35. PROVIDENT FUND

The Company 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 BT Asset Management Company Limited and will be paid to the employees upon termination in accordance with the rules of the fund. During the year 2009, Baht 936,007.63 (In 2008: Baht 876,925.81) has been contributed to the fund by the Company.

#### 36. COMMITMENTS AND CONTINGENT LIABILITIES

As at December 31, 2009, the Company and its subsidiaries had commitments and contingent liabilities as follows:

##### The Company

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

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

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

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

36.1.4 Commitment from construction office building agreement in the amount of Baht 30.26 million.

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

36.2 The letter of guarantee issued by the Bank for guarantee in the amount of Baht 0.23 million (see Note 13).

36.3 Undue L/C in the amount of YEN 130 million.

36.4 Contingent liabilities as follow:

- 36.4.1 Contingent liabilities on co-guarantee for liabilities under financial lease with subsidiaries in the amount of Baht 278.06 million (see Note 5).
- 36.4.2 Contingent liabilities from lease back agreement together with subsidiaries in the amount of Baht 11.16 million.

Subsidiaries

36.5 Commitments for payment under agreement as follow:

- 36.5.1 Commitment for payment under the land lease agreement to the director of the Company in the amount of Baht 0.05 million per month.
- 36.5.2 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 15).
- 36.5.3 Commitment for payment under the management agreement with the Company in the amount of Baht 1.25 million per month.
- 36.5.4 Commitment for payment under the security and cleaning service agreement with a company in the amount of Baht 0.33 million per month.
- 36.5.5 Commitment from labor of construction office building in the amount of Baht 1.12 million.

36.6 The letter of guarantee issued by the Bank for guarantee the subsidiaries in the amount of Baht 2.33 million (see Note 13).

36.7 Contingent liabilities as follow:

- 36.7.1 Contingent liability on co-guarantee for liabilities under financial lease with the Company in the amount of Baht 150.89 million (see Note 5).
- 36.7.2 Contingent liability on co-guarantee for liabilities under financial lease with the Subsidiaries in the amount of Baht 45.07 million (see Note 5).
- 36.7.3 The Crane Service Company Limited is litigating a case 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 39).
- 36.7.4 The Crane Heavy Lift Company Limited is litigating a suit brought against it for a claim of Baht 14.92 million (see Note 39).

37. BUSINESS SEGMENT INFORMATION

The Company and subsidiaries operate the business primarily related to sales and services of cranes, forklifts, trailers and trucks. Based on the types of activities, the operating income for each of the years ended December 31, 2009 and 2008 were classified as follows:

For the year ended December 31, 2009

	(Unit: Thousands Baht)			
	Sales	Service	Eliminate	Total
Revenue	341,929	518,721	(388,354)	472,296
Cost	(236,524)	(517,669)	363,371	(390,822)
Gross profit	105,405	1,052	(24,983)	81,474
Other income				32,001
Profit before expenses				113,475
Selling and service expenses				(19,145)
Administrative expenses				(94,245)
Management compensation				(30,908)
Total expenses				(144,298)
Loss before finance costs				(30,823)
Finance costs				(62,771)
Net loss				(93,594)
Fixed assets as at December 31, 2009				1,602,960
Total assets as at December 31, 2009				1,791,511

For the year ended December 31, 2008

	(Unit: Thousands Baht)			
	Sales	Service	Eliminate	Total
Revenue	672,360	669,757	(552,562)	789,555
Cost	(491,302)	(575,939)	533,712	(533,529)
Gross profit	181,058	93,818	(18,850)	256,026
Other income				23,026
Profit before expenses				279,052
Selling and service expenses				(31,043)
Administrative expenses				(96,038)
Management compensation				(28,488)
Total expenses				(155,569)
Profit before finance costs and income tax				123,483
Finance costs				(74,794)
Profit before income tax				48,689
Income tax				(17,136)
Net profit				31,553
Fixed assets as at December 31, 2008				1,560,450
Total assets as at December 31, 2008				1,926,345

### 38. FINANCIAL INSTRUMENTS

#### 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.

#### 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:

### 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.

### Foreign Currency Risk

The Company's exchange rate risk primarily involves the purchases and sales of goods in foreign currencies. As at December 31, 2009 and 2008, the Company had assets and liabilities in foreign currencies, without hedging, as follows:

<u>Currencies</u>	(Unit: Millions)			
	2009		2008	
	<u>Assets</u>	<u>Liabilities</u>	<u>Assets</u>	<u>Liabilities</u>
YEN	-	66.64	-	317.46

### 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.

### 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.

## 39. LITIGATION

### The Company

39.1 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 financial lease 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. Civil Court judged The Crane Service Company Limited and the Group to pay the debt including the damage fine. The Crane Service Company Limited filed a suit to Appeal Court which is in the process to suspend the execution. However, The Crane Service Company Limited has already recorded all provision of the damage

fine in “Provision” (see Note 25). However, the management of the Group agreed that if the Group was 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 was able to absorb these effect.

### Subsidiaries

39.2 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 a subsidiary’s director (see Notes 15 and 36).

The Subsidiary has recorded the above accrued rental expenses are divided into 2 as follow:

1. The Subsidiary has recorded the accrued rental expenses is monthly following the agreement with a subsidiary’s director (see Notes 36). As at December 31, 2009 the subsidiary had the accrued rental expenses in the amount of Baht 4.75 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 rent from 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, 2009 the subsidiary had set up an allowance for damage in the amount of Baht 7.66 million.

As at December 31, 2009 the subsidiary has recorded the accrued rental expenses totaling in the amount of Baht 12.41 million. However, if the subsidiary loses more than such provision, the subsidiary’s director will be responsible for the total in excess.

39.3 As at December 31, 2009 The Crane Heavy Lift Company Limited (“subsidiary”) is litigating a suit brought against it for a claim of Baht 1.32 million. Civil Court judged the Subsidiary to pay the debt and Appeal Court judged to dismiss the plaintiff’s plaint. The case is pending decision in the Supreme Court. However, the subsidiary company had still not recorded any potential liabilities.

39.4 As at December 31, 2009 The Crane Service Company Limited (“subsidiary”) is litigation a suit brought against it involving compensation of breach debt confirmation agreement in the amount of Baht 66.54 million and a litigation suit brought against it involving compensation from cheque default of Baht 0.96 million. The subsidiary filed a suit against a creditor relating to overstated debt (see Note 25).

#### 40. RECLASSIFICATION

The Company has reclassified certain accounts in the balance sheet as at December 31, 2008 and the statements of income for the year ended December 31, 2008 to conform with the presentation of the financial statements of this period consisted of:

(Unit: Baht)

	Consolidated financial statements			Separate financial statements		
	Before		After	Before		After
	reclassification	Reclassification	reclassification	reclassification	Reclassification	reclassification
<u>Balance sheet</u>						
Other current assets	41,085,069.88	753,358.25	41,838,428.13	-	-	-
Current portion of long-term debts	221,016,245.15	(893,750.00)	220,122,495.15	-	-	-
Liabilities under						
repurchase agreement	60,110,913.64	6,978,508.81	67,089,422.45	-	-	-
Accrued expenses	34,470,976.17	(6,978,508.81)	27,492,467.36	-	-	-
Other current liabilities	18,231,727.37	3,183,458.95	21,415,186.32	-	-	-
Long-term debts	300,562,251.83	(300,562,251.83)	-	132,801,213.27	(132,801,213.27)	-
Long-term loans from						
financial institutions	-	18,824,000.00	18,824,000.00	-	3,500,000.00	3,500,000.00
Long-term liability						
under financial lease	-	280,201,901.13	280,201,901.13	-	129,301,213.27	129,301,213.27
<u>Statements of income</u>						
Other Income	26,701,641.09	(3,675,360.74)	23,026,280.35			
Selling and administrative expenses	159,244,363.83	(159,244,363.83)	-	93,073,757.61	(93,073,757.61)	-
Selling and service expenses	-	31,043,469.89	31,043,469.89	-	9,786,543.87	9,786,543.87
Administrative expenses	-	96,037,486.76	96,037,486.76	-	55,298,246.34	55,298,246.34
Management compensation	-	28,488,046.44	28,488,046.44	-	27,988,967.40	27,988,967.40

The reclassifications have been made to comply with the classification set out in the Pronouncement of the Department of Business Development Re: Determination of items in the financial statements B.E. 2552 dated January 30, 2009 and more appropriate to the Company’s business.

#### 41. APPROVAL OF FINANCIAL STATEMENTS

These financial statements were authorised for issue by the Company’s Board of Directors on February 25, 2010.