

Ref No : GENCO 147/2007

May 14, 2007

To: President
The Stock Exchange of Thailand

Subject: The reviewed interim financial statements for the first quarter of the year 2007

Dear Sir,

With reference to the submission of reviewed interim financial statements of General Environmental Conservation Public Company Limited and subsidiary (consolidated) for the first quarter of the year 2007 and reviewed interim report of certified public accountant.

The company and subsidiaries would like to report the results of its operation for the first quarter of the year 2007, as follows:

The company showed **net profit** of Baht 11.7 million for the three months ended March 31, 2007 comparing to **net loss** Baht 0.2 million for the same period of the year 2006. The net profit increased Baht 11.9 million as the result of :

(1) Service Income (Disposal, Landfill and Transportation Charge)

The company has service income increased from Baht 86.0 million in the year 2006 to Baht 105.0 million in the year 2007. The service income increased Baht 19.0 million or 22.1% by to change from 2 branch offices as follows : 1) Map Ta Put Office : to change increased Baht 19.9 million which resulted from decreasing in average service price in the year 2007 approximately 18.7% 2) Samaedum Office : to change decreased Baht 0.9 million which resulted of disposal quantities decreasing about 9.1% while as average service price increased about 6.2%

(2) Revenue from sale – real estate development Business

The company has revenue from sale real estate development in the year 2006 and 2007 in amount of Baht 11.7 million.

The company had cost of sale real estate development increased from Baht 6.3 million in the year 2006 to Baht 6.9 million in the year 2007. The cost of its sale increased Baht 0.6 million or 9.5%.

(3) Costs of Service

The company has costs of service decreased from 90.5% of service income in the year 2006 to 79.3% of service income in the year 2007 which resulted of increasing in average service price.

(4) Administrative Expense

The company has administrative expense increased from Baht 16.2 million in the year 2006 to Baht 20.0 million in the year 2007. The administrative expense increased Baht 3.8 million or 23.5% which resulted of the company had administrative expenses from welfare and benefits employee and office expense increased in the year 2007.

Change in accounting policy

In the quarter ended March 31, 2007, the Company had changed its accounting policy for its investments in subsidiary companies in the separate financial statements from the equity method to the cost method in accordance with the Accounting Standard No.44 “Consolidated and Separate Financial Statements” (revised 2007), the change in accounting policy is recorded retrospectively to the years in which the investments were made, resulted in the retain earnings beginning of year 2007 and 2006 increased by Baht 396,792 and decreased by Baht 2,221,410 respectively, net profit for the three – month period ended March 31, 2007 decreased by Baht 500,298, net loss for the three – month period ended March 31, 2006 increased by Baht 2,709 and investments in subsidiary companies as of December 31, 2006 increased by Baht 396,792.

The above change in accounting policy had no effect on the consolidated financial statements of the Company and its subsidiaries.

For your acknowledgement.

Yours Sincerely,

Dr.Somyot Sangsuwan

Director and Deputy Managing Director