

Ref No: GENCO 352/2007

November 13, 2007

To: President  
The Stock Exchange of Thailand

Subject: The reviewed interim financial statements for the third 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 third 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 third quarter of the year 2007, as follows:

**Three Months** performance ended September 30, 2007 comparing to the same period of the year 2006

The company showed **net profit** of Baht 17.0 million for the three months ended September 30, 2007 comparing to **net profit** Baht 9.0 million for the same period of the year 2006. The net profit increased Baht 8.0 million or 88.9% as the result of:

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

The company has service income increased from Baht 107.4 million in the year 2006 to Baht 111.1 million in the year 2007. The service income increased Baht 3.7 million or 3.4% by increasing from 2 branch offices as follows: 1) Map Ta Put Office : increased Baht 1.7 million which resulted from increasing in average service price in the year 2006 approximately 13.0% and quantities decreasing about 9.5% 2) Samaedum Office : increased Baht 2.0 million which resulted of average service price increased about 6.0%.

(2) Revenue from Sale - Real Estate Development Business

The company has revenue from sale real estate development increased from Baht 2.3 million in the year 2006 to Baht 8.3 million in the year 2007. The revenue from sale real estate development increased Baht 6.0 million.

The company had cost of sale real estate development increased from Baht 1.0 million in the year 2006 to Baht 5.8 million in the year 2007. The cost of its sale increased Baht 4.8 million.

(3) Costs of Service

The company has costs of service slightly decreased from 76.9% of service income in the year 2006 to 78.1% of service income in the year 2007.

(4) Administrative Expense

The company has administrative expense increased from Baht 18.3 million in the year 2006 to Baht 19.3 million in the year 2007. The administrative expense increased Baht 1.0 million or 5.5%.

(5) Other Income

In the year 2007, the company had gain on sales of current investment of Baht 8.0 million.

**Nine Months** performance ended September 30, 2007 comparing to the same period of the year 2006

The company showed **net profit** of Baht 35.4 million for the nine months ended September 30, 2007 comparing to **net profit** Baht 9.0 million for the same period of the year 2006. The net profit increased Baht 26.4 million.

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

The company has service income increased from Baht 286.8 million in the year 2006 to Baht 323.7 million in the year 2007. The service income increased Baht 36.9 million or 12.9% by increasing from 2 branch offices as follows: 1) Map Ta Put Office: increased Baht 34.0 million which resulted from increasing in average service price in the year 2007 approximately 11.8% and quantities increased about 4.1% 2) Samaedum Office : increased Baht 2.9 million which resulted from increasing in average service price approximately 6.8% while as disposal quantities decreasing about 3.0%

(2) Revenue from Sale- Real Estate Development Business

The company has revenue from sale real estate development increased from Baht 21.6 million in the year 2006 to Baht 31.1 million in the year 2007. The revenue from sale real estate development increased Baht 9.5 million or 44.0%.

The company had cost of sale real estate development increased from Baht 10.7 million in the year 2006 to Baht 19.2 million in the year 2007. The cost of its sale increased Baht 8.5 million or 79.4%.

(3) Costs of Service

The company has costs of service decreased from 83.4% of service income in the year 2006 to 79.1% of service income in the year 2007 which resulted of increasing in average service price charge to customer.

(4) Administrative Expense

The company has administrative expense increased from Baht 55.1 million in the year 2006 to Baht 59.6 million in the year 2007. The administrative expense increased Baht 4.5 million or 8.2%

(5) Other Income

In the year 2007, the company had gain on sales of current investment of Baht 8.0 million.

Change in accounting policy

Beginning the 1<sup>st</sup> quarter in year 2007, the Company had changed its accounting policy for its investments in subsidiaries 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 and had also recorded the allowance for impairment of the investments, resulted in the retain earnings beginning of year 2007 and 2006 increased by Baht 0.4 million and decreased by Baht 2.2 million respectively, the net profit for the three – month periods ended September 30, 2007 and 2006 decreased by Baht 0.2 million and increased by Baht 0.02 million respectively, the

net profit for the nine-month periods ended September 30, 2007 and 2006 decreased by Baht 1.1 million and increased by Baht 0.1 million respectively, and investments in subsidiaries as of December 31, 2006 increased by Baht 0.4 million.

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