



Auditor's Report and Financial Statements

The Provincial Electricity Authority and its subsidiary

For the year ended December 31, 2012

สำนักงานการตรวจเงินแผ่นดิน

THE PROVINCIAL ELECTRICITY AUTHORITY AND ITS SUBSIDIARY
STATEMENTS OF FINANCIAL POSITION
AS AT DECEMBER 31, 2012 AND 2011

ASSETS	Notes	Consolidated financial statements		Separate financial statements	
		Dec 31, 2012	Dec 31, 2011	Dec 31, 2012	Dec 31, 2011
		Unit : Baht			
Current Assets					
Cash and cash equivalents	3.1 4.1	3,218,239,211	1,083,155,633	3,146,739,436	1,000,010,225
Trade accounts receivable	3.2 4.2	31,926,699,005	27,094,682,210	31,923,282,164	27,086,887,221
Materials and supplies	3.3 4.3	2,799,669,962	2,627,452,159	2,799,669,962	2,627,452,159
Specific purposes at financial institutions	3.4 4.4	18,987,887,526	15,933,341,930	18,987,887,526	15,933,341,930
Accrued revenues	4.5	4,326,193,134	23,163,532,680	4,326,193,134	23,163,532,680
Undue input VAT		2,021,313,770	1,518,044,087	2,021,227,683	1,518,012,792
Advance payments to suppliers		1,766,045,311	2,107,356,235	1,766,045,311	2,107,356,235
Other current assets	4.6	1,059,171,165	2,103,268,710	1,057,935,968	2,102,380,868
Total Current Assets		66,105,219,084	75,630,833,644	66,028,981,184	75,538,974,110
Non-current Assets					
Investment in subsidiary	3.5 4.7	-	-	100,000,000	100,000,000
Investment property	3.6 4.8	693,446,633	541,978,445	693,446,633	541,978,445
Property, plant and equipment	3.7 4.9	204,641,290,606	193,715,183,912	204,640,978,241	193,714,774,164
Constructions in progress	3.8 4.10	34,673,329,141	32,885,417,541	34,673,329,141	32,885,417,541
Intangible assets	3.9 4.11	2,935,074,335	927,534,017	2,935,074,335	927,534,017
Other non-current assets	4.12	93,599,483	107,909,164	93,552,777	107,909,164
Total Non-current Assets		243,036,740,198	228,178,023,079	243,136,381,127	228,277,613,331
Total Assets		309,141,959,282	303,808,856,723	309,165,362,311	303,816,587,441

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

THE PROVINCIAL ELECTRICITY AUTHORITY AND ITS SUBSIDIARY
STATEMENTS OF FINANCIAL POSITION
AS AT DECEMBER 31, 2012 AND 2011

Liabilities and Equity	Notes	Consolidated financial statements		Separate financial statements	
		Dec 31, 2012	Dec 31, 2011	Dec 31, 2012	Dec 31, 2011
Unit : Baht					
Current Liabilities					
Bank overdrafts		4,337,553,013	1,827,767,744	4,337,553,013	1,827,767,744
Trade accounts payable	4.13	34,369,122,727	25,469,641,303	34,366,480,934	25,462,540,826
Short - term loans		-	11,191,498,430	-	11,191,498,430
Current portion of long-term loans	3.10 3.11 4.14	7,540,233,535	12,654,186,309	7,540,233,535	12,654,186,309
Current portion of liabilities under financial leases	4.15	1,208,830,092	-	1,208,830,092	-
Other payables		126,365,645	248,767,995	126,365,645	248,767,995
Accrued interest expense on loans		744,296,969	784,819,629	744,296,969	784,819,629
Accrued remittance to the Ministry of Finance	5	4,490,392,000	4,297,226,000	4,490,392,000	4,297,226,000
Advance received per contracts		1,121,703,521	941,573,405	1,121,703,521	941,573,405
Deposits payable	4.16	1,402,119,737	1,423,232,584	1,402,119,737	1,423,232,584
Accrued expenses		2,539,932,355	2,237,197,502	2,538,355,146	2,235,638,923
Other current liabilities	4.17	969,855,596	477,177,872	969,651,409	476,684,021
Total Current Liabilities		58,850,405,190	61,553,088,773	58,845,982,001	61,543,935,866
Non-current Liabilities					
Long-term loans	3.10 3.11 4.14	66,974,575,041	71,371,074,419	66,974,575,041	71,371,074,419
Long-term provisions	3.12 4.18	25,340,357	33,974,509	25,340,357	33,974,509
Construction obligations	4.19	7,519,214,443	5,815,184,876	7,519,214,443	5,815,184,876
Liabilities under financial leases	4.15	1,661,065,991	-	1,661,065,991	-
Deferred revenues	3.13 4.20	33,937,623,249	33,004,894,041	33,937,623,249	33,004,894,041
Electricity usage guarantee	3.14 4.21	18,521,726,059	17,010,222,674	18,521,726,059	17,010,222,674
Sales and service guarantee		346,859,213	335,499,522	346,140,742	334,905,051
Employee gratuity fund	3.15 4.22	20,802,830	26,832,900	20,802,830	26,832,900
Employee benefit obligations	3.16 4.23	8,900,604,742	8,578,400,714	8,900,502,104	8,578,400,714
Total Non-current Liabilities		137,907,811,925	136,176,083,655	137,906,990,816	136,175,489,184
Total Liabilities		196,758,217,115	197,729,172,428	196,752,972,817	197,719,425,050
Equity					
Initial capital		87,003,887	87,003,887	87,003,887	87,003,887
Contributions from the government		4,802,500,915	4,802,500,915	4,802,500,915	4,802,500,915
Unappropriated retained earnings		107,973,756,036	101,466,984,742	108,002,403,363	101,484,462,838
Other components of shareholders' equity		(479,518,671)	(276,805,249)	(479,518,671)	(276,805,249)
Total Equity		112,383,742,167	106,079,684,295	112,412,389,494	106,097,162,391
Total Liabilities and Equity		309,141,959,282	303,808,856,723	309,165,362,311	303,816,587,441

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

(Signed) Wiboon Sanguanpong
(Mr. Wiboon Sanguanpong)
Chairman of the Board of Directors
The Provincial Electricity Authority

(Signed) Numchai Lowattanatakul
(Mr. Numchai Lowattanatakul)
PEA Governor

THE PROVINCIAL ELECTRICITY AUTHORITY AND ITS SUBSIDIARY
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011

	Notes	Unit : Baht			
		Consolidated financial statements		Separate financial statements	
		2012	2011	2012	2011
Revenues					
Sales of electricity energy		375,188,400,592	313,701,637,485	375,188,400,592	313,701,637,485
Other operating revenues		10,650,733,303	9,833,407,729	10,648,510,343	9,824,969,770
Total Operating Revenues	3.18	385,839,133,895	323,535,045,214	385,836,910,935	323,526,607,255
Other income		2,329,048,833	1,224,081,106	2,326,245,263	1,223,485,520
Total Revenues		388,168,182,728	324,759,126,320	388,163,156,198	324,750,092,775
Expenses					
Cost of sales and services		347,528,165,287	287,680,588,448	347,525,605,287	287,673,061,554
Administrative expenses		17,362,442,811	16,089,801,168	17,350,572,850	16,074,309,918
Selling expenses		4,958,942,705	4,665,241,428	4,958,942,705	4,665,241,428
Executive remuneration	3.19 4.24	120,335,685	112,321,838	118,569,885	112,321,838
Other expenses		-	724,650,349	-	724,650,349
Financial costs	3.20	3,234,148,946	3,039,210,464	3,234,148,946	3,039,210,464
Total Expenses		373,204,035,434	312,311,813,695	373,187,839,673	312,288,795,551
Net income for the year	4.25	14,964,147,294	12,447,312,625	14,975,316,525	12,461,297,224
Other comprehensive income (loss)					
Actuarial gain (loss) for post - employment benefit plan					
Net comprehensive income (loss) for the years					
	4.23	(202,713,422)	(276,805,249)	(202,713,422)	(276,805,249)
		14,761,433,872	12,170,507,376	14,772,603,103	12,184,491,975

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

THE PROVINCIAL ELECTRICITY AUTHORITY AND ITS SUBSIDIARY
STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2012 AND 2011

	Consolidated financial statements			Unit : Baht
	Initial Capital and Contributions from the Government	Unappropriated Retained Earnings	Actuarial gain (loss)	Total Equity
	Notes			
Balance as at January 1, 2011	4,889,504,802	103,539,088,845	-	108,428,593,647
Accumulated amount from				
Changes in Accounting Policy	-	(8,101,662,728)	-	(8,101,662,728)
Remittance for year 2010 to the Ministry of Finance (addition)	-	(120,528,000)	-	(120,528,000)
Balance after adjustments	4,889,504,802	95,316,898,117	-	100,206,402,919
Interim remittance from net income for year 2011 to the Ministry of Finance	-	(3,300,000,000)	-	(3,300,000,000)
Reserve for remittance from net income for year 2011 to the Ministry of Finance	-	(2,997,226,000)	-	(2,997,226,000)
Net comprehensive income for year 2011	-	12,447,312,625	(276,805,249)	12,170,507,376
Balance as at December 31, 2011	4,889,504,802	101,466,984,742	(276,805,249)	106,079,684,295
Accumulated amount from				
Remittance for year 2011 to the Ministry of Finance (addition)	-	(966,984,000)	-	(966,984,000)
Balance after adjustments	4,889,504,802	100,500,000,742	(276,805,249)	105,112,700,295
Interim remittance from net income for year 2012 to the Ministry of Finance	-	(3,913,000,000)	-	(3,913,000,000)
Reserve for remittance from net income for year 2012 to the Ministry of Finance	-	(3,577,392,000)	-	(3,577,392,000)
Net comprehensive income for year 2012	-	14,964,147,294	(202,713,422)	14,761,433,872
Balance as at December 31, 2012	4,889,504,802	107,973,756,036	(479,518,671)	112,383,742,167

THE PROVINCIAL ELECTRICITY AUTHORITY AND ITS SUBSIDIARY
STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2012 AND 2011

	Separate financial statements			Unit : Baht
	Initial Capital and Contributions from the Government	Unappropriated Retained Earnings	Actuarial gain (loss)	Total Equity
	Notes			
Balance as at January 1, 2011	4,889,504,802	103,542,582,342	-	108,432,087,144
Accumulated amount from				
Changes in Accounting Policy	-	(8,101,662,728)	-	(8,101,662,728)
Remittance for year 2010 to the Ministry of Finance (addition)	-	(120,528,000)	-	(120,528,000)
Balance after adjustments	4,889,504,802	95,320,391,614	-	100,209,896,416
Interim remittance from net income for year 2011 to the Ministry of Finance	-	(3,300,000,000)	-	(3,300,000,000)
Reserve for remittance from net income for year 2011 to the Ministry of Finance	-	(2,997,226,000)	-	(2,997,226,000)
Net comprehensive income for year 2011	5	12,461,297,224	(276,805,249)	12,184,491,975
Balance as at December 31, 2011	4,889,504,802	101,484,462,838	(276,805,249)	106,097,162,391
Accumulated amount from				
Remittance for year 2011 to the Ministry of Finance (addition)	-	(966,984,000)	-	(966,984,000)
Balance after adjustments	4,889,504,802	100,517,478,838	(276,805,249)	105,130,178,391
Interim remittance from net income for year 2012 to the Ministry of Finance	-	(3,913,000,000)	-	(3,913,000,000)
Reserve for remittance from net income for year 2012 to the Ministry of Finance	-	(3,577,392,000)	-	(3,577,392,000)
Net comprehensive income for year 2012	5	14,975,316,525	(202,713,422)	14,772,603,103
Balance as at December 31, 2012	4,889,504,802	108,002,403,363	(479,518,671)	112,412,389,494

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

THE PROVINCIAL ELECTRICITY AUTHORITY AND ITS SUBSIDIARY

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011

	Unit : Baht			
	Consolidated financial statements		Separate financial statements	
	2012	2011	2012	2011
Cash Flows from Operating Activities:				
Net income	14,964,147,294	12,447,312,625	14,975,316,525	12,461,297,224
Adjustments of net income to net cash provided by (used in)				
operating activities :				
Depreciation and amortization	14,992,611,930	13,851,151,613	14,992,514,547	13,851,074,442
Loss on impairment of assets	(16,181,139)	16,181,139	(16,181,139)	16,181,139
Bad debts and doubtful accounts	97,307,007	99,016,733	97,307,007	99,016,733
Provision for obsolete materials and supplies	(5,797,508)	79,320,979	(5,797,508)	79,320,979
Amortization of deferred revenues	(2,981,821,707)	(2,928,351,844)	(2,981,821,707)	(2,928,351,844)
Employee benefit obligations	119,490,606	199,932,737	119,387,968	199,932,737
Provisions	(8,634,152)	(205,238)	(8,634,152)	(205,238)
Loss (gain) on disposal of assets	(25,928,313)	122,879,058	(25,928,313)	122,879,058
Loss (gain) on disposal of materials and supplies	(6,061,939)	(5,418,855)	(6,061,939)	(5,418,855)
Loss (gain) on foreign exchange	(699,365,843)	574,253,591	(699,365,843)	574,253,591
Interest income	(1,041,739,090)	(686,091,662)	(1,041,248,068)	(685,500,976)
Interest expense	3,215,440,364	3,025,213,836	3,215,440,364	3,025,213,836
Net income from operating activities before changes in operating				
assets and liabilities	28,603,467,510	26,795,194,712	28,614,927,742	26,809,692,826
Changes in operating assets (increase) decrease				
Trade accounts receivable	(4,953,252,958)	(3,228,553,290)	(4,957,631,106)	(3,220,758,302)
Materials and supplies	(1,914,117,926)	(338,717,335)	(1,914,117,926)	(338,717,335)
Restricted deposits at financial institutions	(3,054,545,596)	(2,450,737,620)	(3,054,545,596)	(2,450,737,620)
Accrued revenues	19,247,305,658	(5,221,515,079)	19,247,305,658	(5,221,515,079)
Interest received	631,772,977	497,585,338	631,281,955	496,994,652
Undue input VAT	(503,269,683)	32,425,563	(503,214,891)	32,456,858
Advance payments to suppliers	341,310,924	(450,352,020)	341,310,924	(450,352,020)
Other current assets	1,068,026,701	(1,325,545,646)	1,068,374,056	(1,324,659,087)
Other non-current assets	14,309,681	23,085,444	14,356,387	23,085,444
Change in operating liabilities increase (decrease)				
Trade accounts payable	8,899,481,423	307,904,327	8,903,940,107	300,803,850
Other payables	(122,402,350)	(76,612,774)	(122,402,350)	(76,612,774)
Advance received per contracts	180,130,116	219,413,931	180,130,116	219,413,931
Deposits payable	(21,112,847)	1,203,983,320	(21,112,847)	1,203,983,320

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

THE PROVINCIAL ELECTRICITY AUTHORITY AND ITS SUBSIDIARY
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011

	Notes	Unit : Baht			
		Consolidated financial statements		Separate financial statements	
		2012	2011	2012	2011
Accrued expenses		302,734,853	(48,761,465)	302,716,223	(49,393,924)
Other current liabilities		492,677,724	119,621,238	492,967,388	119,134,487
Construction obligations		1,704,029,568	985,832,638	1,704,029,568	985,832,638
Deferred revenues		3,914,550,915	3,992,858,388	3,914,550,915	3,992,858,388
Electricity usage guarantee		1,511,503,385	1,183,769,720	1,511,503,385	1,183,769,720
Sales and service guarantee		11,359,691	66,408,296	11,235,691	65,813,825
Employee gratuity fund		(6,030,071)	(11,710,859)	(6,030,071)	(11,710,859)
Net cash provided by operating activities		<u>56,347,929,695</u>	<u>22,275,576,827</u>	<u>56,359,575,328</u>	<u>22,289,382,939</u>
Cash Flows from Investing Activities:					
Payment of property, plant and equipment		(2,754,643,428)	(1,876,511,154)	(2,754,643,428)	(1,876,024,235)
Payment for constructions in progress		(21,945,997,423)	(19,004,326,389)	(21,945,997,423)	(19,004,326,389)
Interest expense capitalized to constructions in progress		(354,573,092)	(368,348,812)	(354,573,092)	(368,348,812)
Proceeds from disposal of property, plant and equipment		9,839	2,250	9,839	2,250
Payment of intangible assets		(255,186,024)	(325,750,070)	(255,186,024)	(325,750,070)
Payment of investment property		(84,162,000)	(32,731,125)	(84,162,000)	(32,731,125)
Net cash used in investing activities		<u>(25,394,552,128)</u>	<u>(21,607,665,300)</u>	<u>(25,394,552,128)</u>	<u>(21,607,178,381)</u>
Cash Flows from Financing Activities:					
Increase in bank overdrafts		2,509,785,269	240,877,178	2,509,785,269	240,877,178
Proceeds from short-term loans		-	11,191,498,430	-	11,191,498,430
Payment of short-term loans		(11,191,498,429)	-	(11,191,498,429)	-
Interest paid		(3,255,963,024)	(3,049,024,419)	(3,255,963,024)	(3,049,024,419)
Payment of long-term loans		(16,741,086,308)	(12,568,535,613)	(16,741,086,308)	(12,568,535,613)
Proceeds from long-term loans		7,930,000,000	10,272,137,000	7,930,000,000	10,272,137,000
Proceeds from liabilities under financial leases		194,678,503	-	194,678,503	-
Remittance to the Ministry of finance		(8,264,210,000)	(7,533,000,000)	(8,264,210,000)	(7,533,000,000)
Net cash used in financing activities		<u>(28,818,293,989)</u>	<u>(1,446,047,424)</u>	<u>(28,818,293,989)</u>	<u>(1,446,047,424)</u>
Net increase (decrease) in cash and cash equivalents		<u>2,135,083,578</u>	<u>(778,135,897)</u>	<u>2,146,729,211</u>	<u>(763,842,866)</u>
Cash and cash equivalents at the beginning of periods		<u>1,083,155,633</u>	<u>1,861,291,530</u>	<u>1,000,010,225</u>	<u>1,763,853,091</u>
Cash and cash equivalents at the end of periods	3.1 4.1	<u><u>3,218,239,211</u></u>	<u><u>1,083,155,633</u></u>	<u><u>3,146,739,436</u></u>	<u><u>1,000,010,225</u></u>

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

THE PROVINCIAL ELECTRICITY AUTHORITY AND ITS SUBSIDIARY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011

1. Operations of PEA

The Provincial Electricity Authority ("PEA") was established as a state enterprise for public utility under the Provincial Electricity Authority Act B.E. 2503 (1960) and is located at 200 Ngamwongwan Road, Ladyao, Chatuchak, Bangkok 10900. The main objective of PEA is to generate, obtain, distribute and sell electricity energy to people, businesses, and industrial sectors in 74 provinces throughout Thailand, with the exception of Bangkok, Nonthaburi and Samut Prakan provinces.

PEA has extensive transactions and relationships with the Electricity Generating Authority of Thailand ("EGAT"). Most of electricity energy sold to customers by PEA was purchased from EGAT. Accordingly, the financial statements may not necessarily be indicative of the conditions that would have existed or the results of operations that would have occurred if PEA had operated without such affiliations.

2. Basis for Presentation of Financial Statements

2.1 The consolidated and the separate financial statements have been prepared in Thai Baht and in Thai language in accordance with accounting standards and practices generally accepted in Thailand. The accounting transactions of the PEA's employee gratuity fund are included.

2.2 The Federation of Accounting Professions announced the Accounting Standards and Interpretations that are effective for accounting periods beginning on or after January 1, 2013, are as follows.

Thai Accounting Standards

NO. 12 Income Taxes

NO. 20 (revised 2009) Accounting for Government Grants and Disclosure of Government Assistance

NO. 21 (revised 2009) The Effects of Changes in Foreign Exchange Rate

Thai Standing Interpretations

NO. 10 Government Assistance - No Specific Relation to Operating Activities

NO. 21 Income taxes – Recovery of Revalued Non – Depreciable Assets

NO. 25 Income taxes - Changes the Tax Status of an Enterprise or its Shareholders

The management of PEA and its subsidiary plans to apply financial reporting standards which are effective on the financial statements of PEA and its subsidiary. The management of PEA assessed that these financial reporting standards will not have significant impacts on the financial statements for the period when they are initially applied.

2.3 The consolidated financial statements include financial statements of PEA and PEA Encom International Company Limited after eliminating inter-company transactions. PEA Encom International Co., Ltd. was established in Thailand which controlled by PEA and PEA' s shareholding over 50% of paid – up share capital.

3. Summary of Significant Accounting Policies

3.1 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits at banks and financial institutions with original maturities of 3 months or less, excluding deposits at banks used as collateral.

3.2 Allowance for doubtful accounts

Allowance for doubtful accounts is based on potential loss from uncollectible receivables which is estimated from historical collection experiences and a review of the current status of the non-governmental or state enterprise receivables outstanding at the statement of financial position dates, after deducting electricity usage guarantee in accordance with the regulation of the Ministry of Finance regarding “Accounting and Finance of Government Enterprise B.E. 2548 (2005)” and a resolution of PEA’s Audit Committee Meeting No. 3/2549 dated on March 10, 2006 as follows:

Overdue period	Percentage of allowance for doubtful accounts
Over 6 months - 1 year	50
Over 1 year	100

Increases and decreases in allowance for doubtful accounts are recognized as expenses or income for the period when incurred.

3.3 Materials and supplies

Materials and supplies are stated at the lower of the cost or net realizable value. Cost is determined using the weighted average cost method. Allowance is made in full for obsolete, materials and supplies under investigation and materials and supplies pending for claim.

3.4 Specific purposes at financial institutions

Specific purposes at financial institutions which are deposits to be used within one accounting period and with the specific purposes and conditions such as use for the benefits of electricity users, use in the Government grant projects, use for training, analysis and research scholarships, etc., such deposits include interest from KFW Fund, interest from electricity usage guarantee, subsidy from Energy Conservation Policy of the Energy Policy and Planning Office and other governmental agencies, deposits that PEA can use as its working capital when having the deficits in working capital such as electricity usage guarantee fund and sinking fund for repayment of bonds, and employees' loan guarantee are classified as specific purposes at financial institutions under current assets.

Specific purposes at financial institutions which are deposits to be used longer than one accounting period and cannot be used for operating activities such as employee gratuity fund, are classified as specific purposes at financial institutions under other non-current assets.

3.5 Investment in subsidiary

Investment in subsidiary is accounted for using the cost method in the separate financial statements.

In case the impairment of investment occurred, impairment losses will be recognized in the statements of comprehensive income.

3.6 Investment property

Investment property comprises property and plant used in the operation but not yet available for use and/or property and plant owned to earn rentals. PEA has selected to measured using the cost method. Subsequently, the investment property is carried at cost less accumulated depreciation (if any).

3.7 Property, plant and equipment

PEA's policies for property, plant and equipment, and depreciation are summarized as follows:

Property, plant and equipment are initially recognized at cost which is calculated from purchase prices plus any costs directly attributable to bringing the asset to the location and condition necessary for it to be capable of operation in the manner intended. Self-constructed assets are recorded at construction costs, consisting of material costs, direct labor and construction related expenses.

Property is stated at cost. Plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses of assets (if any).

Property comprises land used in the operation and land derived by operating objective with certain plan of usage within one year.

Depreciation of plant and equipment is calculated using the straight-line method over the estimated useful lives of the assets as follows:

	Percentage per annum
Buildings and constructions	3 and 6.25
Electricity generating systems	3, 5, 10 and 20
Electricity distributing systems	4 - 20
Furniture, tools, equipment and vehicles	4 - 20

When property, plant and equipment impaired, impairment, impairment losses will be recognized in the statements of comprehensive income.

In case of disposal, PEA writes off cost of assets and its accumulated depreciation from the accounts, and recognized gain or loss on disposal of assets as other income or other expenses in the statements of comprehensive income

3.8 Constructions in progress

Constructions in progress include construction costs, borrowing costs incurred on directly costs associated with the borrowings for the construction and other costs that directly related to construction or prepare the property for its intended use are completed. Constructions in progress are not included to calculating depreciation.

3.9 Intangible assets

Intangible assets comprises computer software licenses that are stated at cost less accumulated amortization and allowance for impairment of intangible assets (if any).

Amortization of computer software licenses is calculated using the straight – line method over the lease period and recognized expenses in the statements of comprehensive income.

Intangible assets impaired will be realized impairment losses as other operating expenses in the statements of comprehensive income when incurred.

3.10 Foreign currency transactions

Foreign currency transactions are translated into Thai Baht by the exchange rates prevailing at the transaction date. Monetary assets and liabilities at the balance sheet date denominated in foreign currencies are translated into Baht at the reference exchange rates announced by the Bank of Thailand at such date. Gains or losses on exchange arising on settlements and translation are recognized as income or expenses for the period when incurred.

3.11 Financial instruments

Financial assets at the statement of financial position dates of PEA include cash and cash equivalents, and trade accounts receivable. Whilst financial liabilities are obligations under contracts including trade accounts payable, other payables, other current liabilities, short-term loans and long-term loans.

3.12 Provisions

PEA recognizes the provisions in the statements of financial position when contingent liabilities arising from legal claims or estimated from past events are created, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligations, and such amount of the obligations can be estimated with sufficient reliability. The actual results may differ from those estimates.

PEA recognizes as a provision should be the best estimate of the expenditure required to settle the present obligation at the statement of financial position date by considering risks and uncertainties that inevitably surround obligations, to recognize the expected cash flows associated with the present obligation as present value of the expected cash flows associated with that present obligation.

Provisions which due within one year are classified as short-term provisions and provisions which due more than one year are classified as long-term provisions.

3.13 Deferred revenues

3.13.1 Contributions for constructing electricity distribution systems represent cash collected from people who request to use the electricity in order to reduce the burden of PEA for construction of the electricity distribution systems. Ownership of the systems including responsibility maintenance and repair thereof belong to PEA. Such contributions are presented as deferred revenues in the statements of financial position and recognized as revenues at the rate of 5% per annum (equal to the depreciation rate of PEA's electricity distribution systems)

3.13.2 Contribution revenues represent assets received from donation which are used in operations. Most of such assets are electricity distribution systems that the electricity users donate to PEA, which PEA is responsible for maintenance. Such assets are presented as deferred revenues from donated assets in the statements of financial position and recognized as revenues at the rate in accordance with depreciation rates of such assets over their useful lives.

Assets received from donation which are not used in operations are recognized as other non-operating revenues in the statements of comprehensive income in the period of acquisition.

3.13.3 Contribution revenues from foreign financial institutions represent contributions made by foreign financial institutions in form of interest discount for uses for certain purpose of PEA. Such revenues are presented as deferred revenues in the statements of financial position and recognized as revenues based on the actual amount of expenses as incurred.

3.14 Electricity usage guarantee

According to the Regulation of the Provincial Electricity Authority effective from August 23, 2000 regarding “Electricity Usage Guarantee Administration B.E. 2543 (2000)”, the Governor has to deposit Baht 600 million of working capital in the bank account named “Electricity Usage Guarantee Fund” to reserve a fund for refunding of electricity usage guarantee to electricity users, and interest income is separately deposited in the bank account named “Interest from Electricity Usage Guarantee Fund.” The remaining electricity usage guarantee after deducting reserve for refunding of electricity usage guarantee to electricity users can be used as working capital under the consideration and approval of the Board of Directors of PEA by paying a return to the fund at the same interest rate established by Krung Thai Bank Public Company Limited for savings account of state enterprises by depositing in the “Interest from Electricity Usage Guarantee” account on a monthly basis. PEA also has to transfer its working capital equal to the net increase in electricity usage guarantee in each month to the “Electricity Usage Guarantee Fund” account and to repay electricity usage guarantee fund which was used as working capital to the “Electricity Usage Guarantee Fund” account not less than Baht 100 million each month until the electricity usage guarantee received from electricity users is fully covered. In case of working capital deficiency or liquidity difficulty, the repayment can be postponed with the approval of the Governor and reporting to the Board of Directors. PEA can use interest from electricity usage guarantee fund in activities that are beneficial directly to electricity users and/or other public interests as specified by the Governor and approved by the Board of Directors.

3.15 Employee gratuity fund

PEA establishes employee gratuity fund for the purpose of giving aid to employees in case of termination without guilt in accordance with the Regulations of the Provincial Electricity Authority on Employee Gratuity Fund and Benefit for PEA Employees B.E. 2522 (1979). PEA pays monthly contribution at the rate of 10% of monthly employee salaries and recognizes as an expense in the statements of income. In this regard, the financial statements of PEA include transactions of the fund and also eliminate the related party transactions.

3.16 Employee benefits

3.16.1 Short – term employee benefits

Short – term employee benefits comprise salaries, overtimes, bonuses compensated absences and short – term other benefits. Short – term employee benefits will be recognized as employee expenses in the statements of comprehensive income on accrual basis.

3.16.2 Post - employment benefits

3.16.2.1 Defined contribution plans

PEA has established the provident fund in accordance with the Provident Fund Act B.E. 2530 (1987). Employees have option to pay into the fund accumulated at the rate of 3 – 11% of the salary of each and PEA will pay into the fund at the rate of 9 – 11% of salary of members of the Fund to defined contribution plans. PEA' s contributions are recognized as employee expenses in the statements of comprehensive income. PEA also established employee gratuity fund according to Note 3.15.

3.16.2.2 Defined benefit plans

PEA's defined benefit plans comprise remuneration under the State Enterprise Labor Relations Act B.E. 2543 (2000), compensation under Labour Law, compensated absences of employees who are dismissed without committing an offense under the law, souvenir for retired employees and other post – employment benefits in accordance with the contract of employment.

Since January 1, 2011, PEA has provisions for defined benefit plans are calculated by the actuarial technique by using projected unit credit method. The estimated future cash flows shall reflect which estimated from the present value of employee salaries, turnover rate, mortality, length of service and other factors.

PEA recognized provisions for defined benefit plans in the statements of financial position at net present value of employee benefit obligations based on past services and fair value of project assets (if any). PEA also recognized defined benefit plan expenses as expenses related to employment in the statements of comprehensive income.

Actuarial gains / losses occurred will be recognized in the statements of comprehensive income.

3.16.3 Other long – term employment benefits

PEA has estimated other long – term employment benefits based on number of years that employees worked for PEA. PEA accounts these employment benefits by using projected unit credit method which calculated by the actuary.

3.17 Research and technology development fund

PEA establishes research and technology development fund, according to the policy of the Office of the National Economic and Social Development Board to continuously promote and support existing and new research and technology development in high efficiency manner. The fund aims to reduce the dependence and the importation of technology from abroad. Consequently, PEA enables to apply the results of research and development to PEA's operations in the highest efficiency. PEA has contributed from its budget as a funding for domestic education and research and development institutions and business units within PEA.

The contributions of research and technology development occurred will be recognized as an expense.

3.18 Revenue recognition

Sales of electricity energy are recognized on a monthly basis as cycle time recording of electricity usage units from customers' electric meters.

Sales of electricity equipment are recognized when goods are delivered, and ownership is transferred to customers.

Income from constructions for electricity users is recognized in proportion of actual costs incurred.

Deferred contributions for construction is recognized as income at the rate of 5% per annum (equaled to depreciation rate of related assets).

Interest income is recognized on a time proportion basis using the effective yields of interest bearing assets.

3.19 Executive remuneration

Executive remuneration represents the compensation paid to directors and management who have the power to decide, both in monetary and remuneration benefit.

3.20 Financial costs

Financial costs represent costs incurred from seeking operational funds including interest expense and fee paid.

Interest and other expenses incurred on buildings, electricity generating and electricity distributing systems under construction related to long-term loans made specifically for the purpose of acquiring fixed assets are capitalized as costs of asset and related to long – term loans made general purpose are capitalized as part of the cost of that asset at the capitalization rate. Interest and other expenses incurred subsequent to the completion of construction are recognized as expenses in the statements of comprehensive income.

3.21 Related party transactions

Related party transactions are enterprises or individuals that control or are controlled, directly or indirectly by PEA, or are under common control with PEA, including associates and individuals who have directly or indirectly voting rights that result in significant influence PEA, executives, directors or employees and close member of that person's family is related to PEA's executives have control over PEA.

3.22 Use of judgments and significant accounting estimates

To prepare of financial statements in conformity with generally accepted accounting principles, management have to make estimates and several assumptions that affect amounts of revenues, expenses, assets and liabilities and disclosure contingent assets and liabilities. Actual results may differ from estimates such as allowance for doubtful accounts, allowance for obsolete materials and supplies and allowance for loss or misstated or lost materials.

4. Supplementary information

4.1 Cash and cash equivalents consist of:

Unit : Million Baht

	Consolidated		Separate	
	financial statements		financial statements	
	Dec. 31, 2012	Dec. 31, 2011	Dec. 31, 2012	Dec. 31, 2011
Cash	80.56	44.27	80.53	44.26
Cash at banks : - Current accounts	0.39	47.62	0.39	47.62
- Savings accounts	3,137.29	991.27	3,065.82	908.13
Total	3,218.24	1,083.16	3,146.74	1,000.01

4.2 Trade accounts receivable consist of :

Unit : Million Baht

	Consolidated		Separate	
	financial statements		financial statements	
	Dec. 31, 2012	Dec. 31, 2011	Dec. 31, 2012	Dec. 31, 2011
Accounts receivable from sales of electricity	30,656.56	25,847.81	30,656.56	25,847.81
Accounts receivable from sales of equipment and rendering of services	1,270.14	1,246.87	1,266.72	1,239.08
Total	31,926.70	27,094.68	31,923.28	27,086.89

4.2.1 Accounts receivable from sales of electricity are as follows :

Unit : Million Baht

	Consolidated and separate financial statements			Dec. 31, 2011 Total
	Dec. 31, 2012		Total	
Outstanding period	Public Sector	Private Sector	Total	Total
1 month - 6 months	4,112.90	27,975.15	32,088.05	27,194.47
Over 6 months – 1 year	244.12	469.20	713.32	335.73
Over 1 year	159.44	386.07	545.51	550.52
	4,516.46	28,830.42	33,346.88	28,080.72
<u>Less</u> Undue VAT from sales	289.82	1,873.14	2,162.96	1,826.76
	4,226.64	26,957.28	31,183.92	26,253.96
<u>Less</u> Allowance for doubtful accounts	-	527.36	527.36	406.15
Total	4,226.64	26,429.92	30,656.56	25,847.81

4.2.2 Accounts receivable from sales of equipment and rendering of services are as follows :

Unit : Million Baht

	Consolidated financial statements		Separate financial statements	
	Dec.31, 2012	Dec.31, 2011	Dec.31, 2012	Dec.31, 2011
Receivables from sales and rendering of services	322.82	264.59	319.34	256.80
Receivables from construction obligations	959.39	1,015.61	959.39	1,015.61
Receivables from construction obligations due from TT&T PLC.	938.88	952.69	938.88	952.69
Other receivables	119.41	78.24	119.41	78.24
	2,340.50	2,311.13	2,337.02	2,303.34
<u>Less</u> Undue VAT from sales	152.16	140.22	152.10	140.22
	2,188.34	2,170.91	2,184.92	2,163.12
<u>Less</u> Allowance for doubtful accounts	918.20	924.04	918.20	924.04
Total	1,270.14	1,246.87	1,266.72	1,239.08

Receivables from construction obligations due from TT&T PLC are receivables that were authorized by the Telephone Organization of Thailand to carry out business relating to obtaining permission to put up the distribution poles and lines, payment for expenses relating to such putting up, communicating and coordinating with PEA for expansion of the one million telephone lines within the provinces project.

As at December 31, 2012 receivables from construction obligations due from TT&T PCL amounting to Baht 938.88 million include receivables from construction obligations amounting to Baht 877.46 million and undue output VAT from sales amounting to Baht 61.42 million, which PEA has made full provision of Baht 877.46 million.

PEA prosecuted the civil suit against the Telephone Organization of Thailand (currently, TOT Corporation Public Company Limited) in case of ignoring of making a payment and on November 1, 2001, the public prosecutor filed the accusation against the Telephone Organization of Thailand to the Civil Court as undecided case No. 5389/2544. Subsequently, on May 17, 2006, the Civil Court had an order No. 6554/2545 to the defendant (Telephone Organization of Thailand) to make a payment to the plaintiff (PEA) amounting to Baht 229.77 million with interest at the rate of 7.5% per annum of the principal of Baht 192.25 million from the date the Central Bankruptcy Court had an order to file for rehabilitation (May 5, 2000) onwards until full payment. And the Appeal Court had an order No. 11396/2553 to adjudge to dismiss the plaintiff's plaint. Currently, the lawsuit is in the process of filing to the Supreme Court.

4.3 Materials and supplies consist of:

	Unit : Million Baht	
	Consolidated and separate financial statements	
	<u>Dec. 31, 2012</u>	<u>Dec. 31, 2011</u>
Materials and supplies		
Operating materials and supplies	703.76	430.15
Materials and supplies for construction and maintenance	626.90	534.42
Materials and supplies for repair	1,262.82	1,303.23
Demolition materials and supplies, and obsolete materials and supplies	197.02	193.35
Materials and supplies pending for adjustments	80.63	86.25
	<u>2,871.13</u>	<u>2,547.40</u>
Materials and supplies in transit	15.71	173.02
	<u>2,886.84</u>	<u>2,720.42</u>
<u>Less</u> Allowance for obsolete materials and supplies	6.54	6.72
Allowance for loss or misstated or lost materials and supplies under investigation	80.63	86.25
Total	<u>2,799.67</u>	<u>2,627.45</u>

For the year ended December 31, 2012 and 2011, PEA had recognized (decrease in expenses) expenses amounting to Baht (5.80) million and Baht 79.33 million, respectively.

4.4 Specific purposes at financial institutions consist of:

Unit : Million Baht

Consolidated and separate financial statements

	Dec. 31, 2012	Dec. 31, 2011
Electricity usage guarantee fund (Note 4.21)		
Current accounts	0.001	0.001
Savings accounts	0.013	0.013
Fixed deposits	<u>17,192.56</u>	<u>14,398.23</u>
	<u>17,192.57</u>	<u>14,398.24</u>
Sinking fund for repayment of bonds		
Current accounts	0.001	0.10
Savings accounts	<u>107.83</u>	<u>2.86</u>
	<u>107.83</u>	<u>2.96</u>
Interest from electricity usage guarantee		
Current accounts	0.001	0.001
Savings accounts	1.42	20.58
Fixed deposits	<u>1,536.88</u>	<u>1,360.34</u>
	<u>1,538.30</u>	<u>1,380.92</u>
Interest from KFW Fund		
Current accounts	0.002	0.002
Savings accounts	12.60	14.64
Fixed deposits	<u>132.21</u>	<u>132.21</u>
	<u>144.81</u>	<u>146.85</u>
Subsidy from Energy Conservation Policy from the Energy Policy and Planning Office and other governmental agencies		
Savings accounts	<u>4.38</u>	<u>4.36</u>
	<u>4.38</u>	<u>4.36</u>
PEA fund for guarantee of employees' loans		
Savings accounts	<u>0.005</u>	<u>0.01</u>
	<u>0.005</u>	<u>0.01</u>
Total	<u>18,987.89</u>	<u>15,933.34</u>

Electricity usage guarantee fund and sinking fund for repayment of bonds are deposits at financial institutions that can be used in PEA's activities in case of PEA having deficits in working capital. Interest from electricity usage guarantee, interest from KFW Fund, subsidy from Energy Conservation Policy from the Energy Policy and Planning Office and PEA fund for guarantee of employees' loans are deposits at financial institutions which are restricted for specific purposes as determined by PEA.

Sinking fund for repayment of bonds is used as PEA guarantee for repayment of bonds at the maturity date. PEA will periodically deposit to the account for repayments of bonds with maturity period within 3 years.

4.5 Accrued revenues consist of:

	Unit : Million Baht	
	Consolidated and separate financial statements	
	<u>Dec. 31, 2012</u>	<u>Dec. 31, 2011</u>
Accrued interest	717.85	307.88
Accrued revenues from discount on electricity according to Cabinet's Resolution	-	20,532.66
Accrued revenues from the Power Development Fund	3,445.09	2,115.86
Other accrued revenues	163.25	207.13
Total	<u>4,326.19</u>	<u>23,163.53</u>

4.6 Other current assets consist of:

	Consolidated		Separate	
	financial statements		financial statements	
	<u>Dec.31, 2012</u>	<u>Dec. 31, 2011</u>	<u>Dec. 31, 2012</u>	<u>Dec. 31, 2011</u>
Employee receivables	75.69	94.54	75.52	94.51
Other receivables	919.87	426.77	919.32	426.37
Prepaid expenses	25.67	25.40	25.26	24.99
Electricity compensation	-	1,539.86	-	1,539.86
Suspense accounts	37.84	16.65	37.84	16.65
Withholding income tax	0.10	0.05	-	-
Total	<u>1,059.17</u>	<u>2,103.27</u>	<u>1,057.94</u>	<u>2,102.38</u>

4.7 Investment in subsidiary

As at December 31, 2012, and 2011 investment in subsidiary amounting to Baht 100 million.

Investment in subsidiary represented an investment in PEA Encom International Company Limited. The Company registered in Thailand with a purpose of investing in electricity-related businesses and conducting training services concerning electricity systems and other private organizations both domestically and internationally. The authorized share capital in amount of Baht 100 million by issuing 10 million ordinary shares at a par value of Baht 10, PEA acquired its shareholding of 100%. The investment in subsidiary is accounted using the cost method.

4.8 Investment property

As at December 31, 2012, investment property consist of :

Unit : Million Baht

Consolidated and separate financial statements				
Cost				
Beginning balance as at Jan. 1, 12	Additions	Decreases	Ending balance as at Dec. 31, 12	
Land and land improvements	541.98	151.47	-	693.45
Total	541.98	151.47	-	693.45

As at December 31, 2011, investment property consist of :

Unit : Million Baht

Consolidated and separate financial statements				
Cost				
Beginning balance as at Jan. 1, 11	Additions	Decreases	Ending balance as at Dec. 31, 11	
Land and land improvements	701.37	32.87	192.26	541.98
Total	701.37	32.87	192.26	541.98

As at December 31, 2012 and 2011, according to the Treasury department, investment property have total fair value of Baht 1,280.04 million and Baht 900.73 million, respectively.

PEA has land rental income for the years ended December 31, 2012 and 2011, amounting to Baht 2.16 million and Baht 1.31 million, respectively. The cost of land for rent is Baht 43.68 million.

4.9 Property, plant and equipment

As at December 31, 2012, property, plant and equipment consist of :

Unit : Million Baht

Consolidated financial statements

	cost			Accumulated Depreciation			Allowance For impairment			Property, plant and equipment as at Dec 31, 12		
	Beginning balance as at Jan. 1, 12	Additions	Decreases	Ending balance as at Dec. 31, 12	Beginning balance as at Jan. 1, 12	Additions	Decreases	Ending balance as at Dec. 31, 12	Beginning balance as at Jan. 1, 12		Decreases	Ending balance as at Dec. 31, 12
	Land and land improvements	8,762.48	359.04	13.25	9,108.27	813.93	92.24	0.89	905.28		-	-
Buildings and constructions	11,939.53	714.55	16.32	12,637.76	3,550.15	380.98	12.08	3,919.05	-	-	-	6,718.71
Electricity generating systems	2,033.56	94.87	8.43	2,120.00	669.83	90.31	8.40	751.74	-	-	-	1,368.26
Electricity distributing systems	309,374.81	22,942.74	1,894.19	330,423.36	141,774.75	13,051.82	2,338.53	152,488.04	15.96	15.96	-	177,935.32
Furniture, tools and equipment	14,532.58	1,221.42	241.41	15,512.59	7,316.64	1,025.21	241.98	8,099.87	0.22	0.22	-	7,412.72
Vehicles	7,424.89	54.21	115.10	7,364.00	6,211.19	262.92	113.40	6,360.71	-	-	-	1,003.29
Total	354,067.85	25,386.83	2,288.70	377,165.98	160,336.49	14,903.48	2,715.28	172,524.69	16.18	16.18	-	204,641.29

Unit : Million Baht

Separate financial statements

	cost			Accumulated Depreciation			Allowance For impairment			Property, plant and equipment as at Dec 31, 12		
	Beginning balance as at Jan. 1, 12	Additions	Decreases	Ending balance as at Dec. 31, 12	Beginning balance as at Jan. 1, 12	Additions	Decreases	Ending balance as at Dec. 31, 12	Beginning balance as at Jan. 1, 12		Decreases	Ending balance as at Dec. 31, 12
	Land and land improvements	8,762.48	359.04	13.25	9,108.27	813.93	92.24	0.89	905.28		-	-
Buildings and constructions	11,939.53	714.55	16.32	12,637.76	3,550.15	380.98	12.08	3,919.05	-	-	-	6,718.71
Electricity generating systems	2,033.56	94.87	8.43	2,120.00	669.83	90.31	8.40	751.74	-	-	-	1,368.26
Electricity distributing systems	309,374.81	22,942.74	1,894.19	330,423.36	141,774.75	13,051.82	2,338.53	152,488.04	15.96	15.96	-	177,935.32
Furniture, tools and equipment	14,532.09	1,221.42	241.41	15,512.10	7,316.56	1,025.11	241.98	8,099.69	0.22	0.22	-	7,412.41
Vehicles	7,424.89	54.21	115.10	7,364.00	6,211.19	262.92	113.40	6,360.71	-	-	-	1,003.29
Total	354,067.36	25,386.83	2,288.70	377,165.49	160,336.41	14,903.38	2,715.28	172,524.51	16.18	16.18	-	204,640.98

As at December 31, 2011 PEA had recognized impairment of assets which affected by severe floods in Thailand as impairment loss of assets amounting to Baht 16.18 million in the consolidated and separate statements of comprehensive income comprised cost of assets Baht 52.87 million and accumulated depreciation Baht 36.69 million.

As at December 31, 2012, PEA had written off the damaged assets from flooding comprising cost of assets Baht 57.87 million and accumulated depreciation Baht 36.69 million.

As at December 31, 2011, property, plant and equipment consist of :

Unit : Million Baht

Consolidated financial statements

	cost			Accumulated Depreciation				Allowance For impairment			Property, plant and equipment as at Dec 31, 11	
	Beginning	Additions	Decreases	Ending	Beginning	Additions	Decreases	Ending	Beginning	Decreases		
	balance			balance	balance			balance	balance			balance
	as at Jan. 1, 11	as at Dec. 31, 11	as at Jan. 1, 11	as at Dec. 31, 11	as at Jan. 1, 11	as at Dec. 31, 11	as at Jan. 1, 11	as at Dec. 31, 11				
Land and land improvements	8,390.78	448.41	76.71	8,762.48	732.30	84.51	2.88	813.93	-	-	-	7,948.55
Buildings and constructions	11,431.91	520.22	12.60	11,939.53	3,193.49	365.72	9.06	3,550.15	-	-	-	8,389.38
Electricity generating systems	1,979.94	53.65	0.03	2,033.56	595.67	74.18	0.02	669.83	-	-	-	1,363.73
Electricity distributing systems	292,720.48	18,493.45	1,839.12	309,374.81	131,275.92	12,067.85	1,569.02	141,774.75	-	15.96	15.96	167,584.10
Furniture, tools and equipment	14,194.72	727.55	389.69	14,532.58	6,720.50	950.09	353.95	7,316.64	-	0.22	0.22	7,215.72
Vehicles	7,154.50	349.86	79.47	7,424.89	6,027.23	262.75	78.79	6,211.19	-	-	-	1,213.70
Total	335,872.33	20,593.14	2,397.62	354,067.85	148,545.11	13,805.10	2,013.72	160,336.49	-	16.18	16.18	193,715.18

Unit : Million Baht

Separate financial statements

	cost			Accumulated Depreciation				Allowance For impairment			Property, plant and equipment as at Dec 31, 11	
	Beginning	Additions	Decreases	Ending	Beginning	Additions	Decreases	Ending	Beginning	Decreases		
	balance			balance	balance			balance	balance			
	as at Jan. 1, 11	as at Dec. 31, 11	as at Jan. 1, 11	as at Dec. 31, 11	as at Jan. 1, 11	as at Dec. 31, 11	as at Jan. 1, 11	as at Dec. 31, 11				
Land and land improvements	8,390.78	448.41	76.71	8,762.48	732.30	84.51	2.88	813.93	-	-	-	7,948.55
Buildings and constructions	11,431.91	520.22	12.60	11,939.53	3,193.49	365.72	9.06	3,550.15	-	-	-	8,389.38
Electricity generating systems	1,979.94	53.65	0.03	2,033.56	595.67	74.18	0.02	669.83	-	-	-	1,363.73
Electricity distributing systems	292,720.48	18,493.45	1,839.12	309,374.81	131,275.92	12,067.85	1,569.02	141,774.75	-	15.96	15.96	167,584.10
Furniture, tools and equipment	14,194.72	727.06	389.69	14,532.09	6,720.50	950.01	353.95	7,316.56	-	0.22	0.22	7,215.31
Vehicles	7,154.50	349.86	79.47	7,424.89	6,027.23	262.75	78.79	6,211.19	-	-	-	1,213.70
Total	335,872.33	20,592.65	2,397.62	354,067.36	148,545.11	13,805.02	2,013.72	160,336.41	-	16.18	16.18	193,714.77

Fixed assets that are fully depreciated but are continuing use for PEA and its subsidiary as at December 31, 2012 and 2011, are Baht 0.41 million and Baht 0.40 million, respectively.

4.10 Constructions in progress

As at December 31, 2012 constructions in progress consist of :

Unit : Million Baht

		Consolidated and separate financial statements			
		Beginning		Ending	
		balance as at	Additions	Decreases	balance as at
		Jan. 1, 2012			Dec. 31, 2012
1.	Construction in Progress (PEA capital budget)	30,344.25	19,524.53	18,257.92	31,610.86
2.	Construction in Progress (Partially funded by electricity users)	2,536.78	4,970.98	4,473.33	3,034.43
3.	Construction in Progress (Funded by interest from electricity usage guarantee)	4.39	24.22	0.57	28.04
Total		32,885.42	24,519.73	22,731.82	34,673.33

As at December 31, 2011 constructions in progress consist of :

Unit : Million Baht

		Consolidated and separate financial statements			
		Beginning		Ending	
		balance as at	Additions	Decreases	balance as at
		Jan. 1, 2011			Dec. 31, 2011
1.	Construction in Progress (PEA capital budget)	29,611.56	20,341.16	19,608.47	30,344.25
2.	Construction in Progress (Partially funded by electricity users)	1,935.04	4,196.44	3,594.70	2,536.78
3.	Construction in Progress (Funded by interest from electricity usage guarantee)	1.06	4.39	1.06	4.39
Total		31,547.66	24,541.99	23,204.23	32,885.42

4.11 Intangible assets

As at December 31, 2012, intangible assets consist of :

Unit : Million Baht

Consolidated and separate financial statements

	Cost			Accumulated amortization			Intangible assets as at Dec 31, 12		
	Beginning balance as at	Additions	Decreases	Ending balance as at	Beginning balance as at	Additions		Decreases	Ending balance as at
	Jan. 1, 12			Dec. 31, 12	Jan. 1, 12				Dec. 31, 12
Computer software licenses	2,303.87	289.07	5.37	2,587.57	1,376.34	362.26	5.37	1,733.23	854.34
Assets acquired under finance leases									
- Computer software systems for core business	-	2,675.22	-	2,675.22	-	594.49	-	594.49	2,080.73
Total	2,303.87	2,964.29	5.37	5,262.79	1,376.34	956.75	5.37	2,327.72	2,935.07

As at December 31, 2011, intangible assets consist of :

Unit : Million Baht

Consolidated and separate financial statements

	Cost			Accumulated amortization			Intangible assets as at Dec 31, 11		
	Beginning balance as at	Additions	Decreases	Ending balance as at	Beginning balance as at	Additions		Decreases	Ending balance as at
	Jan. 1, 11			Dec. 31, 11	Jan. 1, 11				Dec. 31, 11
Computer software licenses	1,968.12	337.01	1.26	2,303.87	1,066.29	311.32	1.27	1,376.34	927.53

Intangible assets that are fully amortized but are continuing use for PEA and its subsidiary as at December 31, 2012 and 2011, are approximately Baht 0.002 million.

4.12 Other non – current assets consist of :

Unit : Million Baht

	Consolidated financial statements		Separate financial statements	
	Dec.31, 2012	Dec. 31, 2011	Dec. 31, 2012	Dec. 31, 2011
Employee receivables	57.21	64.68	57.21	64.68
Deferred expenses	10.03	11.01	10.03	11.01
Retentions and deposits	0.62	4.82	0.57	4.82
PEA employee gratuity fund				
Cash	0.004	0.002	0.004	0.002
Current accounts	0.011	0.011	0.011	0.011
Savings accounts	2.28	4.39	2.28	4.39
Fixed deposits	23.44	23.00	23.44	23.00
Total	93.60	107.91	93.55	107.91

4.13 Trade accounts payable consist of :

Unit : Million Baht

	Consolidated		Separate	
	financial statements		financial statements	
	Dec 31, 2012	Dec 31, 2011	Dec 31, 2012	Dec 31, 2011
Accounts payable - electricity	32,811.66	23,679.13	32,811.66	23,679.13
Accounts payable - domestic	550.07	763.35	547.43	756.25
Accounts payable - foreign	-	25.40	-	25.40
Accounts payable - unbilled	1,007.39	1,001.76	1,007.39	1,001.76
Total	34,369.12	25,469.64	34,366.48	25,462.54

Consolidated and separate financial statements as at December 31, 2012 and 2011, suspense payables – unbilled amounting to Baht 1,007.39 million and Baht 1,001.76 million, respectively, represent payables for goods or services received but not recorded as accounts payable.

4.14 Long – term loans are as follows :

Unit : Million Baht

Consolidated and separate financial statements

Type of Loans	Repayment Terms	Currency	Fixed Interest Rate Per Contract (%)	Dec. 31, 2012	Dec. 31, 2011
Domestic loans					
- Financial institutions	2003 – 2014	Baht	2.70 – 3.47 *	719.24	1,155.84
	2011 – 2012	Baht	Government subsidy***	-	9,424.04
- Ministry of Finance	1988 – 2031	Canadian Dollar	Interest free	354.09	378.38
- Bonds	2003 – 2027	Baht	2.57 – 6.84	67,773.00	66,015.00
Total domestic loans				68,846.33	76,973.26
Foreign loans					
- Financial institutions	2003 - 2027	Yen	2.20 - 2.70	4,486.09	5,696.16
	2002 - 2012	US Dollar	Interest free	-	7.80
	1991 - 2020	Euro	2.00	743.13	863.28
	2007 - 2023	Euro	8.00 **	439.26	484.76
Total foreign loans				5,668.48	7,052.00
Total long-term loans				74,514.81	84,025.26
Less Current portion				7,540.23	12,654.19
Total				66,974.58	71,371.07

* Siam Commercial Bank Public Company Limited, borrowing interest rate equals to six-month fixed deposit interest rate for personal plus 0.97% per annum and Thanachart Bank Public Company Limited, borrowing interest rate of two contracts equals to three-month fixed deposit interest rate for personal plus 0.7% per annum.

** Borrowing interest rate of 8% per annum under the contract included interest expense that PEA paid to KFW fund at the rate of 6% per annum.

*** Domestic loans are loans borrowed to compensate for government' s cost of living reduction measure. Government is responsible for both principle and interest.

PEA used loan borrowed to construct building, electricity generating and electricity distribution system related to loans made specific purpose are capitalized as cost of assets with interest rates of 2.20% – 6.84% per annum.

Interest expense on loans for the years 2012 and 2011 amounting to Baht 3,372.47 million and Baht 3,390.76 million, respectively, were capitalized as cost of construction in progress amounting to Baht 354.57 million and Baht 368.35 million and were recognized as expenses in the Statements of Comprehensive Income for Baht 3,017.90 million and Baht 3,022.41 million, respectively.

4.15 Liabilities under financial leases

PEA has leased the computer software system for core business which has the present value of the minimum payment amount as follow :

	Unit : Million Baht
Consolidated and separate financial statements	
	<u>Dec 31, 2012</u>
Less than 1 year	1,347.73
Over 1 year but less than 5 years	<u>1,844.27</u>
Total the minimum payment amount	3,192.00
<u>Less</u> Deferred interest under financial lease	<u>322.10</u>
Total the minimum payment amount	2,869.90
<u>Less</u> Current portion of liabilities under financial leases	<u>1,208.83</u>
Liabilities under financial leases	<u>1,661.07</u>

As at December 31, 2012 PEA has minimum liabilities that must be paid by Baht 2,869,90 million consisting of liabilities under financial leases Baht 2,675.22 million and Interest (unpaid) Baht 194.68 million.

4.16 Deposits payable consist of :

	Unit : Million Baht	
Consolidated and separate financial statements		
	<u>Dec 31, 2012</u>	<u>Dec 31, 2011</u>
Accrued remittance to the Power Development Fund	1,114.94	1,193.57
Pending repayment electricity usage guarantee	169.51	110.12
Other deposits payable	<u>117.67</u>	<u>119.54</u>
Total	<u>1,402.12</u>	<u>1,423.23</u>

4.17 Other current liabilities consist of :

	Unit : Million Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	Dec 31, 2012	Dec 31, 2011	Dec 31, 2012	Dec 31, 2011
Unearned revenues	158.69	132.83	158.48	132.35
Retentions and deposits	243.09	192.72	243.09	192.72
Taxes	-	0.02	-	-
Suspense accounts	565.25	151.02	565.25	151.02
Inter - account between PEA and SAT	2.27	0.03	2.27	0.03
Provisions	0.56	0.56	0.56	0.56
Total	969.86	477.18	969.65	476.68

4.18 Long - term provisions

Consolidated and separate financial statements as at December 31, 2012 and 2011, amounting to Baht 25.34 million and Baht 33.97 million, respectively, represent the provisions that PEA was filed in litigation as a defendant, which PEA assessed the status of the lawsuits and estimated that 17 lawsuits.

4.19 Construction obligations

Consolidated and separate financial statements as at December 31, 2012 and 2011, amounting to Baht 7,519.21 million and Baht 5,815.18 million, respectively, represent the obligations for PEA to expand the electricity distribution areas for electricity users which the electricity users fully or partially funded the construction costs. The ownership of the assets belongs to PEA.

4.20 Deferred revenues consist of:

	Unit : Million Baht	
	Consolidated and separate financial statements	
	Dec. 31, 2012	Dec. 31, 2011
Contributions for construction	32,576.08	31,652.90
Deferred revenues from donated assets	1,361.54	1,351.99
Total	33,937.62	33,004.89

4.21 Electricity usage guarantee represent cash received from electricity users to guarantee their electricity usage, which are deposited at financial institutions and used as working capital as follows:

Unit : Million Baht

Consolidated and separate financial statements

	<u>Dec. 31, 2012</u>	<u>Dec. 31, 2011</u>
Electricity usage guarantee (Note 4.4)	17,192.57	14,398.24
Electricity usage guarantee - used as PEA's working capital	1,200.00	2,400.00
Electricity usage guarantee - additional deposits by PEA	<u>129.16</u>	<u>211.98</u>
Total	<u>18,521.73</u>	<u>17,010.22</u>

As at December 31, 2012 and 2011, electricity usage guarantee-used as PEA's working capital was Baht 1,200 million and Baht 2,400 million, respectively, approved by the Board of Directors of PEA by paying a return to the fund at the same interest rate established by Krung Thai Bank Public Company Limited for savings account of state enterprises (currently interest rate of 0.25% - 0.5% per annum) by depositing in the Interest from Electricity Usage Guarantee account on a monthly basis. The principal is payable by depositing in the Electricity Usage Guarantee account not less than Baht 100 million each month.

4.22 Employee gratuity fund

As at December 31, 2012 and 2011, employee gratuity fund are as follows :

Unit : Million Baht

Consolidated and separate financial statements

	<u>Dec. 31, 2012</u>	<u>Dec. 31, 2011</u>
Beginning balance	26.83	38.54
<u>Add</u> Contributions during the years	1.02	1.51
Payments for shortage from PEA	1.19	2.91
Excess of revenues over expenses for the years	<u>0.77</u>	<u>0.64</u>
	29.81	43.60
<u>Less</u> Payments to employees and provident fund	8.24	8.12
Payments to provident fund	-	8.01
Repayments for surplus of the gratuity fund over obligations	<u>0.77</u>	<u>0.64</u>
Ending balance of fund equal to obligations to be paid to resigned or retired employees	<u>20.80</u>	<u>26.83</u>

4.23 Employee benefit obligations

Employee benefits of PEA and its subsidiary consist of post – employee include defined contribution plans (provident fund), defined benefit plans and other long – term employee benefits according to the State Enterprise Labor Relations Act B.E. 2543 (2000). As at December 31, 2012 and 2011, employee benefit obligations are as follows:

	Unit : Million Baht	
	Consolidated financial statements	
	<u>Dec. 31, 2012</u>	<u>Dec. 31, 2011</u>
Post – employment benefits under defined benefit plans		
Retirement pension	7,803.95	7,577.63
Souvenir when retired	156.91	127.05
Vacation leave remains when retired	780.47	757.83
Total post – employment benefits under defined benefit plans	8,741.33	8,462.51
Other long – term employee benefits		
Souvenir due to working for long time	159.27	115.89
Total other long – term employee benefits	159.27	115.89
Total	8,900.60	8,578.40

	Unit : Million Baht	
	Separate financial statements	
	<u>Dec. 31, 2012</u>	<u>Dec. 31, 2011</u>
Post – employment benefits under defined benefit plans		
Retirement pension	7,803.85	7,577.63
Souvenir when retired	156.91	127.05
Vacation leave remains when retired	780.47	757.83
Total post – employment benefits under defined benefit plans	8,741.23	8,462.51
Other long – term employee benefits		
Souvenir due to working for long time	159.27	115.89
Total other long – term employee benefits	159.27	115.89
Total	8,900.50	8,578.40

Post – employment benefits under defined benefit plans and other long – term employment benefits in the statements of comprehensive income as at December 31, 2012 and 2011, are as follows :

	Unit : Million Baht	
	Consolidated financial statements	
	Dec. 31, 2012	Dec. 31, 2011
Current service costs	376.98	362.63
Interest on obligations	386.03	364.57
Actuarial losses	202.71	276.81
Total	965.72	1,004.01

	Unit : Million Baht	
	Separate financial statements	
	Dec. 31, 2012	Dec. 31, 2011
Current service costs	376.88	362.63
Interest on obligations	386.03	364.57
Actuarial losses	202.71	276.81
Total	965.62	1,004.01

Movement in the present value of provisions for employee benefits for the year ended December 31, 2012 and 2011, are as follows :

	Unit : Million Baht	
	Consolidated financial statements	
	Dec. 31, 2012	Dec. 31, 2011
Beginning balance of provision for employee benefits	8,578.40	8,101.66
Current service costs	376.98	362.63
Interest on obligations	386.03	364.57
Actual cost	(643.52)	(527.27)
Actuarial losses	202.71	276.81
Ending balance of provision for employee benefits	8,900.60	8,578.40

	Unit : Million Baht	
	Separate financial statements	
	Dec. 31, 2012	Dec. 31, 2011
Beginning balance of provision for employee benefits	8,578.40	8,101.66
Current service costs	376.88	362.63
Interest on obligations	386.03	364.57
Actual cost	(643.52)	(527.27)
Actuarial losses	202.71	276.81
Ending balance of provision for employee benefits	8,900.50	8,578.40

Actuarial assumptions for the calculation of provisions under post – employment benefits plan as at December 31, 2012 and 2011, are as follows :

	Consolidated and Separate financial statements	
	Dec. 31, 2012	Dec. 31, 2011
Discount rate	4.50%	4.50%
Future salary incremental rate	7.50%	7.50%
Employee turnover rate	0.33%	0.43%

Post – employment benefits under defined contribution plans, PEA has established the provident fund. The fund is monthly contributed by employees and by PEA. PEA registered provident fund in accordance with the Provident Fund Act B.E. 2530 (1987).

For the year ended December 31, 2012 and 2011, PEA contributed to the provident fund amounting to Baht 1,307.55 million and Baht 1,256.84 million, respectively.

4.24 Executives' remunerations

Executives' remunerations consists of :

	Unit : Million Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	Dec 31, 2012	Dec 31, 2011	Dec 31, 2012	Dec 31, 2011
Directors' remunerations	18.46	14.09	16.70	14.09
Management's remunerations	101.87	98.23	101.87	98.23
Total	120.33	112.32	118.57	112.32

4.25 Operational results

4.25.1 Operating results for the 12 – month period ended December 31, 2012 and 2011, are as follows :

Unit : Million Baht

Consolidated financial statements

	Dec 31, 2012	Dec 31, 2011	Increase (Decrease)	Percentage
Operating revenues	385,839.13	323,535.04	62,304.09	19.26
Cost of sales and services	347,528.17	287,680.59	59,847.58	20.80
Gross profit	38,310.96	35,854.45	2,456.51	6.85
Administrative expenses	17,362.44	16,089.80	1,272.64	7.91
Selling expenses	4,958.94	4,665.24	293.70	6.30
Directors' remuneration	120.33	112.32	8.01	7.13
Operating income	15,869.25	14,987.09	882.16	5.89
Other revenues	2,329.05	1,224.08	1,104.97	90.27
Other expenses	-	724.65	(724.65)	(100.00)
Financial costs	3,234.15	3,039.21	194.94	6.41
Net income	14,964.15	12,447.31	2,516.84	20.22

In the year 2012, PEA and its subsidiary have net income of Baht 14,964.15 million which increased from the same period of prior year by Baht 2,516.84 million. The increase is attributable to increase in operating income by Baht 882.16 million, increase in other revenues by Baht 1,104.97 million, decrease in other expenses by Baht 724.65 million and increase in financial costs by Baht 194.94 million.

Unit : Million Baht

Separate financial statements

	Dec 31, 2012	Dec 31, 2011	Increase (Decrease)	Percentage
Operating revenues	385,836.91	323,526.61	62,310.30	19.26
Cost of sales and services	347,525.61	287,673.06	59,852.55	20.81
Gross profit	38,311.30	35,853.55	2,457.75	6.85
Administrative expenses	17,350.57	16,074.31	1,276.26	7.94
Selling expenses	4,958.94	4,665.24	293.70	6.30
Directors' remuneration	118.57	112.32	6.25	5.56
Operating income	15,883.22	15,001.68	881.54	5.88
Other revenues	2,326.25	1,223.48	1,102.77	90.13
Other expenses	-	724.65	(724.65)	(100.00)
Financial costs	3,234.15	3,039.21	194.94	6.41
Net income	14,975.32	12,461.30	2,514.02	20.17

In the year 2012, PEA has net income of Baht 14,975.32 million which increased from the same period of prior year by Baht 2,514.02 million. The increase is attributable to increase in operating income by Baht 881.54 million, increase in other revenues by Baht 1,102.77 million, decrease in other expenses by Baht 724.65 million and increase in financial costs by Baht 194.94 million.

The National Telecommunications Commission allowed PEA to run telecommunication business (fiber optic) since March 1, 2007. In the year 2012, PEA had revenue from telecommunication business amounting to Baht 471.98 million which was included in other operating revenues.

4.25.2 Transaction classified by expense characteristics.

Some transactions included in the statements of comprehensive income for the year ended December 31, 2012 and 2011 classified by expense characteristics as follows :

	Consolidated		Unit : Million Baht	
	financial statements		Separate	
	Dec 31, 2012	Dec 31, 2011	Dec 31, 2012	Dec 31, 2011
Depreciation of property, plant and equipment	14,035.84	13,539.84	14,035.74	13,539.76
Amortization of intangible assets	956.77	311.31	956.77	311.31
Impairment losses of assets	(16.18)	16.18	(16.18)	16.18
Employee expenses	21,792.02	20,228.87	21,789.21	20,228.22

5. Net income appropriation

	Unit : Million Baht	
	Dec. 31, 2012	Dec. 31, 2011
Employee bonus	1,670.00	1,532.54
Accrued remittance to the Ministry of Finance	4,490.39	4,297.23
Total appropriation	6,160.39	5,829.77
Remaining retained earnings	8,814.93	6,631.53
Total net income for the year	14,975.32	12,461.30

The Ministry of Finance requires PEA to transmit the net income to the Ministry at the rate of 45 percent of its net income for the year 2012 and 2011, amounting to Baht 7,490.39 million and Baht 6,297.23 million, respectively. During the first half of the year 2012 and 2011, PEA transmitted its net income amounting to Baht 3,000 million and Baht 2,000 million, respectively. Accrued remittance to the Ministry of Finance as at December 31, 2012 and 2011, amounting to Baht 4,490.39 million and Baht 4,297.23 million, respectively.

6. Related party transactions

As at December 31, 2012 and 2011, significant related party transactions are as follows :

Unit : Million Baht

Item/Company name	Relation	Consolidated		Separate	
		financial statements		financial statements	
		<u>Dec 31, 2012</u>	<u>Dec 31, 2011</u>	<u>Dec 31, 2012</u>	<u>Dec 31, 2011</u>
Investment in subsidiary					
PEA Encom International Co., Ltd.	Subsidiary	-	-	100	100
Accounts payable					
EGAT	Related party	30,510.10	22,390.08	30,510.10	22,390.08

Related party transaction as at December 31, 2012 and 2011, are as follow :

Item/Company name	Relation	Consolidated		Separate	
		financial statements		financial statements	
		<u>Dec 31, 2012</u>	<u>Dec 31, 2011</u>	<u>Dec 31, 2012</u>	<u>Dec 31, 2011</u>
Cost of electricity					
EGAT	Related party	325,516.82	272,497.96	325,516.82	272,497.96

7. Disclosure of financial instruments

7.1 Credit risk

Credit risk arises when accounts receivable do not comply with the terms and conditions of credit agreements, causing losses to PEA. Most of PEA's accounts receivable are juristic person and natural person however, there has been no significant losses that affects PEA financial statements in the past. Therefore, it is assumed that PEA has no credit risk.

In case of financial assets recognition in the statements of financial position, book value of the assets is the maximum risk that PEA may experience.

7.2 Interest rate risk

Interest rate risk arises when interest rate changes and may negative effect on operations of PEA. However, most of PEA's loans have fixed interest rate and PEA loans are not significant amount except mentioned in Note 4.14.

7.3 Foreign exchange rate risk

Foreign exchange rate risk arises when there is a change in foreign exchange rates and may affect current and following years of PEA and its subsidiary's financial position. However, most of PEA transactions occur in Thai Baht therefore changes in foreign exchange rate do not have significant impact on PEA and its subsidiary's assets and liabilities that PEA owns in foreign currency.

7.4 Fair value of financial Instruments

PEA and its subsidiary estimate fair value by using following assumptions.

Cash and cash equivalents, short – term investment, trade accounts receivable, Bank overdrafts, short – term loans and trade accounts payable have book values approximate their fair value since they will be due in short – term.

8. Commitments and contingent liabilities

8.1 Commitments

As at December 31, 2012 and 2011, PEA has commitments from outstanding letter of credit of Baht 30.76 million.

8.2 Contingent liabilities

As at December 31, 2012 and 2011, PEA was sued 72 cases and 73 cases, respectively with total capital funds Baht 59,850.42 million and Baht 1,995.08 million, respectively. These amounts were recorded as contingent liabilities.

The cases PEA was filed in lawsuits partly are as follows :

1. PEA was filed in lawsuits due to lease computer software packages for the core business from Portalnet co., Ltd., authorized by SPIES, sued PEA to the Central Administrative Court on November 22, 2010, accordingly PEA has obligations for the lease computer software packages for Baht 1,868.61 million plus the interest at the rate of 7.5 percent per annum sued the next day onwards. The Central Administrative Court issued summons to PEA to submit the affidavit with evidence to the court. Later on, prosecutor, Administrative Court Office, Office of the Attorney General, is an authorized person to defend the administrative case, submit deposition to the Administrative Court. Currently the case is on the proceedings of the Central Administrative Court.

2. The lawsuit between D and J Clean Energy Systems co., Ltd. (plaintiff) and PEA (defendant) according to the case No. 119/2554.

D and J Clean Energy Systems co., Ltd. (plaintiff) has entered into VSSP electricity sale contracts of 122 contracts in total. The plaintiff submitted claim with the Arbitration Institute according to the case no. 119/2554. The plaintiff requested to change the focusing solar collector. PEA ignored the request therefore the plaintiff concluded that PEA broke the sale agreement causing them damages. The plaintiff asked for the compensation by Baht 57,837.42 million. Later on, the public prosecutor dropped the civil case and PEA submitted the case to the Office of the Attorney General to file a statement of defense with the Arbitration Institute. Currently, the case is on the proceedings of the Arbitration Institute.

PEA legal department predicts that PEA may not lose both cases.

9. Reclassification

Certain items in consolidated and separate financial statements as at December 31, 2011, have been reclassified to conform to the presentation in consolidated and separate financial statements as at December 31, 2012, as follow:

Item	Previous classification	Reclassification	Unit : Million Baht
			Consolidated financial statements Dec 31, 2011
Cash and cash equivalents	Cash and cash equivalents	Other current assets	0.02
Other current liabilities	Other current liabilities	Deposits payable	1,423.23

10. Approval of PEA financial statements

These financial statements were approved by PEA governor on March 21, 2013
