

Thai Beverage Public Company Limited

Financial Statement And Dividend Announcement For The Six-Month Period Ended 30 June 2009

PART I INFORMATION REQUIRED FOR Q2 AND THE SIX-MONTH PERIOD ENDED 30 JUNE (HALF-YEAR) ANNOUNCEMENTS.

1. (a) (i) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

Thai Beverage Public Company Limited						
Statements of Income						
For the three-month periods ended 30 June (Apr-June) and for the six-month periods ended 30 June 2009 and 2008 (Unaudited)						
	(Unit : Thousand Baht)			(Unit : Thousand Baht)		
	Consolidated			Consolidated		
	financial statements			financial statements		
	For the three-month periods			For the six-month periods		
	ended 30 June			ended 30 June		
	2009	Restated 2008	+ / (-)	2009	Restated 2008	+ / (-)
Revenues from sales and services						
Revenue from sale of goods and rendering of services	26,699,978	25,820,695	3%	54,347,426	53,867,532	1%
Total revenues from sales and services	26,699,978	25,820,695	3%	54,347,426	53,867,532	1%
Cost of sales and services						
Cost of sales of goods and rendering of services	18,637,670	18,460,311	1%	38,108,731	38,424,080	(1%)
Total cost of sales and services	18,637,670	18,460,311	1%	38,108,731	38,424,080	(1%)
Gross profit	8,062,308	7,360,384	10%	16,238,695	15,443,452	5%
Selling expenses	1,409,338	1,368,674	3%	2,574,525	2,867,301	(10%)
Administrative expenses	2,426,724	2,230,227	9%	4,719,912	4,612,670	2%
Management benefit expenses	74,055	49,333	50%	188,814	193,058	(2%)
Operating profit	4,152,191	3,712,150	12%	8,755,444	7,770,423	13%
Interest income	10,147	13,106	(23%)	11,664	19,056	(39%)
Other income	39,212	31,176	26%	98,960	81,539	21%
Earnings before financial costs and income tax	4,201,550	3,756,432	12%	8,866,068	7,871,018	13%
Finance costs	137,590	129,632	6%	320,180	290,038	10%
Income tax expense	1,282,807	1,077,946	19%	2,731,750	2,280,171	20%
Profit for the period	2,781,153	2,548,854	9%	5,814,138	5,300,809	10%
Attributable to:						
Equity holders of the Company	2,756,620	2,458,180	12%	5,772,711	5,142,580	12%
Minority interests	24,533	90,674	(73%)	41,427	158,229	(74%)
Profit for the period	2,781,153	2,548,854	9%	5,814,138	5,300,809	10%
Basic earnings per share (Baht)	0.11	0.10	10%	0.23	0.20	15%
Diluted earnings per share (Baht)	0.11	0.10	10%	0.23	0.20	15%

a (ii)The following items (with appropriate breakdowns and explanations), if significant, must either be includes in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year:-

NOTE:										
Net profit is arrived at after charging / (Crediting) the following :										
					(Unit : Thousand Baht)			(Unit : Thousand Baht)		
					Consolidated			Consolidated		
					financial statements			financial statements		
					For the three-month periods			For the six-month periods		
					2009	2008		2009	2008	
						Restated			Restated	
A	Investment income				-	-	-	-	-	-
B	Other income including interest income				(16,685)	(48,600)	(66%)	(75,986)	(94,960)	(20%)
C	Interest on borrowings				137,590	129,632	6%	320,180	290,038	10%
D	Depreciation and amortization				1,099,380	1,340,321	(18%)	2,172,038	2,658,472	(18%)
E	Allowance for doubtful debts and bad debts written off				719	828	(13%)	1,733	1,534	13%
F	Write-off for stock obsolescence				(17,658)	(150,591)	(88%)	(6,844)	(148,172)	(95%)
G	Impairment in value of investments				-	31	(100%)	91	31	194%
H	Foreign exchange (gain) / loss				(25,328)	(1,936)	1208%	(18,964)	36,552	(152%)
I	Adjustments for under or overprovision of tax in respect of prior year				-	-	-	-	-	-
J	(Profit) or loss on sale of investments, properties, and / or plant and equipment				(7,346)	4,318	(270%)	(15,674)	(5,635)	178%
K	Exceptional items				-	-	-	-	-	-
L	Extraordinary items				-	-	-	-	-	-

- (b) (i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

Thai Beverage Public Company Limited and its Subsidiaries				
Balance sheets				
As at 30 June 2009 and 31 December 2008				
			(Unit : Thousand Baht)	
	Consolidated		Separate	
	financial statements		financial statements	
	30-Jun-2009	31-Dec-2008	30-Jun-2009	31-Dec-2008
		Restated		
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Assets				
Current assets				
Cash and cash equivalents	2,510,987	1,920,972	4,459	3,965
Current investments	5,299	9,123	-	-
Trade accounts receivable	1,417,233	1,514,403	-	-
Short-term loans to and amounts due				
from related parties	61,404	41,438	3,008,586	3,648,410
Inventories	29,071,864	29,729,437	-	-
Other current assets	2,228,401	1,726,523	22,193	13,657
Total current assets	35,295,188	34,941,896	3,035,238	3,666,032
Non-current assets				
Investments in subsidiaries	-	-	77,731,700	77,161,702
Investments in associates	124,606	111,656	-	-
Other long-term investments	10,714	10,518	-	-
Long-term loans to and amounts due				
from related parties	58,642	57,898	2,917,519	5,588,705
Property, plant and equipment	38,319,133	39,578,158	49,161	55,518
Intangible assets	3,189,414	3,178,327	33,837	36,299
Leasehold right	106,978	111,854	-	-
Other non-current assets	2,046,319	2,068,925	329,003	335,191
Total non-current assets	43,855,806	45,117,336	81,061,220	83,177,415
Total assets	79,150,994	80,059,232	84,096,458	86,843,447

Thai Beverage Public Company Limited and its Subsidiaries				
Balance sheets				
As at 30 June 2009 and 31 December 2008				
(Unit : Thousand Baht)				
	Consolidated		Separate	
	financial statements		financial statements	
	30-Jun-2009	31-Dec-2008	30-Jun-2009	31-Dec-2008
		Restated		
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
Liabilities and equity				
Current liabilities				
Bank overdrafts and short-term loans				
from financial institutions	9,104,164	8,701,362	4,300,000	5,246,161
Trade accounts payable	2,264,892	3,389,386	-	-
Current portion of long-term loans				
from financial institutions	4,725,000	5,325,000	4,725,000	5,325,000
Short-term loans from and amounts due				
to related parties	181,365	126,227	5,549,333	3,931,773
Short-term loans from other party	5,800	7,000	-	-
Income tax payable	2,659,864	2,189,514	83,586	137,921
Other current liabilities	3,336,802	2,982,610	93,542	137,146
Total current liabilities	22,277,887	22,721,099	14,751,461	14,778,001
Non-current liabilities				
Long-term loans from and amounts due to related parties	1,605	2,221	8,148,250	8,725,000
Long-term loans from financial institutions	1,090,000	3,265,000	1,090,000	3,265,000
Other non-current liabilities	64,893	69,618	-	-
Total non-current liabilities	1,156,498	3,336,839	9,238,250	11,990,000
Total liabilities	23,434,385	26,057,938	23,989,711	26,768,001
Equity				
Share capital				
Authorised share capital	29,000,000	29,000,000	29,000,000	29,000,000
Issued and paid-up share capital	25,110,025	25,110,025	25,110,025	25,110,025
Difference arising from common control transactions	(19,732,233)	(19,728,268)	-	-
Premium on ordinary shares	17,215,737	17,215,737	17,215,737	17,215,737
Fair value changes and revaluation differences on assets	4,262,883	4,262,802	-	-
Currency translation differences	(1,021,469)	(1,503,025)	-	-
Retained earnings				
Appropriated - legal reserve	2,900,000	2,900,000	2,900,000	2,900,000
Unappropriated	26,758,669	25,505,762	14,880,985	14,849,684
Total equity attributable to equity holders of the Company	55,493,612	53,763,033	60,106,747	60,075,446
Minority interests	222,997	238,261	-	-
Total equity	55,716,609	54,001,294	60,106,747	60,075,446
Total liabilities and equity	79,150,994	80,059,232	84,096,458	86,843,447

(b) (ii) In relation to the aggregate amount of group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial year.

(ii) Aggregate amount of group's borrowings and debt securities							
- Amount repayable in one year or less, or on demand							
				(Unit : Thousand Baht)			
As at 30 June 2009				As at 31 December 2008			
Letter of Comfort	Unsecured	Guaranteed	Guaranteed/ negative pledge	Letter of Comfort	Unsecured	Guaranteed	Guaranteed/ negative pledge
166,124	12,925,000	738,040	-	227,861	13,204,384	594,117	-
- Amount repayable after one year							
				(Unit : Thousand Baht)			
As at 30 June 2009				As at 31 December 2008			
Secured	Unsecured	Guaranteed	Guaranteed/ negative pledge	Secured	Unsecured	Guaranteed	Guaranteed/ negative pledge
-	1,090,000	-	-	-	3,265,000	-	-
- Details of any collateral							
N/A							

(c) A Cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Thai Beverage Public Company Limited and its Subsidiaries						
Statements of cash flows						
For the six-month periods ended 30 June 2009 and 2008 (Unaudited)						
					(Unit : Thousand Baht)	
			Consolidated		Separate	
			financial statements		financial statements	
			2009	2008	2009	2008
				Restated		
Cash flows from operating activities						
Profit for the period			5,814,138	5,300,809	4,551,105	2,909,368
<i>Adjustments for</i>						
Depreciation and amortisation			2,147,038	2,633,472	18,380	15,248
Interest income			(11,664)	(19,056)	(193,478)	(281,946)
Finance costs			320,180	290,038	575,448	516,233
Unrealised (gain) loss on exchange rate			5,944	(6,295)	(3)	(12,115)
Bad and doubtful debts expense			4,242	163	-	-
Amortisation of advance payments to a specialist			25,000	25,000	4,688	4,688
Reversal of allowance for obsolete inventories			(159,135)	(217,578)	-	-
(Gain) loss on sale and disposal of property, plant and equipment and intangible assets			(15,674)	(5,635)	(445)	(162)
Dividends			-	-	(4,293,192)	(2,549,434)
Income tax expense			2,731,750	2,280,171	127,945	155,328
			10,861,819	10,281,089	790,448	757,208
<i>Changes in operating assets and liabilities</i>						
Trade accounts receivable			92,424	650,227	-	-
Amounts due from related parties			(19,786)	1,992	76,208	93,983
Inventories			816,708	(1,554,401)	-	-
Other current assets			(502,036)	(886,709)	(8,536)	(9,588)
Trade accounts payable			(1,127,574)	228,383	-	-
Amounts due to related parties			52,822	108,101	(31,245)	(19,084)
Other current liabilities			478,568	566,086	(37,534)	3,614
Other non-current liabilities			(6,371)	(3,881)	-	(118)
Income tax paid			(2,261,401)	(2,847,829)	(182,280)	(191,724)
Net cash provided by operating activities			8,385,173	6,543,058	607,061	634,291
Cash flows from investing activities						
Interest received			11,712	19,311	202,682	297,865
Dividends received			-	-	4,293,192	2,549,434
Current investments			3,824	98,169	-	-
Loans to and amounts due from related parties			(743)	(53,863)	3,225,600	3,612,567
Investments in subsidiaries			-	-	(569,998)	(869,000)
Investments in associates			(12,950)	1,002	-	-
Long-term investments			(115)	50	-	-
Purchase of property, plant and equipment			(883,615)	(1,362,752)	(12,174)	(8,027)
(Increase) Decrease in property, plant and equipment			(86,401)	39,365	941	865
Purchase of intangible assets			(14,291)	(23,331)	(2,373)	(4,523)
(Increase) decrease in intangible assets			(17,753)	1,629	-	-
Other non-current assets			(2,395)	34,315	1,501	-
Purchase of investment in indirect subsidiaries			(3,965)	(81,050)	-	-
Net cash provided by (used in) investing activities			(1,006,692)	(1,327,155)	7,139,371	5,579,181

Cash flows from financing activities						
Interest paid			(320,130)	(357,587)	(574,423)	(578,475)
Dividends paid to equity holders of the Company			(4,519,804)	(4,268,704)	(4,519,804)	(4,268,704)
Dividends paid to the minority interests			(56,691)	-	-	-
Dividends paid by subsidiary before business restructuring			-	(375,000)	-	-
Bank overdrafts and short-term loans from financial institutions			402,803	4,284,360	(946,161)	802,969
Repayment of long-term guaranteed bonds			-	(3,000,000)	-	(3,000,000)
Loans from related parties			-	-	1,069,450	2,588,500
Repayment of short-term loans from other party			(1,200)	-	-	-
Repayment of long-term loans from financial institutions			(2,775,000)	(1,755,000)	(2,775,000)	(1,755,000)
Net cash used in financing activities			(7,270,022)	(5,471,931)	(7,745,938)	(6,210,710)
Net increase (decrease) in cash and cash equivalents			108,459	(256,028)	494	2,762
Cash and cash equivalents at beginning of period			1,920,972	2,587,796	3,965	9,168
Effect of exchange rate changes on balances held in foreign currencies			481,556	(28,826)	-	-
Cash and cash equivalents at end of period			2,510,987	2,302,942	4,459	11,930

d (i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Thai Beverage Public Company Limited and its Subsidiaries										
Statements of changes in equity										
For the six-month periods ended 30 June 2009 and 2008 (Unaudited)										
										(Unit : Thousand Baht)
Consolidated financial statements										
			Additional paid-in capital	Unrealised surpluses (deficits)		Retained earnings				
	Issued	Difference arising from	Share	Fair value	Currency			Total equity		
	and paid-up	common control	premium	changes and	translation	Legal reserve	Unappropriated	to equity holders	Minority	Total
	share capital	transactions		revaluation	differences			of the Company	interests	equity
				differences						
Balance at 1 January 2008	25,110,025	(16,201,123)	17,215,737	4,388,935	(208,076)	2,900,000	22,644,726	55,850,224	1,244,411	57,094,635
Translation of financial statements differences	-	-	-	-	(28,826)	-	-	(28,826)	-	(28,826)
Profit for the period	-	123,629	-	-	-	-	5,018,951	5,142,580	158,229	5,300,809
Total recognised income and expense	-	123,629	-	-	(28,826)	-	5,018,951	5,113,754	158,229	5,271,983
Effects of change to percentage of holding	-	-	-	-	-	-	-	-	(38,118)	(38,118)
Dividends paid by subsidiaries before business restructuring	-	(164,629)	-	-	-	-	-	(164,629)	(210,371)	(375,000)
Dividends	-	-	-	-	-	-	(4,268,704)	(4,268,704)	-	(4,268,704)
Balance at 30 June 2008	25,110,025	(16,242,123)	17,215,737	4,388,935	(236,902)	2,900,000	23,394,973	56,530,645	1,154,151	57,684,796
Balance at 1 January 2009	25,110,025	(19,732,229)	17,215,737	4,262,802	(1,503,025)	2,900,000	25,505,762	53,759,072	238,261	53,997,333
Difference arising from common control transactions	-	3,961	-	-	-	-	-	3,961	-	3,961
Restated balance	25,110,025	(19,728,268)	17,215,737	4,262,802	(1,503,025)	2,900,000	25,505,762	53,763,033	238,261	54,001,294
Unrealised gains										
Change in fair value on an available for sale investment	-	-	-	81	-	-	-	81	-	81
Translation of financial statement differences	-	-	-	-	481,556	-	-	481,556	-	481,556
Net expense recognised directly in equity	-	-	-	81	481,556	-	-	481,637	-	481,637
Profit for the period	-	-	-	-	-	-	5,772,711	5,772,711	41,427	5,814,138
Total recognised income and expense	-	-	-	81	481,556	-	5,772,711	6,254,348	41,427	6,295,775
Consideration paid to equity holders of subsidiaries for common control transactions	-	(3,965)	-	-	-	-	-	(3,965)	-	(3,965)
Dividends	-	-	-	-	-	-	(4,519,804)	(4,519,804)	(56,691)	(4,576,495)
Balance at 30 June 2009	25,110,025	(19,732,233)	17,215,737	4,262,883	(1,021,469)	2,900,000	26,758,669	55,493,612	222,997	55,716,609

Thai Beverage Public Company Limited and its Subsidiaries					
Statements of changes in equity					
For the six-month periods ended 30 June 2009 and 2008 (Unaudited)					
					(Unit : Thousand Baht)
Separate financial statements					
		Additional paid-in capital	Retained earnings		Total equity attributable to equity holders of the Company
	Issued and paid-up share capital	Share premium	Legal reserve	Unappropriated	
Balance at 1 January 2008	25,110,025	17,215,737	2,900,000	16,112,423	61,338,185
Profit for the period	-	-	-	2,909,368	2,909,368
Dividends	-	-	-	(4,268,704)	(4,268,704)
Balance at 30 June 2008	25,110,025	17,215,737	2,900,000	14,753,087	59,978,849
Balance at 1 January 2009	25,110,025	17,215,737	2,900,000	14,849,684	60,075,446
Profit for the period	-	-	-	4,551,105	4,551,105
Dividends	-	-	-	(4,519,804)	(4,519,804)
Balance at 30 June 2009	25,110,025	17,215,737	2,900,000	14,880,985	60,106,747

(d) (ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

N/A

(d) (iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	30 June 2009	31 December 2008
Total number of shares	25,110,025,000	25,110,025,000

(d) (iv) A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The figures have been reviewed by the company's auditor in accordance with Thailand generally accepted accounting principles auditing standards.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Please see page 1 of the attached financial report.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

Accounting policies and methods of computation applied in the interim financial statements for the three-month and six-month periods ended 30 June 2009 are consistent with those applied in the financial statements for the year ended 31 December 2008.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

N/A

6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends:-

				(Unit : Baht)		
	Consolidated financial statements			Consolidated financial statements		
	For the three-month periods			For the six-month periods		
	(Apr- June)		Changes	(Jan- June)		Changes
	2009	2008	+ /(-)	2009	2008	+ /(-)
Earning per ordinary share of the group based on net profit attributable to shareholders:-						
(a) based on the weighted average number of ordinary shares on issue	0.11	0.10	10%	0.23	0.20	15%
(b) On a fully diluted basis	0.11	0.10	10%	0.23	0.20	15%

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-

				(Unit : Baht)		
	Consolidated financial statements			Separate financial statements		
	30 June	31 December	Changes	30 June	31 December	Changes
	2009	2008	+ /(-)	2009	2008	+ /(-)
	Restated					
Net asset value per ordinary share based on weighted average number of issued share capital	2.21	2.14	3%	2.39	2.39	0%
Remark: Net asset value = Total equity attributable to equity holders of the company						

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

- (a) Any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors: and
- (b) Any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Thai Beverage Public Company Limited

Management Discussion and Analysis

Performance for the second quarter and the six-month period ended 30 June 2009

The Company disposed of its entire shares holding in Thai Alcohol Public Company Limited on 30 September 2008. Accordingly, the operation of the industrial alcohol business segment is not shown in 2009 but still shown for 2008.

The Company acquired Oishi Group Public Company Limited (Oishi) on 30 September 2008 and accounted for the business combination in a manner similar to a pooling of interests. The Company restated the statements of income for the second quarter and the six-month period ended 30 June 2008 to include the revenues and expenses of Oishi in the Company performance for comparison.

The Ministry of Finance declared an increase in the excise taxes of certain categories of alcoholic beverages with effect from 7 May 2009 onwards. The excise tax is imposed by one of two methods, whichever is higher: an ad valorem rate or a specific rate. The ad valorem rate is a percentage of the ex-factory price. The specific rate is an amount in Baht on every one litre of pure alcohol of the product. For white spirits, the specific rate rose from 110 Baht per litre to 120 Baht per litre and was higher than the ad valorem rate which did not change. For compounded spirits, the specific rate rose from 280 Baht per litre to 300 Baht per litre and was higher than the ad valorem rate which did not change. For beer, the ad valorem rate rose from 55% to 60% and was higher than the specific rate which did not change. The new excise taxes caused a rise in the Company's excise tax cost of white spirits, compounded spirits and beer about 8.4%, 7.1% and 26.7% respectively. However, the Company passed on the tax increase to its customers directly.

Performance for the second quarter ended 30 June 2009

Group

For the second quarter ended 30 June 2009, total sales revenue of the Company was Baht 26,699 million, an increase of 3.4% or Baht 878 million, from Baht 25,821 million of the corresponding quarter of last year, due to increases in the sales revenue from the spirits business of 17.5%, the non-alcoholic beverages business of 14.1% and the food business of 21.1%. There was a decrease in the sales revenue from the beer business of 14.9% and no sales revenue from the industrial alcohol business in this quarter due to its disposal on 30 September 2008.

Gross profit was Baht 8,062 million, an increase of Baht 701 million, or 9.5%, due to higher gross profit in the spirits business of 24.6%, the non-alcoholic beverages business of 62.8% and the food business of 16.8%. There was lower gross profit in the beer business of 35.4% and no gross profit from the industrial alcohol business in this quarter.

Earnings before interest, tax, depreciation and amortization (EBITDA) was Baht 5,289 million, an increase of Baht 205 million, or 4.0%, due to increases in the EBITDA from the spirits business of 22.0% and the non-alcoholic beverages business of 59.4%. There were decreases from the beer business of 93.8%, the food business of 25.0% and no EBITDA from the industrial alcohol business in this quarter.

Net profit was Baht 2,781 million, an increase of Baht 232 million, or 9.1% , due to higher net profit in the spirits business of 26.1% and the non-alcoholic beverages business of 147.5%. There were lower net profit in the beer business of 441.0%, the food business of 53.8% and no net profit from the industrial alcohol business in this quarter.

Unit :Million Baht

Q2_2009

	Beer	% to Sales	Spirits	% to Sales	Non-alcoholic beverages	% to Sales	Food	% to Sales	Alcohol	% to Sales	Eliminate	% to Sales	Total	% to Sales
Sales	8,001	100.0	16,772	100.0	1,209	100.0	780	100.0	-	-	(63)	100.0	26,699	100.0
Cost of sales	6,806	85.1	10,664	63.6	714	59.1	461	59.1	-	-	(8)	12.7	18,637	69.8
Gross profit	1,195	14.9	6,108	36.4	495	40.9	319	40.9	-	-	(55)	87.3	8,062	30.2
Selling and administrative expenses	1,644	20.5	1,812	10.8	281	23.2	295	37.8	-	-	(122)	193.7	3,910	14.6
Operating profit(loss)	(449)	(5.6)	4,296	25.6	214	17.7	24	3.1	-	-	67	(106.3)	4,152	15.6
Other income/														
Interest income	104	1.3	4	0.0	3	0.2	6	0.8	-	-	(67)	106.3	50	0.2
EBIT(loss)	(345)	(4.3)	4,300	25.6	217	17.9	30	3.8	-	-	-	-	4,202	15.7
Interest expenses	46	0.6	81	0.5	8	0.7	3	0.4	-	-	-	-	138	0.5
Income tax	8	0.1	1,261	7.5	11	0.9	3	0.4	-	-	-	-	1,283	4.8
Net profit (loss)	(399)	(5.0)	2,958	17.6	198	16.4	24	3.1	-	-	-	-	2,781	10.4
Depreciation &Amortization	396	4.9	566	3.4	89	7.4	36	4.6	-	-	-	-	1,087	4.1
EBITDA	51	0.6	4,866	29.0	306	25.3	66	8.5	-	-	-	-	5,289	19.8

Q2_2008

	Beer	% to Sales	Spirits	% to Sales	Non-alcoholic beverages	% to Sales	Food	% to Sales	Alcohol	% to Sales	Eliminate	% to Sales	Total	% to Sales
Sales	9,402	100.0	14,272	100.0	1,060	100.0	644	100.0	267	100.0	176	100.0	25,821	100.0
Cost of sales	7,553	80.3	9,369	65.6	756	71.3	371	57.6	244	91.4	167	94.9	18,460	71.5
Gross profit	1,849	19.7	4,903	34.4	304	28.7	273	42.4	23	8.6	9	5.1	7,361	28.5
Selling and administrative expenses	1,587	16.9	1,538	10.8	232	21.9	225	34.9	60	22.5	6	3.4	3,648	14.1
Operating profit(loss)	262	2.8	3,365	23.6	72	6.8	48	7.5	(37)	(13.9)	3	1.7	3,713	14.4
Other income/														
Interest income	25	0.3	25	0.2	5	0.5	6	0.9	1	0.4	(18)	(10.2)	44	0.2
EBIT(loss)	287	3.1	3,390	23.8	77	7.3	54	8.4	(36)	(13.5)	(15)	(8.5)	3,757	14.6
Interest expenses	37	0.4	86	0.6	14	1.3	-	-	3	1.1	(10)	(5.7)	130	0.5
Income tax	133	1.4	959	6.7	(17)	(1.6)	2	0.3	1	0.4	-	-	1,078	4.2
Net profit (loss)	117	1.2	2,345	16.4	80	7.5	52	8.1	(40)	(15.0)	(5)	(2.8)	2,549	9.9
Depreciation &Amortization	532	5.7	598	4.2	115	10.8	34	5.3	48	18.0	-	-	1,327	5.1
EBITDA	819	8.7	3,988	27.9	192	18.1	88	13.7	12	4.5	(15)	(8.5)	5,084	19.7

	Increase(Decrease)													
	Beer	%	Spirits	%	Non-alcoholic beverages	%	Food	%	Alcohol	%	Eliminate	%	Total	%
Sales	(1,401)	(14.9)	2,500	17.5	149	14.1	136	21.1	(267)	(100.0)	(239)	(135.8)	878	3.4
Cost of sales	(747)	(9.9)	1,295	13.8	(42)	(5.6)	90	24.3	(244)	(100.0)	(175)	(104.8)	177	1.0
Gross profit	(654)	(35.4)	1,205	24.6	191	62.8	46	16.8	(23)	(100.0)	(64)	(711.1)	701	9.5
Selling and administrative expenses	57	3.6	274	17.8	49	21.1	70	31.1	(60)	(100.0)	(128)	(2,133.3)	262	7.2
Operating profit	(711)	(271.4)	931	27.7	142	197.2	(24)	(50.0)	37	100.0	64	2,133.3	439	11.8
Other income/														
Interest income	79	316.0	(21)	(84.0)	(2)	(40.0)	-	-	(1)	(100.0)	(49)	(272.2)	6	13.6
EBIT	(632)	(220.2)	910	26.8	140	181.8	(24)	(44.4)	36	100.0	15	100.0	445	11.8
Interest expenses	9	24.3	(5)	(5.8)	(6)	(42.9)	3	-	(3)	(100.0)	10	100.0	8	6.2
Income tax	(125)	(94.0)	302	31.5	28	164.7	1	50.0	(1)	(100.0)	-	-	205	19.0
Net profit	(516)	(441.0)	613	26.1	118	147.5	(28)	(53.8)	40	100.0	5	100.0	232	9.1
Depreciation & Amortization	(136)	(25.6)	(32)	(5.4)	(26)	(22.6)	2	5.9	(48)	(100.0)	-	-	(240)	(18.1)
EBITDA	(768)	(93.8)	878	22.0	114	59.4	(22)	(25.0)	(12)	(100.0)	15	100.0	205	4.0

Beer Business

Sales revenue of Baht 8,001 million decreased by Baht 1,401 million or 14.9%, from Q2/2008, mainly due to the decrease of beer sales volume although there was an increase of sales price to cover the abovementioned excise tax rise. Total sales volume of beer was 157.8 million litres, a decrease of 17.7%.

Gross profit of Baht 1,195 million decreased by Baht 654 million or 35.4%, compared to Q2/2008, mainly due to the decrease of sales and the higher cost of raw materials and packaging.

EBITDA of Baht 51 million decreased by Baht 768 million or 93.8%, mainly due to the decrease of gross profit and an increase in idle costs, although there were also decreases in both sales promotion expenses and transportation costs.

Net loss of Baht 399 million changed by Baht 516 million or 441.0 % from the corresponding quarter of last year's net profit of Baht 117 million, mainly due to the decrease of EBITDA and an increase of interest expenses.

Spirits Business

Sales revenue of Baht 16,772 million increased by Baht 2,500 million, or 17.5%, mainly due to the increase of sales volume and the increase of sales price to cover the abovementioned excise tax rise. Total sales volume of spirits was 119.1 million litres, an increase of 13.5%.

Gross profit of Baht 6,108 million increased by Baht 1,205 million, or 24.6%, mainly due to the increase of sales and the product mix, which created a higher margin.

EBITDA of Baht 4,866 million increased by Baht 878 million or 22.0%, mainly due to the increase of gross profit and a decrease of transportation costs although there were increases of sales promotion expenses and idle costs from lower production.

Net profit of Baht 2,958 million increased by Baht 613 million or 26.1%, mainly due to the increase of EBITDA and a decrease of interest expenses.

Non-Alcoholic Beverages Business

Sales revenue of Baht 1,209 million increased by Baht 149 million or 14.1%, mainly due to an increase in Oishi's beverage sales. Total sales volume of Oishi beverages, which consist of green tea, black tea, and other non-alcoholic beverages was 40.9 million litres, an increase of 18.8%. Soda and drinking water sales volume of 2.9 million litres and 11.9 million litres respectively increased by 10.0% and 2.4% respectively. Energy drink generated sales volume of 2.3 million litres, a decrease of 9.6%.

Gross profit of Baht 495 million increased by Baht 191 million or 62.8%, mainly due to the increase of Oishi beverages sales. And the higher margin gained by replacing a distributor with ThaiBev's own direct-sales force.

EBITDA of Baht 306 million increased by Baht 114 million or 59.4%, mainly due to the increase of gross profit although there were increases of staff costs and marketing expenses.

Net profit of Baht 198 million increased by Baht 118 million or 147.5%, mainly due to the increase of EBITDA and a decrease of interest expenses.

Food Business

Sales revenue of Baht 780 million increased by Baht 136 million or 21.1%, mainly due to increases in the number of branches and sales promotions.

Gross profit of Baht 319 million increased by Baht 46 million or 16.8%, mainly due to higher sales although there was an increase of food costs due to an increase in the variety of foods available.

EBITDA of Baht 66 million decreased by Baht 22 million or 25.0%, mainly due to higher staff costs and branch rentals.

Net profit of Baht 24 million decreased by Baht 28 million, or 53.8%, mainly due to the decrease of EBITDA.

Performance for the six-month period ended 30 June 2009

Group

For the first six months of 2009, total sales revenue of the Company was Baht 54,347 million, an increase of 0.9% or Baht 479 million, from Baht 53,868 million of the corresponding period of last year, due to increases of sales revenue from the spirits business of 20.9%, the non-alcoholic beverages business of 21.5% and the food business of 24.5%. There was a decrease of sales revenue from the beer business of 25.1% and there was no sales revenue from the industrial alcohol business in this period.

Gross profit was Baht 16,238 million, an increase of Baht 794 million, or 5.1%, due to higher gross profit in the spirits business of 26.2%, the non-alcoholic beverages business of 65.6% and the food business of 21.1%. There was a lower gross profit in the beer business of 43.9% and no gross profit from the industrial alcohol business in this period.

Earnings before interest, tax, depreciation and amortization (EBITDA) were Baht 11,013 million, an increase of Baht 509 million, or 4.8%, due to increases of EBITDA in the spirits business of 31.2% and the non-alcoholic beverages business of 55.2%. There were decreases of EBITDA in the beer business of 81.7% and the food business of 4.7%, and there was no EBITDA from the industrial alcohol business in this period.

Net profit was Baht 5,814 million, an increase of Baht 513 million, or 9.7%, due to higher net profit in the spirits business of 41.1% and the non-alcoholic beverages business of 155.1%. There was a lower net profit, however, in the beer business of 163.7% and in the food business of 30.5%. There was no net profit from the industrial alcohol business in this period.

Unit : Million Baht

6mthsYTD_ 2009

	Beer	% to Sales	Spirits	% to Sales	Non-alcoholic beverages	% to Sales	Food	% to Sales	Alcohol	% to Sales	Eliminate	% to Sales	Total	% to Sales
Revenue from sales	15,925	100.0	34,729	100.0	2,319	100.0	1,558	100.0	-	-	(184)	100.0	54,347	100.0
Cost of sales	13,395	84.1	22,369	64.4	1,443	62.2	915	58.7	-	-	(13)	7.1	38,109	70.1
Gross profit	2,530	15.9	12,360	35.6	876	37.8	643	41.3	-	-	(171)	92.9	16,238	29.9
Selling and administrative expenses	3,048	19.1	3,634	10.5	533	23.0	586	37.6	-	-	(318)	172.8	7,483	13.8
Operating profit(loss)	(518)	(3.3)	8,726	25.1	343	14.8	57	3.7	-	-	147	(79.9)	8,755	16.1
Other income/														
Interest income	176	1.1	61	0.2	10	0.4	11	0.7	-	-	(147)	79.9	111	0.2
EBIT(loss)	(342)	(2.1)	8,787	25.3	353	15.2	68	4.4	-	-	-	-	8,866	16.3
Finance costs	114	0.7	181	0.5	19	0.8	6	0.4	-	-	-	-	320	0.6
Income tax	104	0.7	2,590	7.5	33	1.4	5	0.3	-	-	-	-	2,732	5.0
Net profit (loss)	(560)	(3.5)	6,016	17.3	301	13.0	57	3.7	-	-	-	-	5,814	10.7
Depreciation & Amortization	785	4.9	1,115	3.2	173	7.5	74	4.7	-	-	-	-	2,147	4.0
EBITDA	443	2.8	9,902	28.5	526	22.7	142	9.1	-	-	-	-	11,013	20.3

6mthsYTD_ 2008

	Beer	% to Sales	Spirits	% to Sales	Non-alcoholic beverages	% to Sales	Food	% to Sales	Alcohol	% to Sales	Eliminate	% to Sales	Total	% to Sales
Revenue from sales	21,272	100.0	28,718	100.0	1,909	100.0	1,251	100.0	757	100.0	(39)	100.0	53,868	100.0
Cost of sales	16,764	78.8	18,924	65.9	1,380	72.3	720	57.6	678	89.6	(42)	107.7	38,424	71.3
Gross profit	4,508	21.2	9,794	34.1	529	27.7	531	42.4	79	10.4	3	(7.7)	15,444	28.7
Selling and administrative expenses	3,179	14.9	3,513	12.2	420	22.0	458	36.6	90	11.9	13	(33.3)	7,673	14.2
Operating profit(loss)	1,329	6.2	6,281	21.9	109	5.7	73	5.8	(11)	(1.5)	(10)	25.6	7,771	14.4
Other income/														
Interest income	32	0.2	77	0.3	9	0.5	12	1.0	2	0.3	(32)	82.1	100	0.2
EBIT(loss)	1,361	6.4	6,358	22.1	118	6.2	85	6.8	(9)	(1.2)	(42)	107.7	7,871	14.6
Finance costs	82	0.4	191	0.7	27	1.4	-	-	9	1.2	(19)	48.7	290	0.5
Income tax	400	1.9	1,902	6.6	(27)	(1.4)	3	0.2	2	0.3	-	-	2,280	4.2
Net profit (loss)	879	4.1	4,265	14.9	118	6.2	82	6.6	(20)	(2.6)	(23)	59.0	5,301	9.8
Depreciation & Amortization	1,063	5.0	1,190	4.1	221	11.6	64	5.1	95	12.5	-	-	2,633	4.9
EBITDA	2,424	11.4	7,548	26.3	339	17.8	149	11.9	86	11.4	(42)	107.7	10,504	19.5

	Increase(Decrease)													
	Beer	%	Spirits	%	Non-alcoholic beverages	%	Food	%	Alcohol	%	Eliminate	%	Total	%
Revenue from sales	(5,347)	(25.1)	6,011	20.9	410	21.5	307	24.5	(757)	(100.0)	(145)	(371.8)	479	0.9
Cost of sales	(3,369)	(20.1)	3,445	18.2	63	4.6	195	27.1	(678)	(100.0)	29	69.0	(315)	(0.8)
Gross profit	(1,978)	(43.9)	2,566	26.2	347	65.6	112	21.1	(79)	(100.0)	(174)	(5,800.0)	794	5.1
Selling and administrative expenses	(131)	(4.1)	121	3.4	113	26.9	128	27.9	(90)	(100.0)	(331)	(2,546.2)	(190)	(2.5)
Operating profit	(1,847)	(139.0)	2,445	38.9	234	214.7	(16)	(21.9)	11	100.0	157	1,570.0	984	12.7
Other income/														
Interest income	144	450.0	(16)	(20.8)	1	11.1	(1)	(8.3)	(2)	(100.0)	(115)	(359.4)	11	11.0
EBIT	(1,703)	(125.1)	2,429	38.2	235	199.2	(17)	(20.0)	9	100.0	42	100.0	995	12.6
Finance costs	32	39.0	(10)	(5.2)	(8)	(29.6)	6	-	(9)	(100.0)	19	100.0	30	10.3
Income tax	(296)	(74.0)	688	36.2	60	222.2	2	66.7	(2)	(100.0)	-	-	452	19.8
Net profit	(1,439)	(163.7)	1,751	41.1	183	155.1	(25)	(30.5)	20	100.0	23	100.0	513	9.7
Depreciation & Amortization	(278)	(26.2)	(75)	(6.3)	(48)	(21.7)	10	15.6	(95)	(100.0)	-	-	(486)	(18.5)
EBITDA	(1,981)	(81.7)	2,354	31.2	187	55.2	(7)	(4.7)	(86)	(100.0)	42	100.0	509	4.8

Beer Business

For the first six months of 2009, sales revenue of Baht 15,925 million decreased by Baht 5,347 million, or 25.1%, mainly due to the decrease of beer sales volume, although there was the abovementioned increase of the sales price to cover the excise tax rise. Total sales volume of beer was 316.8 million litres, a decrease of 26.5%.

Gross profit of Baht 2,530 million decreased by Baht 1,978 million or 43.9%, mainly due to the decrease of sales volume and the higher cost of raw materials and packaging.

EBITDA of Baht 443 million decreased by Baht 1,981 million or 81.7%, mainly due to the decrease of gross profit and an increase of idle costs although there was also a decrease in sales promotion expenses and transportation costs.

There was a net loss of Baht 560 million, changed by Baht 1,439 million or 163.7 % from the corresponding period of last year's net profit of Baht 879 million, mainly due to the decrease of sales, the higher cost of materials and increases of idle costs and interest expenses.

Spirits Business

For the first six months of 2009, sales revenue of Baht 34,729 million increased by Baht 6,011 million, or 20.9%, mainly due to the increase of sales volume and there was the increase of sales price to cover the excise tax rise per above mention. Total sales volume of spirits was 244.8 million litres, an increase of 15.4%.

Gross profit of Baht 12,360 million increased by Baht 2,566 million, or 26.2%, mainly due to the increases in sales.

EBITDA of Baht 9,902 million increased by Baht 2,354 million, or 31.2%, mainly due to the increase in gross profit and a decrease of transportation costs which compensated for increases in sales promotion expenses.

Net profit of Baht 6,016 million increased by Baht 1,751 million, or 41.1%, mainly due to the increase in EBITDA and a decrease of interest expenses.

Non-Alcoholic Beverages Business

For the first six months of 2009, sales revenue of Baht 2,319 million increased by Baht 410 million or 21.5%, mainly due to the increase of Oishi's beverages sales. Total sales volume of Oishi beverages, which consist of green tea, black tea, and other non-alcoholic beverages was 76.9 million litres, an increase of 19.8%. Other major products, such as energy drinks, soda and drinking water, generated sales volume of 4.3 million litres, 6.0 million litres and 24.0 million litres respectively, with increases of 47.1%, 7.7% and 2.2% respectively. Energy drink sales volumes have commenced only since March 2008.

Gross profit of Baht 876 million increased by Baht 347 million or 65.6%, mainly due to the increase of Oishi beverages and energy drink sales. The higher margin was gained by replacing a distributor with ThaiBev's own direct-sales force.

EBITDA of Baht 526 million increased by Baht 187 million or 55.2%, mainly due to the increase in gross profit, although there were accompanying increases of staff costs and marketing expenses.

Net profit of Baht 301 million increased by Baht 183 million or 155.1%, mainly due to the increase in EBITDA and a decrease in interest expenses.

Food Business

For the first six months of 2009, sales revenue of Baht 1,558 million increased by Baht 307 million or 24.5%, mainly due the increase in the number of branches and sales promotions.

Gross profit of Baht 643 million increased by Baht 112 million or 21.1%, mainly due to higher sales although there was an increase of food costs due to a larger variety of foods available.

EBITDA of Baht 142 million decreased by Baht 7 million or 4.7%, mainly due to higher staff costs, branch rental fees and sales promotion expenses.

Net profit of Baht 57 million decreased by Baht 25 million, or 30.5%. mainly due to lower EBITDA and an increase in interest expenses.

Financial Position

Assets

Total assets as at the end of June 2009 were Baht 79,151 million, a decrease of Baht 908 million, or 1.1%, compared with the end of 2008. Current assets increased by Baht 353 million, mainly due to an increase in cash and cash equivalents although with a decrease in inventories. Non-current assets decreased by Baht 1,261 million, mainly due to depreciation of property, plant and equipment.

Liabilities

Total liabilities as at the end of June 2009 were Baht 23,434 million, a decrease of Baht 2,624 million, or 10.1%, compared with the end of 2008. This was mainly due to repayment of loans.

The maturity of interest-bearing loans is as follows.

Unit: Million Baht

Within June 2010	13,829
During July 2010 – Oct 2010	1,090
Total	14,919

Shareholders' Equity

Total shareholders' equity as at the end of June 2009 stood at Baht 55,717 million, an increase of Baht 1,715 million, or 3.2% compared with the end of 2008. This was mainly due to an increase of net retained earnings: i.e. net profit for the period with the dividend payment deducted.

Liquidity

Cash and cash equivalents, as at June 30, 2009, was Baht 2,511 million. The net increase from the beginning of the period was Baht 590 million. Details of activities are as follows.

Unit: Million Baht

Net cash provided by operating activities	8,385
Net cash used in investing activities	(1,007)
Net cash used in financing activities	(7,270)
Net increase in cash and cash equivalents in period	108
Adjustment from financial statement translation	482
Cash and cash equivalents at beginning of period	1,921
Cash and cash equivalents at end of period	2,511

Net cash provided by operating activities of Baht 8,385 million was mainly derived from net income of Baht 5,814 million and non-cash items from depreciation and amortization of Baht 2,147 million and increasing of working capital and others by Baht 424 million.

Net cash used in investing activities of Baht 1,007 million was mainly due to purchase of property, plant and equipments.

Net cash used in financing activities of Baht 7,270 million was mainly due to dividend paid and repayment of loans.

Financial Ratios

	Jun.30, 09	Dec.31, 08
Current Ratio (times)	1.58	1.54
Total Debt to Equity Ratio (times)	0.42	0.48
Net asset value per share (Baht)	2.21	2.14
	Jan. – Jun.09	Jan. - Dec.08
Accounts Receivable Turnover (days)	5	6
Inventory Turnover (days)		
Beer Business		
Finished Goods	39	32
Spirits Business		
Finished Goods (Excl. Legacy Stocks)	67	68

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

N/A

10. A commentary at the date of announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The performance of ThaiBev's operations for the second quarter and first half of 2009 have been satisfactory. Investors should remain aware that the comparative robustness of the business is being compared to results in 2008 that saw performance decline due to several factors including the economy and tax increases on white spirits at the end of 2007. However, sales volumes normally will decline on whichever product sees a tax rise and this is usually a temporary effect. Management sees current performance as the start of a recovery from that tax effect, though with secondary issues that we will discuss in more detail below.

On a macro level, Thailand has been unfortunate in that the economic impact of events such as the airport closure in 2008, the swine flu outbreak in 2008-2009 and a global recession have all impacted the country and the ability of the consumer to deploy discretionary income.

The Private Consumption Index (PCI) declined 4.9% in Q1 2009 compared to the same period in 2008 and, in turn, consumer-related industries such as ThaiBev are seeing lower consumption in some channels. Poorer on-premise sales, for instance, happen as a result of more people being made unemployed or because consumers prefer to stay at home due to economic uncertainty and shrinking discretionary income. Core inflation in March 2009 slightly decelerated to 1.5% (YoY); headline inflation continued to contract to 0.2% (YoY).

For the second quarter of 2009, the headline and core inflation contracted 2.8% and 0.1 % (yoy), respectively. This was partly attributed to the high base effect, for instance, in oil and prepared food prices, as well as the government's measures to help alleviate the cost of living. The Private Consumption Index in Q2 contracted 4.2% (yoy), but increased 1.1 percent compared to the previous quarter.

If the economy continues to underperform, this will obviously continue to be a drag on the Company's performance this year. However, bar unexpected events, ThaiBev can continue to see some stability arising from our broad portfolio and continued growth in the brown spirits segment.

Beer Business

The beer business is still in a period of distribution network restructure and continued local competition, which leads us to believe that this will continue to be a difficult year, but one with a clear goal. As we start to re-position and move some of our beers up-market and further into urban areas, we will work to achieve better margins rather than be a volume-driven company, as in the past. However, this process can only be successful if and when the economy rises sufficiently to encourage people to go out. The number of people going out is decreasing, if we believe newspaper reports recently.

We were able to derive a slightly better position in the second quarter 2009, with sales down 14.9% (yoy) when compared to the first quarter 2009, when sales were down 33.2% yoy, indicating that, though we still have some way to go to complete the changes to our distribution of beer, we are on the right track.

We should also point out that, as there is a definite seasonality to our sales, the forthcoming third quarter will always be the poorest of the year due to the monsoon and a long religious period of abstinence or minimal alcohol consumption. This is, however, quite normal.

Spirits Business

The spirits business is currently in the process of recovery following tax rises in August 2007 and May 2009. Revenue rose partly because of those later rises in excise taxes, but there was a sign of recovery as total spirits volumes rose 15.4% over the first half of 2008. We are moving in the right direction.

Spirits sales revenues grew 20.9% again due to the increase in tax as the Company always passes on taxes to the consumer. There is still the sense that during the economy, consumers are switching down to cheaper products and in many cases trading down from imported spirits to locally-made spirits.

ThaiBev is prepared should the economy rise for a switch back up, having introduced Drummer Scotch whisky late last year. It will take us a few years to really build that brand, but we will be ready when the economy does pick up.

Non-alcohol Business

The Company moved into the non-alcohol business to mitigate risks to our business from tax rises in the alcohol sector and also to take advantage of what is a growing sector in Thailand. Revenues from non-alcoholic drinks not only increased 21.5% over the first half of 2008, but much of that came from Oishi, whose volume grew 19.8%. This appears to bear out our thesis that the acquisition of Oishi would prove positive to the Company over time. Moreover, synergies in the form of utilizing ThaiBev's sales distribution network are also bearing fruit as our gross profit increased as a result of Oishi's savings on this cost.

However, though the current size of the non-alcoholic drinks business is still relatively small, management is satisfied that under the current economic circumstances, any segment of the business whose net profit rises 155.1% in a half year is a worthwhile investment.

Food Business

The food business line purely consists of Oishi's restaurants and take-home foods. Operationally, the business continues to do well as it keeps expanding with new outlets. Seven new stores were opened in the first half of the year. The buffet restaurants have succeeded in attracting customers by changing the types and number of foods available on a seasonal basis. In general, the company has not seen an effect of the economic slowdown, although management will look closely at whether the flu pandemic will dissuade people from visiting shopping malls.

Business Overseas

Most alcohol beverage companies are now being affected somewhat by the global recession, and International Beverage is seeing the effects on sales. Chang beer has continued to see sales growth however in Europe, Australia and the USA as it is a relatively new entry. In the US especially, as total imports of beer decline, Chang sales have risen approximately 60%.

As more people have chosen to remain at home, the proportion of Chang sold off-premise has started to outweigh the proportion sold on-premise. In the UK and US, this has led to more emphasis on sales to supermarkets and chains. Mekhong has only really been introduced to the UK and US in late 2007 and it is still early in the product cycle to state how successful it will become over time. However, Mekhong is expected to continue to do well in up-market cocktail bars and good Thai restaurants.

Inver House's single malt portfolio continues to grow with strong performances in a number of key markets including the important travel retail channel and more recently with the launch of anCnoc in Sweden. In conjunction with the continued development of the Group's single malt offering, International Beverage has recently launched a new super premium gin, Caorunn (pronounced "ka-roon"), that takes its inspiration from its Celtic heartland. Indeed, the gin is distilled at the Group's Balmenach Distillery situated in the heart of the Speyside region of Scotland. The launch of Caorunn Gin continues to build on the strategy of premiumisation and further develops the Group's portfolio of luxury spirits brands.

11. If a decision regarding dividend has been made:-

(a) Current Financial Period Reported On

Any dividend declared for current financial period reported on?

Yes.

The company board of director has approved interim dividend payment on the meeting held on August 14, 2009 as follows:

	Per share Baht	Total Value Baht	pay out ratio	Book Closure	Payable date
Interim dividend 2009	0.15	3,766,503,750	65.22%	31 Aug 09	10 Sep 09

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

Yes.

The company board of director has approved interim dividend payment on the meeting held on August 14, 2008 as follows:

	Per share Baht	Total Value Baht	pay out ratio		Book Closure	Payable date
Interim dividend 2008	0.12	3,013,203,000	60.03%	*	29 Aug 08	11 Sep 08

* Base on financial statements of Half-Year 2008 that reported in Q208_SGX_format. The financial statements of Half-Year 2008 were restated to compare with the financial statements of Half-Year 2009.

(c) Dividend is before tax.

Tax rate 10%

Country where the dividend is derived. "Thailand"

(d) The date the dividend is payable.

"September 10, 2009"

12. If no dividend has been declared/recommended, a statement to that effect

Not Applicable

13. Interested person transaction

The details of the aggregate value of interested person transactions of the company for the three-month period (April - June) and six-month period ended 30 June 2009 are as follows:

Thai Beverage Public Company Limited			
Unaudited but reviewed results for the three-month period (April-Jun) ended 30 June 2009			
Interested persons transactions for the three-month period (Apr-Jun) ended 30 June 2009			
		Aggregate value of all interested persons transactions during the three-month period (Apr-Jun) ended 30 June 2009 under review (excluding transactions less than S\$100,000* and transactions conducted under Shareholders' Mandate) Baht '000	Aggregate value of all interested persons transactions conducted under the mandate (excluding transactions less than S\$100,000*) Baht '000
A	Revenue from sales and service income		
1	Pisetkij Co., Ltd.	-	6,563.69
2	PS Recycle Co., Ltd.	-	25,711.79
3	Thai Alcohol Public Co., Ltd.	113,241.23	-
B	Other income		
1	Thai Alcohol Public Co., Ltd.	11,018.52	-
C	Cost of sales		
1	PS Recycle Co., Ltd.	-	101,893.62
2	The Maewang Sugar Industry Co., Ltd.	-	7,665.36
3	The Suphanburi Sugar Industry Co., Ltd.	-	8,776.28
4	Dhipaya Sugar (1999) Co., Ltd.	-	6,100.43
5	Thai Beverage Can Co., Ltd.	-	196,662.10
6	Berli Jucker PCL.	-	776,767.83
7	The Southeast Insurance Co., Ltd.	-	27,229.66
8	The Utaradit Sugar Industry Co., Ltd.	-	15,290.15
9	New Noble Property and Loan Fund	-	3,586.35
D	Other expenses		
1	Bang-Na Glass Co., Ltd.	-	4,317.98
2	Southeast Capital Co., Ltd.	-	28,682.99
3	T.C.C. Technology Co., Ltd.	-	15,604.74
4	Berli Jucker PCL.	-	14,110.27
5	The Southeast Insurance Co., Ltd.	-	11,642.07
6	The Southeast Life Insurance Co., Ltd.	-	3,358.59
7	Plaza Athenee Hotel (Thailand) Co., Ltd.	-	8,401.33
8	North Park Golf And Sport Club Co., Ltd.	-	6,102.40
9	TCC Hotel Collection Co.,Ltd.	3,082.21	-
10	Best Fortune Property and Loan Fund	8,120.37	-
11	TCC PD 11 Co., Ltd.	2,751.00	-
E	Sale of assets		
1	Thai Alcohol Public Co., Ltd.	2,688.00	-
* Exchange rate Baht 23.69 per 1 SGD.			

Thai Beverage Public Company Limited

Unaudited but reviewed results for the six-month period (Jan-Jun) ended 30 June 2009

Interested persons transactions for the six-month period (Jan-Jun) ended 30 June 2009

	Aggregate value of all interested persons transactions during the six-month period (Jan-Jun) ended 30 June 2009 under review (excluding transactions less than S\$100,000* and transactions conducted under Shareholders' Mandate) Baht '000	Aggregate value of all interested persons transactions conducted under the mandate (excluding transactions less than S\$100,000*) Baht '000
A Revenue from sales and service income		
1 Pisetkij Co., Ltd.	-	13,439.84
2 PS Recycle Co., Ltd.	-	56,882.11
3 Thai Alcohol Public Co., Ltd.	459,808.92	-
B Other income		
1 Pisetkij Co., Ltd.	-	2,454.64
2 Thai Alcohol Public Co., Ltd.	21,347.41	-
C Cost of sales		
1 PS Recycle Co., Ltd.	-	200,397.53
2 The Maewang Sugar Industry Co., Ltd.	-	27,657.71
3 The Suphanburi Sugar Industry Co., Ltd.	-	49,249.34
4 Dhipaya Sugar (1999) Co., Ltd.	-	14,210.04
5 Southeast Capital Co., Ltd.	-	4,564.00
6 T.C.C. Technology Co., Ltd.	-	3,383.90
7 Thai Beverage Can Co., Ltd.	-	420,674.17
8 Berli Jucker PCL.	-	1,583,491.88
9 The Southeast Insurance Co., Ltd.	-	58,457.19
10 The Southeast Life Insurance Co., Ltd.	-	2,754.88
11 The Utaradit Sugar Industry Co., Ltd.	-	32,836.83
12 New Noble Property and Loan Fund	-	7,172.70
13 Thai Alcohol Public Co., Ltd.	140,225.95	-
D Other expenses		
1 Bang-Na Glass Co., Ltd.	-	8,639.55
2 Southeast Capital Co., Ltd.	-	55,949.44
3 T.C.C. Technology Co., Ltd.	-	30,604.35
4 Berli Jucker PCL.	-	16,427.20
5 The Southeast Insurance Co., Ltd.	-	18,850.06
6 The Southeast Life Insurance Co., Ltd.	-	3,731.60
7 Plaza Athenee Hotel (Thailand) Co., Ltd.	-	16,011.47
8 North Park Golf And Sport Club Co., Ltd.	-	8,637.81
9 TCC Hotel Collection Co., Ltd.	9,911.70	-
10 Best Fortune Property and Loan Fund	16,229.45	-
11 TCC PD 11 Co., Ltd.	5,502.00	-
E Sale of assets		
1 Silvercord Capital (Singapore) Limited	3,226.96	-
2 Thai Alcohol Public Co., Ltd.	2,688.00	-
F Purchase of assets		
1 Berli Jucker PCL.	3,214.00	-
G Purchase of investment		
1 Wattanapat Trading Co., Ltd.	3,899.77	-

* Exchange rate Baht 23.69 per 1 SGD.