

**EASTERN WATER RESOURCES DEVELOPMENT
AND MANAGEMENT PUBLIC COMPANY LIMITED**

**INTERIM CONSOLIDATED AND COMPANY
FINANCIAL INFORMATION
(UNAUDITED)**

31 MARCH 2012

AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

To the Shareholders and the Board of Directors of Eastern Water Resources Development and Management Public Company Limited

I have reviewed the accompanying consolidated and company statements of financial position as at 31 March 2012, the related consolidated and company statements of comprehensive income, changes in shareholders' equity, and cash flows for the three-month period ended 31 March 2012 and 2011 and condensed notes to interim financial information of Eastern Water Resources Development and Management Public Company Limited and its subsidiaries and of Eastern Water Resources Development and Management Public Company Limited, respectively. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my reviews.

Scope of review

I conducted my reviews in accordance with Standard on Review Engagements 2410, "Review of interim financial information performed by the independent auditor of the entity". A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my reviews, nothing has come to my attention that causes me to believe that the interim financial information is not prepared, in all material respects, in accordance with in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

Statement of financial position as at 31 December 2011 presented for comparative purpose

I have audited the consolidated and company financial statements for the year ended 31 December 2011 of Eastern Water Resources Development and Management Public Company Limited and its subsidiaries and of Eastern Water Resources Development and Management Public Company Limited, respectively, in accordance with Standards on Auditing and expressed an unqualified opinion on those statements in my report dated 20 February 2012 and drew attention to the financial statements regarding the compensation of the Company's pipeline connecting project. The Company is paying the compensation at a preliminary rate because the government agency is considering a deal for the Company to rent/manage the connecting projects and the compensation rate that may change. The consolidated and company statements of financial position as at 31 December 2011, presented for comparative purposes, are part of the consolidated and company financial statements. I have not performed any other auditing procedures subsequent to the date of that report.

Emphasis of Matter

I draw attention to Note 18.5 to the financial statements regarding the compensation of the Company's pipeline connecting project. The Company is paying the compensation at a preliminary rate because the government agency is considering a deal for the Company to rent/manage the connecting projects and the compensation rate that may change.

Vichien Khingmontri
Certified Public Accountant (Thailand) No. 3977
PricewaterhouseCoopers ABAS Ltd.

Bangkok
4 May 2012

Eastern Water Resources Development and Management Public Company Limited
Statements of Financial Position
As at 31 March 2012 and 31 December 2011

		(Unit: Baht'000)			
		Consolidated		Company	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
		31 March	31 December	31 March	31 December
Notes		2012	2011	2012	2011
Assets					
Current assets					
	Cash and cash equivalents	336,615	128,690	266,004	73,442
	Temporary investments	5 45,059	95,000	-	50,000
	Trade and other receivables	6 414,699	417,582	332,102	297,474
	Water loss treatment service income receivable				
	- related party	17.2 16,715	10,133	-	-
	Inventories	8,306	7,879	-	-
	Other current assets	37,414	39,834	31,263	34,390
	Non-current assets classified as held-for-sale	7 34,658	34,658	-	-
	Total current assets	893,466	733,776	629,369	455,306
Non-current assets					
	Investments in subsidiaries	8 -	-	510,750	510,000
	Other long-term investments	9 91,470	91,470	91,470	91,470
	Investment property - net	10 215,004	217,160	228,541	230,846
	Property, plant and equipment - net	10 8,454,182	8,372,711	8,273,854	8,188,716
	Assets under concession contracts - net	10 458,200	456,005	-	-
	Deferred concession rights				
	acquisition costs - net	10 538,372	541,774	-	-
	Intangible assets - net	10 169,840	169,573	36,348	34,023
	Deferred tax assets	14.1 17,883	23,063	8,146	12,882
	Other non-current assets	11 472,042	178,940	448,632	155,689
	Total non-current assets	10,416,993	10,050,696	9,597,741	9,223,626
	Total assets	11,310,459	10,784,472	10,227,110	9,678,932

(Mr. Charnchai Soontharamut)
Chairman

(Mr. Praphant Asava-aree)
President & CEO

The accompanying notes on page 10 to 27 are an integral part of these interim financial information.

Eastern Water Resources Development and Management Public Company Limited
Statements of Financial Position (continued)
As at 31 March 2012 and 31 December 2011

		(Unit: Baht'000)				
		Consolidated		Company		
		(Unaudited)	(Audited)	(Unaudited)	(Audited)	
		31 March	31 December	31 March	31 December	
Notes		2012	2011	2012	2011	
Liabilities and shareholders' equity						
Current liabilities						
	Short-term loans from financial institutions	13.1	8,000	33,000	-	-
	Trade accounts payable	12	92,682	105,664	98,220	127,101
	Payable for purchase of fixed assets		79,821	183,600	73,796	177,333
	Current portion of long-term liabilities under finance lease agreements		2,299	2,382	2,299	2,382
	Current portion of long-term loans from financial institutions	13.2	727,246	620,996	629,000	522,750
	Current income tax payable		270,592	192,792	246,967	173,977
	Devidened payable		499,524	273	499,384	273
	Accrued expenses		54,112	82,739	36,137	61,426
	Other current liabilities		52,838	45,163	36,153	30,753
	Total current liabilities		1,787,114	1,266,609	1,621,956	1,095,995
Non-current liabilities						
	Long-term liabilities under finance lease agreements		1,764	2,325	1,764	2,325
	Long-term loans from financial institutions	13.2	2,485,874	2,325,025	2,087,500	1,899,750
	Deferred tax liabilities	14.1	40,041	37,915	12,628	10,232
	Employee benefit obligations		67,127	64,958	38,693	37,673
	Other non-current liabilities		168,045	151,440	145,337	129,865
	Total non-current liabilities		2,762,851	2,581,663	2,285,922	2,079,845
	Total liabilities		4,549,965	3,848,272	3,907,878	3,175,840
Shareholders' equity						
Share capital						
Registered share capital						
	Ordinary shares, 1,663,725,149 shares of par Baht 1 each		1,663,725	1,663,725	1,663,725	1,663,725
Issued and paid-up share capital						
	Ordinary shares, 1,663,725,149 shares of paid-up Baht 1 each		1,663,725	1,663,725	1,663,725	1,663,725
	Share premium		2,138,522	2,138,522	2,138,522	2,138,522
Retained earnings						
	Appropriated - legal reserve		166,500	166,500	166,500	166,500
	Unappropriated		2,754,330	2,929,182	2,316,182	2,499,193
	Other components of equity		34,303	35,152	34,303	35,152
	Equity attributable to owners of the parent		6,757,380	6,933,081	6,319,232	6,503,092
	Non-controlling interests		3,114	3,119	-	-
	Total shareholders' equity		6,760,494	6,936,200	6,319,232	6,503,092
	Total liabilities and shareholders' equity		11,310,459	10,784,472	10,227,110	9,678,932

The accompanying notes on page 10 to 27 are an integral part of these interim financial information.

Eastern Water Resources Development and Management Public Company Limited
Statements of Comprehensive Income
For the three-month periods ended 31 March 2012 and 2011

		(Unit: Baht'000)			
		Consolidated		Company	
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
Notes		2012	2011	2012	2011
	Revenues				
	17.1				
	Sales - raw water	627,837	569,199	662,677	598,866
	Sales - tap water	203,290	183,689	68,287	60,067
	Total sales	831,127	752,888	730,964	658,933
	Rental and service income	57,944	61,886	18,044	15,842
	Other income	2,773	5,354	27,313	17,098
	Total revenues	891,844	820,128	776,321	691,873
	Expenses				
	17.1				
	Cost of sales - raw water	194,885	189,780	205,700	199,672
	Cost of sales - tap water	110,395	108,774	67,783	59,162
	Total cost of sales	305,280	298,554	273,483	258,834
	Cost of rental and services	49,632	52,244	14,440	14,452
	Selling expenses	7,089	5,382	6,835	4,604
	Administrative expenses	73,316	92,388	51,607	66,069
	Expenses for development of life quality and environment	18,354	9,161	17,029	9,010
	Finance costs	18,282	16,550	11,777	10,655
	Total expenses	471,953	474,279	375,171	363,624
	Profit before income tax	419,891	345,849	401,150	328,249
	Income tax	(95,491)	(109,813)	(85,044)	(100,298)
	Net profit for the period	324,400	236,036	316,106	227,951
	Other comprehensive income (expense):				
	Write off asset transferred from customer	(849)	(838)	(849)	(838)
	Other comprehensive expense for the period, net of tax	(849)	(838)	(849)	(838)
	Total comprehensive income for the period	323,551	235,198	315,257	227,113
	Profit attributable to				
	Equity holders of the parent company	324,265	235,934	316,106	227,951
	Non-controlling interests	135	102	-	-
		324,400	236,036	316,106	227,951
	Total comprehensive income attributable to				
	Equity holders of the parent company	323,416	235,096	315,257	227,113
	Non-controlling interests	135	102	-	-
		323,551	235,198	315,257	227,113
	Earnings per share for profit attributable to the equity holders of the parent company (Baht)				
	15				
	Basic earnings per share	0.19	0.14	0.19	0.14

The accompanying notes on page 10 to 27 are an integral part of these interim financial information.

Eastern Water Resources Development and Management Public Company Limited
 Statements of Changes in Shareholders' Equity
 For the three-month periods ended 31 March 2012 and 2011

(Unit: Baht'000)									
Consolidated									
(Unaudited)									
Equity holders of the parent									
					Other components of equity				
					Other comprehensive income				
					Assets				
					transferred from customers-net	Total other component of equity	Total owner of the parent	Non-controlling interests	Total shareholders' equity
Note	Issued and paid-up share capital	Premium on share capital	Retained earnings						
			Appropriated - legal reserve	Unappropriated					
Opening balance as at 1 January 2012	1,663,725	2,138,522	166,500	2,929,182	35,152	35,152	6,933,081	3,119	6,936,200
Dividend paid	-	-	-	(499,117)	-	-	(499,117)	(140)	(499,257)
Comprehensive income for the period	-	-	-	324,265	(849)	(849)	323,416	135	323,551
Closing balance as at 31 March 2012	1,663,725	2,138,522	166,500	2,754,330	34,303	34,303	6,757,380	3,114	6,760,494
Opening balance as at 31 December 2010 - as previously report	1,663,725	2,138,522	166,500	2,606,839	38,550	38,550	6,614,136	2,785	6,616,921
Retrospective adjustment	-	-	-	(29,312)	-	-	(29,312)	-	(29,312)
Opening balance as at 31 December 2010 - as restated	1,663,725	2,138,522	166,500	2,577,527	38,550	38,550	6,584,824	2,785	6,587,609
Brought forward adjustment	-	-	-	(40,333)	-	-	(40,333)	-	(40,333)
Dividend paid	-	-	-	(415,919)	-	-	(415,919)	(140)	(416,059)
Comprehensive income for the period	-	-	-	235,934	(838)	(838)	235,096	102	235,198
Closing balance as at 31 March 2011	1,663,725	2,138,522	166,500	2,357,209	37,712	37,712	6,363,668	2,747	6,366,415

The accompanying notes on page 10 to 27 are an integral part of these interim financial information.

Eastern Water Resources Development and Management Public Company Limited
Statements of Changes in Shareholders' Equity (continued)
For the three-month periods ended 31 March 2012 and 2011

		Company				(Unit: Baht'000) (Unaudited)		
						Other components of equity		
						Other comprehensive income		
						Assets		
						transferred from customers-net		
						Total other component of equity		
						Total shareholders' equity		
Note	Issued and paid-up share capital	Premium on share capital	Retained earnings		Total other component of equity	Total shareholders' equity		
			Appropriated - legal reserve	Unappropriated				
Opening balance as at 1 January 2012	1,663,725	2,138,522	166,500	2,499,193	35,152	35,152	6,503,092	
Dividend paid	16	-	-	(499,117)	-	-	(499,117)	
Comprehensive income for the period		-	-	316,106	(849)	(849)	315,257	
Closing balance as at 31 March 2012	<u>1,663,725</u>	<u>2,138,522</u>	<u>166,500</u>	<u>2,316,182</u>	<u>34,303</u>	<u>34,303</u>	<u>6,319,232</u>	
Opening balance as at 31 December 2010								
- as previously report	1,663,725	2,138,522	166,500	2,222,495	38,550	38,550	6,229,792	
Retrospective adjustment	-	-	-	7,761	-	-	7,761	
Opening balance as at 31 December 2010								
- as restated	1,663,725	2,138,522	166,500	2,230,256	38,550	38,550	6,237,553	
Brought forward adjustment	-	-	-	(24,208)	-	-	(24,208)	
Dividend paid	16	-	-	(415,919)	-	-	(415,919)	
Comprehensive income for the period		-	-	227,951	(838)	(838)	227,113	
Closing balance as at 31 March 2011	<u>1,663,725</u>	<u>2,138,522</u>	<u>166,500</u>	<u>2,018,080</u>	<u>37,712</u>	<u>37,712</u>	<u>6,024,539</u>	

The accompanying notes on page 10 to 27 are an integral part of these interim financial information.

Eastern Water Resources Development and Management Public Company Limited
Statements of Cash Flows
For the three-month periods ended 31 March 2012 and 2011

	Notes	(Unit: Baht'000)			
		Consolidated		Company	
		(Unaudited) 2012	(Unaudited) 2011	(Unaudited) 2012	(Unaudited) 2011
Cash flows from operating activities					
Profit before income tax		419,891	345,849	401,150	328,249
Adjustments to reconcile profit before income tax to net cash received (paid) from operating activities					
Allowance for diminution in value of inventories and spareparts		-	210	-	210
Reversal of allowance for doubtful accounts		(300)	-	(300)	-
Depreciation	10	74,412	78,342	63,902	66,010
Amortisation of assets under concession contracts	10	7,019	6,535	-	-
Amortisation of assets transferred from customers		(849)	(838)	(849)	(838)
Loss on disposals/written off of property, plant and equipment		9,799	284	9,799	284
Loss on disposals/written off of assets under concession contracts		-	758	-	-
Amortisation of rights	10	2,808	2,059	750	-
Employee benefit obligations		2,169	1,997	1,020	933
Dividend income	8	-	-	(25,143)	(12,903)
Interest income		(1,857)	(2,893)	(1,002)	(1,855)
Interest expenses and amortisation of deferred interest under finance lease agreements		17,889	16,231	11,415	10,374
Income from operating activities before changes in operating assets and liabilities		530,981	448,534	460,742	390,464
Changes in operating assets (increase) decrease					
Trade accounts receivable		3,183	(25,617)	(9,185)	(18,138)
Service income receivable - related parties		(6,582)	(1,704)	-	-
Inventories		(427)	118	-	-
Other current assets		2,923	(9,873)	3,432	(8,770)
Other non-current assets		(159)	(543)	1	(322)
Changes in operating liabilities increase (decrease)					
Trade accounts payable		(12,982)	12,147	(28,881)	4,090
Accrued expenses		(38,061)	(42,427)	(34,723)	(16,072)
Other current liabilities		7,545	(590)	4,527	-
Other liabilities		16,605	17,964	15,473	20,846
Cash provided by operating activities		503,026	398,009	411,386	372,098
Interest paid		(8,313)	(16,150)	(1,844)	(10,239)
Income tax paid		(10,385)	(8,770)	(4,922)	(4,508)
Net cash generated from operating activities		484,328	373,089	404,620	357,351

The accompanying notes on page 10 to 27 are an integral part of these interim financial information.

Eastern Water Resources Development and Management Public Company Limited
Statements of Cash Flows (continued)
For the three-month periods ended 31 March 2012 and 2011

	(Unit: Baht'000)				
	Consolidated		Company		
	Note	(Unaudited) 2012	(Unaudited) 2011	(Unaudited) 2012	(Unaudited) 2011
Cash flows from investing activities					
Restricted deposits at financial institutions		-	2,076	-	2,076
Purchases of temporary investments		49,941	-	50,000	-
Advance construction payment		(292,943)	-	(292,943)	-
Purchases of assets under concession contracts		(7,324)	(29,321)	-	-
Purchases of concession rights		(4,465)	(5,357)	-	-
Interest received		1,343	2,659	685	1,621
Purchase of investment property		(4)	(48)	(4)	(51)
Purchases of property, plant and equipment		(250,562)	(489,518)	(249,308)	(476,541)
Net cash used in investing activities		(504,014)	(519,509)	(491,570)	(472,895)
Cash flows from financing activities					
Proceeds from short-term loans from financial institutions		8,000	-	-	-
Payment on short-term loans from financial institutions		(33,000)	-	-	-
Proceeds from long-term loans	13.2	294,000	116,000	294,000	80,000
Payment on long-term loans	13.2	(26,901)	(35,969)	-	-
Payment on liabilities under finance lease agreements		(644)	(748)	(644)	(748)
Proceeds from issuing of bills of exchange		-	251,229	-	251,229
Interest paid for fund borrowed specifically to acquire qualifying assets		(13,836)	-	(13,836)	-
Dividends paid to shareholders		(8)	-	(8)	-
Dividends paid to Group shareholders		-	(140)	-	-
Net cash receipt from financing activities		227,611	330,372	279,512	330,481
Net increase in cash and cash equivalents		207,925	183,952	192,562	214,937
Cash and cash equivalents at beginning of the periods		128,690	442,884	73,442	328,370
Cash and cash equivalents at ending of the periods		336,615	626,836	266,004	543,307
Supplemental cash flow information					
Non-cash related transactions:					
Net (decrease) increase in acquisition assets on credit		(103,778)	(123,009)	(103,538)	(109,826)

The accompanying notes on page 10 to 27 are an integral part of these interim financial information.

1 General information

Eastern Water Resources Development and Management Public Company Limited (“the Company”) is a public limited company incorporated and resident in Thailand. The address of the Company’s registered office is as follows:

23rd - 26th Floors, East Water Building, No. 1 Soi Vipavadeerangsit 5, Vipavadeerangsit Road, Jomphol Sub-district, Chatujak District, Bangkok.

The Company is listed on the Stock Exchange of Thailand. For reporting purposes, the Company and its subsidiaries are referred to as the Group.

The principal business operations of the Group are development and management of the major water distribution pipeline systems in the Eastern Seaboard area of Thailand, supply of raw water, produce and supply of tap water, waterworks management, and engineering services.

These interim consolidated and company financial information were authorised on 4 May 2012 by the Audit Committee of the Company under authority delegated by the Company’s Board of Directors.

These interim consolidated and company financial information have been reviewed, not audited.

These interim financial information should be read in conjunction with the annual financial statement for the year ended 31 December 2011.

2 Basis for preparation

These interim consolidated and company financial information are prepared in accordance with Thai generally accepted accounting principles under the Accounting Act B.E. 2543, being those Thai Accounting Standards (“TAS”) issued under the Accounting Professions Act B.E. 2547, and the financial reporting requirements of the Securities and Exchange Commission. The primary financial statements (i.e., statement of financial position, statements of comprehensive income, changes in shareholders’ equity and cash flows) are prepared in the full format as required by the Securities and Exchange Commission. The notes to the financial information are prepared in a condensed format according to Thai Accounting Standard (“TAS”) 34, “Interim Financial Reporting” and additional notes are presented as required by the Securities and Exchange Commission under the Securities and Exchange Act.

An English version of the interim consolidated and company financial information have been prepared from the interim financial information that are in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

3 Accounting policies

The accounting policies used in the preparation of the interim financial information are consistent with those used in the annual financial statements for the year ended 31 December 2011.

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month periods ended 31 March 2012 and 2011

3 Accounting policies (continued)

New accounting standards, amendments to accounting standards and new interpretation

The following new accounting standards, amendments to accounting standards and new interpretation are mandatory for the accounting periods beginning on or after 1 January 2013:

TAS 12	Income taxes
TAS 20 (Revised 2009)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (Revised 2009)	The Effects of Changes in Foreign Exchange Rates
TFRS 8	Operating Segments
TSIC 10	Government Assistance - No Specific Relation to Operating Activities
TSIC 21	Income Taxes - Recovery of Revalued Non-Depreciable Assets
TSIC 25	Income Taxes - Changes in the Tax Status of an Entity or its Shareholders

The Group has early adopted TAS 12 Income taxes since 1 January 2011 and the Group's management has determined that the other new accounting standards, amendments to accounting standards and new interpretation which has not been early adopted will not significantly impact the financial information being presented.

TFRS 8: The standard requires a 'management approach', under which segment information is presented on the same basis as that used for internal reporting purposes. The group will apply this standard from 1 January 2013. The expected impact is still being assessed in detail by management, but it appears likely that the number of reportable segments, as well as the manner in which the segments are reported, may be changed in a manner that is consistent with the internal reporting provided to the chief operating decision-maker.

Costs that are incurred unevenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

4 Segment information

The principal business operations of the Group are development and management of the major water distribution pipeline systems in the Eastern Seaboard area of Thailand, supply of raw water, produce and supply of tap water, waterworks management, and engineering services. These business operations are conducted only in one geographical area, which is Thailand.

The segment information for the three-month periods ended 31 March is summarised as follows:

4.1 Operating results by business segment

	(Unit: Baht'000)						
	Consolidated (Unaudited)						
	For the three-month periods ended 31 March 2012						
	Sales		Service income				
	Supply of raw water business	Supply of tap water business	Waterworks management business	Engineering services	Others	Elimination	Total
Revenue							
Revenue from third parties	627,837	203,290	14,223	26,674	17,047	-	889,071
Revenue from inter-segment	34,840	-	68,295	-	997	(104,132)	-
Total revenue	662,677	203,290	82,518	26,674	18,044	(104,132)	889,071
Cost of sales and services	(205,700)	(138,854)	(74,747)	(25,074)	(14,440)	103,903	(354,912)
Segment operating profit	456,977	64,436	7,771	1,600	3,604	(229)	534,159
Unallocated revenue (expenses)							
Other income							2,773
Selling expenses							(7,089)
Administrative expenses and other expenses							(91,670)
Finance costs							(18,282)
Income tax							(95,491)
Net profit							324,400

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month periods ended 31 March 2012 and 2011

4 Segment information (continued)

4.1 Operating results by business segment (continued)

(Unit: Baht'000)

	Consolidated (Unaudited)						Total
	For the three-month periods ended 31 March 2011						
	Sales		Service income				
Supply of raw water business	Supply of tap water business	Waterworks management business	Engineering services	Others	Elimination		
Revenue							
Revenue from third parties	569,199	183,689	14,953	24,566	22,367	-	814,774
Revenue from inter-segment	29,667	-	59,711	-	843	(90,221)	-
Total revenue	598,866	183,689	74,664	24,566	23,210	(90,221)	814,774
Cost of sales and services	(199,672)	(131,131)	(67,089)	(23,459)	(18,825)	89,378	(350,798)
Segment operating profit	399,194	52,558	7,575	1,107	4,385	(843)	463,976
Unallocated revenue (expenses)							
Other income							5,354
Selling expenses							(5,382)
Administrative expenses and other expenses							(101,549)
Finance costs							(16,550)
Income tax							(109,813)
Net profit							236,036

4.2 Asset information by business segment

(Unit: Baht'000)

	Consolidated (Unaudited)						Total
	As at 31 March 2012						
	Supply of raw water business	Supply of tap water business	Waterworks management business	Engineering services	Unallocated assets	Elimination	
Trade and other receivables	249,767	147,097	48,887	10,592	52,846	(94,490)	414,699
Water loss treatment service income receivable	-	-	-	16,715	-	-	16,715
Inventories	-	3,245	2,866	2,195	-	-	8,306
Non-current assets classified as held-for-sale, net	-	-	34,658	-	-	-	34,658
Investment property - net	-	-	-	-	215,004	-	215,004
Property, plant and equipment - net	7,849,607	6,458	158,427	281	439,409	-	8,454,182
Assets under concession contracts - net	-	241,485	216,715	-	-	-	458,200
Deferred concession rights acquisition costs - net	-	424,760	113,612	-	-	-	538,372
Intangible assets - net	-	133,492	-	-	36,348	-	169,840
Advance construction payment	443,675	-	-	-	4,079	-	447,754
Unallocated assets and other assets	-	-	-	-	1,063,541	(510,812)	552,729
Total assets	8,543,049	956,537	575,165	29,783	1,811,227	(605,302)	11,310,459

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month periods ended 31 March 2012 and 2011

4 Segment information (continued)

4.2 Asset information by business segment (continued)

(Unit: Baht'000)

	Consolidated (Audited)						Total
	As at 31 December 2011						
	Supply of raw water business	Supply of tap water business	Waterworks management business	Engineering services	Unallocated assets	Elimination	
Trade and other receivables	216,849	187,465	63,226	6,147	20,129	(76,234)	417,582
Water loss treatment service income receivable	-	-	-	10,133	-	-	10,133
Inventories	-	3,212	2,455	2,212	-	-	7,879
Non-current assets classified as held-for-sale, net	-	-	34,658	-	-	-	34,658
Investment property - net	-	-	-	-	217,160	-	217,160
Property, plant and equipment - net	7,872,135	6,861	161,215	298	332,202	-	8,372,711
Assets under concession contracts - net	-	241,859	214,146	-	-	-	456,005
Deferred concession rights acquisition	-	426,681	115,093	-	-	-	541,774
Intangible assets - net	-	135,550	-	-	34,023	-	169,573
Advance construction payment	152,636	-	-	-	2,175	-	154,811
Unallocated assets and other assets	-	-	-	-	912,996	(510,810)	402,186
Total assets	8,241,620	1,001,628	590,793	18,790	1,518,685	(587,044)	10,784,472

4.3 Sales of raw water by distribution networks

4.3.1 Sales volume of raw water classified by distribution networks

	Company (Unaudited)			
	For the three-month periods ended 31 March			
	2012		2011	
	Sales Volume Cubic Meters'000	Sales Baht'000	Sales Volume Cubic Meters'000	Sales Baht'000
Nong Pla Lai - Map Ta Pud Network	19,653	187,575	18,806	172,830
Dok Krai - Map Ta Pud Network	25,862	247,103	23,278	214,250
Chachoengsao - Chonburi Network	18,835	179,902	16,779	149,666
Nong Pla Lai - Nong Khor Network	5,036	48,097	6,856	62,120
Total	69,386	662,677	65,719	598,866

Sales of raw water from Chachoengsao - Chonburi Network consisted of:

	(Unit: Baht'000)	
	Company (Unaudited)	
	For the three-month periods ended 31 March	
	2012	2011
Nong Khor - Laem Chabang Network 1	141,977	106,847
Nong Khor - Laem Chabang Network 2	32,823	35,501
Chachoengsao Network	5,102	7,318
Total	179,902	149,666

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month periods ended 31 March 2012 and 2011

4 Segment information (continued)

4.3 Sales of raw water by distribution networks (continued)

4.3.2 Proportion of raw water sold to end users

	Company (Unaudited)	
	For the three-month periods ended 31 March	
	2012	2011
	%	%
Industrial Estates	51	53
Waterworks Authority	31	29
Factories	18	18
Total	<u>100</u>	<u>100</u>

5 Short-term investments

As at 31 March 2012, the Company and subsidiaries have short-term investments from fixed deposits with financial institutions that have maturity date 3 months and 1 year and interest rate of 2.35% and 2.30% per annum, respectively.

6 Trade and other receivables

The detail of trade and other receivables as at 31 March 2012 and 31 December 2011 is as follows:

	Consolidated		(Unit: Baht'000) Company	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	31 March	31 December	31 March	31 December
	2012	2011	2012	2011
Trade receivables - net	352,596	363,707	282,836	279,939
Receivables from others	37,026	35,922	1,478	2,326
Prepayments	24,241	13,685	21,809	10,941
Dividend receivables	-	-	25,143	-
Others	836	4,268	836	4,268
	<u>414,699</u>	<u>417,582</u>	<u>332,102</u>	<u>297,474</u>

As at 31 March 2012, receivable from other in the consolidated financial statements included accounts receivable between a subsidiary and a private company totaling Baht 36.3 million (31 December 2011: Baht 35.3 million), which related to the compensation and fine for the delayed construction of a tap water production system and the supply of water to the Provincial Waterworks Authority below the minimum requirement in accordance with sale and purchase agreement for tap water for Chonburi Province with the Provincial Waterworks Authority. This balance also included any support of the subsidiary to help the private company to produce tap water to meet the minimum requirement for Provincial Waterworks Authority. However, the subsidiary could off-set this accounts receivable balance with tap water cost that the subsidiary purchased on a monthly basis from the private company.

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month periods ended 31 March 2012 and 2011

6 Trade and other receivables (continued)

The detail of trade account receivables as at 31 March 2012 and 31 December 2011 is as follows:

	Consolidated		Company	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	31 March	31 December	31 March	31 December
				(Unit: Baht'000)
Trade accounts receivable - billed				
- Third parties	105,980	95,793	105,530	95,339
- Related parties (Note 17.2)	170,296	192,027	177,306	184,600
Total trade account receivable - billed	276,276	287,820	282,836	279,939
Unbilled receivables				
- Third parties	247	257	-	-
- Related parties (Note 17.2)	76,073	75,630	-	-
Total unbilled receivables	76,320	75,887	-	-
	352,596	363,707	282,836	279,939

The aging analysis of the trade accounts receivable - billed is as follows:

	Consolidated		Company	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	31 March	31 December	31 March	31 December
				(Unit: Baht'000)
Within credit term	275,292	268,142	281,900	260,692
Overdue below 3 months	862	19,584	855	19,182
Overdue 3 - 6 months	57	523	16	494
Overdue 6 - 12 months	680	486	680	486
	276,891	288,735	283,451	280,854
<u>Less</u> allowance for doubtful accounts	(615)	(915)	(615)	(915)
	276,276	287,820	282,836	279,939

7 Non-current assets held for sale

On 23 June 2011, the Group's management approved the sale of property, plant and equipment and assets under concession contracts for Kho Lan and Kho Srichang tap water projects of the subsidiary to two private companies totalling Baht 35.0 million. As a result, the subsidiary presented those assets which had a net book value of Baht 34.7 million as non-current assets held for sale. Currently, the transfer of the concession contract for Koh Lan is under consideration from Pattaya City Council and will then be submitted to the Ministry of Natural Resources and Environment for approval. The transfer of the concession contract for Koh Srichang was approved by Srichang City Council, but it is under consideration for approval by the Ministry of Natural Resources and Environment. The completion date for the transaction of both projects is expected by 2012.

Details of non-current assets held for sale are as follows:

	(Unit: Baht'000)
	Consolidated
	(Unaudited)
	31 March
	2012
Cost	79,716
Accumulate depreciation	(26,588)
Allowance for impairment	(18,470)
Net book value	<u>34,658</u>

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month periods ended 31 March 2012 and 2011

8 Investments in subsidiaries

Investments in subsidiaries which presented in the company financial information are as follows:

Company	Nature of business	Country of incorporation	Company							
			Paid-up share capital		Ownership interest		Investment value		Dividends income	
			(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)
			31 March 2012	31 December 2011	31 March 2012	31 December 2011	31 March 2012	31 December 2011	31 March 2012	31 March 2011
				%	%	(Baht'000)	(Baht'000)	(Baht'000)	(Baht'000)	
Universal Utilities Company Limited	Produce and supply of tap water	Thailand	510.00	510.00	100	100	510,000	510,000	25,143	12,903
EW Utilities Company Limited	Water transportation by pipeline	Thailand	0.25	-	100	-	250	-	-	-
EW Water Balance (Chonburi) Company Limited	Water transportation by pipeline	Thailand	0.25	-	100	-	250	-	-	-
EW Smart Water (Rayong) Company Limited	Produce and supply of industrial water	Thailand	0.25	-	100	-	250	-	-	-
Total investment in subsidiaries							510,750	510,000	25,143	12,903

On 12 March 2012 the Company had invested in EW Utilities Company Limited, EW Water Balance (Chonburi) Company Limited and EW Smart Water (Rayong) Company Limited by acquiring 200,000 ordinary shares with par value of Baht 5 per share in each company. The shares were called for paid up at 25% or Baht 250,000 in each company totalling Baht 750,000.

On 30 March 2012, at the General Shareholders meeting of Universal Utilities Company Limited, the meetings have approved dividend payments of Baht 0.493 per share totalling Baht 25.1 million. The subsidiary will pay dividend within June 2012.

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month periods ended 31 March 2012 and 2011

9 Other long-term investments

Other long-term investments represent investments in non-marketable securities consisted of the following:

	Consolidated		(Unit: Baht'000) Company	
	(Unaudited) 31 March 2012	(Audited) 31 December 2011	(Unaudited) 31 March 2012	(Audited) 31 December 2011
<u>Long-term investments</u>				
General investments				
- Egcom Tara Company Limited	91,470	91,470	91,470	91,470
Total long-term investments	<u>91,470</u>	<u>91,470</u>	<u>91,470</u>	<u>91,470</u>

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month periods ended 31 March 2012 and 2011

10 Capital expenditures

	Consolidated					Company		
	Investment property	Property, plant and equipment	Assets under concession contracts	Deferred concession rights acquisition costs	Intangible assets	Investment property	Property, plant and equipment	Intangible assets
For the three-month periods ended 31 March 2012								
Opening net book amount (Audited)	217,160	8,372,711	456,005	541,774	169,573	230,846	8,188,716	34,023
Additions	4	158,303	8,820	3,617	3,075	4	157,936	3,075
Write-off, net	-	(11,205)	-	-	-	-	(11,205)	-
Transfer, net	34	(34)	-	-	-	36	(36)	-
Depreciation/Amortisation	(2,194)	(65,593)	(6,625)	(7,019)	(2,808)	(2,345)	(61,557)	(750)
Closing net book amount (Unaudited)	<u>215,004</u>	<u>8,454,182</u>	<u>458,200</u>	<u>538,372</u>	<u>169,840</u>	<u>228,541</u>	<u>8,273,854</u>	<u>36,348</u>

As at 31 March 2012, the Group and the Company have motor vehicles and equipment under finance lease agreements with net book values amounting to Baht 4.1 million and Baht 4.1 million, respectively. (As at 31 December 2011: amounting to Baht 4.7 million and Baht 4.7 million, respectively).

The Group and the Company have commitment to deliver assets under concession contracts to the contractors at the end of concession period.

As at 31 March 2012, the fair value of investment property in consolidated financial information and company financial information was amounting to Baht 222.8 million and Baht 237.1 million, respectively. This fair value was determined by a report of independent appraiser.

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month periods ended 31 March 2012 and 2011

11 Other non-current assets

	Consolidated		Company	
	(Unaudited) 31 March 2012	(Audited) 31 December 2011	(Unaudited) 31 March 2012	(Audited) 31 December 2011
Advance construction payment and prepaid expenses	468,882	170,806	447,754	154,811
Deposit and retention	1,947	1,947	-	-
Other	1,213	6,187	878	878
	<u>472,042</u>	<u>178,940</u>	<u>448,632</u>	<u>155,689</u>

12 Trade accounts payable

	Consolidated		Company	
	(Unaudited) 31 March 2012	(Audited) 31 December 2011	(Unaudited) 31 March 2012	(Audited) 31 December 2011
Third parties	81,339	98,751	48,532	68,118
Related parties (Note 17.2)	11,343	6,913	49,688	58,983
	<u>92,682</u>	<u>105,664</u>	<u>98,220</u>	<u>127,101</u>

13 Borrowings

13.1 Short-term loans from financial institutions - promissory note

As at 31 March 2012, a subsidiary had a short-term loan from promissory note with financial institutions totalling Baht 8.0 million (As at 31 December 2011 : Baht 33.0 million) which is due at call with an interest rate of 3.30 % per annum. (As at 31 December 2011 : 3.40% per annum).

13.2 Long-term loans from financial institutions

	Consolidated		Company	
	(Unaudited) 31 March 2012	(Audited) 31 December 2011	(Unaudited) 31 March 2012	(Audited) 31 December 2011
Long-term loans from financial institutions	3,213,120	2,946,021	2,716,500	2,422,500
<u>Less</u> Current portion of long-term loans	<u>(727,246)</u>	<u>(620,996)</u>	<u>(629,000)</u>	<u>(522,750)</u>
Long-term loans from financial institutions - net	<u>2,485,874</u>	<u>2,325,025</u>	<u>2,087,500</u>	<u>1,899,750</u>

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month periods ended 31 March 2012 and 2011

13 Borrowings (continued)

13.2 Long-term loans from financial institutions (continued)

Movements in the long-term loans from financial institutions during the three-month period ended 31 March consisted of the following:

	Consolidated	(Unit: Baht'000) Company
Balance as at 31 December 2011 (Audited)	2,946,021	2,422,500
Additions	294,000	294,000
Repayments	(26,901)	-
Balance as at 31 March 2012 (Unaudited)	<u>3,213,120</u>	<u>2,716,500</u>

The conditions of repayment of the principal and interest of the loans have not changed from the disclosure in the latest annual financial statements ended 31 December 2011.

As at 31 March 2012, the Group and the Company have long-term loans that are not being used amounting to Baht 1,155.0 million and Baht 967.0 million, respectively. (As at 31 December 2011: Baht 1,449.0 million and Baht 1,261.0 million, respectively).

14 Deferred tax and income tax

14.1 Deferred tax

The movement in deferred tax asset and liability are the following:

	(Unit: Baht'000)			
	Consolidated			
	Allowance for doubtful accounts	Depreciation and Impairment of assets	Employee benefit	Total
Deferred tax assets				
As at 1 January 2012	5,305	4,717	13,041	23,063
Transaction recorded in profit/loss	(4,940)	(681)	441	(5,180)
As at 31 March 2012	<u>365</u>	<u>4,036</u>	<u>13,482</u>	<u>17,883</u>

	(Unit: Baht'000)		
	Consolidated		
	Amortisation-intangible asset	Liabilities under finance lease agreements and Depreciation	Total
Deferred tax liabilities			
As at 1 January 2012	27,110	10,805	37,915
Transaction recorded in profit/loss	(412)	2,538	2,126
As at 31 March 2012	<u>26,698</u>	<u>13,343</u>	<u>40,041</u>

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month periods ended 31 March 2012 and 2011

14 Deferred tax and income tax (continued)

14.1 Deferred tax (continued)

	(Unit: Baht'000)		
	Company		
Deferred tax asset	Allowance for doubtful accounts	Employee benefit	Total
As at 1 January 2012	5,305	7,577	12,882
Transaction recorded in profit/loss	(4,940)	204	(4,736)
As at 31 March 2012	<u>365</u>	<u>7,781</u>	<u>8,146</u>

	(Unit: Baht'000)
	Company
Deferred tax liabilities	Liabilities under finance lease agreements and Depreciation
As at 1 January 2012	10,232
Transaction recorded in profit/loss	2,396
As at 31 March 2012	<u>12,628</u>

14.2 Income tax

The interim income tax expense is accrued based on management's estimate using the tax rate that based on the expected profit for the full year. The estimated tax rate is 21.20% per annum. (The estimated tax rate for the three-month period ended 31 March 2011 was 29.72% per annum).

	(Unit: Baht'000)			
	Consolidated		Company	
	(Unaudited) 2012	(Unaudited) 2011	(Unaudited) 2012	(Unaudited) 2011
For the three-month periods ended 31 March				
Current tax	88,185	108,412	77,912	97,895
Deferred tax assets	5,180	(1,814)	4,736	(1,244)
Deferred tax liabilities	2,126	3,215	2,396	3,647
Income tax recorded in statements of comprehensive income	<u>95,491</u>	<u>109,813</u>	<u>85,044</u>	<u>100,298</u>

15 Earnings per share

Earnings per share attributable to equity holders of the parent is calculated by dividing the net profit attributable to equity holders of the parent by the weighted average number of ordinary shares in issue during the periods (2012 and 2011: 1,663,725,149 shares).

There are no potential dilutive ordinary shares in issue for this period, so diluted earnings per share is not presented in the financial statements.

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month periods ended 31 March 2012 and 2011

16 Dividend payments

On 29 March 2012, at the Company's Annual General Shareholders' meeting of 2011, the meeting had approved a dividend payment of Baht 0.42 per share, totalling Baht 698.76 million. The Company paid an interim dividend of Baht 0.12 per share, totalling Baht 199.64 million on 20 September 2011 and additional dividend payment of Baht 0.30 per share, totalling Baht 499.12 million on 24 April 2012.

On 24 March 2011, at the Company's Annual General Shareholders' meeting of 2010, the meeting had approved a dividend payment of Baht 0.38 per share, totalling Baht 632.22 million. The Company paid an interim dividend of Baht 0.13 per share, totalling Baht 216.30 million on 21 September 2010 and additional dividend payment of Baht 0.25 per share, totalling Baht 415.92 million on 12 April 2011.

17 Related parties transactions

The Company is a public listed company. The major shareholder is the Provincial Waterworks Authority which owns 40.2% of the company's share. The significant investments in subsidiaries are set out in note 8.

17.1 Transactions incurred during the periods

The following material transactions were carried out with related parties, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the company and these related parties.

For the three-month periods ended 31 March	Consolidated		Company	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	2012	2011	2012	2011
	(Unit: Baht'000)			
<u>Sales - raw water</u>				
Major Shareholders				
Industrial Estate Authority of Thailand	207,017	197,988	207,017	197,988
Provincial Waterworks Authority	170,920	144,831	170,920	144,831
Electricity Generating Public Company Limited	14,355	6,203	14,355	6,203
Subsidiary				
Universal Utilities Company Limited	-	-	34,840	29,667
<u>Sales - tap water</u>				
Major Shareholder				
Provincial Waterworks Authority	170,165	136,407	36,062	13,386
<u>Rental and service income</u>				
Shareholder				
Provincial Waterworks Authority	21,617	25,595	-	-
Subsidiary				
Universal Utilities Company Limited	-	-	1,137	843
Other related party				
Egcom Tara Company Limited	13,853	13,710	-	-
<u>Dividend income</u>				
Subsidiary				
Universal Utilities Company Limited	-	-	25,143	12,903

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month periods ended 31 March 2012 and 2011

17 Related parties transactions (continued)

17.1 Transactions incurred during the periods (continued)

For the three-month periods ended 31 March	Consolidated		(Unit: Baht'000) Company	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	2012	2011	2012	2011
<u>Other income</u>				
Subsidiary				
Universal Utilities Company Limited	-	-	1,266	971
<u>Cost of services (include in cost of sales)</u>				
Subsidiary				
Universal Utilities Company Limited	-	-	68,295	61,525

Pricing Policy for selling of raw water and rental is similar to market price.

Pricing Policy for selling of tap water and service income are mutually - agreed prices as stipulated in the contracts.

Cost of sale tap water are charged at mutually - agreed prices as stipulated in the contracts.

17.2 Outstanding balances at the end of the periods

	Consolidated		(Unit: Baht'000) Company	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	31 March 2012	31 December 2011	31 March 2012	31 December 2011
<u>Trade accounts receivable - billed</u>				
Major shareholders				
Provincial Waterworks Authority	80,125	111,553	74,066	94,093
Industrial Estate Authority of Thailand	79,193	70,857	79,193	70,856
Electricity Generating Public Company Limited	6,079	4,211	6,079	4,211
Subsidiary				
Universal Utilities Company Limited	-	-	17,968	15,440
Other related company				
Egcom Tara Company Limited	4,899	5,406	-	-
	<u>170,296</u>	<u>192,027</u>	<u>177,306</u>	<u>184,600</u>
<u>Unbilled receivables</u>				
Major shareholder				
Provincial Waterworks Authority	71,395	70,743	-	-
Other related company				
Egcom Tara Company Limited	4,678	4,887	-	-
	<u>76,073</u>	<u>75,630</u>	<u>-</u>	<u>-</u>
<u>Water loss treatment service income receivables</u>				
Major shareholder				
Provincial Waterworks Authority				
- billed	4,908	962	-	-
- unbilled	11,807	9,171	-	-
	<u>16,715</u>	<u>10,133</u>	<u>-</u>	<u>-</u>

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month periods ended 31 March 2012 and 2011

17 Related parties transactions (continued)

17.2 Outstanding balances at the end of the periods (continued)

The age analysis of the water loss treatment service income receivable-billed is as follows:

	Consolidated		Company	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	31 March	31 December	31 March	31 December
	2012	2011	2012	2011
Within credit term	4,908	816	-	-
Past due less than 3 months	-	146	-	-
Total water loss treatment service income receivable - billed	<u>4,908</u>	<u>962</u>	<u>-</u>	<u>-</u>
<u>Dividend receivables</u>				
(include in other current assets)				
Subsidiaries				
Universal Utilities Company Limited	-	-	25,143	-
<u>Other receivables</u>				
Major shareholders				
Provincial Waterworks Authority	18	10	-	-
Subsidiary				
Universal Utilities Company Limited	-	-	1,104	2,105
	<u>18</u>	<u>10</u>	<u>1,104</u>	<u>2,105</u>
<u>Trade accounts payable</u>				
Major shareholders				
Provincial Waterworks Authority	11,343	6,895	581	646
Industrial Estate Authority of Thailand	-	1	-	1
Subsidiary				
Universal Utilities Company Limited	-	-	49,107	58,336
Other related company				
Egcom Tara Company Limited	-	17	-	-
	<u>11,343</u>	<u>6,913</u>	<u>49,688</u>	<u>58,983</u>
<u>Other current liabilities</u>				
Subsidiaries				
EW Water Balance (Chonburi) Company Limited	-	-	250	-
EW Utilities Company Limited	-	-	250	-
EW Smart Water (Rayong) Company Limited	-	-	250	-
	<u>-</u>	<u>-</u>	<u>750</u>	<u>-</u>
<u>Rental guarantees</u>				
(include in other non-current liabilities)				
Subsidiaries				
Universal Utilities Company Limited	-	-	58	806

Eastern Water Resources Development and Management Public Company Limited
Condensed Notes to the Interim Financial Information
For the three-month periods ended 31 March 2012 and 2011

17 Related parties transactions (continued)

17.3 Management benefit expenses

Management benefit expenses composed of salaries, meeting allowance gratuities and post-employee benefits can be categorised as follows:

For the three-month periods ended 31 March	Consolidated		(Unit: Baht'000) Company	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
	2012	2011	2012	2011
Short-term employee benefits	20,971	20,121	14,091	13,172
Post-employee benefits	728	686	449	426
	21,699	20,807	14,540	13,598

18 Commitments and contingent liabilities

The Group and the Company had the following commitments and contingent liabilities.

18.1 Capital expenditure commitments

As at 31 March 2012, the Group and the Company had commitments in respect of in-progress construction projects of Baht 2,350.9 million and Baht 2,341.1 million, respectively. (As at 31 December 2011: Baht 1,305.6 million and Baht 1,094.5 million, respectively).

18.2 Operating lease commitments

The Group and the Company had future minimum lease payments required under non-cancellable operating leases contracts regarding to vehicles and computer equipment as following;

	Consolidated		(Unit: Million Baht) Company	
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	31 March 2012	31 December 2011	31 March 2012	31 December 2011
Within 1 year	12.1	11.8	5.6	4.8
From 1 to 5 years	7.8	5.4	5.2	2.7
	19.9	17.2	10.8	7.5

18.3 Long-term service commitments

As at 31 March 2012, the Group and the Company had commitments in respect of service agreements for water loss treatment project and other services. Future service fees payable were totalling Baht 162.8 million and Baht 22.2 million, respectively. (As at 31 December 2011: Baht 159.5 million and Baht 7.2 million, respectively).

18 Commitments and contingent liabilities (continued)

18.4 Guarantees

As at 31 March 2012, The Group and the Company had contingent liabilities from letters of guarantee issued by local commercial banks to the Provincial Electricity Authority for electricity consumption, to the Ministry of Finance for management and operation of the major water distribution pipeline systems in the Eastern Seaboard area, to the Provincial Electricity Authority and the Royal Irrigation Department for compliance to agreements, and to counterparty for bid bonds and performance bonds totalling Baht 269.6 million and Baht 157.9 million, respectively. (As at and 31 December 2011: Baht 281.1 million and Baht 153.1 million, respectively).

18.5 Project compensation

A government agency is considering a deal for the Company to rent/manage the two pipeline connecting projects (“the projects”) and adjust the compensation. A letter issued by this government agency stipulated that the Company was initially to pay compensation for the projects at a percentage of the raw water sales from the projects, from the year operation commenced (1998). In addition, if it is later decided that the fair rate is more than the rate at which the Company has already paid, the Company is to make an additional payment, in full, as a lump sum; whereas if the fair rate is lower, the government agency agrees to pay back the surplus paid by offsetting it against the compensation of the following years.

On 8 January 2010, the government agency issued a letter to the Company notifying it that a deal for the Company to rent/manage the projects and the adjusting of compensation must be processed in accordance with the Act on Private Participation in a State Undertaking B.E. 2535, whereby a committee has, under Section 13, authority to set the compensation rate and negotiate benefits with the Company in order to reach a preliminary conclusion. The conclusion will then be proposed to the Cabinet for a resolution in accordance with Section 21 of that Act.

18.6 Litigation

The Group and the Company had no additional progress of litigation from that disclosed in the annual financial statements for the year ended 31 December 2011.