

ELECTRICITY GENERATING PUBLIC COMPANY LIMITED

INTERIM CONSOLIDATED AND COMPANY
FINANCIAL STATEMENTS
(UNAUDITED)

30 June 2004

AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

To the Shareholders and the Board of Directors of Electricity Generating Public Company Limited

I have reviewed the accompanying consolidated and company balance sheets as at 30 June 2004, and the related consolidated and company statements of income for the three-month and six-month periods ended 30 June 2004 and 2003, the related consolidated and company statements of changes in shareholders' equity and cash flows for the six-month periods ended 30 June 2004 and 2003 of Electricity Generating Public Company Limited and its subsidiaries, and of Electricity Generating Public Company Limited, respectively. These financial statements are the responsibility of the Company's management. My responsibility is to issue a report on these financial statements based on my reviews.

I conducted my reviews in accordance with the standard on auditing applicable to review engagements. This standard requires that I plan and perform a review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit, and accordingly, I do not express an audit opinion.

Based on my reviews, nothing has come to my attention that causes me to believe that the interim consolidated and company financial statements referred to above are not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

I have audited the consolidated and company financial statements for the year ended 31 December 2003 of Electricity Generating Public Company Limited and its subsidiaries, and of Electricity Generating Public Company Limited in accordance with generally accepted auditing standards and expressed an unqualified opinion on those statements in my report dated 23 February 2004. The consolidated and company balance sheets as at 31 December 2003, presented herewith for comparative purposes, are part of the consolidated and company financial statements which were audited and upon which a report was issued as stated above, and I have not performed any other auditing procedures subsequent to the date of that report.

PRASAN CHUAPHANICH
Certified Public Accountant
(Thailand) No. 3051
PricewaterhouseCoopers ABAS Limited

Bangkok
11 August 2004

Electricity Generating Public Company Limited

Balance Sheets

As at 30 June 2004 and 31 December 2003

	Notes	Consolidated		Company	
		Unaudited 30 June 2004 Baht'000	Audited 31 December 2003 Baht'000	Unaudited 30 June 2004 Baht'000	Audited 31 December 2003 Baht'000
ASSETS					
Current Assets					
Cash and cash equivalents		1,961,594	1,730,770	916,519	771,787
Short-term investments					
- Deposits at banks and financial institutions		1,488,876	2,263,087	882,878	1,664,238
- Marketable securities	7, 16	258,092	490,045	259,641	481,158
Short-term investments used as collateral	5, 10, 11, 16				
- Deposits at banks and financial institutions		6,467,363	6,453,363	-	-
- Marketable securities		366,099	599,619	-	-
Trade receivables, net	6	324,220	313,127	-	-
Trade receivable from a related party	16	2,400,900	1,331,680	-	-
Dividends receivable from subsidiaries		-	-	2,778,453	1,198,652
Amounts due from related parties	16	16,158	56,922	22,782	50,266
Current portion of long-term loans to related parties	16	75,000	-	100,000	-
Spare parts and supplies, net		3,493,111	2,878,129	-	-
Other current assets		412,994	357,863	46,700	30,681
Total Current Assets		17,264,407	16,474,605	5,006,973	4,196,782
Non-Current Assets					
Long-term investments in marketable securities and others	7, 16	2,881,298	3,331,361	2,893,446	3,345,842
Long-term investments used as collateral	5, 10, 11, 16				
- Deposits at banks and financial institutions		1,404,214	1,517,743	-	-
- Marketable securities		1,155,955	1,383,075	-	-
Long-term loans to related parties, net	16	543,506	32,490	631,006	32,490
Investments in subsidiaries	8	-	493	15,131,991	15,805,338
Investment in an associate	8	343,325	338,009	-	-
Interests in joint ventures, net	8	9,141	30,968	3,457,047	3,201,548
Property, plant and equipment, net	9	30,268,238	31,543,405	766,111	793,534
Goodwill, net	9	1,202,738	1,289,033	-	-
Other non-current assets, net		652,241	495,437	16,777	49,866
Total Non-Current Assets		38,460,656	39,962,014	22,896,378	23,228,618
Total Assets		55,725,063	56,436,619	27,903,351	27,425,400

Director

Date

The notes to the interim consolidated and company financial statements on pages 11 to 27 are an integral part of these interim financial statements.

Electricity Generating Public Company Limited

Balance Sheets

As at 30 June 2004 and 31 December 2003

	Notes	Consolidated		Company	
		Unaudited	Audited	Unaudited	Audited
		30 June 2004 Baht'000	31 December 2003 Baht'000	30 June 2004 Baht'000	31 December 2003 Baht'000
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current Liabilities					
Bank overdrafts and short-term loans from banks		340,000	319,696	-	-
Trade payables		410,024	541,240	-	-
Trade payable to a related party	16	25,435	75,567	-	-
Current portion of long-term loans from financial institutions and debentures, net	10, 11, 16	4,993,593	5,677,963	714,050	1,400,650
Amounts due to related parties	16	29,989	16,709	60	38
Current portion of long-term loans from a co-investor in a joint venture		75,000	50,000	-	-
Other current liabilities					
- Interest payable	16	164,680	160,660	11,122	21,797
- Value added tax payable		155,682	154,439	-	-
- Income tax payable		171,890	127,132	-	-
- Others		388,337	409,992	46,251	105,943
Total Current Liabilities		6,754,630	7,533,398	771,483	1,528,428
Non-Current Liabilities					
Long-term loans from financial institutions, net	10	15,406,650	16,450,329	-	-
Debentures, net	11, 16	5,307,684	5,559,275	-	-
Long-term loans from a co-investor in a joint venture, net		262,500	175,000	-	-
Other non-current liabilities		9,298	17,581	-	-
Total Non-Current Liabilities		20,986,132	22,202,185	-	-
Total Liabilities		27,740,762	29,735,583	771,483	1,528,428
Shareholders' Equity					
Share capital	12				
Authorised share capital		5,300,000	5,300,000	5,300,000	5,300,000
Issued and paid-up share capital		5,264,650	5,264,650	5,264,650	5,264,650
Premium on share capital	12	8,601,300	8,601,300	8,601,300	8,601,300
Retained earnings					
Appropriated					
- Legal reserve		530,000	530,000	530,000	530,000
Unappropriated		12,212,824	10,474,834	12,212,824	10,474,834
Unrealised gains on investments in marketable securities - available-for-sale		557,332	1,206,632	612,508	1,261,160
Translation adjustments		(37,245)	(182,803)	(37,245)	(182,803)
Total parent's shareholders' equity		27,128,861	25,894,613	27,184,037	25,949,141
Minority interest		907,609	858,592	-	-
Total Shareholders' Equity		28,036,470	26,753,205	27,184,037	25,949,141
<u>Less</u> Treasury stock	12	(52,169)	(52,169)	(52,169)	(52,169)
Total Shareholders' Equity, net		27,984,301	26,701,036	27,131,868	25,896,972
Total Liabilities and Shareholders' Equity		55,725,063	56,436,619	27,903,351	27,425,400

The notes to the interim consolidated and company financial statements on pages 11 to 27 are an integral part of these interim financial statements.

Electricity Generating Public Company Limited
Statements of Income
For the three-month periods ended 30 June 2004 and 2003

Unaudited

	Notes	Consolidated		Company	
		2004 Baht'000	2003 Restated Baht'000	2004 Baht'000	2003 Restated Baht'000
Sales and service income	16	3,910,446	3,940,369	-	-
Cost of sales and cost of services	2, 16	(1,712,990)	(1,689,660)	-	-
Gross profit		2,197,456	2,250,709	-	-
Administrative expenses	2	(224,661)	(245,500)	(81,155)	(110,857)
Profit (loss) from sales and services		1,972,795	2,005,209	(81,155)	(110,857)
Other income					
- Interest income	16	71,885	79,211	21,675	13,511
- Dividend income		81,284	37,118	81,284	37,118
- Others		12,560	25,184	18,961	21,106
Impairment charge	9	(3,500)	-	-	-
Directors' remuneration		(2,429)	(2,720)	(1,389)	(1,635)
Currency exchange gains (losses)		(254,852)	219,852	8,984	-
Operating results		1,877,743	2,363,854	48,360	(40,757)
Share of profit (loss) from subsidiaries, an associate and joint ventures	2, 8	(6,303)	(20,781)	1,075,206	1,609,314
Profit before interest and tax		1,871,440	2,343,073	1,123,566	1,568,557
Interest expenses	16	(576,868)	(673,614)	(14,805)	(31,408)
Income tax		(120,549)	(18,595)	-	-
Profit before minorities		1,174,023	1,650,864	1,108,761	1,537,149
Profit attributable to minorities		65,262	113,715	-	-
Net profit for the period	2	1,108,761	1,537,149	1,108,761	1,537,149
Basic earnings per share (Baht)	2, 4				
Profit before minorities		2.23	3.14	2.11	2.93
Profit attributable to minorities		0.12	0.21	-	-
Net profit for the period		2.11	2.93	2.11	2.93

The notes to the interim consolidated and company financial statements on pages 11 to 27 are an integral part of these interim financial statements.

Electricity Generating Public Company Limited
Statements of Income
For the six-month periods ended 30 June 2004 and 2003

Unaudited

	Notes	Consolidated		Company	
		2004	2003	2004	2003
		Baht'000	Restated Baht'000	Baht'000	Restated Baht'000
Sales and service income	16	7,921,913	7,722,351	-	-
Cost of sales and cost of services	2, 16	(3,588,597)	(2,207,081)	-	-
Gross profit		4,333,316	5,515,270	-	-
Administrative expenses	2	(539,175)	(570,398)	(161,155)	(186,441)
Profit (loss) from sales and services		3,794,141	4,944,872	(161,155)	(186,441)
Other income					
- Interest income	16	137,944	153,339	39,201	21,999
- Dividend income		349,073	105,545	349,073	105,545
- Others		29,118	42,994	46,921	22,427
Impairment charge	2, 9	(10,500)	(170,482)	-	(66,133)
Directors' remuneration		(5,008)	(4,944)	(3,036)	(3,118)
Currency exchange gains (losses)		(228,047)	251,465	10,348	-
Operating results		4,066,721	5,322,789	281,352	(105,721)
Share of profit (loss) from subsidiaries, an associate and joint ventures	2, 8	(17,004)	(520,733)	2,271,348	3,401,890
Profit before interest and tax		4,049,717	4,802,056	2,552,700	3,296,169
Interest expenses	16	(1,154,017)	(1,368,898)	(36,248)	(78,190)
Income tax		(256,751)	(37,845)	-	-
Profit before minorities		2,638,949	3,395,313	2,516,452	3,217,979
Profit attributable to minorities		122,497	177,334	-	-
Net profit for the period	2	2,516,452	3,217,979	2,516,452	3,217,979
Basic earnings per share (Baht)	2, 4				
Profit before minorities		5.02	6.47	4.79	6.13
Profit attributable to minorities		0.23	0.34	-	-
Net profit for the period		4.79	6.13	4.79	6.13

The notes to the interim consolidated and company financial statements on pages 11 to 27 are an integral part of these interim financial statements.

Electricity Generating Public Company Limited
 Statements of Changes in Shareholders' Equity
 For the six-month periods ended 30 June 2004 and 2003

Unaudited

									Consolidated
	Issued and paid-up share capital	Premium on share capital	Legal reserve	Retained earnings	Fair value reserve	Translation adjustments	Minority interest	Treasury stock	Total
Notes	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Opening balance as at 1 January 2004	5,264,650	8,601,300	530,000	10,474,834	1,206,632	(182,803)	858,592	(52,169)	26,701,036
Translation adjustments	-	-	-	-	-	145,558	(3,588)	-	141,970
Net profit for the period	-	-	-	2,516,452	-	-	-	-	2,516,452
Dividends	13	-	-	(778,462)	-	-	(69,892)	-	(848,354)
Unrealised losses on investments in marketable securities - available-for-sale	-	-	-	-	(649,300)	-	-	-	(649,300)
Minority interest	-	-	-	-	-	-	122,497	-	122,497
Closing balance as at 30 June 2004	5,264,650	8,601,300	530,000	12,212,824	557,332	(37,245)	907,609	(52,169)	27,984,301
Opening balance as at 1 January 2003	5,264,650	8,601,300	530,000	5,769,104	185,797	(75,249)	724,297	(52,169)	20,947,730
Ordinary shares	-	-	-	-	-	-	9,278	-	9,278
Translation adjustments	-	-	-	-	-	(36,589)	33	-	(36,556)
Net profit for the period (restated)	2	-	-	3,217,979	-	-	-	-	3,217,979
Dividends	13	-	-	(641,118)	-	-	(181,594)	-	(822,712)
Unrealised gains on investments in marketable securities - available-for-sale	-	-	-	-	297,079	-	64	-	297,143
Minority interest	-	-	-	-	-	-	177,334	-	177,334
Closing balance as at 30 June 2003	5,264,650	8,601,300	530,000	8,345,965	482,876	(111,838)	729,412	(52,169)	23,790,196

The notes to the interim consolidated and company financial statements on pages 11 to 27 are an integral part of these interim financial statements.

Electricity Generating Public Company Limited
 Statements of Changes in Shareholders' Equity
 For the six-month periods ended 30 June 2004 and 2003

Unaudited

	Notes	Company							Total Baht'000
		Issued and paid-up share capital Baht'000	Premium on share capital Baht'000	Legal reserve Baht'000	Retained earnings Baht'000	Fair value reserve Baht'000	Translation adjustments Baht'000	Treasury stock Baht'000	
Opening balance as at 1 January 2004		5,264,650	8,601,300	530,000	10,474,834	1,261,160	(182,803)	(52,169)	25,896,972
Translation adjustments		-	-	-	-	-	145,558	-	145,558
Net profit for the period		-	-	-	2,516,452	-	-	-	2,516,452
Dividends	13	-	-	-	(778,462)	-	-	-	(778,462)
Unrealised losses on investments in marketable securities - available-for-sale		-	-	-	-	(648,652)	-	-	(648,652)
Closing balance as at 30 June 2004		<u>5,264,650</u>	<u>8,601,300</u>	<u>530,000</u>	<u>12,212,824</u>	<u>612,508</u>	<u>(37,245)</u>	<u>(52,169)</u>	<u>27,131,868</u>
Opening balance as at 1 January 2003		5,264,650	8,601,300	530,000	5,769,104	249,931	(75,249)	(52,169)	20,287,567
Translation adjustments		-	-	-	-	-	(36,589)	-	(36,589)
Net profit for the period (restated)	2	-	-	-	3,217,979	-	-	-	3,217,979
Dividends	13	-	-	-	(641,118)	-	-	-	(641,118)
Unrealised gains on investments in marketable securities - available-for-sale		-	-	-	-	298,953	-	-	298,953
Closing balance as at 30 June 2003		<u>5,264,650</u>	<u>8,601,300</u>	<u>530,000</u>	<u>8,345,965</u>	<u>548,884</u>	<u>(111,838)</u>	<u>(52,169)</u>	<u>23,126,792</u>

The notes to the interim consolidated and company financial statements on pages 11 to 27 are an integral part of these interim financial statements.

Electricity Generating Public Company Limited
Statements of Cash Flows
For the six-month periods ended 30 June 2004 and 2003

Unaudited

	Consolidated		Company		
	2004	2003	2004	2003	
		Restated		Restated	
Notes	Baht'000	Baht'000	Baht'000	Baht'000	
Cash flows from operating activities					
Net profit for the period	2,516,452	3,217,979	2,516,452	3,217,979	
Adjustments to reconcile net profit to net cash provided by operations:					
- Depreciation and amortisation	1,241,937	1,244,446	31,032	31,974	
- Impairment charge and write-off development costs and goodwill	67,999	281,590	-	66,133	
- Write-off property, plant and equipment	54,490	-	-	-	
- Allowance for doubtful debts	16,064	-	-	-	
- Unrealised currency exchange (gains) losses	242,913	(250,311)	(10,348)	-	
- Gains on disposals of property, plant and equipment	(856)	(1,758)	(857)	(269)	
- Dividends received from other companies	(349,073)	(105,545)	(349,073)	(105,545)	
- Shares of (profit) loss from subsidiaries, an associate and joint ventures	2, 8	17,004	520,733	(2,271,348)	(3,401,890)
- Minority interest	122,497	177,334	-	-	
- Others	3,147	11,856	-	-	
Cash flows before changes in operating assets and liabilities	3,932,574	5,096,324	(84,142)	(191,618)	
Changes in operating assets and liabilities: (excluding the effects of acquisition and disposal)					
- Short-term and long-term investments used as collateral	692,807	260,530	-	-	
- Trade accounts receivable and trade receivable from a related party	(1,081,006)	(677,159)	-	-	
- Amounts due from related parties	(10,751)	8,755	10,040	(806)	
- Spare parts and supplies	(397,088)	(274,519)	-	-	
- Other current assets	(4,195)	(226,740)	1,427	(6,468)	
- Other non-current assets	32,947	(5,134)	33,069	(1,101)	
- Trade payables and trade payable to a related party	(2,640)	(143,502)	-	-	
- Amounts due to related parties	(26,628)	(11,078)	22	6	
- Other current liabilities	(59,438)	(41,305)	(71,573)	(35,311)	
- Other non-current liabilities	678	7,312	-	-	
Net cash receipts (payments) from operating activities	3,077,260	3,993,484	(111,157)	(235,298)	

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Electricity Generating Public Company Limited
Statements of Cash Flows
For the six-month periods ended 30 June 2004 and 2003

Unaudited

	Notes	Consolidated		Company	
		2004	2003	2004	2003
		Baht'000	Restated Baht'000	Baht'000	Restated Baht'000
Cash flows from investing activities					
Investments in subsidiaries and interest in					
a joint venture	8	-	(43,274)	(232,000)	(123,130)
Proceeds from reduction of authorised share capital					
of a subsidiary		-	-	-	100,000
Net (purchases) disposals of short-term investments		1,025,752	(55,166)	1,007,578	(32,725)
Net (purchases) disposals of long-term investments		(197,921)	6,820	(197,921)	3,513
Net purchases of property, plant and equipment		(162,279)	(1,354,763)	(2,733)	(10,372)
Loans and advances made to related parties		(602,065)	(11,409)	(688,168)	-
Advance payment received from related parties		-	3,900	-	-
Payments on investment in a subsidiary of					
a joint venture		(158,951)	-	-	-
Dividends received from subsidiaries		-	-	1,483,916	1,922,476
Dividends received from other companies		349,073	105,545	349,073	105,545
Others		(45,970)	4	-	-
Net cash receipts (payments) from investing activities		207,639	(1,348,343)	1,719,745	1,965,307
Cash flows from financing activities					
Proceeds from issue of ordinary shares from minority					
of a subsidiary and of a subsidiary of a joint venture		-	9,278	-	-
Payments on finance lease		(1,224)	-	-	-
Net proceeds (payments) on short-term loans		20,312	(94,912)	-	-
Payment on short-term loan from co-investors in					
a joint venture		-	(69,164)	-	-
Proceeds from long-term loans from financial					
institutions	10	115,445	3,074,269	-	-
Proceeds from long-term loans from					
co-investors in a joint venture		112,500	-	-	-
Payments on long-term loans from financial					
institutions and debentures	10, 11	(2,519,575)	(4,250,160)	(686,600)	(634,800)
Dividend paid to shareholders		(785,630)	(831,863)	(777,256)	(640,296)
Proceeds from advance from a co-investor in a joint venture		-	330	-	-
Net cash payments from financing activities		(3,058,172)	(2,162,222)	(1,463,856)	(1,275,096)
Net increase in cash and cash equivalents		226,727	482,919	144,732	454,913
Beginning balance		1,730,770	2,274,707	771,787	1,125,362
Effects of exchange rate changes		4,097	(4,404)	-	-
Ending balance		1,961,594	2,753,222	916,519	1,580,275

The notes to the interim consolidated and company financial statements on pages 11 to 27 are an integral part of these interim financial statements.

Electricity Generating Public Company Limited
Statements of Cash Flows
For the six-month periods ended 30 June 2004 and 2003

Unaudited

	Consolidated		Company	
	2004	2003	2004	2003
		Restated		Restated
	Baht'000	Baht'000	Baht'000	Baht'000
Cash and cash equivalents are made up as follows:				
- Cash in hand and at banks	1,181,795	1,327,907	256,519	398,690
- Short-term investments - maturity within three months	779,799	1,425,315	660,000	1,181,585
	<u>1,961,594</u>	<u>2,753,222</u>	<u>916,519</u>	<u>1,580,275</u>
Supplementary information for cash flows:				
Interest paid	1,126,577	1,361,875	17,859	90,052
Tax paid	169,469	28,037	-	-
Non-cash transactions				
Increase in spare parts by trade payables	25,369	-	-	-
Increase in property, plant and equipment by other payables	-	247,760	-	-
Reclassification of utilised capital spare parts to property, plant and equipment	75,203	-	-	-
Reclassification of unutilised capital spare parts from property, plant and equipment	268,448	36,030	-	-

The notes to the interim consolidated and company financial statements on pages 11 to 27 are an integral part of these interim financial statements.

1 Accounting policies

These interim consolidated and company financial statements are prepared in accordance with Thai generally accepted accounting principles under the Accounting Act B.E. 2543, being those Thai Accounting Standards issued by the Institute of Certified Accountants and Auditors of Thailand and approved under law by the Board of Supervision of Auditing Practice appointed by the Minister of Commerce under the Auditor Act B.E. 2505, and the financial reporting requirements of the Securities and Exchange Commission. The primary financial statements (i.e. balance sheets, statements of 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 interim financial statements are prepared in a condensed format according to Thai Accounting Standard 41, 'Interim Financial Reporting' and additional notes are presented as required by the Securities and Exchange Commission.

The accounting principles applied may differ from generally accepted accounting principles adopted in other countries and jurisdictions. The accompanying interim consolidated and company financial statements are therefore not intended to present the financial position and results of operations and cash flows in accordance with jurisdictions other than Thailand. Consequently, these interim consolidated and company financial statements are only addressed to those who are informed about Thai generally accepted accounting principles and practices.

For the convenience of the user, an English translation of the interim consolidated and company financial statements has been prepared from the interim financial statements that are issued in the Thai language.

The preparation of interim financial statements in conformity with Thai generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the interim financial statements and the amounts of revenues and expenses in the reported periods. Although these estimates are based on management's best knowledge of current events and actions, actual results may differ from those estimates.

The accounting policies used in the preparation of the interim financial statements are consistent with those used in the annual financial statements for the year ended 31 December 2003.

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

Income tax expense is recognised based on the best estimate of the weighted average annual income tax rate expected for the full financial year. In the six-month period ended 30 June 2004, a subsidiary of the Company has fully utilised its tax losses brought forward and therefore will be subject to paying corporate income tax on an annual basis for 2004 subject to tax profitability.

These interim financial statements should be read in conjunction with the 2003 annual financial statements.

Comparative figures have been adjusted to conform with changes in presentation in the current period.

2 Changes in accounting policies

During 2003, the Group has adopted Thai Accounting Standard no. 51: "Intangible Assets" and has changed its accounting policy as detailed below.

a) "Intangible assets": Thai Accounting Standard no. 51

The Group has adopted the provisions of Thai Accounting Standard no. 51: "Intangible Assets." Previously certain items were recognised as separate assets in the financial statements, however under the provisions of TAS 51 these items do not meet the definition of, or recognition criteria for, intangible assets. Accordingly, these items have now been derecognised. These items mainly relate to development expenditure of Nam Theun 2 project and Bo Nok project.

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2 Changes in accounting policies (Continued)

b) Major repair and maintenance expenses

The Group has changed its accounting policy in respect of major repair and maintenance expenses to record capital spare parts whose estimated useful life is more than 1 year on the replacement basis. Capital spare parts are capitalised and depreciated on the straight line method over the estimated useful life when used in major repair and maintenance processes. Previously, capital spare parts used in major repair and maintenance processes were expensed when incurred.

The Group has not restated the consolidated and company financial statements for the year ended 31 December 2002 as the net effect is not material. Cumulative effects of the changes in accounting policies to retained earnings - brought forward as at 1 January 2003 amounting to Baht 213 million have been included in the consolidated and company financial statements for the year ended 31 December 2003. However, for the purpose of presenting the interim consolidated and company financial statements for the three-month and six-month periods ended 30 June 2003, retrospective adjustments, including the cumulative effect, have been accounted for in the interim consolidated and company financial statements for the three-month and six-month periods ended 30 June 2003 because these changes in accounting policies were effective on 1 January 2003.

The effect of these changes on the consolidated and company balance sheets as at 30 June 2003 and the related consolidated and company statements of income for the three-month and six-month periods ended 30 June 2003 are as follows:

	30 June 2003			
	Consolidated		Company	
	Baht'000		Baht'000	
Balance sheets				
Increase in investments in subsidiaries		-	964,217	
Decrease in interests in joint ventures, net	(539,438)		(821,028)	
Increase in spare parts and supplies, net	7,774		-	
Increase in property, plant and equipment, net	956,443		-	
Decrease in other non-current assets, net	(281,590)		-	
Increase in retained earnings as at 30 June 2003	143,189		143,189	
	30 June 2003			
	Consolidated		Company	
	Three-month period	Six-month period	Three-month period	Six-month period
	Baht'000	Baht'000	Baht'000	Baht'000
Statements of income				
(Increase) decrease in cost of sales	(2,609)	964,217	-	-
Increase in selling and administrative expenses	(5,836)	(111,108)	-	-
Increase in impairment charge	-	(170,482)	-	(66,133)
Increase (decrease) in share of profit of subsidiaries and joint ventures	(32,572)	(539,438)	(41,017)	209,322
Increase (decrease) in net profit	(41,017)	143,189	(41,017)	143,189
Increase (decrease) in basic earnings per share (Baht)	(0.08)	0.27	(0.08)	0.27

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3 Segment information

Financial information by geographical segments

For three-month and six-month periods ended 30 June 2004

	<u>Thailand</u>		<u>Philippines</u>		<u>Consolidated</u>	
	<u>Three-month period</u> <u>Baht'000</u>	<u>Six-month period</u> <u>Baht'000</u>	<u>Three-month period</u> <u>Baht'000</u>	<u>Six-month period</u> <u>Baht'000</u>	<u>Three-month period</u> <u>Baht'000</u>	<u>Six-month period</u> <u>Baht'000</u>
Revenue from sales and service income	3,720,104	7,551,268	190,342	370,645	3,910,446	7,921,913
Gross profit	2,051,932	4,046,031	145,524	287,285	2,197,456	4,333,316
Operating results	1,741,691	3,807,575	136,052	259,146	1,877,743	4,066,721
Net profit for the period	1,061,594	2,430,105	47,167	86,347	1,108,761	2,516,452

For three-month and six-month periods ended 30 June 2003 (Restated)

	<u>Thailand</u>		<u>Philippines</u>		<u>Consolidated</u>	
	<u>Three-month period</u> <u>Baht'000</u>	<u>Six-month period</u> <u>Baht'000</u>	<u>Three-month period</u> <u>Baht'000</u>	<u>Six-month period</u> <u>Baht'000</u>	<u>Three-month period</u> <u>Baht'000</u>	<u>Six-month period</u> <u>Baht'000</u>
Revenue from sales and service income	3,686,148	7,214,134	254,221	508,217	3,940,369	7,722,351
Gross profit	2,028,523	5,114,492	222,186	400,778	2,250,709	5,515,270
Operating results	2,141,222	4,962,970	222,632	359,819	2,363,854	5,322,789
Net profit for the period	1,444,524	3,081,550	92,625	136,429	1,537,149	3,217,979

4 Earnings per share

Basic earnings per share is calculated by dividing the net profit for the period attributable to shareholders by the weighted average number of ordinary shares in issue during the period, net of treasury stock (2004: 525,164,200 shares and 2003: 525,164,200 shares).

There are no dilutive potential ordinary shares in issue during the periods presented, so no diluted earnings per share is presented.

5 Short-term and long-term investments used as collateral

Subsidiaries of the Company

Deposits at banks and financial institutions used as collateral are mainly of Rayong Electricity Generating Company Limited and Khanom Electricity Generating Company Limited, and comprise cash reserves required to be maintained under their loan agreements and debentures for the purpose of repayment of principal and interest due within one year, and as a reserve to minimise exchange rate risk. These cash reserves are provided from the proceeds of sale of electricity. As at 30 June 2004, these cash reserves amounted to Baht 4,150 million (31 December 2003: Baht 4,137 million). The remaining balance of short-term and long-term investments used as collateral of Baht 1,665 million (31 December 2003: Baht 2,033 million) represent collateralised deposits maintained in accordance with the loan agreements, but which can be used subject to certain lender approvals.

5 Short-term and long-term investments used as collateral (Continued)

Subsidiaries of the Company (Continued)

The cash reserve for minimising exchange risk represents deposits in US Dollars. The two subsidiaries have to provide this reserve until such account equals the lower of 25% of the aggregate outstanding unhedged US Dollar loans or an amount of US Dollars 103 million. As at 30 June 2004, the two subsidiaries provided this reserve at 25% of their outstanding unhedged US Dollar loans in a total amount of US Dollars 60 million.

Subsidiaries of Gulf

Deposits at banks and financial institutions of Gulf of Baht 584 million are mainly of three subsidiaries which have been pledged as collateral to secure credit facilities according to long-term loan agreements. However, withdrawals can be made from the pledged accounts to provide working capital in the normal course of business of the subsidiaries.

6 Trade receivables, net

As at	Consolidated		Company	
	30 June 2004 Baht'000	31 December 2003 Baht'000	30 June 2004 Baht'000	31 December 2003 Baht'000
Trade receivables	329,010	316,462	-	-
<u>Less</u> Allowance for doubtful debts	<u>(4,790)</u>	<u>(3,335)</u>	-	-
Trade receivables, net	<u>324,220</u>	<u>313,127</u>	-	-

Outstanding trade receivables as at 30 June 2004 and 31 December 2003 can be analysed as follows:

Up to 3 months	295,451	273,952	-	-
3 – 6 months	5,178	21,041	-	-
6 – 12 months	7,248	-	-	-
Over 12 months	21,133	21,469	-	-
	<u>329,010</u>	<u>316,462</u>	-	-
<u>Less</u> Allowance for doubtful debts	<u>(4,790)</u>	<u>(3,335)</u>	-	-
Trade receivables, net	<u>324,220</u>	<u>313,127</u>	-	-

7 Investments in marketable securities and others

The movements in investments in marketable securities and others can be analysed as follows:

	Short-term investments		Long-term investments	
	Consolidated Baht'000	Company Baht'000	Consolidated Baht'000	Company Baht'000
For the six-month period ended 30 June 2004				
Opening amount	490,045	481,158	3,331,361	3,345,842
Additions	7,447	2,447	211,434	211,434
Disposals, net	(240,785)	(228,665)	(13,513)	(13,513)
Transfer from long-term investments to be current portion due within one year	785	4,101	(785)	(4,101)
Change in fair value of investments	600	600	(647,199)	(646,216)
Closing amount	<u>258,092</u>	<u>259,641</u>	<u>2,881,298</u>	<u>2,893,446</u>

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8 Investments in subsidiaries and an associate and interests in joint ventures, net

As at	<u>Consolidated</u>		<u>Company</u>	
	<u>30 June 2004 Baht'000</u>	<u>31 December 2003 Baht'000</u>	<u>30 June 2004 Baht'000</u>	<u>31 December 2003 Baht'000</u>
Investments in subsidiaries	-	493	15,131,991	15,805,338
Investment in an associate	343,325	338,009	-	-
Interests in joint ventures	9,141	30,968	3,865,180	3,609,681
<u>Less Provision for impairment</u>	<u>-</u>	<u>-</u>	<u>(408,133)</u>	<u>(408,133)</u>
Investments in subsidiaries and an associate and interests in joint ventures, net	<u>352,466</u>	<u>369,470</u>	<u>18,589,038</u>	<u>19,006,886</u>

The movements in investments in subsidiaries and an associate and interests in joint ventures can be analysed as follows:

	<u>Consolidated</u>	<u>Company</u>
	<u>Baht'000</u>	<u>Baht'000</u>
For the six-month period ended 30 June 2004		
Opening net book value	369,470	19,006,886
Call for additional paid-up share capital of a joint venture	-	232,000
Share of profit (loss) of investments in subsidiaries and an associate and interests in joint ventures	(17,004)	2,271,348
Dividends received from subsidiaries	-	(3,063,718)
Change in fair value of marketable securities-available-for-sale of subsidiaries	-	(3,036)
Translation adjustments	-	145,558
Closing net book value	<u>352,466</u>	<u>18,589,038</u>

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8 Investments in subsidiaries and an associate and interests in joint ventures, net (Continued)

8.1 The principal subsidiaries, which are all incorporated in Thailand except EGCO International B.V.I which is incorporated in British Virgin Islands, are as follows:

Business	Portion of Investment (%) (including indirect holding)	Company				
		30 June 2004		31 December 2003		
		Cost Method Baht'000	Equity Method Baht'000	Cost Method Baht'000	Equity Method Baht'000	
Rayong Electricity Generating Co., Ltd.	Electricity generating	99.99	4,700,000	6,414,227	4,700,000	7,216,975
Khanom Electricity Generating Co., Ltd.	Electricity generating	99.99	4,850,000	6,203,238	4,850,000	6,183,211
EGCO Engineering and Service Co., Ltd. and its subsidiary and joint venture	Power plant maintenance services	99.99	250,000	255,153	250,000	297,562
- Subsidiary						
- Agro Energy Co., Ltd.	Trading / delivery services of natural scrap	99.99				
- Joint venture						
- Amata Power-Esco Service Co., Ltd.	Power plant operation	50.00				
Egcom Tara Co., Ltd.	Tap water business	70.00	398,475	354,911	398,475	328,743
EGCO Green Energy Co., Ltd. and its subsidiary	Investing in biomass fueled electric generating plant	74.00	129,500	130,476	129,500	120,167
- Roi-Et Green Co., Ltd.	Develop, design, construct and test operation of fueled electric generating plant from husk	95.00				
EGCO International B.V.I	Investing in power energy projects	99.99	-	586,066	-	536,265
Thai LNG Power Corporation Limited and its subsidiary	Investing in power energy projects	100.00	525,000	513,148	525,000	516,460
- TLP Cogeneration Co., Ltd.	Electricity generating	80.00	424,000	674,772	424,000	605,955
			<u>11,276,975</u>	<u>15,131,991</u>	<u>11,276,975</u>	<u>15,805,338</u>

The investment in Agro Energy Company Limited was accounted for under the equity method and not consolidated in the consolidated financial statements as at 30 June 2004 and 31 December 2003 because its financial statements were not material to the Group.

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8 Investments in subsidiaries and an associate and interests in joint ventures, net (Continued)

8.2 The principal associate, which is incorporated in Thailand, is as follows:

		Consolidated				
		30 June 2004		31 December 2003		
Business	Portion of Investment (%)	Cost Method Baht'000	Equity Method Baht'000	Cost Method Baht'000	Equity Method Baht'000	
Amata-EGCO Power Co., Ltd.	Electricity generating	14.85	200,475	343,325	200,475	338,009
			<u>200,475</u>	<u>343,325</u>	<u>200,475</u>	<u>338,009</u>

8.3 The principal joint ventures, which are all incorporated in Thailand, except Conal Holdings Corporation and Nam Theun 2 Power Company Limited which are incorporated in Philippines and the Republic of Laos, respectively, are as follows:

		Consolidated				
		30 June 2004		31 December 2003		
Business	Portion of Investment (%)	Cost Method Baht'000	Equity Method Baht'000	Cost Method Baht'000	Equity Method Baht'000	
Amata Power-Esco Service Co., Ltd.	Power plant operation	50.00	1,000	8,301	1,000	6,187
Nam Theun 2 Power Company Limited	Electricity generating (development phase)	25.00	753,249	840	753,249	24,781
			<u>754,249</u>	<u>9,141</u>	<u>754,249</u>	<u>30,968</u>

The investments in Amata Power-Esco Service Company Limited and Nam Theun 2 Power Company Limited were accounted for under the equity method but not proportionately consolidated in the interim consolidated financial statements because their financial statements were not material to the Group.

		Company				
		30 June 2004		31 December 2003		
Business	Portion of Investment (%)	Cost Method Baht'000	Equity Method Baht'000	Cost Method Baht'000	Equity Method Baht'000	
EGCO Joint Venture and Development Co., Ltd. (EGCO JD)	Investing in power energy business	50.00	348,360	527,809	348,360	548,781
Gulf Electric Public Co., Ltd. (Gulf)	Investing in power energy business	50.00	2,462,000	2,498,215	2,230,000	2,366,060
Conal Holdings Corporation (Conal)	Investing in power energy business	40.00	1,002,467	838,316	1,002,467	670,059
Nam Theun 2 Power Company Limited	Electricity generating (development phase)	25.00	753,249	840	753,249	24,781
			<u>4,566,076</u>	<u>3,865,180</u>	<u>4,334,076</u>	<u>3,609,681</u>
<u>Less</u> Provision for impairment			<u>-</u>	<u>(408,133)</u>	<u>-</u>	<u>(408,133)</u>
			<u>4,566,076</u>	<u>3,457,047</u>	<u>4,334,076</u>	<u>3,201,548</u>

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8 Investments in subsidiaries and an associate and interests in joint ventures, net (Continued)

8.4 Principal movement in interests in joint ventures incurred during the six-month period ended 30 June 2004:

During the six-month period ended 30 June 2004, Gulf issued new ordinary shares of 46.4 million shares at par value of Baht 10 per share priced at Baht 10 per share. The Group purchased all new shares issued in the same proportion as its original investment.

9 Capital expenditure and commitments

	<u>Consolidated</u>		<u>Company</u>	
	<u>Property, plant and equipment Baht'000</u>	<u>Goodwill Baht'000</u>	<u>Property, plant and equipment Baht'000</u>	<u>Goodwill Baht'000</u>
For the six-month period ended 30 June 2004				
Opening net book value	31,543,405	1,289,033	793,534	-
Additions	173,462	-	3,590	-
Disposals, net and transfer	(270,291)	-	-	-
Depreciation and amortisation	(1,191,128)	(43,361)	(31,013)	-
Impairment charge	(10,500)	-	-	-
Write off goodwill	-	(43,286)	-	-
Translation adjustments	23,290	352	-	-
Closing net book value	<u>30,268,238</u>	<u>1,202,738</u>	<u>766,111</u>	<u>-</u>

As at 30 June 2004, the Group has capital commitments in respect of construction of power plants and equipment but not recognised in the interim consolidated financial statements totalling US Dollars 1.11 million, Yen 26.95 million and Baht 284.04 million.

Goodwill written off in this six-month period is in respect of Samutprakarn Cogeneration Company Limited and Nong Khae Cogeneration Company Limited which are wholly owned subsidiaries of Gulf.

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10 Long-term loans, net

The long-term loans are as follows:

As at	Consolidated		Company	
	30 June 2004 Baht'000	31 December 2003 Baht'000	30 June 2004 Baht'000	31 December 2003 Baht'000
Current portion of long-term loans				
US Dollars	2,502,576	2,572,036	-	-
Peso Philippines	13,127	12,890	-	-
Japanese Yen	36,715	36,102	-	-
Thai Baht	592,240	617,503	-	-
<u>Less</u> Deferred financing fee	(6,628)	(6,638)	-	-
	<u>3,138,030</u>	<u>3,231,893</u>	-	-
Long-term loans, net				
US Dollars	12,177,639	12,834,559	-	-
Peso Philippines	61,551	63,661	-	-
Japanese Yen	422,982	347,562	-	-
Thai Baht	2,809,198	3,272,647	-	-
<u>Less</u> Deferred financing fee, net	(64,720)	(68,100)	-	-
	<u>15,406,650</u>	<u>16,450,329</u>	-	-
Total long-term loans, net	<u>18,544,680</u>	<u>19,682,222</u>	-	-

Long-term loans are secured liabilities. The long-term loans are secured over land, buildings, power plants and equipment of subsidiaries and joint ventures. The subsidiaries and joint ventures have to maintain cash reserves which are provided from the proceeds of sales of electricity for the purpose of repayment of principal and interest due within one year and as a reserve for minimising the exchange risk (referred to Note 5). In addition, the Power Purchase Agreements, the Asset Purchase Agreements, the Major Maintenance Agreements, insurance policies and other related agreements with the lenders have been assigned as collateral in accordance with the conditions under the Master Agreements.

The movements in the long-term loans can be analysed as follows:

	Consolidated Baht'000	Company Baht'000
For the six-month period ended 30 June 2004		
Opening net book amount	19,682,222	-
Additions of long-term loans	115,445	-
Repayments of long-term loans	(1,677,477)	-
Unrealised exchange losses	398,018	-
Amortisation of deferred financing fee	3,391	-
Translation adjustments	23,081	-
Closing net book amount	<u>18,544,680</u>	-

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11 Debentures

The debentures are debentures in Thai Baht of the Company and its two subsidiaries as follows:

As at	<u>Consolidated</u>		<u>Company</u>	
	<u>30 June 2004</u>	<u>31 December 2003</u>	<u>30 June 2004</u>	<u>31 December 2003</u>
	<u>Baht'000</u>	<u>Baht'000</u>	<u>Baht'000</u>	<u>Baht'000</u>
Current portion of debentures	1,855,563	2,446,070	714,050	1,400,650
Debentures, net	5,307,684	5,559,275	-	-
Total debentures	<u>7,163,247</u>	<u>8,005,345</u>	<u>714,050</u>	<u>1,400,650</u>

Subsidiaries' debentures of Baht 6,584 million are secured liabilities. The subsidiaries are required to maintain reserves for repayment of principal and interest due within one year as described in Note 5 and to pledge the relevant agreements as collateral as described in Note 10.

The movements of debentures can be analysed as follows:

	<u>Consolidated</u>	<u>Company</u>
	<u>Baht'000</u>	<u>Baht'000</u>
For the six-month period ended 30 June 2004		
Opening amount	8,005,345	1,400,650
Debentures issued	-	-
Repayments of debentures	(842,098)	(686,600)
Closing amount	<u>7,163,247</u>	<u>714,050</u>

12 Share capital and premium on share capital

For the six-month period ended 30 June 2004

	<u>Number of shares</u>	<u>Ordinary shares Baht'000</u>	<u>Premium on share capital Baht'000</u>	<u>Treasury stock Baht'000</u>	<u>Total Baht'000</u>
Opening balance	526,465,000	5,264,650	8,601,300	(52,169)	13,813,781
Issue of shares	-	-	-	-	-
Closing balance	<u>526,465,000</u>	<u>5,264,650</u>	<u>8,601,300</u>	<u>(52,169)</u>	<u>13,813,781</u>

As at 30 June 2004, the total authorised number of ordinary shares is 530,000,000 shares (31 December 2003: 530,000,000 shares) with a par value of Baht 10 per share (31 December 2003: Baht 10 per share). The amount of 526,465,000 shares are issued and fully paid.

13 Dividends

At the Annual General Shareholders' meeting dated 26 April 2004, it was unanimously resolved to pay dividends in respect of the operating results for the second half year ended 2003 for 525,164,200 shares at Baht 1.50 per share, totalling Baht 788 million (2003 : Dividends for 525,164,200 shares of Baht 1.25 each, totalling Baht 656 million). These dividends were paid to the shareholders in May 2004.

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14 Commitments and contingent liabilities

For the six-month period ended 30 June 2004, there were no significant changes in commitments and contingent liabilities and other agreements from the year ended 31 December 2003 except the following:

Commitments and contingent liabilities of the Company

As at 30 June 2004, the Company has commitments under the Sponsor Support Agreements, which were made in respect of loans of subsidiaries, an associate and joint ventures and performance bond of subsidiaries on behalf of the Company totalling Baht 834 million and Baht 1 million, respectively.

15 Interests in joint ventures

The following amounts represent the Group's share of the assets, liabilities, revenues and expenses of the joint ventures included in the interim consolidated financial statements:

As at	EGCO Joint Venture and Development Company Limited		Gulf Electric Public Company Limited		Conal Holdings Corporation	
	30 June 2004	31 December 2003	30 June 2004	31 December 2003	30 June 2004	31 December 2003
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Balance sheets						
Current assets	130,925	149,861	1,285,883	1,164,997	911,070	882,375
Non-current assets	746,779	751,884	5,610,694	5,730,435	1,462,623	1,278,797
Current liabilities	(60,076)	(55,738)	(915,937)	(1,073,732)	(377,526)	(318,358)
Non-current liabilities	(289,819)	(297,227)	(3,423,559)	(3,473,662)	(1,016,021)	(1,042,713)
Net assets	<u>527,809</u>	<u>548,780</u>	<u>2,557,081</u>	<u>2,348,038</u>	<u>980,146</u>	<u>800,101</u>

For the three-month and six-month periods ended 30 June 2004

Profit and Loss	EGCO Joint Venture and Development Company Limited		Gulf Electric Public Company Limited		Conal Holdings Corporation	
	Three-month period	Six-month period	Three-month period	Six-month period	Three-month Period	Six-month period
	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000	Baht'000
Revenues	70,558	139,149	672,595	1,334,578	202,546	394,756
Expenses	(56,036)	(111,671)	(698,979)	(1,357,178)	(155,379)	(308,409)
Net profit (loss)	<u>14,522</u>	<u>27,478</u>	<u>(26,384)</u>	<u>(22,600)</u>	<u>47,167</u>	<u>86,347</u>
Joint venture proportion (%)		50		50		40

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15 Interests in joint ventures (Continued)

For the three-month and six-month periods ended 30 June 2003 (restated)

	EGCO Joint Venture and Development Company Limited		Gulf Electric Public Company Limited		Conal Holdings Corporation	
	Three-month period Baht'000	Six-month period Baht'000	Three-month period Baht'000	Six-month period Baht'000	Three-month period Baht'000	Six-month period Baht'000
Profit and Loss						
Revenues	72,312	136,109	659,849	1,308,459	265,895	531,067
Expenses	(32,925)	(63,439)	(569,096)	(1,166,159)	(173,270)	(394,638)
Net profit	39,387	72,670	90,753	142,300	92,625	136,429
Joint venture proportion (%)		50		50		40

16 Related party transactions

Major shareholders of the Company are the Electricity Generating Authority of Thailand (EGAT) and CLP Power Projects (Thailand) Limited. They hold 25.41% and 22.42% of the Company's shares, respectively. The remaining Company shares are widely held.

The information on the Company's subsidiaries, an associate and joint ventures is shown in Note 8.

The following material transactions were carried out with related parties:

(a) Sales of electricity

For the three-month and six-month periods ended 30 June 2004

	Consolidated		Company	
	Three-month period Baht'000	Six-month period Baht'000	Three-month period Baht'000	Six-month period Baht'000
Sales of electricity				
- Electricity Generating Authority of Thailand	3,323,106	6,681,361	-	-

For the three-month and six-month periods ended 30 June 2003

	Consolidated		Company	
	Three-month period Baht'000	Six-month period Baht'000	Three-month period Baht'000	Six-month period Baht'000
Sales of electricity				
- Electricity Generating Authority of Thailand	3,308,373	6,601,619	-	-

The sales of electricity are calculated based on a "Cost plus basis".

16 Related party transactions (Continued)

(a) Sales of electricity (Continued)

The sales of electricity include the compensation amounts from exchange rate effects of approximately Baht 260 million and Baht 502 million for the three-month and six-month periods ended 30 June 2004, respectively (for the three-month and six-month periods ended 30 June 2003 amounted of Baht 278 million and Baht 560 million, respectively).

(b) Service income and major maintenance expenses

For the three-month and six-month periods ended 30 June 2004

	Consolidated		Company	
	Three-month period Baht'000	Six-month period Baht'000	Three-month period Baht'000	Six-month period Baht'000
Service income				
- Electricity Generating Authority of Thailand	3,199	20,525	-	-
Major maintenance expenses				
- Electricity Generating Authority of Thailand	60,415	140,704	-	-

For the three-month and six-month periods ended 30 June 2003

	Consolidated		Company	
	Three-month period Baht'000	Six-month period Baht'000	Three-month period Baht'000	Six-month period Baht'000
Service income				
- Electricity Generating Authority of Thailand	6,895	12,552	-	-
Major maintenance expenses				
- Electricity Generating Authority of Thailand	23,152	56,128	-	-

The service income and major maintenance expenses are calculated based on "Cost plus basis".

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16 Related party transactions (Continued)

(c) Trade receivable from and trade payable to a related party

As at	Consolidated		Company	
	30 June 2004 Baht'000	31 December 2003 Baht'000	30 June 2004 Baht'000	31 December 2003 Baht'000
Trade receivable from a related party				
- Electricity Generating Authority of Thailand	2,400,900	1,331,680	-	-
Outstanding trade receivable as at 30 June 2004 and 31 December 2003 can be analysed as follow:				
Up to 3 months	2,394,160	1,329,427	-	-
3 – 6 months	-	1,048	-	-
6 – 12 months	5,534	299	-	-
Over 12 months	1,206	906	-	-
	<u>2,400,900</u>	<u>1,331,680</u>	<u>-</u>	<u>-</u>
Trade payable to a related party				
- Electricity Generating Authority of Thailand	25,435	75,567	-	-

(d) Amounts due from and amounts due to related parties

As at	Consolidated		Company	
	30 June 2004 Baht'000	31 December 2003 Baht'000	30 June 2004 Baht'000	31 December 2003 Baht'000
<u>Amounts due from related parties</u>				
<u>Shareholder</u>				
- Electricity Generating Authority of Thailand	6,019	1,512	2,604	1,511
<u>Subsidiaries</u>				
- Rayong Electricity Generating Co., Ltd.	-	-	8,353	9,844
- Khanom Electricity Generating Co., Ltd.	-	6,202	4,264	9,970
- EGCO Engineering and Service Co.,Ltd.	-	9,348	1,517	8,377
- Egcom Tara Co., Ltd.	-	-	324	629
- Thai LNG Power Co., Ltd.	-	-	358	-
- TLP Cogeneration Co., Ltd	-	-	2,396	4,859
- EGCO Green Energy Co., Ltd.	-	-	329	-
- Roi-Et Green Co., Ltd	-	-	2,155	2,470
<u>Joint ventures</u>				
- EGCO Joint Venture and Development Co., Ltd.	241	18,567	482	1,032
- Conal Holdings Corporation.	5,867	10,176	-	-
- Amata Power-ESCO Service Co.,Ltd.	1,838	-	-	-
<u>Associate</u>				
- Amata-EGCO Power Co., Ltd.	2,193	11,117	-	11,117
Others	-	-	-	457
	<u>16,158</u>	<u>56,922</u>	<u>22,782</u>	<u>50,266</u>

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16 Related party transactions (Continued)

(d) Amounts due from and amounts due to related parties (Continued)

As at	Consolidated		Company	
	30 June 2004 Baht'000	31 December 2003 Baht'000	30 June 2004 Baht'000	31 December 2003 Baht'000
<u>Amounts due to related parties</u>				
<u>Shareholder</u>				
- Electricity Generating Authority of Thailand	5,665	-	-	-
<u>Subsidiaries</u>				
- Rayong Electricity Generating Co., Ltd.	-	-	8	38
- Khanom Electricity Generating Co., Ltd.	-	-	52	-
- Agro Energy Co., Ltd.	3,619	-	-	-
<u>Joint ventures</u>				
- EGCO Joint Venture and Development Co., Ltd.	-	1,447	-	-
- Conal Holdings Corporation	17,033	15,262	-	-
- Amata Power-ESCO Service Co.,Ltd.	464	-	-	-
<u>Associate</u>				
- Amata-EGCO Power Co., Ltd.	669	-	-	-
Others	2,539	-	-	-
	<u>29,989</u>	<u>16,709</u>	<u>60</u>	<u>38</u>

(e) Loans to related parties

As at	Consolidated		Company	
	30 June 2004 Baht'000	31 December 2003 Baht'000	30 June 2004 Baht'000	31 December 2003 Baht'000
<u>Associate</u>				
- Amata-EGCO Power Co., Ltd.	32,490	32,490	32,490	32,490
<u>Joint ventures</u>				
- Gulf Electric Public Company Limited				
- Current portion of long-term loan	75,000	-	100,000	-
- Long-term loan, net	262,500	-	350,000	-
	<u>337,500</u>	<u>-</u>	<u>450,000</u>	<u>-</u>
- Nam Theun 2 Power Company Limited	248,516	-	248,516	-
	<u>618,506</u>	<u>32,490</u>	<u>731,006</u>	<u>32,490</u>

The loan to Amata-EGCO Power Company Limited is a long-term loan which was given on commercial terms and conditions. The repayment of principal and interest of these loans is restricted until certain conditions specified in the loan agreements, such as a required amount of cash reserves, are met.

The Company has entered into a Credit Facility Agreement with Gulf Electric Public Company Limited (GEC), dated 24 February 2004, to provide a term loan in an amount of Baht 450 million to GEC for the prepayment of long-term loan with a local commercial bank. The repayment terms and other conditions under the new Credit Facility Agreement are not different from the original agreement.

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16 Related party transactions (Continued)

(e) Loans to related parties (Continued)

The Company has also entered into a Sponsors Loan Agreement with Nam Theun 2 Power Company Limited (NTPC), dated 19 December 2003 to provide a sponsor loan for the Nam Theun 2 Hydroelectric project in the total amount of US Dollars 24 million. The sponsor loan bears interest at LIBOR plus a certain margin. The repayment date of such loan together with interest is the earlier of 24 months from the signing date of this agreement and the date when the proceeds of the first drawdown, and the issuance of a notice declaring the outstanding loans made by non-defaulting shareholders. As at 30 June 2004, the Company has provided the loan to NTPC in an amount of US Dollars 6 million.

(f) Investments in debentures issued by a subsidiary and the Company's debentures held by subsidiaries and related interests

As at	Consolidated		Company	
	30 June 2004 Baht'000	31 December 2003 Baht'000	30 June 2004 Baht'000	31 December 2003 Baht'000
Investment in debentures				
- Khanom Electricity Generating Co., Ltd.	-	-	49,532	53,197
Interest receivable				
- Khanom Electricity Generating Co., Ltd.	-	-	345	477
The Company's debentures held by				
- Rayong Electricity Generating Co., Ltd.	-	-	7,141	14,007
- Khanom Electricity Generating Co., Ltd.	-	-	65,639	128,120
Interest payable				
- Rayong Electricity Generating Co., Ltd.	-	-	111	221
- Khanom Electricity Generating Co., Ltd.	-	-	487	1,782

For the three-month and six-month periods ended 30 June 2004

	Consolidated		Company	
	Three-month period Baht'000	Six-month period Baht'000	Three-month period Baht'000	Six-month period Baht'000
Interest income				
- Khanom Electricity Generating Co., Ltd.	-	-	2,305	4,717
Interest expenses				
- Rayong Electricity Generating Co., Ltd.	-	-	172	451
- Khanom Electricity Generating Co., Ltd.	-	-	953	3,238
	-	-	1,125	3,689

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16 Related party transactions (Continued)

(f) Investments in debentures issued by a subsidiary and the Company's debentures held by subsidiaries and related interests (Continued)

For the three-month and six-month periods ended 30 June 2003

	<u>Consolidated</u>		<u>Company</u>	
	<u>Three-month period Baht'000</u>	<u>Six-month period Baht'000</u>	<u>Three-month period Baht'000</u>	<u>Six-month period Baht'000</u>
Interest income				
- Khanom Electricity Generating Co., Ltd.	-	-	2,599	5,190
Interest expenses				
- Rayong Electricity Generating Co., Ltd.	-	-	227	878
- Khanom Electricity Generating Co., Ltd.	-	-	3,540	7,802
	<u>-</u>	<u>-</u>	<u>3,767</u>	<u>8,680</u>