

JASMINE INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS

AS AT 31 DECEMBER 2003 AND 2002

(Unit : Baht)

	Note	Consolidated		The Company Only	
		2003	2002	2003	2002
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents		2,427,339,048	1,262,464,529	951,632,540	49,288,588
Current investments - deposits with financial institutions	5	713,717,545	680,624,103	11,581,239	3,706,369
Short-term investment	6	17,169,700	10,270,000	-	-
Accounts receivable - trade					
Related parties	7, 8	79,977,775	88,810,385	66,256,550	72,718,744
Others		1,425,644,029	939,634,143	230,861,160	116,336,850
Total accounts receivable - trade		1,505,621,804	1,028,444,528	297,117,710	189,055,594
Less : Allowance for doubtful accounts		(86,050,090)	(91,930,566)	(66,256,550)	(72,215,844)
Total accounts receivable - trade, net		1,419,571,714	936,513,962	230,861,160	116,839,750
Short-term loans and advances to related parties	8	1,158,472	8,448	410,098,389	1,868,744,242
Inventories - net	9	181,997,559	177,300,939	-	2,215
Other current assets					
Prepaid project costs		35,921,506	134,792,567	13,099,590	96,321,936
Unbilled receivable		62,548,315	58,105,186	2,414,768	8,506,408
Others		262,954,866	325,942,602	68,221,846	64,137,346
Total other current assets		361,424,687	518,840,355	83,736,204	168,965,690
TOTAL CURRENT ASSETS		5,122,378,725	3,586,022,336	1,687,909,532	2,207,546,854
NON-CURRENT ASSETS					
Deposit with financial institutions	10	1,063,188,646	924,476,165	76,304,527	47,507,618
Investments accounted for under equity method	11	4,774,791,588	4,520,651,405	6,996,168,583	5,259,747,429
Investments in other companies	12	91,869,209	227,689,378	33,736,893	15,798,177
Property, plant and equipment - Net	13	1,738,047,131	2,425,083,330	4,446,107	56,048,170
Leasehold right - net	14	340,061,250	353,894,250	340,061,250	353,894,250
Other non-current assets					
Advance for investment projects - net	15	49,739,916	33,163,249	49,739,916	33,163,249
Advance payments for service	16	-	-	-	-
Deferred project cost - net	17	2,867,758,322	3,286,301,130	-	-
Excess of cost of investments over net book value of the subsidiary companies - net		115,723,120	92,083,656	-	-
Others		39,209,300	29,181,431	4,184,003	4,729,239
Total other non-current assets		3,072,430,658	3,440,729,466	53,923,919	37,892,488
TOTAL NON-CURRENT ASSETS		11,080,388,482	11,892,523,994	7,504,641,279	5,770,888,132
TOTAL ASSETS		16,202,767,207	15,478,546,330	9,192,550,811	7,978,434,986

The accompanying notes are an integral part of the financial statements.

JASMINE INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS (Continued)

AS AT 31 DECEMBER 2003 AND 2002

(Unit : Baht)

	Note	Consolidated		The Company Only	
		2003	2002	2003	2002
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Bank overdrafts and loans from financial institutions	18	429,175,028	209,971,615	106,295,651	101,186,814
Accounts payable - trade					
Related parties	8	47,866,166	134,067,405	-	3,154,164
Others		750,378,125	527,896,178	44,672,011	29,665,261
Total accounts payable - trade		798,244,291	661,963,583	44,672,011	32,819,425
Debt under rehabilitation plants	4,19	15,001,363	-	-	-
Current portion of long-term liabilities	20	1,548,314,344	1,452,434,040	-	77,052
Current portion of long-term debt under rehabilitation plans					
Related parties	4,8	-	-	22,957,027	-
others	4, 21	140,059,140	3,171,981,709	140,059,140	2,143,866,035
Total current portion of long-term debt under rehabilitation plans		140,059,140	3,171,981,709	163,016,167	2,143,866,035
Short-term loans and advances from related parties	8	12,884,531	16,916,855	10,143,986	311,080,722
Other current liabilities					
Advances received from customers		141,975,201	188,590,599	46,911,789	82,886,254
Corporate income tax payable		109,998,813	56,987,432	-	-
Accrued project costs		56,194,693	49,556,706	1,715,040	7,852,338
Accrued penalty from cancelled currency swap agreement	4,20	-	232,897,901	-	30,095,534
Accrued expenses		255,050,117	586,050,941	7,875,805	318,551,430
Others		207,998,840	150,564,800	48,437,711	34,360,447
Total other current liabilities		771,217,664	1,264,648,379	104,940,345	473,746,003
TOTAL CURRENT LIABILITIES		3,714,896,361	6,777,916,181	429,068,160	3,062,776,051
NON-CURRENT LIABILITIES					
Long-term loan from related party	4,8	-	-	-	769,234,554
Long-term liabilities - net of current portion	20	4,373,264,750	6,275,294,985	-	-
Long-term debt under rehabilitation plans - net of current portion					
Related parties	4,8	-	-	800,831,228	-
Others	4, 21	2,676,180,380	2,903,968,891	2,676,180,380	4,756,906,688
Total long-term debt under rehabilitation plans - net of current portion		2,676,180,380	2,903,968,891	3,477,011,608	4,756,906,688
Other non-current liabilities		8,418,709	13,832,524	9,355,337	9,514,485
TOTAL NON-CURRENT LIABILITIES		7,057,863,839	9,193,096,400	3,486,366,945	5,535,655,727
TOTAL LIABILITIES		10,772,760,200	15,971,012,581	3,915,435,105	8,598,431,778

The accompanying notes are an integral part of the financial statements.

JASMINE INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

BALANCE SHEETS (Continued)

AS AT 31 DECEMBER 2003 AND 2002

(Unit : Baht)

	Note	Consolidated		The Company Only	
		2003	2002	2003	2002
SHAREHOLDERS' EQUITY					
Share capital					
Authorized share capital					
15,685,673,420 ordinary shares of Baht 1 each (2002 : 1,267,200,000 ordinary shares of Baht 10 each)	22, 24	15,685,673,420	12,672,000,000	15,685,673,420	12,672,000,000
Issued and fully paid					
6,797,627,730 ordinary shares of Baht 1 each (2002 : 474,551,428 ordinary shares of Baht 10 each)	22, 24	6,797,627,730	4,745,514,280	6,797,627,730	4,745,514,280
Warrants	23	10,999,742	25,735,874	10,999,742	25,735,874
Premium (discount) on common stocks	24	-848,939,986	3,838,693,381	-848,939,986	3,838,693,381
Company's shares held by subsidiaries	25	-188,762,990	-600,000,000	-188,762,990	-600,000,000
Capital surplus from share premium of a subsidiary company		332,369,133	332,369,133	332,369,133	332,369,133
Translation adjustments		2,832,225	-1,974,312	2,832,225	-1,974,312
Unrealised gain on change in value of the investments in available-for-sale securities		87,087,090	37,538,674	87,087,090	37,538,674
Retained earnings					
Appropriated - statutory reserve	26	-	318,356,542	-	145,877,618
Unappropriated (deficit)		-916,097,238	-9,316,230,364	-916,097,238	-9,143,751,440
Equity attributable to company's shareholders (capital deficit)		5,277,115,706	-619,996,792	5,277,115,706	-619,996,792
Minority interest - equity attributable to minority shareholders of subsidiaries		152,891,301	127,530,541	-	-
TOTAL SHAREHOLDERS' EQUITY (CAPITAL DEFICIT)		5,430,007,007	-492,466,251	5,277,115,706	-619,996,792
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		16,202,767,207	15,478,546,330	9,192,550,811	7,978,434,986
		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

The accompanying notes are an integral part of the financial statements.

DIRECTORS

JASMINE INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
EARNINGS STATEMENTS
FOR THE YEARS ENDED 31 DECEMBER 2003 AND 2002
(Unit : Baht)

	Note	Consolidated		The Company Only	
		2003	2002	2003	2002
REVENUES					
Sales and service income		5,795,840,696	4,672,301,816	411,269,732	97,019,387
Other income					
Management income		1,200,000	-	179,700,000	284,420,000
Interest income		25,317,684	35,676,122	55,435,276	75,936,910
Share of profit from investments accounted for under equity method		255,628,604	135,264,161	1,242,734,136	-
Gain on transfer of assets in settlement of debts	4	184,578,170	-	28,308,106	-
Exchange gains		692,757,951	-	141,258,886	-
Surplus arising from subsidiaries' investment in debt securities	27	-	1,593,199,934	-	-
Others		121,549,795	92,755,085	75,443,093	22,237,001
Total other income		1,281,032,204	1,856,895,302	1,722,879,497	382,593,911
TOTAL REVENUES		7,076,872,900	6,529,197,118	2,134,149,229	479,613,298
EXPENSES					
Cost of sales and service		3,353,314,355	2,689,899,028	364,248,430	87,757,812
Selling, servicing and administrative expenses		584,357,188	594,046,363	161,281,907	131,799,891
Directors' remuneration	28	5,905,000	7,096,500	4,140,000	5,190,000
Loss on debt restructuring with a subsidiary	4	-	-	1,591,948,029	-
Loss from translation of foreign currency loans and penalty due to cancellation of currency swap agreement	20	-	2,107,989,127	-	272,398,583
Exchange losses		-	71,763,233	-	168,496,042
Provision for loss on impairment of assets	29	438,076,328	1,350,342,946	150,000	-
Allowance for doubtful debts		-	64,173,319	-	-
Share of loss from investments accounted for under equity method		-	-	-	1,058,321,223
TOTAL EXPENSES		4,381,652,871	6,885,310,516	2,121,768,366	1,723,963,551
EARNINGS (LOSS) BEFORE INTEREST EXPENSES AND INCOME TAX		2,695,220,029	(356,113,398)	12,380,863	(1,244,350,253)
INTEREST EXPENSES		(855,666,678)	(1,118,264,975)	(231,022,264)	(373,918,336)
CORPORATE INCOME TAX	30	(245,980,402)	(142,572,260)	-	-
WITHHOLDING TAX WRITE-OFF		(4,747,688)	(30,765,543)	-	-
EARNINGS (LOSS) BEFORE MINORITY INTEREST		1,588,825,261	(1,647,716,176)	(218,641,401)	(1,618,268,589)
MINORITY INTEREST		233,576,577	29,447,587	-	-
EARNINGS (LOSS) FROM ORDINARY ACTIVITIES		1,822,401,838	(1,618,268,589)	(218,641,401)	(1,618,268,589)
EXTRAORDINARY ITEM - gain on debt restructuring	4	2,421,255,155	-	4,462,298,394	-
NET EARNINGS (LOSS) FOR THE YEAR		4,243,656,993	-1,618,268,589	4,243,656,993	-1,618,268,589
BASIC EARNINGS PER SHARE (BAHT)					
Earnings (loss) from ordinary activities	31	0.40	-0.39	-0.05	-0.39
Extraordinary item		0.54	-	0.99	-
Net earnings (loss)		<u>0.94</u>	<u>-0.39</u>	<u>0.94</u>	<u>-0.39</u>
DILUTED EARNINGS PER SHARE (BAHT)					
Earnings (loss) from ordinary activities	31	0.31	-0.39	-0.04	-0.39
Extraordinary item		0.41	-	0.76	-
Net earnings (loss)		<u>0.72</u>	<u>-0.39</u>	<u>0.72</u>	<u>-0.39</u>
Weighted average number of ordinary shares		4,524,677,071 shares	145,483,870 shares	524,677,071 shares	145,483,870 shares

The accompanying notes are an integral part of the financial statements.

JASMINE INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED 31 DECEMBER 2003 AND 2002
(Unit : Baht)

	Consolidated		The Company Only	
	2003	2002	2003	2002
Cash flows from (used in) operating activities :				
Net earnings (loss)	4,243,656,993	(1,618,268,589)	4,243,656,993	(1,618,268,589)
Adjustments to reconcile net earnings (loss) to net cash provided by (used in) operating activities :				
Gain on transfer of assets in settlement of debts	(184,578,170)	-	(28,308,106)	-
Loss on debt restructuring with a subsidiary	-	-	1,591,948,029	-
Profit attributed to minority interest	(233,576,577)	(29,447,587)	-	-
Share of loss (profit) from investments accounted for under equity method	(255,628,604)	(135,264,161)	(1,242,734,136)	1,058,321,223
Surplus arising from subsidiaries' investment in debt securities	-	(1,593,199,934)	-	-
Loss (gain) from sale of investment in associated companies	(3,419,179)	-	-	21,748,875
Gain on transfer of shares to settle debt	-	(6,894,829)	-	-
Loss from translation of foreign currency loans and penalty due to cancellation of currency swap agreement	-	2,107,989,127	-	272,398,583
Unrealised exchange loss (gain)	(529,879,672)	57,544,921	(71,899,542)	169,139,000
Unrealised gains on trading securities	(1,899,000)	-	-	-
Provision for damaged or obsolete inventories	1,008,440	37,561,500	-	-
Provision for loss on impairment of assets	438,076,328	1,350,342,946	150,000	-
Provision for doubtful debt	-	64,173,319	-	-
Withholding tax write-off	4,747,688	30,765,543	-	-
Gain on disposal of property, plant and equipment	(6,724,413)	(1,360,418)	(388,013)	(1,019,314)
Depreciation and amortisation	1,042,320,724	1,054,480,626	22,774,210	25,692,100
Penalty for default of computer installment service contract	-	49,056,552	-	-
	<u>4,514,104,558</u>	<u>1,367,479,016</u>	<u>4,515,199,435</u>	<u>(71,988,122)</u>
(Increase) decrease in operating assets				
Accounts receivable - trade	(481,952,555)	(181,341,995)	(114,021,410)	(94,060,266)
Advances to related parties	(1,150,024)	3,050,829	4,395,997	(216,072,533)
Inventories	(17,312,743)	9,355,496	2,215	3,365,713
Prepaid project costs	98,871,061	(12,330,586)	83,222,346	15,967,983
Unbilled receivable	(4,443,129)	13,673,963	6,091,640	50,177,829
Other current assets	55,539,608	3,831,834	(7,112,379)	(4,957,015)
Other non-current assets	(10,027,869)	(14,027,092)	545,236	181,849
Increase (decrease) in operating liabilities				
Accounts payable - trade	125,786,117	189,579,904	13,160,746	(18,055,370)
Advances received from related parties	(4,032,324)	(9,786,089)	56,193,461	69,450,626
Advances received from customers	(46,615,398)	58,235,688	(35,974,465)	(10,289,503)
Corporate income tax payable	53,011,381	5,134,890	-	-
Accrued project costs	6,637,987	3,708,633	(6,137,298)	6,335,155
Accrued expenses	25,329,536	266,977,452	95,555,940	213,670,011
Other current liabilities	53,688,200	(18,797,043)	14,077,264	9,067,467
Other non-current liabilities	(5,413,815)	(11,023,625)	(159,148)	-
Net cash provided by (use in) operating activities before extraordinary item	4,362,020,591	1,673,721,275	4,625,039,580	(47,206,176)
Extraordinary item-gain on debt restructuring	(2,421,255,155)	-	(4,462,298,394)	-
Net cash provided by (use in) operating activities	<u>1,940,765,436</u>	<u>1,673,721,275</u>	<u>162,741,186</u>	<u>(47,206,176)</u>

The accompanying notes are an integral part of the financial statements.

JASMINE INTERNATIONAL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CASH FLOWS (Continued)
FOR THE YEARS ENDED 31 DECEMBER 2003 AND 2002
(Unit : Baht)

	Consolidated		The Company Only	
	2003	2002	2003	2002
Cash flows from (used in) investing activities :				
Decrease (increase) in current investments	(40,532,631)	(9,547,041)	(7,874,870)	21,290,367
Increase in short-term investment	(5,000,700)	-	-	-
Increase in short-term loans to related parties	-	-	-	(9,774,138)
Increase in investments accounted for under equity method	(242,400)	-	(242,400)	(100,000)
Increase in long-term deposits with financial institutions	(209,026,224)	(126,209,476)	(28,796,908)	(40,060,168)
Dividend received	-	-	-	30,000,000
Proceeds from disposal of investment in associated companies	5,600,000	-	-	-
Proceeds from disposal of fixed assets	16,312,367	12,981,582	415,212	7,714,323
Purchases of property, plant and equipment	(277,376,877)	(193,633,184)	(658,241)	(971,871)
Increase in advance for investment projects-net	(16,576,667)	-	(16,576,667)	-
Increase in deferred project costs	-	(2,534,186)	-	-
Net cash provided by (used in) investing activities	(526,843,132)	(318,942,305)	(53,733,874)	8,098,513
Cash flows from (used in) financing activities :				
Increase in bank overdrafts and loans from financial institutions	219,203,413	84,251,195	5,108,837	55,480,519
Increase in short-term loans from related parties	-	-	-	66,104,039
Decrease in long-term lease payable from related party	-	(56,276,726)	-	(56,276,726)
Decrease in long-term loans from related party	-	-	(100,828,803)	(21,618,554)
Decrease in long-term liabilities	(1,421,521,277)	(2,050,581,000)	(59,406,936)	(34,018,289)
Cash received from warrant exercise	948,463,542	75,001	948,463,542	75,001
Net cash provided by (used in) financing activities	(253,854,322)	(2,022,531,530)	793,336,640	9,745,990
Increase in translation adjustment	4,806,537	1,222,363	-	-
Net increase (decrease) in cash and cash equivalents	1,164,874,519	(666,530,197)	902,343,952	(29,361,673)
Cash and cash equivalents at beginning of year	1,262,464,529	1,928,994,726	49,288,588	78,650,261
Cash and cash equivalents at end of year	2,427,339,048	1,262,464,529	951,632,540	49,288,588
	(0)	(0)	-	-
Supplemental cash flows information :				
Cash paid during the year for :				
Corporate income tax	243,681,308	173,533,383	10,996,088	6,425,035
Interest expenses	705,028,547	842,815,735	8,828,333	62,770,431

Supplemental disclosure on non-cash transactions :-

During August 2003, the Company repaid its debts, amounting to approximately Baht 50 million, outstanding to a subsidiary company in the form of 18.9 million ordinary shares of TT&T Public Company Limited.

During August 2002, the Company repaid its debts, amounting to approximately Baht 50 million, outstanding to a subsidiary company in the form of 18.9 million ordinary shares of TT&T Public Company Limited.

During December 2002, a subsidiary company agreed to pay to TT&T Public Company Limited a deposit, damages and the disputed portion of cash received under a contract, in relation to delivery in accordance with a contract to install a computer system for 1.5 million telephone line project, amounting to approximately Baht 87.6 million, in the form of 18 million ordinary shares of TT&T Public Company Limited.

The accompanying notes are an integral part of the financial statements.