

TRUE MOVE COMPANY LIMITED

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

30 JUNE 2008

AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

To the Shareholders and the Board of Directors of True Move Company Limited

I have reviewed the accompanying consolidated and company balance sheets of True Move Company Limited and its subsidiaries and of True Move Company Limited as at 30 June 2008, and the related consolidated and company statements of income for the three-month and six-month periods ended 30 June 2008 and 2007, changes in shareholders' equity, and cash flows for the six-month periods ended 30 June 2008 and 2007. The Company's management is responsible for the correctness and completeness of information in these financial statements. My responsibility is to issue a report on these interim 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 the reviews to obtain moderate assurance as to whether the interim 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 financial statements referred to above are not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

Without qualifying my review report, I draw attention to Note 21 to the interim financial statements. There are uncertainties in respect of significant outstanding lawsuits and commercial disputes in relation to access charge. The ultimate outcome of such lawsuits and commercial disputes cannot presently be determined and no provision for any liability that may result has been made in the financial statements.

I have audited the consolidated and company financial statements for the year ended 31 December 2007 of True Move Company Limited and its subsidiaries and of True Move Company Limited in accordance with generally accepted auditing standards and expressed an unqualified opinion on those statements in my report dated 28 February 2008. As discussed in Note 3 to the interim financial statements, the Company has changed its accounting policy in respect of the treatment of concession minimum payment, which is in accordance with the new Thai Accounting Standard which effective on 1 January 2008. The Company has applied retrospective adjustments. Therefore, the consolidated and company balance sheet as at 31 December 2007, as part of the consolidated and company financial statements which I have audited and issued a report thereon as stated above, and the interim company financial statements for the three-month and six-month periods ended 30 June 2007, presented for comparative purposes, are restated.



Pisit Thangtanagul
Certified Public Accountant (Thailand) No. 4095
PricewaterhouseCoopers ABAS Limited

Bangkok
13 August 2008

True Move Company Limited

Balance sheets

As at 30 June 2008 and 31 December 2007

	Notes	Consolidated		Company	
		(Unaudited) 30 June 2008 Baht	Restated (Audited) 31 December 2007 Baht	(Unaudited) 30 June 2008 Baht	Restated (Audited) 31 December 2007 Baht
Assets					
Current assets					
Cash and cash equivalents		2,666,855,978	2,572,183,052	2,019,975,936	1,924,756,094
Restricted cash		47,823,791	43,658,103	47,823,791	43,658,103
Trade accounts receivable, net (including amounts due from related companies)	5	4,732,928,674	9,119,412,291	5,036,256,606	9,186,809,281
Amounts due from related companies	19	108,047,001	32,584,067	61,842,015	51,449,081
Inventories, net	6	1,178,684,186	1,608,787,337	55,294,590	71,057,158
Claimable value added tax		123,790,993	277,786,285	-	162,790,516
Other current assets	7	873,136,986	859,117,952	838,996,951	816,151,491
Total current assets		9,731,267,609	14,513,529,087	8,060,189,889	12,256,671,724
Non-current assets					
Property, plant and equipment, net	9	36,492,655,009	38,691,712,122	36,234,200,228	38,454,994,317
Intangible assets, net	9	1,536,424,330	1,519,023,727	1,528,892,032	1,511,518,757
Forward contract receivable		648,441,474	387,429,978	648,441,474	387,429,978
Other assets	10	682,038,862	398,175,982	598,339,986	336,075,873
Total non-current assets		39,359,559,675	40,996,341,809	39,009,873,720	40,690,018,925
Total assets		49,090,827,284	55,509,870,896	47,070,063,609	52,946,690,649

Director _____ Director _____

The notes on pages 9 to 25 form integral part of these interim financial statements.

True Move Company Limited

Balance sheets (Cont'd)

As at 30 June 2008 and 31 December 2007

	Notes	Consolidated		Company	
		(Unaudited)	Restated	(Unaudited)	Restated
		30 June	31 December	30 June	31 December
		2008	2007	2008	2007
		Baht	Baht	Baht	Baht
Liabilities and shareholders' equity					
Current liabilities					
Trade accounts and notes payable (including amounts due to related companies)	11	7,529,448,790	14,731,806,606	5,684,570,053	12,361,997,915
Other accounts payable		445,118,307	630,877,249	368,323,564	568,840,899
Current portion of long-term borrowings	13	1,535,433,834	1,359,537,394	1,535,433,834	1,359,537,394
Amounts due to related companies	19	39,201,290	144,614,672	103,092,492	96,101,908
Accrued expenses		1,629,982,816	1,306,403,782	1,515,595,554	1,272,444,101
Accrued regulatory cost		4,534,019,905	2,141,000,601	4,534,019,905	2,141,000,601
Unearned service income		142,807,612	327,819,998	142,807,612	327,819,998
Forward contract payable		858,507,268	914,299,754	858,507,268	914,299,754
Liability under concession agreement	12	200,562,758	91,991,956	200,562,758	91,991,956
Other current liabilities		185,718,750	393,312,738	137,125,367	344,450,677
Total current liabilities		17,100,801,330	22,041,664,750	15,080,038,407	19,478,485,203
Non-current liabilities					
Notes payable	11	-	89,538,528	-	89,538,528
Long-term borrowings	13	26,264,675,538	27,147,185,419	26,264,675,538	27,147,185,419
Forward contract payable		2,091,863,710	2,495,078,359	2,091,863,710	2,495,078,359
Liability under concession agreement	12	2,407,136,319	2,560,425,341	2,407,136,319	2,560,425,341
Total non-current liabilities		30,763,675,567	32,292,227,647	30,763,675,567	32,292,227,647
Total liabilities		47,864,476,897	54,333,892,397	45,843,713,974	51,770,712,850
Shareholders' equity					
Share capital					
Authorised share capital		33,600,206,930	33,600,167,640	33,600,206,930	33,600,167,640
Issued and paid-up share capital		33,600,206,930	33,600,167,640	33,600,206,930	33,600,167,640
Premium on share capital		1,858,400,000	1,858,400,000	1,858,400,000	1,858,400,000
Deficits		(34,232,257,295)	(34,282,589,841)	(34,232,257,295)	(34,282,589,841)
Total parent's shareholders' equity		1,226,349,635	1,175,977,799	1,226,349,635	1,175,977,799
Minority interest		752	700	-	-
Total shareholders' equity	4	1,226,350,387	1,175,978,499	1,226,349,635	1,175,977,799
Total liabilities and shareholders' equity		49,090,827,284	55,509,870,896	47,070,063,609	52,946,690,649

The notes on pages 9 to 25 form integral part of these interim financial statements.

True Move Company Limited
Statements of income (loss) (Unaudited)
For the three-month periods ended 30 June 2008 and 2007

	Notes	Consolidated		Company	
		30 June 2008 Baht	Restated 30 June 2007 Baht	30 June 2008 Baht	Restated 30 June 2007 Baht
Revenues from mobile phone and other services		7,584,356,968	8,735,604,751	7,365,268,134	8,572,612,610
Revenues from product sales		151,292,437	201,533,597	75,244,197	112,457,190
Total revenues		7,735,649,405	8,937,138,348	7,440,512,331	8,685,069,800
Cost of providing services		6,064,167,923	7,039,232,102	5,851,912,243	6,911,167,921
Cost of sales		125,084,523	152,288,119	60,065,163	87,116,840
Total costs		6,189,252,446	7,191,520,221	5,911,977,406	6,998,284,761
Gross profit		1,546,396,959	1,745,618,127	1,528,534,925	1,686,785,039
Selling and administrative expenses		1,539,084,294	1,386,380,480	1,515,852,823	1,319,581,591
Operating profit	17	7,312,665	359,237,647	12,682,102	367,203,448
Other income		16,241,173	22,819,779	10,885,732	15,230,384
Other expenses		(15,818,285)	-	(15,818,285)	-
Profit before financial costs and income tax		7,735,553	382,057,426	7,749,549	382,433,832
Financial costs, net	15	1,856,845,260	(1,458,133,199)	1,856,831,264	(1,458,509,605)
Profit (loss) before income tax		1,864,580,813	(1,076,075,773)	1,864,580,813	(1,076,075,773)
Income tax	18	-	-	-	-
Net profit (loss) for the period		1,864,580,813	(1,076,075,773)	1,864,580,813	(1,076,075,773)
Attributable to:					
Shareholders of the parent		1,864,580,813	(1,076,075,773)	1,864,580,813	(1,076,075,773)
Minority Interest		-	-	-	-
		1,864,580,813	(1,076,075,773)	1,864,580,813	(1,076,075,773)
Basic earnings (loss) per share	16				
Net profit (loss) for the period		0.55	(0.35)	0.55	(0.35)

The notes on pages 9 to 25 form integral part of these interim financial statements.

True Move Company Limited
Statements of income (loss) (Unaudited)
For the six-month periods ended 30 June 2008 and 2007

	Notes	Consolidated		Company	
		30 June 2008 Baht	Restated 30 June 2007 Baht	30 June 2008 Baht	Restated 30 June 2007 Baht
Revenues from mobile phone and other services		15,908,929,440	15,683,111,427	15,469,116,409	15,378,452,907
Revenues from product sales		339,272,495	489,716,810	170,839,016	316,515,090
Total revenues		16,248,201,935	16,172,828,237	15,639,955,425	15,694,967,997
Cost of providing services		12,424,362,225	12,275,574,355	12,033,309,114	12,032,037,333
Cost of sales		290,659,641	350,112,441	136,403,748	241,114,275
Total costs		12,715,021,866	12,625,686,796	12,169,712,862	12,273,151,608
Gross profit		3,533,180,069	3,547,141,441	3,470,242,563	3,421,816,389
Selling and administrative expenses		2,945,751,482	2,750,920,311	2,872,669,240	2,608,750,987
Operating profit	17	587,428,587	796,221,130	597,573,323	813,065,402
Other income		119,019,751	45,128,133	109,401,599	29,287,230
Other expenses		(15,818,285)	-	(15,818,285)	-
Profit before financial costs and income tax		690,630,053	841,349,263	691,156,637	842,352,632
Financial costs, net	15	(640,297,507)	(2,946,906,200)	(640,824,091)	(2,947,909,569)
Profit (loss) before income tax		50,332,546	(2,105,556,937)	50,332,546	(2,105,556,937)
Income tax	18	-	-	-	-
Net profit (loss) for the period		50,332,546	(2,105,556,937)	50,332,546	(2,105,556,937)
Attributable to:					
Shareholders of the parent		50,332,546	(2,105,556,937)	50,332,546	(2,105,556,937)
Minority Interest		-	-	-	-
		50,332,546	(2,105,556,937)	50,332,546	(2,105,556,937)
Basic earnings (loss) per share	16				
Net profit (loss) for the period		0.01	(0.69)	0.01	(0.69)

The notes on pages 9 to 25 form integral part of these interim financial statements.

True Move Company Limited
Statements of changes in shareholders' equity (deficit) (Unaudited)
For the six-month periods ended 30 June 2008 and 2007

	Consolidated				
	Issued and fully paid-up share capital Baht	Premium on share capital Baht	Deficit Baht	Minority interest Baht	Total Baht
Opening balance as at 1 January 2008					
As previously reported	33,600,167,640	1,858,400,000	(32,121,425,082)	700	3,337,143,258
Prior year adjustment (Note 3)	-	-	(2,161,164,759)	-	(2,161,164,759)
As restated	33,600,167,640	1,858,400,000	(34,282,589,841)	700	1,175,978,499
Additional shares (Note 14)	39,290	-	-	-	39,290
Additional investment in subsidiary	-	-	-	52	52
Net profit for the period	-	-	50,332,546	-	50,332,546
Closing balance as at 30 June 2008	33,600,206,930	1,858,400,000	(34,232,257,295)	752	1,226,350,387
Opening balance as at 1 January 2007					
As previously reported	30,600,153,320	1,858,400,000	(30,545,858,532)	700	1,912,695,488
Prior year adjustment	-	-	(2,129,518,351)	-	(2,129,518,351)
As restated	30,600,153,320	1,858,400,000	(32,675,376,883)	700	(216,822,863)
Net loss for the period	-	-	(2,105,556,937)	-	(2,105,556,937)
Closing balance as at 30 June 2007	30,600,153,320	1,858,400,000	(34,780,933,820)	700	(2,322,379,800)

	Company			
	Issued and fully paid-up share capital Baht	Premium on share capital Baht	Deficit Baht	Total Baht
Opening balance as at 1 January 2008				
As previously reported	33,600,167,640	1,858,400,000	(32,121,425,082)	3,337,142,558
Prior year adjustment (Note 3)	-	-	(2,161,164,759)	(2,161,164,759)
As restated	33,600,167,640	1,858,400,000	(34,282,589,841)	1,175,977,799
Additional shares (Note 14)	39,290	-	-	39,290
Net profit for the period	-	-	50,332,546	50,332,546
Closing balance as at 30 June 2008	33,600,206,930	1,858,400,000	(34,232,257,295)	1,226,349,635
Opening balance as at 1 January 2007				
As previously reported	30,600,153,320	1,858,400,000	(30,545,858,532)	1,912,694,788
Prior year adjustment	-	-	(2,129,518,351)	(2,129,518,351)
As restated	30,600,153,320	1,858,400,000	(32,675,376,883)	(216,823,563)
Net loss for the period	-	-	(2,105,556,937)	(2,105,556,937)
Closing balance as at 30 June 2007	30,600,153,320	1,858,400,000	(34,780,933,820)	(2,322,380,500)

The notes on pages 9 to 25 form integral part of these interim financial statements.

True Move Company Limited

Statements of cash flows (Unaudited)

For the six-month periods ended 30 June 2008 and 2007

	Notes	Consolidated		Company	
		30 June 2008 Baht	Restated 30 June 2007 Baht	30 June 2008 Baht	Restated 30 June 2007 Baht
Cash flows from operating activities					
Net profit (loss) for the period		50,332,546	(2,105,556,937)	50,332,546	(2,105,556,937)
Adjustment for :					
Depreciation charges	9	2,175,975,626	2,998,069,227	2,164,363,126	2,983,203,474
Amortisation of debt issuance costs		84,928,663	88,516,744	84,928,663	88,516,744
Amortisation of intangible assets		121,793,350	77,716,499	121,321,479	77,473,150
Amortisation of concession minimum payment		42,717,612	42,717,612	42,717,612	42,717,612
Interest expense on long-term borrowings		1,487,027,910	1,411,106,786	1,487,026,686	1,411,106,786
Interest expense on liability under concession minimum payment	12	145,281,780	148,852,712	145,281,780	148,852,712
Realised gain on exchange rate from forward contracts		(103,629,784)	(32,881,466)	(103,629,784)	(32,881,466)
Realised loss on exchange rate from repayment borrowings		101,858,062	31,795,834	101,858,062	31,795,834
Unrealised net (gain) loss on exchange rate		(782,552,045)	1,443,805,116	(782,847,076)	1,443,843,167
Doubtful accounts		152,211,364	181,509,791	418,129,567	298,542,294
Loss on diminution in value of finished goods	17	32,999,663	30,347,544	5,559,434	2,007,764
Write-off and loss (gain) on disposals of equipment	17	15,151,482	22,776,477	3,745,947	(1,537,275)
Changes in operating assets and liabilities					
- trade accounts receivable		4,244,631,825	(1,800,631,703)	3,742,759,333	(2,215,439,776)
- amounts due from related companies		(75,462,934)	(14,754,050)	(10,392,934)	(7,596,545)
- inventories		397,103,489	482,405,778	10,203,134	45,977,311
- claimable value added tax		153,995,291	65,477,931	162,790,516	70,776,622
- other current assets		55,584,896	(49,425,856)	46,792,045	(56,884,701)
- other assets		(10,925,160)	3,984,011	(8,451,295)	(654,662)
- trade accounts payable		(4,963,275,504)	435,143,621	(4,438,060,818)	1,698,732,850
- other accounts payable		(157,372,196)	7,434,989	(177,234,360)	38,481,277
- amounts due to related companies		(100,842,805)	(75,473,494)	6,990,585	(24,008,457)
- accrued expenses		2,806,872,339	2,079,094,503	2,726,444,757	2,091,597,806
- other current liabilities		(392,595,374)	(399,341,658)	(392,326,695)	(400,254,202)
- liability under concession minimum payment	12	(190,000,000)	(175,000,000)	(190,000,000)	(175,000,000)
Cash generated from operations		5,291,810,096	4,897,690,011	5,218,302,310	5,453,811,382
Less: Interest paid		(1,501,164,776)	(1,595,260,687)	(1,501,163,552)	(1,595,260,687)
Income tax paid		(272,937,720)	(73,441,251)	(253,812,819)	(61,527,260)
Net cash flows from operating activities		3,517,707,600	3,228,988,073	3,463,325,939	3,797,023,435

The notes on pages 9 to 25 form integral part of these interim financial statements.

True Move Company Limited
Statements of cash flows (Unaudited) (Cont'd)
For the six-month periods ended 30 June 2008 and 2007

	Notes	Consolidated		Company	
		30 June 2008 Baht	Restated 30 June 2007 Baht	30 June 2008 Baht	Restated 30 June 2007 Baht
Cash flows from investing activities					
(Increase) decrease in restricted cash		(4,165,688)	10,042,962	(4,165,688)	10,042,962
Purchases of intangible assets	9	(29,268,861)	(42,562,370)	(28,769,662)	(42,402,370)
Purchases of non-network assets		(196,299,786)	(264,134,732)	(141,853,567)	(218,288,966)
Purchases of network equipment		(2,458,560,456)	(2,606,424,744)	(2,458,560,456)	(2,606,424,744)
Proceeds from disposals of equipment		966,322	1,758,564	949,533	1,758,564
Net cash (used in) investing activities		(2,687,328,469)	(2,901,320,320)	(2,632,399,840)	(2,855,314,554)
Cash flows from financing activities					
Proceeds from additional share capital	14	39,290	-	39,290	-
Proceeds from share call up of subsidiary from minority interest		52	-	-	-
Proceeds from short-term borrowings from related company		500,000	-	-	-
Proceeds from short-term borrowings		-	500,000,000	-	500,000,000
Payment of short-term borrowings from related company		(500,000)	-	-	-
Payment of short-term borrowings		-	(200,000,000)	-	(200,000,000)
Payment of long-term borrowings		(735,731,312)	(792,211,720)	(735,731,312)	(792,211,720)
Payment on issue of US Dollar note		(37,560)	(23,912,952)	(37,560)	(23,912,952)
Net cash (used in) financing activities		(735,729,530)	(516,124,672)	(735,729,582)	(516,124,672)
Net increase (decrease) in cash and cash equivalents					
		94,649,601	(188,456,919)	95,196,517	425,584,209
Cash and cash equivalents - opening balance		2,572,183,052	1,585,819,849	1,924,756,094	868,538,961
Effect of exchange rate change on cash		23,325	(1,001,614)	23,325	(1,001,614)
Cash and cash equivalents - closing balance		2,666,855,978	1,396,361,316	2,019,975,936	1,293,121,556

Non-cash transactions

Significant non-cash transactions for the six-month periods ended 30 June 2008 and 2007 comprise:

	Consolidated		Company	
	30 June 2008 Million Baht	30 June 2007 Million Baht	30 June 2008 Million Baht	30 June 2007 Million Baht
Acquisitions of property and equipment which have not been paid	150.34	2,104.88	133.41	2,094.99
Acquisitions of equipment by means of finance leases	-	0.02	-	0.02

The notes on pages 9 to 25 form integral part of these interim financial statements.

1 Basis of preparation

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 under the Accounting Profession Act B.E. 2547. The notes to the interim consolidated and company financial statements are prepared in a condensed format according to Thai Accounting Standard 41, "Interim Financial Reporting".

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 2007.

The following amendments to standards and new standard as published by the Federation of Accounting Professions are mandatory for the Group's accounting periods beginning on or after 1 January 2008.

Revised standards

TAS 25 "Cash Flow Statements"

TAS 29 "Leases"

TAS 31 "Inventories"

TAS 33 "Borrowing Costs"

TAS 35 "Presentation of Financial Statements"

TAS 39 "Accounting Policies, Changes in Accounting Estimates and Errors"

TAS 41 "Interim Financial Reporting"

TAS 43 "Business Combinations"

TAS 49 "Construction Contracts"

New standard

TAS 51 "Intangible Assets"

The revised standards do not result in substantial effect to the Group's financial statements except TAS 25 and TAS 35. According to TAS 25, the presentation of interest and tax paid required explicitly shown in the statement of cash flows. According to TAS 35, it requires revisions to the presentation of minority interest and requires management to discuss additional information, as shown in Note 2 in relation to critical accounting estimated and judgements and capital risk management.

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.

The interim financial statements should be read in conjunction with the 2007 annual financial statements.

Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current period.

2 Additional information

2.1 Critical accounting estimates, assumption and judgments

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

a) Impairment of receivable

The Group records an allowance for doubtful accounts which is equivalent to the estimated collection losses that may be incurred in the collection of all receivables. The estimated losses are based on historical collection experience combined with a review of all outstanding receivables at the balance sheet date.

2 Additional information (Cont'd)

2.1 Critical accounting estimates, assumption and judgments (Cont'd)

b) Property, plant and equipment and intangible assets

Management determines the estimated useful lives and residual values for the Group's property, plant and equipment and intangible assets. Management will revise the depreciation charge where useful lives and residual values are different to previously estimated, or it will write off or write down technically obsolete or assets that have been abandoned or sold.

2.2 Capital risk management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Group may issue new shares, issue new debenture to refinance debts or sell assets to reduce debt.

3 Change in accounting policies

Concession minimum payment

The Company changed its accounting policy with respect to the treatment of minimum fees payable under the concession. The Company as the concessionaire must pay annual fees to the concessionor based on either a fixed percentage of relevant revenues or at the minimum fee amounts stipulated in the agreement whichever is higher. Previously, the Company recognised those minimum payments as an annual expense as incurred. According to the Accounting Framework, TAS 53: Provisions, Contingent Liabilities and Contingent Assets and the effective of TAS 51: Intangible assets, the Company now recognises its obligations to pay minimum fees as financial liabilities at the inception of the concession by the present value of the minimum fees payable over the concession period discounted by MLR at the inception of the concession. These liabilities are presented in "Liability under concession agreement" in the balance sheet. The interest derived from liabilities being capitalised in liabilities and contrary recognised in the Statement of Income as an interest expense. The intangible assets "Concession minimum payment" were recognised in the balance sheet as corresponding entry. Concession minimum payment are amortised to the Statement of Income on a straight-line basis over the concession period. The amortisation charges are included in "Cost of providing services". Concession minimum payment are not re-valued subsequent to initial recognition but are reviewed annually for impairment.

The change in accounting policy has been accounted for retrospectively. The comparative financial statements have been restated to conform with the change in accounting policy.

3 Change in accounting policies (Cont'd)

Concession minimum payment (Cont'd)

In connection with the change in accounting policy gives rise to the net identifiable assets and liabilities acquired by the Company. The Company revised those identifiable assets and liabilities acquired and made appropriate adjustments retrospectively.

The effect of change in accounting policy and related entries can be summarised as follows:

Balance sheet

As at 31 December 2007

	Consolidated	Company
	Baht	Baht
Assets		
Intangible assets, net		
As previously reported	1,027,771,189	1,020,266,219
Prior year adjustments		
- Increase in intangible assets	1,388,322,392	1,388,322,392
- Increase in accumulated amortisation	<u>(897,069,854)</u>	<u>(897,069,854)</u>
As restated (Note 9)	<u>1,519,023,727</u>	<u>1,511,518,757</u>
Liabilities		
Current liabilities		
As previously reported	21,949,672,794	19,386,493,247
Prior year adjustments		
- Increase in liability under concession agreement	<u>91,991,956</u>	<u>91,991,956</u>
As restated	<u>22,041,664,750</u>	<u>19,478,485,203</u>
Non-current liabilities		
As previously reported	29,731,802,306	29,731,802,306
Prior year adjustments		
- Increase in liability under concession agreement	<u>2,560,425,341</u>	<u>2,560,425,341</u>
As restated	<u>32,292,227,647</u>	<u>32,292,227,647</u>
Shareholders' equity		
Deficit		
As previously reported	(32,121,425,082)	(32,121,425,082)
Prior year adjustments		
- Increase in deficit brought forward	<u>(2,161,164,759)</u>	<u>(2,161,164,759)</u>
As restated	<u>(34,282,589,841)</u>	<u>(34,282,589,841)</u>

True Move Company Limited
Unaudited Condensed Notes to the Interim Consolidated and Company Financial Statements
For the six-month periods ended 30 June 2008 and 2007

3 Change in accounting policies (Cont'd)

Statement of income

For the three-month period ended 30 June 2007

	Consolidated Baht	Company Baht
Cost of providing services		
As previously reported	7,105,373,296	6,977,309,115
Prior year adjustments		
- Change in accounting policy - Amortisation charge	21,358,806	21,358,806
- Change in accounting policy - Cost of revenue sharing	<u>(87,500,000)</u>	<u>(87,500,000)</u>
As restated	<u>7,039,232,102</u>	<u>6,911,167,921</u>
Financial costs, net		
As previously reported	1,383,888,469	1,384,264,875
Prior year adjustments		
- Change in accounting policy - Interest expense	<u>74,244,730</u>	<u>74,244,730</u>
As restated (Note 15)	<u>1,458,133,199</u>	<u>1,458,509,605</u>
Net loss for the period		
As previously reported	(1,067,972,237)	(1,067,972,237)
Prior year adjustments		
- Change in accounting policy - Cost of providing services	66,141,194	66,141,194
- Change in accounting policy - Financial costs, net	<u>(74,244,730)</u>	<u>(74,244,730)</u>
As restated (Note 16)	<u>(1,076,075,773)</u>	<u>(1,076,075,773)</u>

For the six-month period ended 30 June 2007

	Consolidated Baht	Company Baht
Cost of providing services		
As previously reported	12,407,856,743	12,164,319,721
Prior year adjustments		
- Change in accounting policy - Amortisation charge	42,717,612	42,717,612
- Change in accounting policy - Cost of revenue sharing	<u>(175,000,000)</u>	<u>(175,000,000)</u>
As restated	<u>12,275,574,355</u>	<u>12,032,037,333</u>
Financial costs, net		
As previously reported	2,798,053,488	2,799,056,857
Prior year adjustments		
- Change in accounting policy - Interest expense	<u>148,852,712</u>	<u>148,852,712</u>
As restated (Note 15)	<u>2,946,906,200</u>	<u>2,947,909,569</u>
Net loss for the period		
As previously reported	(2,088,986,613)	(2,088,986,613)
Prior year adjustments		
- Change in accounting policy - Cost of providing services	132,282,388	132,282,388
- Change in accounting policy - Financial costs, net	<u>(148,852,712)</u>	<u>(148,852,712)</u>
As restated (Note 16)	<u>(2,105,556,937)</u>	<u>(2,105,556,937)</u>

True Move Company Limited
Unaudited Condensed Notes to the Interim Consolidated and Company Financial Statements
For the six-month periods ended 30 June 2008 and 2007

4 Financial position

As at 30 June 2008, consolidated current liabilities exceed consolidated current assets by Baht 7,369.53 million. The ultimate parent company and its shareholders entered into the Sponsor Support Agreements (“SSA”) with the secured lenders of True Move pursuant to which they agreed to provide financial support as set forth below:

- 4.1 In the case of regulatory sponsor support to governmental authorities arising out the mobile phone concession: where True Move experiences cash shortfall for its normal operations due to regulatory costs as specified in the SSA, the sponsors shall provide financial support for the amount of the shortfall caused by the excess regulatory costs.
- 4.2 In the case of general cash deficiency sponsor support: where the cash flows of True Move are insufficient for its normal operations or debt repayments pursuant to the terms of the financial documents with its lenders, the ultimate parent company and its shareholder will provide financial support to True Move in a total amount not exceeding Baht 10.5 billion.

Under the terms and conditions of the SSA, the ultimate parent company, its shareholder and concerned parties must comply with certain conditions as stipulated in the SSA. The sponsor support funds must be injected into True Move in the form as specified in the SSA in order to support True Move to continue its operations on going basis.

On 13 December 2007, the shareholder of the ultimate parent company injected sponsor support amounting to Baht 3,000 million in order to support cash flow of the Company.

5 Trade accounts receivable, net

	Consolidated		Company	
	30 June 2008 Baht	31 December 2007 Baht	30 June 2008 Baht	31 December 2007 Baht
Trade accounts receivable				
- related companies (Note 19)	2,274,925,446	3,053,748,478	4,648,436,203	4,954,262,346
- others	2,106,838,529	5,376,703,504	2,033,563,509	5,274,702,830
Unbilled receivables	1,056,766,263	1,250,138,113	1,056,766,263	1,250,138,113
	5,438,530,238	9,680,590,095	7,738,765,975	11,479,103,289
Less: Allowance for doubtful accounts	(705,601,564)	(561,177,804)	(2,702,509,369)	(2,292,294,008)
Trade accounts receivable, net	4,732,928,674	9,119,412,291	5,036,256,606	9,186,809,281

6 Inventories, net

	Consolidated		Company	
	30 June 2008 Baht	31 December 2007 Baht	30 June 2008 Baht	31 December 2007 Baht
Finished goods (at cost)	432,228,604	360,931,619	71,732,155	81,935,289
Cash cards (at cost)	862,790,000	1,334,914,030	-	-
Packaging materials (at cost)	16,237,729	12,514,172	-	-
	1,311,256,333	1,708,359,821	71,732,155	81,935,289
Less: Allowance for diminution in value of finished goods	(132,572,147)	(99,572,484)	(16,437,565)	(10,878,131)
Inventories, net	1,178,684,186	1,608,787,337	55,294,590	71,057,158

True Move Company Limited
Unaudited Condensed Notes to the Interim Consolidated and Company Financial Statements
For the six-month periods ended 30 June 2008 and 2007

7 Other current assets

	Consolidated		Company	
	30 June 2008 Baht	31 December 2007 Baht	30 June 2008 Baht	31 December 2007 Baht
Prepaid expenses	206,999,623	183,544,868	198,203,232	172,453,516
Input tax not yet due	145,858,983	244,795,639	130,118,518	225,844,027
Accounts receivable - others	133,997,355	135,130,981	128,634,530	128,606,779
Forward contract receivable	117,898,450	811,488	117,898,450	811,488
Prepaid regulatory costs	54,396,650	106,060,360	54,396,650	106,060,360
Others	213,985,925	188,774,616	209,745,571	182,375,321
	873,136,986	859,117,952	838,996,951	816,151,491

8 Investments in subsidiaries

	Company	
	30 June 2008 Baht	31 December 2007 Baht
Investments in subsidiaries, at cost	999,301	999,301
Less: Allowance for impairment	(999,301)	(999,301)
Investments in subsidiaries, net	-	-

Name of subsidiaries	Type of business	Paid-up share capital	Country of incorporation	Percentage of holding
True Distribution and Sales Company Limited	Trading and providing services for telecommunication equipment	(Baht) 1,000,000	Thailand	99.93%
AnyMobile, Inc.	International Direct Dialing telecommunication service	(Yen) 18,000,000	Japan	55.00%
True Music Company Limited	Content Provider	(Baht) 50,000	Thailand	99.97%

As at 30 June 2008, the investment in True Distribution and Sales Company Limited has been pledged to secure long-term borrowings of the Company (Note 13).

The Company provides for allowance for doubtful accounts for trade accounts receivable-subsiary, as shown in Note 19, for those amounts considered uncollectible. Therefore, the net profit (loss) for the period on the consolidated and company financial statements are identical.

True Move Company Limited
Unaudited Condensed Notes to the Interim Consolidated and Company Financial Statements
For the six-month periods ended 30 June 2008 and 2007

9 Capital expenditure and commitments

	Consolidated		Company	
	Property, plant and equipment Baht	Intangible assets Baht	Property, plant and equipment Baht	Intangible assets Baht
For the six-month period ended 30 June 2008				
Opening net book value, as restated (Note 3)	38,691,712,122	1,519,023,727	38,454,994,317	1,511,518,757
Additions	145,679,021	29,268,861	100,907,221	28,769,662
Transfers	(152,642,704)	152,642,704	(152,642,704)	152,642,704
Disposals and write off	(16,117,804)	-	(4,695,480)	-
Depreciation and amortisation	(2,175,975,626)	(164,510,962)	(2,164,363,126)	(164,039,091)
Closing net book value	<u>36,492,655,009</u>	<u>1,536,424,330</u>	<u>36,234,200,228</u>	<u>1,528,892,032</u>

As mentioned in Note 3, concession minimum payment of Baht 448.53 million, net of Baht 939.79 million accumulated amortisation, is included in intangible assets.

For the six-month period ended 30 June 2008, borrowing costs of Baht 15.10 million were capitalised as cost of network equipment.

	Consolidated and Company Million Baht
Capital commitments	
As at 30 June 2008	1,859.82
As at 31 December 2007	692.93

According to the concession granted by CAT, during the six-month period ended 30 June 2008, the Company transferred network assets with net book value of Baht 232.95 million to CAT. CAT is now in the process of investigation those transferred network assets. The Company still has right to operate the mobile phone service over the transferred assets.

10 Other assets

	Consolidated		Company	
	30 June 2008 Baht	31 December 2007 Baht	30 June 2008 Baht	31 December 2007 Baht
Deposit	129,879,268	119,003,290	103,732,207	95,259,094
Guarantee	1,168,453	1,119,271	494,182	516,000
Prepaid withholding tax	550,991,141	278,053,421	494,113,597	240,300,779
	<u>682,038,862</u>	<u>398,175,982</u>	<u>598,339,986</u>	<u>336,075,873</u>

True Move Company Limited
Unaudited Condensed Notes to the Interim Consolidated and Company Financial Statements
For the six-month periods ended 30 June 2008 and 2007

11 Trade accounts and notes payable

	Consolidated		Company	
	30 June 2008 Baht	31 December 2007 Baht	30 June 2008 Baht	31 December 2007 Baht
Current				
Trade accounts payable				
- related companies (Note 19)	3,710,221,026	5,353,229,751	1,955,415,304	3,067,849,099
- others	3,460,479,853	8,501,587,982	3,370,406,838	8,417,159,943
Notes payable	358,747,911	876,988,873	358,747,911	876,988,873
Total current	7,529,448,790	14,731,806,606	5,684,570,053	12,361,997,915
Non-current				
Notes payable	-	89,538,528	-	89,538,528
Total non-current	-	89,538,528	-	89,538,528
Trade accounts and notes payable	7,529,448,790	14,821,345,134	5,684,570,053	12,451,536,443

The trade accounts payable-others mainly represent payables to network construction companies who provide supplier credit to the Company. According to the construction agreement, once the supplier's invoices become due those invoices are converted to note payable. The terms of the notes payable are based on the terms of the contract with vendors.

Notes payable are promissory notes denominated in US Dollar of US\$ 10.66 million (31 December 2007: US\$ 28.52 million) issued to supplier for payment of network equipment acquired.

12 Liability under concession agreement

Refer to Note 3, detail of liability under concession can be summarised as follow:

	Consolidated and Company	
	30 June 2008 Baht	Restated 31 December 2007 Baht
Current	200,562,758	91,991,956
Non-current	2,407,136,319	2,560,425,341
	2,607,699,077	2,652,417,297

Movement of liability under concession agreement can be analysed as follow:

	Consolidated Baht
For the six-month period ended 30 June 2008	
Opening net book value	2,652,417,297
Repayments	(190,000,000)
Interest expense charges	145,281,780
Closing net book value	2,607,699,077

True Move Company Limited
Unaudited Condensed Notes to the Interim Consolidated and Company Financial Statements
For the six-month periods ended 30 June 2008 and 2007

13 Borrowings

	Consolidated and Company	
	30 June 2008 Baht	31 December 2007 Baht
Current		
- Banks and financial institutions	1,535,433,834	1,359,537,394
Total current	<u>1,535,433,834</u>	<u>1,359,537,394</u>
Non-current		
- Banks and financial institutions	3,635,272,289	4,431,966,165
- US Dollar notes	22,629,403,249	22,715,219,254
Total non-current	<u>26,264,675,538</u>	<u>27,147,185,419</u>
Total borrowings	<u>27,800,109,372</u>	<u>28,506,722,813</u>

13.1 Borrowings from banks and financial institutions

	Consolidated and Company	
	30 June 2008 Baht	31 December 2007 Baht
Current	1,535,433,834	1,359,537,394
Non-current	3,635,272,289	4,431,966,165
Total borrowings	<u>5,170,706,123</u>	<u>5,791,503,559</u>

The movements in borrowings are as follows:

	Consolidated and Company 30 June 2008 Baht
For the six-month period ended 30 June 2008	
Opening net book value	5,791,503,559
Loan repayment during the year	(633,873,250)
Amortisation of debt issuance costs	41,147,234
Currency translation	(28,071,420)
Closing net book value	<u>5,170,706,123</u>

As at 30 June 2008, the long-term borrowings amounting to Baht 5,170.71 million represent borrowings granted by offshore financial institutions for working capital and financing of the construction of mobile phone network equipment and other equipment. The borrowings are denominated in both Thai Baht and US Dollars and secured against the investment in subsidiary, the majority of the Company's ordinary shares held by its parent company and the investment in fellow subsidiary of its parent company, a guarantee from the subsidiary, mortgaged plots of land and building of the Company, a pledge of rights to deposits of the Company and its subsidiary and its parent company, other assignments and other conditional assignments of specific securities as specified in the borrowing agreements.

The borrowings carry interest at London Interbank Offer Rate (LIBOR) plus a fixed percentage per annum, and the reference rate (THBFIX) plus a fixed percentage per annum. The loan from an offshore financial institution will be due in June 2012. The first repayment of the other long-term borrowings from offshore financial institutions was due in September 2006 and the final maturity date will be 30 June 2011.

True Move Company Limited
Unaudited Condensed Notes to the Interim Consolidated and Company Financial Statements
For the six-month periods ended 30 June 2008 and 2007

13 Borrowings (Cont'd)

13.1 Borrowings from banks and financial institutions (Cont'd)

Included in long-term borrowings are loans from a related company amounting to Baht 4,060.59 million (31 December 2007: Baht 4,597.77 million) (Note 19).

Under the terms of the agreements in relation to the long-term borrowings mentioned earlier, the Company and its subsidiary must comply with certain significant conditions at the specific period as identified in the agreements.

13.2 US Dollar notes

	Consolidated and Company	
	30 June 2008 Baht	31 December 2007 Baht
Non-current	22,629,403,249	22,715,219,254
Total borrowings	<u>22,629,403,249</u>	<u>22,715,219,254</u>

The movements in borrowings are as follows:

	Consolidated and Company Baht
For the six-month period ended 30 June 2008	
Opening net book value	22,715,219,254
Write-off debt issuance cost	25,666,145
Amortisation of debt issuance costs	44,595,850
Currency translation	<u>(156,078,000)</u>
Closing net book value	<u>22,629,403,249</u>

Under the terms of the agreements in relation to the long-term borrowings mentioned earlier, the Group must comply with certain significant conditions at the specific period as identified in the agreements.

14 Share capital

	Consolidated and Company	
	Number of shares	Ordinary share Baht
At 31 December 2007	3,360,016,764	33,600,167,640
Issue of shares	3,929	39,290
At 30 June 2008	<u>3,360,020,693</u>	<u>33,600,206,930</u>

As at 30 June 2008, the total authorised number of ordinary shares is 3,360,020,693 shares (31 December 2007: 3,360,016,764 shares) with a par value of Baht 10 per share (31 December 2007: Baht 10 per share). All issued shares are fully paid. The Company issued 3,929 ordinary shares and received subscription of all additional shares at par value and registered the increase of share capital with the Ministry of Commerce on 25 February 2008.

True Move Company Limited
Unaudited Condensed Notes to the Interim Consolidated and Company Financial Statements
For the six-month periods ended 30 June 2008 and 2007

15 Financial costs, net

For three-month periods ended 30 June	Consolidated		Company	
	2008	Restated	2008	Restated
	Baht	Baht	Baht	Baht
Net foreign exchange (gain) loss	(2,728,280,018)	582,713,184	(2,728,740,993)	582,722,664
Interest income	(11,661,637)	(11,607,649)	(11,186,666)	(11,240,723)
Interest expenses	845,352,514	839,828,489	845,352,514	839,828,489
Other financial costs	37,743,881	47,199,175	37,743,881	47,199,175
Financial costs, net	(1,856,845,260)	1,458,133,199	(1,856,831,264)	1,458,509,605

For six-month periods ended 30 June	Consolidated		Company	
	2008	Restated	2008	Restated
	Baht	Baht	Baht	Baht
Net foreign exchange (gain) loss	(1,046,483,999)	1,316,045,261	(1,046,880,368)	1,316,069,455
Interest income	(22,543,929)	(18,711,517)	(21,619,751)	(17,732,342)
Interest expenses	1,632,309,691	1,559,959,498	1,632,308,466	1,559,959,498
Other financial costs	77,015,744	89,612,958	77,015,744	89,612,958
Financial costs, net	640,297,507	2,946,906,200	640,824,091	2,947,909,569

16 Basic earnings (loss) per share

Basic earnings (loss) per share is calculated by dividing the net profit (loss) for the period attributable to shareholders by the weighted average number of paid-up ordinary shares in issue during the period.

	Consolidated and Company	
	2008	Restated 2007
For three-month periods ended 30 June		
Net profit (loss) attributable to shareholders (Baht)	1,864,580,813	(1,076,075,773)
Weighted average number of paid-up ordinary shares in issue (shares)	3,360,020,693	3,060,015,332
Basic earnings (loss) per share (Baht)	0.55	(0.35)
For six-month periods ended 30 June		
Net profit (loss) attributable to shareholders (Baht)	50,332,546	(2,105,556,937)
Weighted average number of paid-up ordinary shares in issue (shares)	3,360,019,506	3,060,015,332
Basic earnings (loss) per share (Baht)	0.01	(0.69)

True Move Company Limited
Unaudited Condensed Notes to the Interim Consolidated and Company Financial Statements
For the six-month periods ended 30 June 2008 and 2007

17 Significant items charged to operating profit (loss)

The following items have been charged to the operating profit during the period:

For three-month periods ended 30 June	Consolidated		Company	
	2008 Baht	2007 Baht	2008 Baht	2007 Baht
Doubtful accounts	76,991,955	77,174,373	241,433,335	136,619,222
Loss on diminution in value of finished goods	3,242,440	6,320,157	7,884	1,719,754
Write-off and loss (gain) on disposals of equipment	13,373,204	19,880,795	2,480,961	(1,537,275)
For six-month periods ended 30 June	Consolidated		Company	
	2008 Baht	2007 Baht	2008 Baht	2007 Baht
Doubtful accounts	152,211,364	181,509,791	418,129,567	298,542,294
Loss on diminution in value of finished goods	32,999,663	30,347,544	5,559,434	2,007,764
Write-off and loss (gain) on disposals of equipment	15,151,482	22,776,477	3,745,947	(1,537,275)

18 Income tax

There is no tax amount to be paid as there are accumulated losses carried forward.

19 Related party transactions

Enterprises and individuals that directly, or indirectly through one or more intermediaries, control, or are controlled by, or are under common control with, the Company, including holding companies, subsidiaries and fellow subsidiaries are related parties of the Company. Individuals owning, directly or indirectly, an interest in the voting power of the Company that gives them significant influence over the enterprise, key management personnel, including directors and officers of the Company and close members of the families of these individuals and companies associated with these individuals and companies associated with these individuals also constitute related parties.

In considering each possible related party relationship, attention is directed to the substance of the relationship, and not merely the legal form.

The Company is owned by Bangkok Inter Teletech Public Company Limited (“BITCO”), incorporated in Thailand, at 99.91% (2007: 99.91%) of the Company’s ordinary shares. BITCO is controlled by True Corporation Public Company Limited (“TRUE”), which own 75.26% (directly own 72.07% and indirectly owned 3.19%) of BITCO’s total ordinary shares. TRUE is the ultimate parent company.

In the normal course of business, the Group and the Company enter into transactions with shareholders and related companies. The terms and basis of such transactions are carried out on a basis agreed between the parties in the ordinary course of business and according to normal trade conditions.

The following significant transactions were carried out with shareholders and related companies:

True Move Company Limited
Unaudited Condensed Notes to the Interim Consolidated and Company Financial Statements
For the six-month periods ended 30 June 2008 and 2007

19 Related party transactions (Cont'd)

i) Sales of goods and services

For six-month periods ended 30 June	Consolidated		Company	
	2008 Million Baht	2007 Million Baht	2008 Million Baht	2007 Million Baht
Sales of goods				
- ultimate parent company	1.92	3.75	-	-
- subsidiary company	-	-	110.44	210.06
- fellow subsidiaries	479.14	374.28	60.36	104.96
- related companies	5.59	9.56	-	-
Sales of cash cards				
- fellow subsidiaries	2.42	-	-	-
- related companies	1,943.85	2,658.97	-	-
Commission income				
- fellow subsidiaries	390.31	322.08	7.29	27.75

Sales of mobile phone handsets and sim cards to related companies were carried out on related terms and conditions and at the actual cost plus certain margin.

The sale and cost of cash cards is reflected net in statement of income. The related receivables and payables are reflected gross in balance sheets.

Sales and commission income to related companies were carried out on commercial terms and conditions and at the actual cost plus certain margin, sales of cash cards to related companies were carried out at market prices equal to their face value.

Sales of cash cards to related companies were carried out at market prices equal to their face-value. The Group received commission income, for the six-month period ended 30 June 2008, of Baht 340.03 million (30 June 2007: Baht 265.88 million) from a fellow subsidiary company in True Group at the commission rate as stipulated in the agreement for the distribution of cash cards to retail outlets. On the other hand, the Group has to pay commission expenses, for the six-month period ended 30 June 2008, of Baht 84.03 million (30 June 2007: Baht 161.53 million) (as shown in under 19 ii "Purchases of goods and services") to other related companies for its margin. The net profit regarding to the distribution of cash cards is amounting to Baht 256.00 million (30 June 2007: Baht 104.35 million).

The cash card could be used to buy various services within True Group. In case where subscribers use our network, the Group records face value of cash cards as "unearned service income" in the balance sheets. The Group recognised revenue based on the actual airtime minutes. The Company would pay commission expense to fellow subsidiary companies for connecting subscribers to our network. The commission expense paid in this respect for the six-month period ended 30 June 2008 was Baht 424.58 million (30 June 2007: Baht 321.84 million).

True Move Company Limited
Unaudited Condensed Notes to the Interim Consolidated and Company Financial Statements
For the six-month periods ended 30 June 2008 and 2007

19 Related party transactions (Cont'd)

ii) Purchases of goods and services

For six-month periods ended 30 June	Consolidated		Company	
	2008 Million Baht	2007 Million Baht	2008 Million Baht	2007 Million Baht
Purchases of goods				
- ultimate parent company	6.87	4.54	-	-
- subsidiary company	-	-	69.85	110.85
- fellow subsidiaries	66.33	39.45	-	-
- related companies	23.53	-	-	-
Purchases of cash cards				
- fellow subsidiaries	5,644.54	4,211.22	91.78	132.03
Network construction and site maintenance				
- fellow subsidiaries	43.64	198.65	43.64	199.31
Transmission rental expense				
- fellow subsidiaries	591.21	640.68	591.21	640.68
Commission expense				
- fellow subsidiaries	424.58	321.84	424.48	321.84
- related companies	84.03	161.53	-	-
Rental and service expense				
- fellow subsidiaries	43.10	38.53	43.10	38.53
Content costs				
- subsidiary company	-	-	37.80	-
- fellow subsidiaries	158.80	93.70	158.80	93.70

Purchases from related companies, network construction, transmission rental expense and commission expense were carried out on commercial terms and conditions and at the actual cost plus margin except rental expense was carried out on market prices and purchase of PCT refilled card which was carried out on market prices deducted with agreed discount. Purchases of cash cards were carried out at market prices equal to their face-value. Content costs were carried out at market price.

iii) Loans from a related company

	Consolidated and Company	
	30 June 2008 Million Baht	31 December 2007 Million Baht
Current	1,321.08	1,170.34
Non-current	2,739.51	3,427.43
Total	4,060.59	4,597.77

Loans from a related company, KFW who is the preference shareholder of True Corporation, the ultimate parent company, is presented on the balance sheet as part of borrowings (Note 13.1).

True Move Company Limited
Unaudited Condensed Notes to the Interim Consolidated and Company Financial Statements
For the six-month periods ended 30 June 2008 and 2007

19 Related party transactions (Cont'd)

iii) Loans from a related company (Cont'd)

Movements of loan from a related company can be analysed as follows:

	Consolidated and Company
	Million Baht
For the six-month period ended 30 June 2008	
Opening net book value	4,597.77
Amortisation of debt issuance costs	38.13
Loan repayment during the period	(547.24)
Currency translation	(28.07)
	<hr/>
Closing net book value	4,060.59
	<hr/>

The related interest expenses were Baht 116.32 million and Baht 220.22 million for the six-month periods ended 30 June 2008 and 2007, respectively.

iv) Outstanding balances arising from sales purchases of goods and services

	Consolidated		Company	
	30 June 2008	31 December 2007	30 June 2008	31 December 2007
	Million Baht	Million Baht	Million Baht	Million Baht
Trade accounts receivable				
- ultimate parent company	33.84	17.74	32.27	17.33
- subsidiary company	-	-	3,064.04	3,020.27
- fellow subsidiaries	1,905.14	2,581.60	1,548.62	1,910.01
- related companies	335.94	454.41	3.50	6.65
	<hr/>	<hr/>	<hr/>	<hr/>
	2,274.92	3,053.75	4,648.43	4,954.26
Less: Allowance for doubtful debt	-	-	(2,007.14)	(1,741.35)
	<hr/>	<hr/>	<hr/>	<hr/>
	2,274.92	3,053.75	2,641.29	3,212.91
	<hr/>	<hr/>	<hr/>	<hr/>
Amounts due from related companies				
- ultimate parent company	0.36	-	0.36	-
- subsidiary company	-	-	29.75	28.90
- fellow subsidiaries	107.69	32.58	31.73	22.54
	<hr/>	<hr/>	<hr/>	<hr/>
	108.05	32.58	61.84	51.44
	<hr/>	<hr/>	<hr/>	<hr/>

19 Related party transactions (Cont'd)

iv) Outstanding balances arising from sales purchases of goods and services (Cont'd)

	Consolidated		Company	
	30 June 2008 Million Baht	31 December 2007 Million Baht	30 June 2008 Million Baht	31 December 2007 Million Baht
Trade accounts payable				
- ultimate parent company	13.41	10.43	8.85	4.58
- subsidiary company	-	-	1,055.45	1,044.16
- fellow subsidiaries	3,691.61	5,321.54	890.98	2,018.25
- related companies	5.20	21.26	0.14	0.86
	<u>3,710.22</u>	<u>5,353.23</u>	<u>1,955.42</u>	<u>3,067.85</u>
Amounts due to related companies				
- ultimate parent company	3.23	-	-	-
- subsidiary company	-	-	81.63	13.85
- fellow subsidiaries	25.69	136.15	11.18	73.79
- related companies	10.28	8.46	10.28	8.46
	<u>39.20</u>	<u>144.61</u>	<u>103.09</u>	<u>96.10</u>

Amounts due from and to related companies represent receivables and payables to TRUE, True Vision group and CP Group.

Trade accounts receivable related to cash card business approximately Baht 2,015.15 million and Baht 1,382.00 million, respectively (31 December 2007: Baht 2,634.34 million and Baht 1,673.42 million) are included in the consolidated and company financial statements. Trade accounts payable related to cash card business approximately Baht 3,219.17 million and Baht 479.80 million, respectively (31 December 2007: Baht 4,250.33 million and Baht 956.09 million) are included in the consolidated and company financial statements.

20 Bank guarantees

At 30 June 2008, there are outstanding bank guarantees of Baht 784.74 million (31 December 2007: Baht 774.48 million) on the consolidated and company basis issued by local banks on behalf of the Group and the Company in the normal course of business.

21 Dispute over TOT access charge

Refer to Note 27 in 2007 annual financial statements, TOT currently agreed to enter into the interconnection charge agreement (IC) with the Company on the condition that specific only the new numbers allocated by NTC. On 23 June 2008, the Company notified to agree with TOT's offering. For the old numbers, the Company will carry on the case and depend on judgment of Civil court.

If under final court judgment the Company has to pay such access charges, the Company would be liable to accrued additional access charges for the period from 18 November 2006 to 31 December 2006, for the period from 1 January 2007 to 31 December 2007 and for the period from 1 January 2008 to 30 June 2008, and the Company would consequently record additional expenses of Baht 455.61 million, Baht 4,271.69 million and Baht 2,195.01 million, respectively. Nevertheless, the net effect to the statement of income for this regard, net of revenue sharing to CAT, would be Baht 204.25 million, Baht 3,283.96 million, and Baht 1,674.15 million, respectively. The management and its external lawyer have opined that the Company would not be liable to pay the said access charge.

The ultimate outcomes of the aforementioned cases are presently unable to be determined, and accordingly, no provision for possible liability has been made in the financial statements.

22 Concession commitment

Refer to Note 28.1 in 2007 annual financial statements, there is no progress to be reported.

23 Litigation and arbitration dispute

Refer to Note 28.7 in 2007 annual financial statements, on 9 January 2008, CAT filed an arbitration against a Company claimed for shortcomings revenue sharing from the Company including penalties and interest at the total amount of Baht 8,503.18 million. The case is currently under the arbitration process.

The ultimate outcome of these cases are presently unable to be determined, accordingly, no provision for possible liability has been made in the consolidated financial statements.

24 Approval of the interim financial statements

The interim financial statements for the six-month period ended 30 June 2008 have been approved for issue by the Company's directors on 13 August 2008.