

(TRANSLATION)

REVIEW REPORT OF THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

To the Shareholders of SE-EDUCATION PUBLIC COMPANY LIMITED.

I have reviewed the balance sheet of SE-EDUCATION PUBLIC COMPANY LIMITED as of September 30, 2003, the related statements of income for the three-month and the nine-month period ended on September 30, 2003 and 2002, changes in shareholders' equity and cash flow for the nine-month period ended on the same dates of SE-EDUCATION PUBLIC COMPANY LIMITED. These financial statements are the responsibility of the Company's management as to their correctness and completeness in the presentation. My responsibility is to report on these financial statements based on my review.

I conducted my review in accordance with the standards on auditing applicable to review engagements. Those standards require that I plan and perform the review to obtain moderate assurance about whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company's personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. I have not performed an audit and accordingly, I do not express an opinion.

Based on my review, nothing has come to my attention that causes me to believe that the financial statements are not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

I have previously audited, in accordance with generally accepted auditing standards, the financial statements of SE-EDUCATION PUBLIC COMPANY LIMITED for the year ended on December 31, 2002, and expressed an unqualified opinion in the report thereon dated February 26, 2003. The comparative balance sheet as of December 31, 2002, presented herein for comparison, is an integral part of such financial statements which I have audited and reported thereon. I did not perform any other audit procedures subsequent to the date in such report.

SAM NAK-NGAN A.M.C. CO., LTD.

(Miss Susan Eiamvanicha)
Authorised Auditor No.4306

Bangkok,
November 13, 2003.

SE-EDUCATION PUBLIC COMPANY LIMITED

BALANCE SHEETS

As of September 30, 2003 and December 31, 2002

(Unit : '000 Baht)

		2003	2002
		Unaudited Limited Review Only	Audited
<u>ASSETS</u>			
CURRENT ASSETS			
Cash and cash equivalent items		90,851	78,886
Short-term investment-net (net from allowance for diminution of value in 2003 and 2002 in amount of Baht (497) thousand and Baht 1,437 thousand respectively)		237,610	305,928
Trade accounts and notes receivable-net	(Note 3)	61,337	65,656
Inventories-net	(Note 4)	119,380	105,587
Other current assets		20,370	20,364
TOTAL CURRENT ASSETS		529,548	576,421
NON-CURRENT ASSETS			
Investments in subsidiary and associated companies	(Note 5)	35,778	11,158
Property, plant and equipment-net	(Note 6)	216,989	207,675
Leasehold-buildings-net	(Note 7)	120,959	127,330
Assets pending for sales-net	(Note 8)	44,904	50,700
Land and building not used for operation-net	(Note 9)	32,516	40,027
Guarantee for rental and deposit		32,548	27,750
TOTAL NON-CURRENT ASSETS		483,694	464,640
TOTAL ASSETS		1,013,242	1,041,061

Notes to financial statements are an integral part of the above statements.

SE-EDUCATION PUBLIC COMPANY LIMITED

BALANCE SHEETS

As of September 30, 2003 and December 31, 2002

(Unit : '000 Baht)

	2003	2002
	Unaudited	Audited
	Limited Review Only	
<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>		
CURRENT LIABILITIES		
Bank overdrafts	6,412	18,651
Trade accounts and notes payable	419,144	411,265
Accrued corporate income tax	14,364	21,247
Accrued expenses	28,512	30,152
Other current liabilities	69,394	32,432
TOTAL CURRENT LIABILITIES	<u>537,826</u>	<u>513,747</u>
NON-CURRENT LIABILITIES		
Other-non current liabilities	<u>2,151</u>	<u>3,699</u>
TOTAL NON-CURRENT LIABILITIES	<u>2,151</u>	<u>3,699</u>
TOTAL LIABILITIES	<u>539,977</u>	<u>517,446</u>

Notes to financial statements are an integral part of the above statements.

SE-EDUCATION PUBLIC COMPANY LIMITED

BALANCE SHEETS

As of September 30, 2003 and December 31, 2002

(Unit : '000 Baht)

	2003	2002
	Unaudited	Audited
	Limited Review Only	
SHAREHOLDERS' EQUITY		
Share capital		
Authorized share capital		
348,128,690 ordinary shares @ Baht 1.00	(Note 10) 348,129	-
34,812,869 ordinary shares @ Baht 10.00	-	348,129
Issued and paid-up share capital		
213,848,070 ordinary shares @ Baht 1.00	(Note 10) 213,848	-
21,098,713 ordinary shares @ Baht 10.00	-	210,987
Premiums on share capital	81,043	81,043
Capital surplus from assets revaluation - net	36,140	46,311
Unrealized gain (loss) - securities available for sale	(497)	1,437
Retained earnings		
Appropriated		
Legal reserve	21,390	15,125
Unappropriated	121,341	168,712
TOTAL SHAREHOLDERS' EQUITY	473,265	523,615
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	1,013,242	1,041,061

Notes to financial statements are an integral part of the above statements.

SE-EDUCATION PUBLIC COMPANY LIMITED

INCOME STATEMENTS

(Unit : '000 Baht)

	For the three-month period		For the nine-month period		
	ended on September 30,		ended on September 30,		
	2003	2002	2003	2002	
REVENUES FROM OPERATION					
Sales	630,676	500,537	1,714,203	1,430,424	
Other income	11,271	5,171	29,024	19,205	
Participating gain in the associated companies	-	-	2,219	2,030	
TOTAL REVENUES	641,947	505,708	1,745,446	1,451,659	
EXPENSES FROM OPERATION					
Cost of sales	431,475	331,735	1,180,043	1,004,272	
Selling and administrative expenses	157,704	125,555	430,915	337,464	
Directors' remuneration	168	147	1,496	1,471	
TOTAL EXPENSES	589,347	457,437	1,612,454	1,343,207	
PROFIT BEFORE INTEREST					
EXPENSES AND CORPORATE INCOME TAX	52,600	48,271	132,992	108,452	
INTEREST EXPENSES	(45)	(65)	(154)	(206)	
CORPORATE INCOME TAX	(14,982)	(12,975)	(34,950)	(27,732)	
NET PROFIT	37,573	35,231	97,888	80,514	
BASIC EARNINGS					
PER SHARE (Unit : Baht)	(Note 13)	0.18	0.17	0.46	0.38
DILUTED EARNINGS					
PER SHARE (Unit : Baht)	(Note 13)	0.16	-	0.41	-

Unaudited

Limited Review Only

Notes to financial statements are an integral part of the above statements.

SE-EDUCATION PUBLIC COMPANY LIMITED
STATEMENTS OF CHANGES IN SHAEHOLDERS' EQUITY
For the nine-month period ended on September 30, 2003 and 2002

(Unit : '000 Baht)

	Issued and paid-up share capital	Premiums on share capital	Capital surplus from assets revaluation	Unrealized gain(loss) - securities available for sale	Retained earnings		Total
					Appropriated	Unappropriated	
Balance as of January 1, 2003	210,987	81,043	46,311	1,437	15,125	168,712	523,615
Depreciation-capital surplus from assets revaluation	-	-	(2,194)	-	-	-	(2,194)
Capital surplus from assets revaluation- sales in the period	-	-	(7,977)	-	-	-	(7,977)
Unrealized loss - securities available for sale	-	-	-	(1,934)	-	-	(1,934)
Unrealized transaction in the income statements	210,987	81,043	36,140	(497)	15,125	168,712	511,510
Shares purchase by warrant of directors, employee (Note 11)	2,861	-	-	-	-	-	2,861
Appropriation for legal reserve - in the period (Note 12)	-	-	-	-	6,265	(6,265)	-
Dividend payment (Note 12)	-	-	-	-	-	(138,994)	(138,994)
Net profit for the period	-	-	-	-	-	97,888	97,888
Balance as of September 30, 2003	213,848	81,043	36,140	(497)	21,390	121,341	473,265
Balance as of January 1, 2002	210,987	81,043	35,051	(5,921)	8,938	178,137	508,235
Depreciation - capital surplus from assets revaluation	-	-	(1,996)	-	-	-	(1,996)
Capital surplus from assets revaluation - sales in the period	-	-	(720)	-	-	-	(720)
Unrealized gain-securities available for sale	-	-	-	6,764	-	-	6,764
Unrealized transaction in the income statements	210,987	81,043	32,335	843	8,938	178,137	512,283
Appropriation for legal reserve - in the period	-	-	-	-	6,187	(6,187)	-
Dividend payment	-	-	-	-	-	(105,494)	(105,494)
Net profit for the period	-	-	-	-	-	80,514	80,514
Balance as of September 30, 2002	210,987	81,043	32,335	843	15,125	146,970	487,303

Unaudited
Limited Review Only

Notes to financial statements are an integral part of the above statements.

SE-EDUCATION PUBLIC COMPANY LIMITED

CASH FLOW STATEMENTS

For the nine-month period ended on September 30, 2003 and 2002

(Unit : '000 Baht)

	2003	2002
CASH FLOW FROM OPERATING ACTIVITIES		
Net profit	97,888	80,514
Adjustment to net profit for cash-receipts (payments) from operation		
Depreciation - assets for operation	38,839	30,464
Depreciation - assets not used for operation	114	283
Leasehold written-off	6,371	6,372
Loss from lost goods	15,143	16,021
Loss from dilapidated and slow moving goods	6,990	-
Loss from returned goods (reversed account)	1,175	(1,232)
Doubtful debts and bad debt (return of bad debts) - trade accounts receivable	1,539	286
Adjustment for clearing of trade accounts payable	(4,037)	-
Participating gain from associated company	(2,219)	(2,030)
Realized (gain) loss on disposal of securities available for sale	(554)	1,745
Gain on disposal of assets	(5,734)	(903)
Profit from operating before change in operating assets and liabilities	155,515	131,520
(Increase)Decrease in trade accounts and notes receivable	1,605	14,273
(Increase)Decrease in inventories	(35,926)	(1,496)
(Increase)Decrease in other current assets	(6)	116
(Increase)Decrease in guarantee for rental and deposit	(4,798)	(4,103)
Increase(Decrease) in trade accounts and notes payable	11,916	75,929
Increase(Decrease) in accrued corporate income tax	(6,883)	(21,618)
Increase(Decrease) in accrued expenses	(116)	4,426
Increase(Decrease) in other current liabilities	35,438	7,328
Increase(Decrease) in non-other current liabilities	(1,548)	(275)
Net cash received (used) from operating activities	155,197	206,100

Unaudited

Limited Review Only

Notes to financial statements are an integral part of the above statements.

SE-EDUCATION PUBLIC COMPANY LIMITED

CASH FLOW STATEMENTS

For the nine-month period ended on September 30, 2003 and 2002

(Unit : '000 Baht)

	2003	2002
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of securities available for sale	(65,000)	(175,000)
Cash receipt from disposal of securities available for sales	131,937	116,987
Purchase of investment in subsidiary and associated companies	(23,000)	(75)
Purchase of assets	(67,353)	(51,721)
Cash Receipt from disposal of assets	27,956	3,629
Dividend receipt	600	600
Net cash received (used) from investing activities	5,140	(105,580)
CASH FLOW FROM FINANCING ACTIVITIES		
Increase(Decrease) in bank overdrafts	(12,239)	(16,872)
Directors and employees exercise the warrants to additionally purchase shares	2,861	-
Dividend payment	(138,994)	(105,494)
Net cash received (used) from financing activities	(148,372)	(122,366)
Cash and cash of equivalent items increase(decrease) - net	11,965	(21,846)
Cash and cash of equivalent items at the beginning of the period	78,886	84,500
Cash and cash of equivalent items at the ending of the period	90,851	62,654
Supplemental disclosures to the cash flow statements		
1. Cash paid during the period:		
Interest Paid	154	206
Income Tax	41,833	49,349
2. Items do not affect cash flow		
2.1 For the nine-month period ended on September 30, 2003 and 2002, the Company adjusted unrealizable gain(loss) on revaluation of securities available for sale with the shareholders' equity amounting Baht (1.93) million and Baht 6.76 million respectively.		
3. Cash and cash equivalent items is cash and cash at bank for a fixed period not exceeding 3 months.		

Unaudited

Limited Review Only

Notes to financial statements are an integral part of the above statements.

SE-EDUCATION PUBLIC COMPANY LIMITED**NOTES TO FINANCIAL STATEMENTS**

**September 30, 2003 and 2002 (Unaudited / Limited review only)
and December 31, 2002 (Audited)**

1. Basis of financial statement and accounting policies

1.1 The interim financial statements were prepared under the generally accepted accounting principles in Thailand and shown by the condensed form as determined in the accounting standard No.41 on “The Interim Financial Statements” and included additional transactions in the primary financial statements, ie. balance sheets, statements of income, changes in the shareholders’ equity, and cash flow all of which are in the format determined in the announcement of the Department of Commercial Registration (B.E. 2001) on the subject of condensed transactions which need to exist in the financial statements to comply with the pronouncement of Securities and Exchange Commission and also the regulations of the Stock Exchange of Thailand.

The significant accounting policies used in the preparation of the interim financial statements are the same as those used in the annual financial statements for the year ended on December 31, 2002; therefore, the interim financial statements should be read in conjunction with the financial statements for the accounting year of 2002.

1.2 The Company did not prepare the consolidated financial statements between the Company and the SE-ED Book Center Co.,Ltd., which is a subsidiary company since the subsidiary has no commenced its operation and investment value in such subsidiary is not material to the Company financial statements.

1.3 The Company prepares the financial statements in the Thai language in accordance with Thai Law which were translated into English language for the convenience of the readers.

2. Inter-company transactions

The Company constitutes accounting transactions incurred with related entities, as those with entities comprising the same group of shareholders or common directors. The important remaining balance and inter-transactions between the Company and related entities are as follows:

2.1 Inter-asset and liabilities

(Unit : '000 Baht)

	<u>Type of relation</u>	<u>As of September 30, 2003</u>	<u>As of December 31, 2002</u>
<u>Trade accounts payable</u>			
M AND E Co.,Ltd.	Associated company	1,477	1,610
Nation Multi Media Group Public Co.,Ltd.	Shareholder	11,947	8,375
Nation Egmont Edutainment Co.,Ltd.	Related company with shareholder	3,668	4,479

2.2 Inter-revenues and expenses

(Unit : '000 Baht)

	<u>Type of relation</u>	<u>For the nine-month period</u>		<u>Policy of inter-price setting</u>
		<u>ended on September 30</u>	<u>ended on September 30</u>	
		<u>2003</u>	<u>2002</u>	
<u>Purchase goods values</u>				
M AND E Co.,Ltd.	Associated company	3,524	2,482	Market price
Nation Multi Media Group Public Co.,Ltd.	Shareholder	32,010	9,880	Market price
Nation Egmont Edutainment Co.,Ltd.	Related company with shareholder	10,325	11,452	Market price
<u>Rental and Service Charge</u>				
Nation Multi Media Group Public Co.,Ltd.	Shareholder	12,521	7,708	Agreed upon price

3. Trade accounts and notes receivable - net

As of September 30, 2003 and December 31, 2002, trade accounts receivable are separated by aging overdue as follows :-

(Unit : '000 Baht)

	<u>As of September 30, 2003</u>	<u>As of December 31, 2002</u>
<u>Trade accounts receivable</u>		
In credit term	13,740	48,563
Over credit term less than 6 months	44,497	21,301
Over credit term more than 6 months to 12 months	9,494	369
Over credit term more than 12 months	19,776	15,252
Total	87,507	85,485
Notes receivable	3,066	8,133
<u>Less Allowance for doubtful debts</u>	(24,424)	(24,325)
Allowance for returned goods	(4,812)	(3,637)
Net	61,337	65,656

4. Inventories - net

Consisted of :-

(Unit : '000 Baht)

	<u>As of September 30, 2003</u>	<u>As of December 31, 2002</u>
Inventories	164,778	147,990
<u>Less</u> Allowance for lost goods	(14,420)	(18,368)
Allowance for slow moving goods	(30,978)	(24,035)
Net	<u>119,380</u>	<u>105,587</u>

5. Investments in subsidiary and associated companies

Consisted of :-

	<u>Nature of business</u>	<u>Paid-up share capital</u>	<u>Percentage of share holdings</u>	<u>Cost</u>	<u>As of September 30, 2003</u>		
		<u>'000 Baht</u>		<u>'000 Baht</u>	<u>Investments</u>	<u>Dividend</u>	
					<u>Method</u>	<u>'000 Baht</u>	<u>'000 Baht</u>
Subsidiary company							
SE-ED Book Center Co.,Ltd.	Business consulting firm	100	99.93%	100	Cost	100	-
Associated company							
M AND E Co., Ltd.	Printing office company, produces technical magazines and engineering manuals	400	25%	100	Equity	12,678	600
Ploen patt Co., Ltd.	Institute of Private Education - Ploen Pattana School	80,000	28.75%	23,000	Equity	23,000	-
				<u>23,200</u>		<u>35,778</u>	<u>600</u>
	<u>Nature of business</u>	<u>Paid-up share capital</u>	<u>Percentage of share holdings</u>	<u>Cost</u>	<u>As of December 31, 2002</u>		
		<u>'000 Baht</u>		<u>'000 Baht</u>	<u>Investments</u>	<u>Dividend</u>	
					<u>Method</u>	<u>'000 Baht</u>	<u>'000 Baht</u>
Subsidiary company							
SE-ED Book Center Co.,Ltd.	Business consulting firm	100	99.93%	100	Cost	100	-
Associated company							
M AND E Co., Ltd.	Printing office company, produces technical magazines and engineering manuals	400	25%	100	Equity	11,058	600
				<u>200</u>		<u>11,158</u>	<u>600</u>

The Company has recorded investments in the SE-ED Book Center Co., Ltd., which is subsidiary company, by cost method since the subsidiary company has not commenced its operation and investment value is not material to the Company's financial statements.

The financial statements for the three-month period and the nine-month period ended on September 30, 2003 and 2002, the Company did not recognize participating profit or loss from investments in M AND E CO., LTD., since the associated company did not prepare the three-month financial statements. However, the Company received the financial statements for the year ended on December 31, 2002 of M AND E CO., LTD., which were audited by another auditor. The Company, consequently recorded participating profit (loss) from investment in such associated company in the income statement for the three-month period and the nine-month period ended on September 30, 2003 for the amount of Baht 2.22 million. Moreover, the company did not recognize participating profit (loss) from the results of operation on Ploen patt Co.,Ltd. , sine such the associated company did not prepare the three-month financial statements. However, the associated company has no commenced its operation therefore the management believe that the effect from these is not material to the Company financial statements.

As of September 30, 2003 and December 31, 2002, investment in associated company was equivalent to 3.52 % and 1.06 % respectively over the Company's total assets.

6. Property, plant and equipment - net

For the nine-month period ended on September 30, 2003

	(Unit : '000 Baht)
Net book value at the beginning of the period	207,675
Purchase of assets	67,353
Disposal of assets-net	(2)
Reclassified to assets pending for sales-net	(17,004)
Depreciation in the income statement	(38,839)
Depreciation-capital surplus from assets revaluation	(2,194)
(Presented under shareholders' equity item)	
Net book value at the ending of the period	216,989

Land and construction with book value in amount of Baht 27.39 million were pledged as collateral against bank overdrafts and long - term loans due to commercial banks.

7. Leasehold - buildings - net

The leasehold-buildings are mainly areas leased right in leading shopping center for SE-ED Book Center branches. Part of the leaseholds with book value in amount of Baht 66.56 million were pledged as collateral against bank overdrafts from commercial banks and long-term loans.

8. Assets pending for sales - net

For the nine-month period ended on September 30, 2003

	(Unit : '000 Baht)
Net book value at the beginning of the period	50,700
Reclassified from property, plant and equipment-net	17,004
Disposal	(29,008)
Allowance for impairment - sales in the period	6,208
Net book value at the ending of the period	<u>44,904</u>

As of December 31, 2002, part of the land plus construction pending for sale were pledged as collateral against bank overdrafts and long-term loans due to commercial banks and in the second quarter for 2003, the Company has fully redeemed a pledge.

In the year 2003, the Company sold parts of land and building with a book value of Baht 22.80 million to outside party in an agree upon price, and made a gain in the amount of Baht 5.08 million.

9. Land and building not used for operation-net

For the nine-month period ended on September 30, 2003

	(Unit : '000 Baht)
Net book value at the beginning of the period	40,027
Disposal / Reclassified	(5,010)
Capital surplus from asset revaluation-sales in the period	(2,387)
Depreciation	(114)
Net book value at the ending of the period	<u>32,516</u>

Land not used for operation was fully pledged as collateral against bank overdrafts and long-term loans due to commercial banks.

In the quarter 1, 2003, the Company sold parts of land and building with a book value of Baht 5.01 million to outside party in at an agreed upon price, and made a gain on disposal in the amount of Baht 0.64 million.

10. Share capital

In accordance with the minutes of shareholders' general meeting No.1/2003 held on April 23, 2003 approved a change in the par value (Splitting par value) from former of Baht 10.0 to Baht 1.0 per share. As a result, the Company's registered capital of Baht 348.13 million is divided into 348.13 million shares of Baht 1.0 each, composed of the full amount of ordinary shares. Since May 22, 2003 the Company has registered the approved change of its share capital with the Ministry of Commerce.

11. Warrants

As discussed in Note No.10 to the financial statements, on April 23, 2003, the general meeting of shareholders of the Company approved the split of the Company's shares. As a result, the warrants for existing shareholders and for directors, employees and the security sub-agent were split into 105,493,430 units and 28,800,830 units respectively, and the exercised price of the warrants for existing shareholders to be changed from the former of Baht 16.50 per share to Baht 1.65 per share, and the warrants for directors, employees and the security sub-agent to be changed from the former Baht 10.0 per share to Baht 1.0 per share. The exercise ratio of the warrants is 1 warrant per 1 ordinary share.

For the nine-month period ended on September 30, 2003, directors and employees had exercised their rights to purchase ordinary shares which are warrants issued in accordance with the resolution of the shareholders meeting No.1/2001 held on April 30, 2001 in number of 2,860,940 shares. Thus, the Company had increased the issued and paid up share capital by a total of Baht 2.86 million. The Company registered the change in paid-up share capital on July 29, 2003 and remained the balance of warrants able to be exercised but no one yet exercises in number of 28,787,060 units.

12. Dividend payment and appropriation of legal reserve

12.1 In accordance with the boards of directors meeting No.3/2546(B.E.2546) held on August 11, 2003, it was unanimously resolved to pay the interim dividend from the three-month period result of operation ended on June 30, 2003 at the rate of Baht 0.10 per share aggregating to Baht 21.38 million. The dividend was paid out on September 5, 2003.

- 12.2 In accordance with the boards of directors meeting No.2/2546 (B.E.2546) held on May 12, 2003, it was unanimously resolved to pay the interim dividend from the three-month period result of operation ended on March 31, 2003 at the rate of Baht 1.0 per share (rate of dividend before splitting stocks) aggregating to Baht 21.38 million. The dividend was paid out on June 9, 2003 and the appropriations of earnings to the legal reserve at 5% of net profit from the result of operation in the quarter 1 of year 2003 aggregating to amount of Baht 1.15 million.
- 12.3 In accordance with the minutes of shareholders' general meeting No.1/2003 (B.E. 2546) held on April 23, 2003, it was resolved to the declaration of dividend payment from 2002 operating result at Baht 4.50 per share aggregating to Baht 96.23 million. The dividend was paid out on May 16, 2003 and the appropriations of earnings to the legal reserve at the rate of 5% of net profit for year 2002 in amount of Baht 5.11 million.

13. The reconciliation of diluted earnings per share

	For the three-month period ended on 30 September					
	<u>Net profit</u>		<u>Weighted average number</u>		<u>Earnings per share</u>	
	<u>2003</u>	<u>2002</u>	<u>of ordinary shares</u>		<u>2003</u>	<u>2002</u>
	<u>Baht</u>	<u>Baht</u>	<u>Shares</u>	<u>Shares</u>	<u>Baht</u>	<u>Baht</u>
Basic earnings per share						
Net profit	37,573,076	35,230,877	213,843,729	213,307,988	0.18	0.17
Effect of diluted equivalent ordinary shares						
The balance of warrants able to be exercised						
28,787,060 units	-	-	24,511,754	-	-	-
Diluted earnings per share						
Net profit of ordinary shareholders						
assuming the conversion into ordinary shares	37,573,076	-	238,355,483	-	0.16	-

	For the nine-month period ended on 30 September					
	<u>Net profit</u>		<u>Weighted average number</u>		<u>Earnings per share</u>	
	<u>2003</u>	<u>2002</u>	<u>of ordinary share</u>		<u>2003</u>	<u>2002</u>
	<u>Baht</u>	<u>Baht</u>	<u>Shares</u>	<u>Shares</u>	<u>Baht</u>	<u>Baht</u>
Basic earnings per share						
Net profit	97,887,840	80,513,658	213,808,559	213,307,988	0.46	0.38
Effect of diluted equivalent ordinary shares						
The balance of warrants able to be exercised						
27,310,801 units	-	-	23,252,732	-	-	-
Diluted earnings per share						
Net profit of ordinary shareholders						
assuming the conversion into ordinary shares	97,887,840	-	237,061,291	-	0.41	-

For the three-month period and nine-month period ended on September 30, 2003 and 2002, the diluted earnings per share was calculated without consideration of the effect of the unexercised warrants to purchase ordinary shares.

As discussed in Note No.10 to the financial statements, on April 23, 2003, a general meeting of the shareholders of the Company approved the split of the Company's ordinary shares. For comparative purposes, the basic earnings per share and the diluted earnings per share for the three-month period and the nine-month period ended on September 30, 2002 were recalculated assuming as if the share split had been taken place at the beginning of 2002.

14. Disclosure of sectoral business operations

The Company operates in one principal business sector, namely business of production and sale of books and confines its operation only in one geographical area i.e. in Thailand. Thus, all income, profit and assets reflected in the financial statements were related to the said business sector and geographical area.

15. Obligations and contingent liabilities

15.1 As of September 30, 2003 and December 31, 2002 the Company also holds contingent liabilities and obligations with a bank in relation to letter of guarantee for the amount of Baht 4.18 million and Baht 4.13 million respectively.

15.2 The Company has a contract of building lease and contract of service with a related company and an outside party so as to use as head office and the distribution center of merchandise. The Company has also conducted area rental contracts so as to use as branch offices totalling 128 branches. The life of the leased contract commenced from 1 to 10 years. The total rental fee and public utility service fee are approximately Baht 109.62 million per year. Moreover, the leased contract is conducted so as to use as one warehouse (Kingkaew Road) with the contract life of 3 years.

16. Approval of financial statements

These financial statements have been approved by the Company's board of directors of SE-EDUCATION PUBLIC COMPANY LIMITED.
