

**Independent Auditor's Report on Review of Interim Financial Information
To the Shareholders of SE-EDUCATION PUBLIC COMPANY LIMITED**

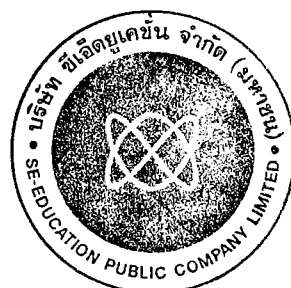
I have reviewed the accompanying consolidated statement of financial position of SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries as at 30 June 2013, the related consolidated statements of income and comprehensive income for the three-month and six-month periods ended 30 June 2013, and the statements of changes in shareholders' equity and cash flows for the six-month period ended 30 June 2013, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of SE-EDUCATION PUBLIC COMPANY LIMITED for the same periods. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with auditing standards and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

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



Emphasis of matter

I draw attention to Note 3 to the financial statements regarding the change in accounting policy made due to the adoption of Thai Accounting Standard 12 *Income Taxes* and change in accounting policy for property, plant and equipment. My conclusion is not qualified in respect of this matter.



Pimjai Manitkajohnkit

Certified Public Accountant (Thailand) No. 4521

Ernst & Young Office Limited

Bangkok: 7 August 2013



SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

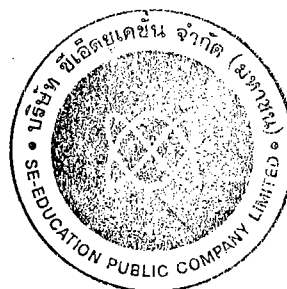
Statement of financial position

As at 30 June 2013

(Unit: Thousand Baht)

	Note	Consolidated financial statements			Separate financial statements		
		30 June 2013	31 December 2012	1 January 2012	30 June 2013	31 December 2012	1 January 2012
		(Unaudited but reviewed)	(Audited) (Restated)		(Unaudited but reviewed)	(Audited) (Restated)	
Assets							
Current assets							
Cash and cash equivalents	5	284,382	346,948	570,314	269,513	343,504	540,048
Current investments	6	-	168,391	178,856	-	168,391	178,856
Trade and other receivables	4, 7	185,232	104,224	132,414	183,565	100,830	116,604
Short-term loan to subsidiaries	4	-	-	-	44	15,044	15,024
Inventories	8	334,640	401,338	396,082	332,932	400,167	394,433
Other current assets		57,588	66,717	39,925	55,394	65,320	37,644
Total current assets		861,842	1,087,618	1,317,591	841,448	1,093,256	1,282,609
Non-current assets							
Restricted bank deposits and other investments	9	12,838	12,578	12,390	12,838	12,578	12,390
Investments in subsidiaries	10	-	-	-	70,482	69,432	69,432
Investments in associate	11	26,507	26,795	27,044	100	100	100
Property, plant and equipment	12	1,460,382	1,251,681	844,502	1,220,779	1,006,733	656,326
Leasehold right on land	4	6,870	7,036	7,372	-	-	-
Leasehold rights on buildings	13	93,170	98,836	110,295	93,169	98,836	110,295
Intangible assets	14	6,589	7,894	5,343	6,431	7,711	5,110
Prepaid book copyright and translation fee		23,343	22,510	27,179	23,343	22,510	27,179
Rental guarantee and deposit		109,308	104,759	92,243	109,308	104,759	92,243
Deferred tax assets	3, 19	8,772	3,094	21,819	8,772	3,094	21,819
Other non-current assets		4,730	6,265	15,031	4,700	6,234	14,806
Total non-current assets		1,752,509	1,541,448	1,163,218	1,549,922	1,331,987	1,009,700
Total assets		2,614,351	2,629,066	2,480,809	2,391,370	2,425,243	2,292,309

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



SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Statement of financial position (continued)

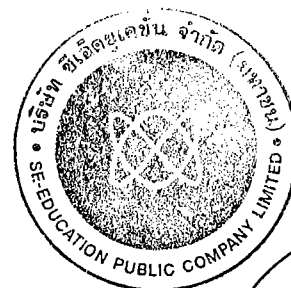
As at 30 June 2013

(Unit: Thousand Baht)

	Note	Consolidated financial statements			Separate financial statements		
		30 June 2013	31 December 2012	1 January 2012	30 June 2013	31 December 2012	1 January 2012
		(Unaudited but reviewed)	(Audited) (Restated)		(Unaudited but reviewed)	(Audited) (Restated)	
Liabilities and shareholders' equity							
Current liabilities							
Trade and other payables	4, 15	1,406,314	1,459,103	1,500,207	1,401,639	1,452,020	1,494,765
Short-term loans from other person		-	-	3,400	-	-	-
Current portion of long-term loans		48,400	-	-	-	-	-
Income received in advance recognisable within one year	16	34,062	33,800	28,949	-	-	-
Income tax payable		16,746	16,614	34,178	16,746	16,614	34,178
Current portion of provision for long-term employee benefits		-	8,770	6,122	-	8,770	6,122
Other current liabilities	17	54,090	46,910	37,958	52,102	45,779	36,903
Total current liabilities		1,559,612	1,565,197	1,610,814	1,470,487	1,523,183	1,571,968
Non-current liabilities							
Income received in advance	16	11,994	2,695	5,303	-	-	-
Long-term loans, net of current portion		34,510	74,710	64,600	-	-	-
Provision for long-term employee benefits, net of current portion		44,981	39,696	39,620	43,156	38,078	38,185
Other non-current liabilities		8,862	9,066	8,510	8,815	8,990	8,465
Total non-current liabilities		100,347	126,167	118,033	51,971	47,068	46,650
Total liabilities		1,659,959	1,691,364	1,728,847	1,522,458	1,570,251	1,618,618
Shareholders' equity							
Share capital	18						
Registered							
391,944,529 ordinary shares of Baht 1 each (31 December 2012: 356,313,243 ordinary shares of Baht 1 each) (1 January 2012: 323,921,130 ordinary shares of Baht 1 each)		391,945	356,313	323,921	391,945	356,313	323,921
Issued and paid-up							
391,944,418 ordinary shares of Baht 1 each (31 December 2012: 356,313,243 ordinary shares of Baht 1 each) (1 January 2012: 323,921,130 ordinary shares of Baht 1 each)		391,944	356,313	323,921	391,944	356,313	323,921
Share premium		149,421	149,421	149,421	149,421	149,421	149,421
Retained earnings							
Appropriated - statutory reserve		39,195	35,631	35,627	39,195	35,631	35,627
Unappropriated		180,293	205,705	171,309	164,333	191,040	154,945
Other components of shareholders' equity		130,594	129,321	9,777	124,019	122,587	9,777
Equity attributable to owners of the Company		891,447	876,391	690,055	868,912	854,992	673,691
Non-controlling interests of the subsidiaries		62,945	61,311	61,907	-	-	-
Total shareholders' equity		954,392	937,702	751,962	868,912	854,992	673,691
Total liabilities and shareholders' equity		2,614,351	2,629,066	2,480,809	2,391,370	2,425,243	2,292,309

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

Directors



(Unaudited but reviewed)

SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Statement of income

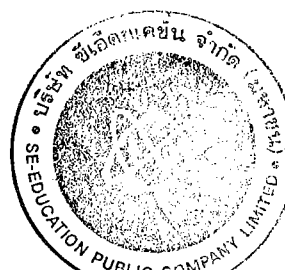
For the three-month period ended 30 June 2013

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2013	2012	2013	2012
			(Restated)		(Restated)
Revenues					
Revenues from sales	4	1,415,812	1,501,257	1,415,597	1,499,833
Tuition fees income	16	37,993	37,719	-	-
Interest and dividend income		1,436	6,845	3,580	9,030
Other income		10,375	5,311	9,200	4,770
Total revenues		1,465,616	1,551,132	1,428,377	1,513,633
Expenses					
Cost of sales	4	957,596	1,012,062	957,585	1,011,060
Cost of tuition fees		24,438	23,576	-	-
Selling expenses		279,646	267,424	279,646	267,424
Administrative expenses	4	166,133	151,778	159,070	144,316
Total expenses		1,427,813	1,454,840	1,396,301	1,422,800
Profit before share of profit from investment in associate, finance cost and income tax expenses					
Share of profit from investments in associate	11	1,714	1,750	-	-
Profit before finance cost and income tax expenses					
Finance cost	4	(1,322)	(1,132)	(2)	-
Profit before income tax expenses					
Income tax expenses	19	(11,718)	(18,039)	(11,718)	(18,039)
Profit for the period		26,477	78,871	20,356	72,794
Profit attributable to					
Equity holders of the Company		23,184	75,494	20,356	72,794
Non-controlling interests of the subsidiaries		3,293	3,377		
		26,477	78,871		
(Unit: Baht)					
Earnings per share	20				
Basic earnings per share					
Profit attributable to equity holders of the Company		0.06	0.19	0.05	0.19

(Unit: Baht)

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



(Unaudited but reviewed)

SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

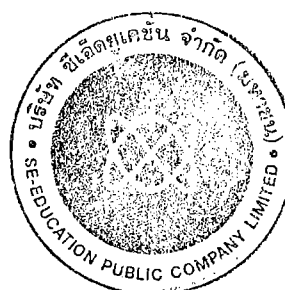
Statement of comprehensive income

For the three-month period ended 30 June 2013

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2013	2012 (Restated)	2013	2012 (Restated)
Profit for the period		<u>26,477</u>	<u>78,871</u>	<u>20,356</u>	<u>72,794</u>
Other comprehensive income:					
Loss on changes in value of available-for-sale investments		(780)	(211)	(780)	(211)
Income tax effect	3	<u>157</u>	<u>43</u>	<u>157</u>	<u>43</u>
Other comprehensive income for the period		<u>(623)</u>	<u>(168)</u>	<u>(623)</u>	<u>(168)</u>
Total comprehensive income for the period		<u><u>25,854</u></u>	<u><u>78,703</u></u>	<u><u>19,733</u></u>	<u><u>72,626</u></u>
Total comprehensive income attributable to					
Equity holders of the Company		22,561	75,326	<u>19,733</u>	<u>72,626</u>
Non-controlling interests of subsidiaries		<u>3,293</u>	<u>3,377</u>		
Total comprehensive income for the period		<u><u>25,854</u></u>	<u><u>78,703</u></u>		

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



(Unaudited but reviewed)

SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Statement of income

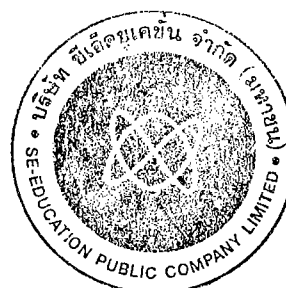
For the six-month period ended 30 June 2013

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2013	2012	2013	2012
			(Restated)		(Restated)
Revenues					
Revenues from sales	4	2,698,474	2,830,438	2,698,048	2,827,262
Income from tuition fees	16	65,728	63,679	-	-
Interest and dividend income		2,939	10,860	5,421	13,335
Other income		24,133	21,987	21,034	20,246
Total revenues		2,791,274	2,926,964	2,724,503	2,860,843
Expenses					
Cost of sales	4	1,815,704	1,926,132	1,815,651	1,924,844
Cost of services		49,084	45,739	-	-
Selling expenses		550,174	514,504	550,174	514,504
Administrative expenses	4	308,593	278,127	294,535	263,389
Total expenses		2,723,555	2,764,502	2,660,360	2,702,737
Profit before share of profit from investment in associate, finance cost and income tax expenses					
Share of profit from investments in associate	11	1,714	1,750	-	-
Profit before finance cost and income tax expenses		69,433	164,212	64,143	158,106
Finance cost	4	(2,811)	(2,283)	(191)	(8)
Profit before income tax expenses		66,622	161,929	63,952	158,098
Income tax expenses	19	(12,035)	(32,174)	(12,035)	(32,174)
Profit for the period		54,587	129,755	51,917	125,924
Profit attributable to					
Equity holders of the Company		53,053	127,264	51,917	125,924
Non-controlling interests of the subsidiaries		1,534	2,491		
		54,587	129,755		
(Unit: Baht)					
Earnings per share	20				
Basic earnings per share					
Profit attributable to equity holders of the Company		0.13	0.32	0.13	0.32

(Unit: Baht)

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



(Unaudited but reviewed)

SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

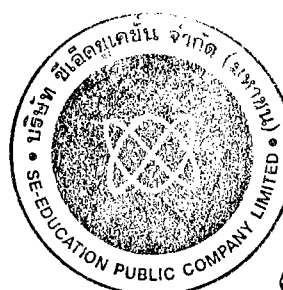
Statement of comprehensive income

For the six-month period ended 30 June 2013

(Unit: Thousand Baht)

Note	Consolidated financial statements		Separate financial statements	
	2013	2012 (Restated)	2013	2012 (Restated)
Profit for the period	54,587	129,755	51,917	125,924
Other comprehensive income:				
Gain (loss) on changes in value of available-for-sale investments	1,995	4,172	1,995	4,172
Income tax effect	3 (398)	(982)	(398)	(982)
Other comprehensive income for the period	1,597	3,190	1,597	3,190
Total comprehensive income for the period	56,184	132,945	53,514	129,114
Total comprehensive income attributable to				
Equity holders of the Company	54,650	130,454	53,514	129,114
Non-controlling interests of subsidiaries	1,534	2,491		
Total comprehensive income for the period	56,184	132,945		

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



SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries
Statement of changes in shareholders' equity
For the six-month period ended 30 June 2013

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated financial statements											
	Equity attributable to the parent's shareholders										
	Other components of equity										
	Other comprehensive income										
	Surplus (deficit)										
	Retained earnings		on changes in value of available-for-sale investments		Surplus on revaluation of assets		Total other components of shareholders' equity		Equity attributable to non-controlling interests of the subsidiaries		Total shareholders' equity
Issued and paid-up share capital	Share premium	Appropriated	Unappropriated						Total equity attributable to shareholders of the Company		
323,921	149,421	35,627	143,795	(10,625)	26,097	15,472	61,907	730,143			
-	-	-	27,514	307	(6,002)	(5,695)	-	21,819			
323,921	149,421	35,627	171,309	(10,318)	20,095	9,777	61,907	751,962			
32,392	-	-	(32,392)	-	-	-	-	-			
-	-	-	(71,625)	-	-	-	-	(71,625)			
-	-	-	127,264	3,190	-	3,190	2,491	132,945			
-	-	-	-	-	-	-	-	-			
-	-	-	493	-	(493)	(493)	-	(650)			
356,313	149,421	35,627	195,049	(7,128)	19,602	12,474	63,748	812,632			
356,313	149,421	35,631	171,963	(1,995)	161,964	159,969	61,311	934,608			
-	-	-	33,742	398	(31,046)	(30,648)	-	3,094			
356,313	149,421	35,631	205,705	(1,597)	130,918	129,321	61,311	937,702			
35,631	-	-	(35,631)	-	-	-	-	-			
-	-	3,564	(3,564)	-	-	-	-	-			
-	-	-	(39,594)	-	-	-	-	(39,594)			
-	-	-	53,053	1,597	-	1,597	1,534	56,184			
-	-	-	-	-	-	-	-	-			
-	-	-	-	-	-	-	100	100			
-	-	-	324	-	(324)	(324)	-	-			
391,944	149,421	39,195	180,293	-	130,594	130,594	62,945	954,392			

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



(Unaudited but reviewed)

SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the six-month period ended 30 June 2013

(Unit: Thousand Baht)

Separate financial statements

	Other components of equity									
	Other comprehensive income					Total other components of				
	Surplus (deficit) on changes in value of available-for-sale investments					shareholders' equity				
Issued and paid-up share capital	Share premium	Retained earnings	Appropriated	Unappropriated	Surplus on revaluation of assets	Shareholders' equity	Shareholders' equity	Shareholders' equity	Shareholders' equity	Total
Balance as at 31 December 2011 - as previously reported	323,921	149,421	35,627	127,431	(10,625)	26,097	15,472	651,872		651,872
Cumulative effect of changes in accounting policies (Note 3)	-	-	-	27,514	307	(6,002)	(5,695)	21,819		21,819
Balance as at 31 December 2011 - as restated	323,921	149,421	35,627	154,945	(10,318)	20,095	9,777	673,691		673,691
Increase in share capital from issuance of stock dividend (Note 21)	32,392	-	-	(32,392)	-	-	-	-		-
Dividend paid (Note 21)	-	-	-	(71,625)	-	-	-	(71,625)		(71,625)
Total comprehensive income for the period (restated)	-	-	-	125,924	3,190	-	3,190	129,114		129,114
Transferred surplus on revaluation of assets to retained earnings	-	-	-	493	(493)	-	(493)	-		-
Balance as at 30 June 2012 - as restated	356,313	149,421	35,627	177,345	(7,128)	19,602	12,474	731,180		731,180
Balance as at 31 December 2012 - as previously reported	356,313	149,421	35,631	157,298	(1,995)	155,230	153,235	851,898		851,898
Cumulative effect of changes in accounting policies (Note 3)	-	-	-	33,742	398	(31,046)	(30,648)	3,094		3,094
Balance as at 31 December 2012 - as restated	356,313	149,421	35,631	191,040	(1,597)	124,184	122,587	854,992		854,992
Increase in share capital from issuance of stock dividend (Notes 18 and 21)	35,631	-	-	(35,631)	-	-	-	-		-
Transferred to legal reserve	-	-	3,564	(3,564)	-	-	-	-		-
Dividend paid (Note 21)	-	-	-	(39,594)	-	-	-	(39,594)		(39,594)
Total comprehensive income for the period	-	-	-	51,917	1,597	-	1,597	53,514		53,514
Transferred surplus on revaluation of assets to retained earnings	-	-	-	165	(165)	-	(165)	-		-
Balance as at 30 June 2013	391,944	149,421	39,195	164,333	-	124,019	124,019	868,912		868,912

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



SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Statement of cash flows

For the six-month period ended 30 June 2013

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2013	2012 (Restated)	2013	2012 (Restated)
Cash flows from operating activities				
Profit before tax	66,622	161,929	63,952	158,098
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities				
Depreciation and amortisation	61,250	56,302	52,565	50,818
Allowance for doubtful account and goods return (reversal)	7,561	2,464	7,553	2,768
Adjustment from reconciliation of accounts receivable	(1,523)	-	(1,523)	-
Expense from lost of goods	8,239	9,551	8,239	9,551
Allowance for lost of goods and stock obsolescence (reversal)	18,909	(1,240)	18,909	(1,163)
Expense from donation of goods and equipment	6,663	8,804	6,663	8,804
Provision for long-term employee benefits	574	812	366	698
Share of profit from investment in associate	(1,714)	(1,750)	-	-
Gain on sales of current investments	(3,654)	-	(3,654)	-
Expense from stock destruction	4,003	4,579	4,003	4,579
Loss on sales of equipment	1,202	667	1,187	664
Amortised leasehold rights on land and buildings	5,833	5,865	5,667	5,698
Adjustment from un-utilized coupon payable	(3,999)	(1,491)	(3,999)	(1,491)
Interest expenses	2,811	2,283	191	8
Interest income	(2,535)	(7,351)	(3,018)	(7,826)
Dividend income	(404)	(3,509)	(2,404)	(5,509)
Profit from operating activities before changes in operating assets and liabilities	169,838	237,915	154,697	225,697
Operating assets (increase) decrease				
Trade and other receivables	(87,046)	(55,102)	(88,765)	(67,776)
Inventories	28,884	18,612	29,421	18,142
Compensation receivable from the insurance claim	-	19,820	-	19,820
Other current assets	9,190	(22,233)	9,986	(21,966)
Prepaid book copyright and translation fee	(833)	3,234	(833)	3,234
Rental guarantee and deposit	(4,549)	(4,427)	(4,549)	(4,427)
Other non-current assets	1,535	4,247	1,535	4,145
Operating liabilities increase (decrease)				
Trade and other payables	2,285	65,379	1,222	64,990
Accrued expenses	(57,044)	(27,748)	(53,974)	(26,141)
Income received in advance	9,561	258	-	-
Provision for long-term employee benefits	(4,059)	(6,286)	(4,059)	(6,286)
Other current liabilities	11,179	2,021	10,322	982
Other non-current liabilities	(204)	470	(175)	400
Cash flows from (used in) operating activities	78,737	236,160	54,828	210,814
Cash paid for interest expenses	(2,811)	(2,283)	(191)	(8)
Cash paid for income tax	(17,977)	(34,178)	(17,977)	(34,178)
Net cash flows from operating activities	57,949	199,699	36,660	176,628

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

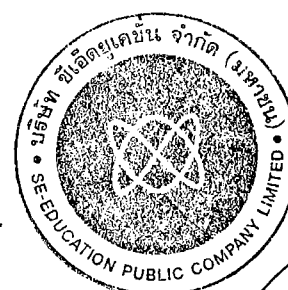


SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries**Statement of cash flows (continued)****For the six-month period ended 30 June 2013**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
		(Restated)		(Restated)
Cash flows from investing activities				
Increase in restricted bank deposit and other investment	(260)	(188)	(260)	(188)
Decrease in current investments	174,040	1,819	174,040	1,819
Decrease in loan to subsidiary	-	-	15,000	-
Increase in investment in subsidiaries	-	-	(1,050)	-
Dividend received from associated company	2,000	-	-	-
Interest received	2,476	7,097	2,958	7,572
Dividends income	404	5,509	2,404	5,509
Acquisition of intangible assets	(267,924)	(122,959)	(264,187)	(85,648)
Proceeds from sales of equipment	242	163	237	139
Acquisition of intangible assets	(199)	(198)	(199)	(198)
Net cash flows used in investing activities	(89,221)	(108,757)	(71,057)	(70,995)
Cash flows from financing activities				
Repayment of short-term loan from other person	-	(3,400)	-	-
Cash receipt from long-term loan from related person	8,200	6,410	-	-
Increase in non-controlling interests	100	-	-	-
Dividend paid	(39,594)	(71,625)	(39,594)	(71,625)
Net cash flows used in financing activities	(31,294)	(68,615)	(39,594)	(71,625)
Net increase (decrease) in cash and cash equivalents	(62,566)	22,327	(73,991)	34,008
Cash and cash equivalents at beginning of period	346,948	570,314	343,504	540,048
Cash and cash equivalents at end of period (Note 5)	284,382	592,641	269,513	574,056
Supplemental cash flows information				
Non-cash transactions				
Increase in revaluation surplus in investments	-	4,172	-	4,172
Recognized in revaluation surplus in available for sale investments	1,995	-	1,995	-
Purchase of property, plant and equipment for which cash has not been paid	1,970	2,510	2,370	2,251
Depreciation surplus on revaluation of asset under shareholder's equity	(324)	(493)	(165)	(493)
Issuance of stock dividend	35,631	32,392	35,631	32,392

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



SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Notes to interim financial statements

For the three-month and six-month periods ended 30 June 2013

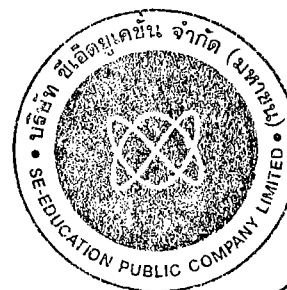
1. General information

1.1 Corporate information

SE-EDUCATION PUBLIC COMPANY LIMITED ("the Company") is a public company incorporated and domiciled in Thailand. The Company listed on the Stock Exchange of Thailand on 29 April 1993. The Company's registered office is located at No. 1858/87-90 TCIF Tower Building, 19th Floor, Bangna-Trad Road, Bangna Sub-District, Bangna District, Bangkok, and its distribution center is situated at 99 Moo 1, Kingkaew Road, Tambon Rajatewa, Bangplee District, Samutprakarn.

The Company and its subsidiaries operate its business in Thailand and engage in the following businesses:

1. Operate SE-ED Book Center and network stores which consist of various university bookstores in Bangkok and other provinces as well as the network and sales area in various forms.
2. Distribute both books published by SE-ED and other publishers to bookstores all over the country and to other sales channels.
3. Publish book as well as academic and educational journals, provide services for display advertisements to be published in the Company's monthly magazine and provide the printing service for other parties.
4. SE-ED Learning Center is an education center that provides services and activities aiming to develop potentials and aptitudes of Thai children such as supplementary math and English courses.
5. Plearnpattana School (subsidiary), a private school offering courses for students from pre-kindergarten to Matayom 6.
6. BaesLab Co., Ltd. (subsidiary) operates in consulting, provision and distribution of software and hardware business.



1.2 Basis for preparation of the interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (revised 2009) "Interim Financial Reporting", with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, income, comprehensive income, changes in shareholders' equity and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language financial statements.

1.3 Basis of consolidation

These consolidated interim financial statements are prepared by applying the same basis as that applied for the preparation of the consolidated financial statements for the year ended 31 December 2012, with no change in structure of the subsidiaries during the current period, except that the Company invests 60% of the share capital of BaesLab Co., Ltd., a new subsidiary company, during the current period.

1.4 Application of new accounting standards during the period

The Federation of Accounting Professions issued the following accounting standards, financial reporting standard, accounting standard interpretations and accounting treatment guidance that are effective for fiscal years beginning on or after 1 January 2013.

Accounting standards:

TAS 12 Income Taxes

TAS 20 (revised 2009) Accounting for Government Grants and Disclosure of
Government Assistance

TAS 21 (revised 2009) The Effects of Changes in Foreign Exchange Rates

Financial Reporting Standard:

TFRS 8 Operating Segments

Accounting Standard Interpretations:

TSIC 10 Government Assistance - No Specific Relation to Operating Activities



TSIC 21 Income Taxes - Recovery of Revalued Non-Depreciable Assets

TSIC 25 Income Taxes - Changes in the Tax Status of an Entity or its Shareholders
Accounting Treatment Guidance for Transfers of Financial Assets

These accounting standards, financial reporting standard, accounting standard interpretations and accounting treatment guidance do not have any significant impact on the financial statements, except for the following accounting standard.

TAS 12 *Income Taxes*

This accounting standard requires an entity to identify temporary differences between the carrying amount of an asset or liability in the statement of financial position and its tax base and recognise the tax effects as deferred tax assets or liabilities subjecting to certain recognition criteria. The Company and its subsidiaries have changed this accounting policy in this current year and restated the prior year's financial statements, presented as comparative information, as though the Company and its subsidiaries had initially recognised the tax effects as deferred tax assets or liabilities. The cumulative effect of this change in accounting policy has been presented in Note 3.

1.5 Change in accounting policy for property, plant and equipment

During the period, the Company and its subsidiaries changed an accounting policy of depreciation recording of its property, plant and equipment (PPE), which presents on a revaluation basis, previously only the depreciation calculated on the original cost of PPE was charged to the income statement, as permitted by the relevant notification of the Federation of Accounting Professions, to charge depreciation on the total revalued amount to its income statement as required by TAS 16 (revised 2009) *Property, plant and equipment*. The Company and its subsidiaries changed this accounting policy in the current year and restated the prior year's financial statements, presented for comparative purposes, as though the depreciation charged to the income statement was initially calculated on the revalued amount of PPE. The cumulative effect of this change in accounting policy has been presented in Note 3.

1.6 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2012, except for the change in the accounting policies due to the adoption of TAS 12 *Income Taxes* and change in accounting policy for property, plant and equipment, which presents on a revaluation basis. These accounting policies are as follows:



Income tax

Income tax expense represents the sum of corporate income tax currently payable and deferred tax.

Current tax

Current income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

Deferred tax

Deferred income tax is provided on temporary differences between the tax bases of assets and liabilities and their carrying amounts at the end of each reporting period, using the tax rates enacted at the end of the reporting period.

The Company and its subsidiaries recognise deferred tax liabilities for all taxable temporary differences while they recognise deferred tax assets for all deductible temporary differences and tax losses carried forward to the extent that it is probable that future taxable profit will be available against which such deductible temporary differences and tax losses carried forward can be utilised.

At each reporting date, the Company and its subsidiaries review and reduce the carrying amount of deferred tax assets to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

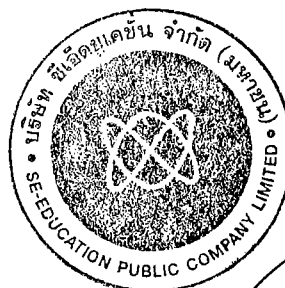
The Company and its subsidiaries record deferred tax directly to shareholders' equity if the tax relates to items that are recorded directly to shareholders' equity.

Property, building and equipment and depreciation

Land and building and improvement are stated at revalued amount less accumulated depreciation and allowance for loss on impairment of assets (if any).

Land and buildings are initially recorded at cost on the acquisition date, and subsequently revalued by an independent professional appraiser to their fair values. Revaluations are made every 5 year to ensure that the carrying amount does not differ materially from fair value at the end of reporting period.

Equipments are stated at cost less accumulated depreciation and allowance for loss on impairment of assets (if any).



Differences arising from the revaluation are dealt with in the financial statements as follows:

- When an asset's carrying amount is increased as a result of a revaluation of the Company's assets, the increase is credited directly to the other comprehensive income and the cumulative increase is recognised equity under the heading of "Revaluation surplus". However, a revaluation increase is recognised as income to the extent that it reverses a revaluation decrease in respect of the same asset previously recognised as an expense.
- When an asset's carrying amount is decreased as a result of a revaluation of the Company's assets, the decrease is recognised in profit or loss. However, the revaluation decrease is charged to the other comprehensive income to the extent that it does not exceed an amount already held in "Revaluation surplus" in respect of the same asset.

Depreciation of building and equipment is calculated by reference to their costs or the revalued amounts on the straight-line basis over the following estimated useful lives:

Land improvement	10	years
Buildings and building improvement	5 - 30	years
Building decorations	5 - 6	years
Office equipment and air conditioners	5 - 10	years
Motor vehicles	5 - 10	years

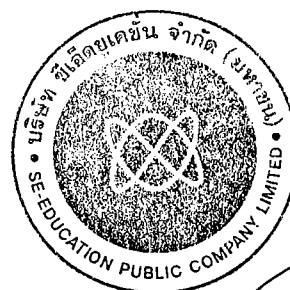
Depreciation is included in determining income.

No depreciation is provided on land and assets under installation.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on disposal of an asset is included in profit or loss when the asset is derecognised.

2. New accounting standards issued during the period not yet effective

The Federation of Accounting Professions has issued notifications, which have been published in the Royal Gazette during the current period, mandating the use of financial reporting standard, accounting standard interpretation and financial reporting standard interpretations as follows.

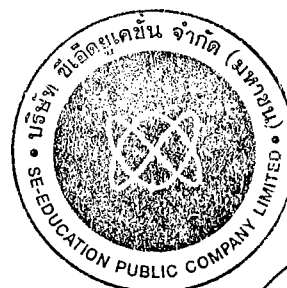


		<u>Effective date</u>
Financial Reporting Standard:		
TFRS 4	Insurance Contracts	1 January 2016
Accounting Standard Interpretation:		
TSIC 29	Service Concession Arrangements: Disclosures	1 January 2014
Financial Reporting Standard Interpretations:		
TFRIC 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities	1 January 2014
TFRIC 4	Determining whether an Arrangement contains a Lease	1 January 2014
TFRIC 5	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds	1 January 2014
TFRIC 7	Applying the Restatement Approach under TAS 29 <i>Financial Reporting in Hyperinflationary Economies</i>	1 January 2014
TFRIC 10	Interim Financial Reporting and Impairment	1 January 2014
TFRIC 12	Service Concession Arrangements	1 January 2014
TFRIC 13	Customer Loyalty Programmes	1 January 2014

The management of the Company has assessed the effect of the above financial reporting standard, accounting standard interpretation and financial reporting standard interpretations and believes that they are not relevant to the business of the Company and its subsidiaries, except TFRIC 1, TFRIC 4, TFRIC 10 and TFRIC 13, for which the management is still evaluating the first-year impact to the financial statements and has yet to reach a conclusion.

3. Cumulative effect of the changes in accounting policies

During the current period, the Company and its subsidiaries made the changes described in Notes 1.5 and 1.6 to its significant accounting policies, as a result of the adoption of TAS 12 *Income Taxes* and change in accounting policy for property, plant and equipment, which presents on a revaluation basis. The cumulative effect of the change in the accounting policies has been separately presented in the statements of changes in shareholders' equity.



(Unaudited but reviewed)

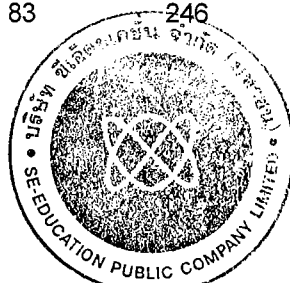
The amounts of adjustments affecting the statements of financial position and the statements of comprehensive income are summarised below.

	(Unit: Thousand Baht)		
	Consolidated and Separate financial statements		
	As at 30 June 2013	As at 31 December 2012	As at 1 January 2012
Statement of financial position			
Increase in deferred tax assets	39,785	34,140	27,821
Increase in deferred tax liabilities	31,013	31,046	6,002
Increase in unappropriated retained earnings	9,170	33,742	27,514
Decrease in other components of shareholders' equity	(398)	(30,648)	(5,695)

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
	For the three-month period ended 30 June	For the three-month period ended 30 June
	2013	2012
Statement of income		
Profit or loss:		
Increase in administrative expenses	83	246
Increase (decrease) in income tax expenses	2,240	(2,629)
Increase (decrease) in profit attributable to equity holders of the Company		
Increase (decrease) in basic earnings per share (Baht)	(2,323)	2,383

Statement of comprehensive income

Other comprehensive income:	(0.006)	0.007	(0.006)	0.007
Decrease in loss on changes in value of available-for-sale investments	157	43	157	43
Decrease in depreciation - surplus on revaluation of asset	83	246	83	246



(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	For the six-month period ended 30 June		For the six-month period ended 30 June	
	2013	2012	2013	2012
Statement of income				
Profit or loss:				
Increase in administrative expenses	324	493	165	493
Decrease in income tax expenses	(8,772)	(1,787)	(8,772)	(1,787)
Increase in profit attributable to equity holders of the Company	8,448	1,294	8,607	1,294
Increase in basic earnings per share (Baht)	0.022	0.004	0.022	0.004
Statement of comprehensive income				
Other comprehensive income:				
Decrease in gain on changes in value of available-for-sale investments	(398)	(982)	(398)	(982)
Decrease in depreciation - surplus on revaluation of asset	324	493	165	493

4. Related party transactions

During the periods, the Company and its subsidiaries had significant business transactions with their related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company, its subsidiaries and those related parties.

(Unit: Thousand Baht)

	For the three-month periods ended 30 June				
	Consolidated financial statements		Separate financial statements		Transfer
	2013	2012	2013	2012	pricing policy
Transactions with subsidiary					
Sales of goods	-	-	1,301	284	Market price
Interest income	-	-	183	287	MOR per annum
Transactions with associate					
Purchase of goods	-	682	-	682	Market price



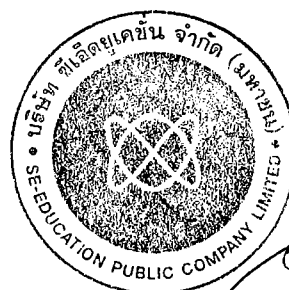
(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the three-month periods ended 30 June				
	Consolidated financial		Separate financial		
	statements		statements		Transfer
	2013	2012	2013	2012	pricing policy
<u>Transactions with shareholders and directors of subsidiaries</u>					
Lease land expenses	274	266	-	-	Mutually agreed agreement
Amortised land leasehold right	83	83	-	-	Mutually agreed agreement
Interest expenses	183	-	-	-	5% - 6% per annum
<u>Transactions with related companies</u>					
Purchase of goods	4,941	19,520	4,941	19,520	Market price
Sales of goods	-	2,414	-	2,414	Mutually agreed price

(Unit: Thousand Baht)

	For the six-month periods ended 30 June				
	Consolidated financial		Separate financial		
	statements		statements		Transfer
	2013	2012	2013	2012	pricing policy
<u>Transactions with subsidiary</u>					
Sales of goods	-	-	1,762	313	Market price
Interest income	-	-	520	577	MOR per annum
<u>Transactions with associate</u>					
Purchase of goods	-	1,408	-	1,408	Market price
<u>Transactions with shareholders and directors of subsidiaries</u>					
Lease land expenses	546	528	-	-	Mutually agreed agreement
Amortised land leasehold right	166	166	-	-	Mutually agreed agreement
Interest expenses	520	-	-	-	5% - 6% per annum
<u>Transactions with related companies</u>					
Purchase of goods	8,756	25,872	8,756	25,872	Market price
Sales of goods	-	2,966	-	2,966	Mutually agreed price



(Unaudited but reviewed)

As at 30 June 2013 and 31 December 2012, the balances of the accounts between the Company, its subsidiaries and its related parties and persons are as follows:

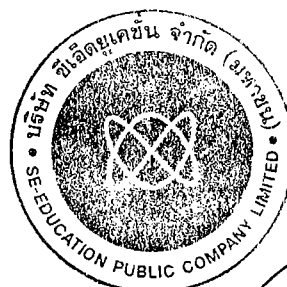
	Consolidated financial		Separate financial	
	statements		statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
<u>Short-term loan to subsidiaries</u>				
Subsidiaries	-	-	44	15,044
<u>Leasehold right on land</u>				
Shareholder/director of subsidiary	6,870	7,036	-	-
<u>Trade accounts receivables (Note 7)</u>				
Subsidiaries	-	-	1,108	18
<u>Trade accounts payable (Note 15)</u>				
Associate	2,315	2,319	2,315	2,319
Shareholders	2,311	4,474	2,311	4,474
Related companies of shareholders	8,958	8,726	8,958	8,726
Total	13,584	15,519	13,584	15,519

Short-term loan to subsidiary is promissory notes from which is payable at call. The subsidiary obtained such loan for the purpose of funding the school building construction and its working capital. Interest is charged at MOR of a commercial bank per annum.

Directors and management's remuneration

For the six-month periods ended 30 June 2013 and 2012, the Company and its subsidiaries had benefits expense payable to their directors and management

	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Short-term employee benefits	15.4	18.3	13.9	16.3
Post-employment benefits	0.7	1.0	0.6	1.1
Total	16.1	19.3	14.5	17.4

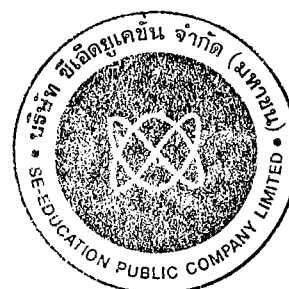


5. Cash and cash equivalents

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
Cash	31,877	28,235	30,654	28,069
Bank deposits with maturity not over 3 months	119,505	157,847	105,859	154,569
Highly liquid investments with an original maturity not over 3 months	133,000	160,866	133,000	160,866
Total	284,382	346,948	269,513	343,504

6. Current investments

	(Unit: Thousand Baht)			
	Consolidated / Separate financial statements			
	30 June 2013		31 December 2012	
	Cost	Fair value	Cost	Fair value
Available-for-sale securities				
Equity securities	-	-	60,000	58,500
Debt securities	-	-	110,386	109,891
Total available-for-sale securities	-	-	170,386	168,391
Add: Unrealised loss on changes in values of investments	-	-	(1,995)	-
Current investments – net	-	-	168,391	168,391

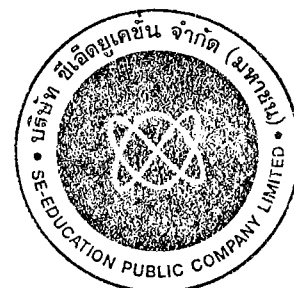


7. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
<u>Trade accounts receivables - related parties (Note 4)</u>				
Aged on the basis of due dates				
Not yet due	-	-	1,108	18
<u>Trade accounts receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	82,825	25,313	82,777	25,313
Past due				
Up to 6 months	97,518	69,054	95,661	66,981
6 - 12 months	16,977	1,937	16,730	1,387
Over 12 months	2,510	13,256	922	11,604
Total	199,830	109,560	197,198	105,303
Less: Allowance for doubtful debts	(14,010)	(10,839)	(12,314)	(9,151)
Allowance for goods return	(6,520)	(2,131)	(6,520)	(2,131)
Total trade accounts receivables - unrelated parties, net	179,300	96,590	178,364	94,021
<u>Other receivables</u>				
Advances	2,432	2,153	2,299	2,068
Others	3,500	5,481	2,902	4,741
Total other receivables	5,932	7,634	5,201	6,809
Trade and other receivables, net	185,232	104,224	183,565	100,830

The movements in transactions of allowance for doubtful accounts and allowance for goods return during the six-month period ended 30 June 2013, are as follows:



(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	Allowance for doubtful debts	Allowance for goods return	Allowance for doubtful debts	Allowance for goods return
Balance as at 31 December 2012	(10,839)	(2,131)	(9,151)	(2,131)
Add: Allowance made during the period	(3,859)	(4,389)	(3,671)	(4,389)
Less: Allowance reversed during the period	688	-	508	-
Balance as at 30 June 2013	(14,010)	(6,520)	(12,314)	(6,520)

8. Inventories

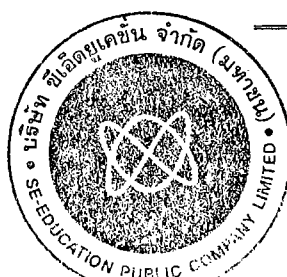
(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
Raw material	18,891	22,160	18,891	22,160
Work in process	7,881	11,084	7,276	11,084
Finished goods	452,226	493,543	451,023	492,272
Total	478,998	526,787	477,190	525,516
Less: Allowance for lost goods	(5,071)	(6,115)	(5,071)	(6,115)
Allowance for dilapidated and slow moving	(139,287)	(119,334)	(139,187)	(119,234)
Inventories, net	334,640	401,338	332,932	400,167

Movements in transactions of allowance for lost goods and allowance for dilapidated and slow moving during the six-month period ended 30 June 2013 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Balance as at 31 December 2012	(125,449)	(125,349)
Add: Allowance made during the period	(26,009)	(26,009)
Less: Allowance reversed during the period	7,100	7,100
Balance as at 30 June 2013	(144,358)	(144,258)



9. Restricted bank deposits and other investments

(Unit: Thousand Baht)

	Consolidated/Separate financial statements		Interest rates (% p.a.)
	30 June	31 December	
	2013	2012	
Fixed deposits with 12 months	9,272	9,012	2.35 - 2.50
Government bonds with 7 years maturity	3,566	3,566	4.00
Total	12,838	12,578	

The Company pledged such fixed deposits and other investments to guarantee electricity use, area rental and distributor.

10. Investments in subsidiaries

Details of investments in subsidiaries as presented in the separate financial statements are as follows:

(Unit: Thousand Baht)

Company's name	Issued and paid-up capital		Shareholding percentage		Cost		Allowance for impairment of investment		Carrying amounts based on cost method – net	
	30	31	30	31	30	31	30	31	30	31
	June 2013	December 2012	June 2013	December 2012	June 2013	December 2012	June 2013	December 2012	June 2013	December 2012
			(%)	(%)						
SE-ED Book Center Co.,Ltd.	1,000	100	99.99	99.93	1,000	100	-	-	1,000	100
BaesLab Co., Ltd.	250	-	60.00	-	150	-	-	-	150	-
Plearn Patt Co.,Ltd.	169,476	169,476	48.97	48.97	83,000	83,000	(13,668)	(13,668)	69,332	69,332
					84,150	83,100	(13,668)	(13,668)	70,482	69,432

During the current period, the Company invests in ordinary shares of BaesLab Co., Ltd., which operates in consulting, provision and distribution of software and hardware business. This company has registered share capital of Baht 1,000,000 (Baht 250,000 paid-up, or equivalent to 25% of the registered share capital). The Company holds 60% of its share capital and has certain common directors. Therefore, such company is concern as a subsidiary of the Company.

During the current quarter, the Company increased its investment in addition share capital of SE-ED Book Center Co., Ltd., the subsidiary, amounting to Baht 900,000, which made the Company's portion in that company increase from 99.93% to 99.99%.



11. Investments in an associate

(Unit: Thousand Baht)

Company's name	Nature of business	Shareholding percentage		Consolidated financial statements		Separate financial statements		Dividend income during the period	
				Carrying amounts based on equity method		Carrying amounts based on cost method			
		30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012		
		(%)	(%)						
M AND E Co., Ltd.	Printing office, production of technical magazines and engineering manuals	25	25	26,507	26,795	100	100	2,000	2,000
				26,507	26,795	100	100	2,000	2,000

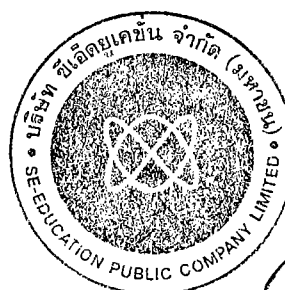
The Company has not recorded investment in the above associate company in the consolidated financial statements for the six-month period ended 30 June 2013 using the equity method because such associate company did not prepare the interim financial statements. However, the effect of these transactions to the consolidated financial statements of the current period is immaterial. (As at 30 June 2013, the investment in such associate company was equivalent to 1.01% of total assets in the consolidated financial statements).

12. Property, plant and equipment

Movements of the property, plant and equipment account during the six-month period ended 30 June 2013 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial Statements
Net book value as at 31 December 2012	1,251,681	1,006,733
Acquisitions during period - at cost	269,893	266,556
Disposals during period - net book value at disposal date	(1,423)	(1,402)
Write - off during period - net book value at write - off date	(24)	(22)
Depreciation for the period	(59,745)	(51,086)
Net book value as at 30 June 2013	<u>1,460,382</u>	<u>1,220,779</u>



13. Leasehold rights on buildings

The whole amount of the leasehold on buildings represented leased areas in leading shopping centers. The terms of these leaseholds range between 10 to 30 years. For the six-month period ended 30 June 2013, the Company amortised leasehold rights as expenses totalling Baht 5.67 million (2012: Baht 5.70 million).

14. Intangible assets

Movements of the intangible assets which are right for software usage fee during the six-month period ended 30 June 2013 are summarised below.

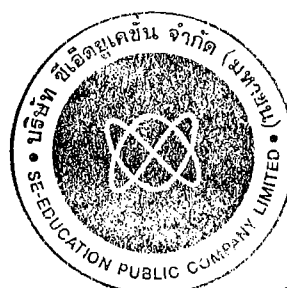
(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial Statements
Net book value as at 31 December 2012	7,894	7,711
Acquisitions during period - at cost	199	199
Amortisation for the period	(1,504)	(1,479)
Net book value as at 30 June 2013	6,589	6,431

15. Trade and other payables

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
Trade accounts payable - related parties (Note 4)	13,584	15,519	13,584	15,519
Trade accounts payable - unrelated parties	1,252,312	1,253,695	1,250,751	1,252,762
Accrued expenses	70,761	127,806	68,047	122,020
Other payables for purchase of machineries	2,835	5,169	2,435	4,805
Notes payable	11,713	32,698	11,713	32,698
Other payables	55,109	24,216	55,109	24,216
Total	1,406,314	1,459,103	1,401,639	1,452,020



(Unaudited but reviewed)

16. Income received in advance

(Unit: Thousand Baht)

	Consolidated	
	financial statements	
	30 June 2013	31 December 2012
Income received in advance - not yet recognised	46,056	36,495
Less: Income received in advance recognisable within one year	(34,062)	(33,800)
Net	11,994	2,695

During the six-month period ended 30 June 2013, movements of income received in advance are as follows:

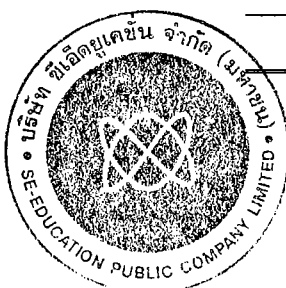
(Unit: Thousand Baht)

	The initial entrance fee	Education supporting fee	Total
Balance as at 31 December 2012	4,317	32,178	36,495
Plus: Increase during the period	4,186	71,103	75,289
Less: Income recognition during the period	(8,503)	(57,225)	(65,728)
Balance as at 30 June 2013	-	46,056	46,056

17. Other current liabilities

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
Coupon payable	23,939	24,190	23,939	24,190
Accrued withholding tax	3,123	6,805	2,835	6,524
Unearned income	9,927	7,279	9,672	7,279
Retention on construction	11,742	-	11,742	-
Others	5,359	8,636	3,914	7,786
Total	54,090	46,910	52,102	45,779



18. Share capital / Dividend stock

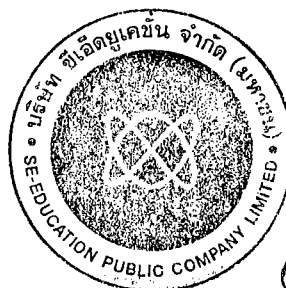
On 25 April 2013, the Annual General Meeting of the Company's shareholders passed the resolutions in relation to the Company's share capital as follows:

1. To decrease the registered capital of the Company from Baht 356,313,243 to Baht 356,313,209 by cancelling the registered ordinary shares remaining after the stock dividend allocation of 34 ordinary shares with a par value of Baht 1 each, previously made in accordance with the resolution of the Annual General Shareholders Meeting no. 1/2555. The Company registered with the Ministry of Commerce the decrease in its registered capital to Baht 356,313,209, and paid-up share capital at Baht 356,313,209 on 1 May 2013.
2. Paid dividend by the Company's ordinary shares in the ratio of 10 existing shares per 1 dividend share, not exceeding 35,631,320 shares, or in the total amount not exceeding Baht 35.63 million or shall be converted as dividend payment at Baht 0.10 per share. In case that any shareholder holds the indivisible share remaining after such allocation, the dividend shall be paid by cash in the amount of Baht 0.10 per share.
3. To increase the registered capital from the previous registered capital of Baht 356,313,209 to be the new registered capital of Baht 391,944,529 by issuing an additional 35,631,320 ordinary shares at the par value of Baht 1 each to support the payment of a stock dividend. The Company registered with the Ministry of Commerce the increase in its registered capital to Baht 391,944,529, and paid-up share capital at Baht 356,313,209 on 2 May 2013. The Company reports to the Stock Exchange of Thailand (SET) the number of 35,631,209 ordinary shares actually allocated to the stock dividend on 16 May 2013.

On 22 May 2013, the Company registered with the Ministry of Commerce the increase in its paid-up capital at Baht 391,944,418.

19. Income tax

Interim corporate income tax was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.



(Unaudited but reviewed)

Income tax expenses for the three-month and six-month periods ended 30 June 2013 and 2012 are made up as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the three-month period ended 30 June		For the three-month period ended 30 June	
	<u>2013</u>	<u>2012</u> (Restated)	<u>2013</u>	<u>2012</u> (Restated)
Current income tax:				
Interim corporate income tax charge	9,478	20,668	9,478	20,668
Deferred tax:				
Relating to origination and reversal of temporary differences	2,240	(2,629)	2,240	(2,629)
Income tax expense reported in the statements of comprehensive income	<u>11,718</u>	<u>18,039</u>	<u>11,718</u>	<u>18,039</u>

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	For the six-month period ended 30 June		For the six-month period ended 30 June	
	<u>2013</u>	<u>2012</u> (Restated)	<u>2013</u>	<u>2012</u> (Restated)
Current income tax:				
Interim corporate income tax charge	18,109	33,961	18,109	33,961
Deferred tax:				
Relating to origination and reversal of temporary differences	(6,074)	(1,787)	(6,074)	(1,787)
Income tax expense reported in the statements of comprehensive income	<u>12,035</u>	<u>32,174</u>	<u>12,035</u>	<u>32,174</u>



20. Earnings per share

Basic earnings per share is calculated by dividing profit for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period. The number of ordinary shares of the prior period used for the calculation, as presented for comparative purposes, has been adjusted in proportion to the change in the number of shares as a result of the distribution of the stock dividends of 35,631,209 shares as disensed in Note 18, as if the shares comprising such stock dividends had been issued at the beginning of the earliest period reported.

The following table sets forth the computation of basic and diluted earnings per share:

Consolidated financial statements					
For the three-month period ended 30 June					
Profit for the period		Weighted average number of ordinary shares		Earnings per share	
2013	2012	2013	2012	2013	2012
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
	(Restated)		(Restated)		(Restated)
Basic earnings per share					
Profit attributable to equity holders of the Company					
23,184	75,494	391,945	391,945	0.06	0.19
Separate financial statements					
For the three-month period ended 30 June					
Profit for the period		Weighted average number of ordinary shares		Earnings per share	
2013	2012	2013	2012	2013	2012
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
	(Restated)		(Restated)		(Restated)
Basic earnings per share					
Profit attributable to equity holders of the Company					
20,356	72,794	391,945	391,945	0.05	0.19



Consolidated financial statements					
For the six-month period ended 30 June					
Profit for the period		Weighted average number of ordinary shares		Earnings per share	
2013	2012	2013	2012	2013	2012
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
	(Restated)		(Restated)		(Restated)
Basic earnings per share					
Profit attributable to equity holders of the Company					
53,053	127,264	391,945	391,945	0.13	0.32

Separate financial statements					
For the six-month period ended 30 June					
Profit for the period		Weighted average number of ordinary shares		Earnings per share	
2013	2012	2013	2012	2013	2012
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
	(Restated)		(Restated)		(Restated)
Basic earnings per share					
Profit attributable to equity holders of the Company					
51,917	125,924	391,945	391,945	0.13	0.32

21. Dividends / stock dividends

Dividends	Approved by	Total dividends	Dividend per share
		(Thousand Baht)	(Baht)
Stock dividend on the fourth quarter of 2011	Annual General Meeting of the shareholders on 26 April 2012	32.39	0.10
Dividend on the fourth quarter of 2011	Annual General Meeting of the shareholders on 26 April 2012	35.99	0.11
Dividend on the first quarter of 2012	Board of Directors' meeting on 10 May 2012	35.63	0.10
Total dividend paid and stock dividend for the six-month period ended 30 June 2012		104.01	0.31
Dividend on the fourth quarter of 2012	Annual General Meeting of the shareholders on 25 April 2013	35.63	0.10
Dividend on the fourth quarter of 2012	Annual General Meeting of the shareholders on 25 April 2013	39.60	0.11
Total dividend paid and stock dividend for the six-month period ended 30 June 2013		75.23	0.21



22. Segment information

Operating segment information is reported in a manner consistent with the internal reporting the chief operating decision maker has received and regularly reviewed to make decisions about resources to be allocated to the segment and assess its performance.

For management purposes, the Company and its subsidiaries are organised into business units based on the sales channels of products and services and have three reportable segments (1) retail business (2) other distribution channels and (3) institution of private education business. These operations are mainly carried on in Thailand.

No operating segments have been aggregated to form the above reportable operating segments.

Chief operating decision maker monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss and is measured consistently with operating profit or loss in the financial statements. However, the Company and its subsidiaries financing (including finance costs and finance income) and income taxes are managed on a Group basis and are not allocated to operating segments.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

Inter-segment revenues are eliminated on consolidation.

The following table present revenue and profit information regarding the Company and its subsidiaries' operating segments for the three-month and six-month periods ended 30 June 2013 and 2012, respectively.

(Unit: Thousand Baht)

For the three-month periods ended 30 June									
	Retail business		Other distribution channels		Institution of private education business		Elimination of inter-segment revenues		Consolidation
	2013	2012	2013	2012	2013	2012	2013	2012	2013 2012
									(Restated)
Segment revenue	1,159,345	1,266,810	256,253	233,023	39,508	39,427	(1,301)	(284)	1,453,805 1,538,976
Segment profit (loss)	30,963	43,149	11,232	66,752	6,715	7,096	(520)	132	48,390 117,129
Unallocated income and expenses:									
Interest and dividend income									1,436 6,845
Other income									10,374 5,311
Share of profit from investments in associate									1,714 1,750
Operation expenses									(22,397) (32,993)
Financial cost									(1,322) (1,132)
Income tax expenses									(11,718) (18,039)
Profit for the period									26,477 78,871



(Unaudited but reviewed)

	For the six-month periods ended 30 June									
	Retail business		Other distribution channels		Institution of private education business		Elimination of inter-segment revenues		Consolidation	
	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
										(Restated)
Segment revenue	2,258,117	2,417,602	439,931	409,660	67,916	67,168	(1,762)	(313)	2,764,202	2,894,117
Segment profit (loss)	55,705	109,836	35,504	80,272	2,981	5,083	(520)	7	93,670	195,198
Unallocated income and expenses:										
Interest and dividend income									2,939	10,860
Other income									24,132	21,987
Share of profit from investments in associate									1,714	1,750
Operation expenses									(53,022)	(65,583)
Financial cost									(2,811)	(2,283)
Income tax expenses									(12,035)	(32,174)
Profit for the period									54,587	129,755

23. Commitments and contingent liabilities

23.1 Capital commitments

As at 30 June 2013, the Company had capital commitments of approximately Baht 161 million, relating to the construction of warehouse buildings.

23.2 Operating lease commitments

- As 30 June 2013, the Company entered into building lease and services agreements for use as the head office and merchandise distribution center. The Company has also entered into space rental agreements for use as branch offices, totaling 424 branches. The lease periods ranged from 1 to 12 years. For the period ended 30 June 2013, the total rental and utility fees were approximately Baht 510.4 million per annum. Some of rental fees were calculated from the percentage of sales, while others were fixed rate.
- The Company and its subsidiaries have entered into several lease agreements in respect of the lease of office building space, land, warehouses and vehicles. The terms of the agreements are generally between 1 and 30 years.

As at 30 June 2013, future minimum lease payments required under operating leases contracts were as follows.

	Million Baht
Outstanding commitments:	
Less than 1 year	27.2
1 to 5 years	57.2
More than 5 years	16.6



For the six-month period ended 30 June 2013, the Company recognised rental expenses of Baht 18.1 million.

23.3 Guarantees

As at 30 June 2013 and 31 December 2012, the Company has pledged the bank deposit of Baht 6.1 million to guarantee contractual performance and guarantee rental. In addition, other investments of Baht 2.3 million were pledged to guarantee the electricity usage and rental of head office.

23.4 Long-term service commitments

- a) The Company entered into agent appointment agreement with a foreign company for the contractual period of 1 year commencing from 1 January 2011 to 31 December 2011. When the agreement is expired, if no party inform the cancellation of the agreement in written, the agreement will be automatically extend for more one year, with the same as exist conditions.
- b) The Company entered into three-year contracts allowing the use of copyrights with various authors which can be automatically extended for another three years and agreed to pay, remuneration at the percentage of the number of books published or sold.

24. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 7 August 2013.

