

**Thai Oil Public Company Limited
and its Subsidiaries**

Interim financial statements
and
Independent auditor's report on
review of interim financial information

For the three-month period ended
31 March 2012

Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors of Thai Oil Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Thai Oil Public Company Limited and its subsidiaries, and of Thai Oil Public Company Limited, respectively, as at 31 March 2012; the consolidated and separate statements of comprehensive income, changes in equity and cash flows for the three-month periods ended 31 March 2012 and 2011; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 (revise 2009), "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my reviews.

Scope of Review

I conducted my reviews in accordance with the 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 Thai Standards on Auditing 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 reviews, 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 (revised 2009), "Interim Financial Reporting".

The comparative consolidated and separate statements of financial positions as at 31 December 2011

I have previously audited the consolidated and separate financial statements for the year ended 31 December 2011 of Thai Oil Public Company Limited and its subsidiaries, and of Thai Oil Public Company Limited respectively, for the year ended 31 December 2011 in accordance with Thai Standards on Auditing and expressed an unqualified opinion on those financial statements in my report dated 10 February 2012. The consolidated and separate statements of financial position as at 31 December 2011, which are included in the accompanying interim financial information for comparative purposes, are components of those financial statements. I have not performed any auditing procedures since the date of my audit report.

(Winid Silamongkol)
Certified Public Accountant
Registration No. 3378

KPMG Phoomchai Audit Ltd.
Bangkok
9 May 2012

Thai Oil Public Company Limited and its Subsidiaries

Statements of financial position

As at 31 March 2012 and 31 December 2011

		Consolidated		Separate	
		financial statements		financial statements	
Assets	Note	31 March	31 December	31 March	31 December
		2012	2011	2012	2011
		(Unaudited)		(Unaudited)	
		(in thousand Baht)			
<i>Current assets</i>					
Cash and cash equivalents		22,501,788	18,129,338	20,187,749	14,588,104
Current investments		12,352,474	1,162,894	11,200,000	-
Trade accounts receivable	4, 5	29,337,692	26,102,485	27,390,952	25,239,426
Short-term loans to related parties	4	90,000	90,000	3,076,500	4,811,500
Inventories	4	45,440,057	34,039,275	39,410,758	29,139,501
Prepaid corporate income tax		32,407	31,964	-	-
Value added tax receivable		1,937,123	2,331,055	1,169,030	1,423,229
Receivable from Oil Fuel Fund		1,267,178	1,052,372	1,267,178	1,052,372
Other current assets	4	1,165,779	1,209,430	1,032,491	1,013,590
Total current assets		114,124,498	84,148,813	104,734,658	77,267,722
<i>Non-current assets</i>					
Investments in subsidiaries	6	-	-	9,883,387	9,883,387
Investments in associates	7	957,484	940,116	60,000	60,000
Investment in jointly-controlled entity	7	316,574	313,435	-	-
Other long-term investments		1,004,426	996,229	1,004,426	996,229
Investment properties		82,382	82,382	637,676	637,676
Property, plant and equipment		64,714,384	65,131,761	30,008,269	30,336,745
Intangible assets		1,508,034	1,533,666	416,575	412,663
Deferred tax assets		538,992	552,253	508,666	515,539
Other non-current assets		1,389,795	1,388,472	1,130,454	1,150,554
Total non-current assets		70,512,071	70,938,314	43,649,453	43,992,793
Total assets		184,636,569	155,087,127	148,384,111	121,260,515

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

Thai Oil Public Company Limited and its Subsidiaries

Statements of financial position

As at 31 March 2012 and 31 December 2011

		Consolidated		Separate	
		financial statements		financial statements	
Liabilities and equity	Note	31 March 2012 (Unaudited)	31 December 2011	31 March 2012 (Unaudited)	31 December 2011
<i>(in thousand Baht)</i>					
Current liabilities					
Short-term borrowings from financial institutions		665,000	615,000	-	-
Trade accounts payable	4, 8	33,648,027	17,271,223	32,743,402	18,826,761
Short-term borrowings from related parties	4	-	-	7,287,784	4,253,791
Current portion of long-term borrowings from financial institutions		2,343,659	2,125,477	598,396	608,230
Current portion of debentures		2,898,381	2,977,264	2,898,381	2,977,264
Excise duty payable		495,742	618,567	495,742	618,567
Income tax payable		1,980,241	1,380,576	587,995	383,736
Other current liabilities	4	1,722,305	1,912,054	1,286,376	1,263,709
Total current liabilities		43,753,355	26,900,161	45,898,076	28,932,058
Non-current liabilities					
Long-term borrowings from financial institutions		6,780,674	11,084,187	4,188,770	9,336,506
Debentures		38,633,578	28,886,004	38,633,578	28,886,004
Deferred tax liabilities		656,030	658,388	646,105	647,078
Employee benefit obligations	9	2,463,240	2,427,955	2,326,376	2,281,458
Other non-current liabilities		95,870	96,788	209,918	226,178
Total non-current liabilities		48,629,392	43,153,322	46,004,747	41,377,224
Total liabilities		92,382,747	70,053,483	91,902,823	70,309,282

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

Thai Oil Public Company Limited and its Subsidiaries

Statements of financial position

As at 31 March 2012 and 31 December 2011

Liabilities and equity	Note	Consolidated		Separate	
		financial statements		financial statements	
		31 March	31 December	31 March	31 December
		2012	2011	2012	2011
		(Unaudited)		(Unaudited)	
		(in thousand Baht)			
Equity					
Share capital					
Authorised share capital		20,400,279	20,400,279	20,400,279	20,400,279
Issued and paid-up share capital		20,400,279	20,400,279	20,400,279	20,400,279
Additional paid-in capital					
Premium on ordinary shares		2,456,261	2,456,261	2,456,261	2,456,261
Retained earnings					
Appropriated					
Legal reserve		2,040,028	2,040,028	2,040,028	2,040,028
Other		244,500	244,500	244,500	244,500
Unappropriated		61,699,833	54,473,920	31,367,734	25,845,876
Other components of equity		(167,574)	(145,414)	(27,514)	(35,711)
Equity attributable to owners					
of the Company		86,673,327	79,469,574	56,481,288	50,951,233
Non-controlling interests		5,580,495	5,564,070	-	-
Total equity		92,253,822	85,033,644	56,481,288	50,951,233
Total liabilities and equity		184,636,569	155,087,127	148,384,111	121,260,515

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

Thai Oil Public Company Limited and its Subsidiaries

Statements of comprehensive income

For the three-month periods ended 31 March 2012 and 2011 (Unaudited)

		Consolidated		Separate	
		financial statements		financial statements	
	Note	2012	2011	2012	2011
		(in thousand Baht)			
Revenues					
Revenue from sale of goods and rendering of services	4	117,087,010	111,842,218	115,173,494	107,584,865
Net derivative gain on hedging		225,839	-	228,004	-
Net foreign exchange gain		1,155,974	164,499	1,163,357	150,951
Other income	4	226,681	518,172	486,444	775,473
Total revenues		118,695,504	112,524,889	117,051,299	108,511,289
Expenses					
Cost of sale of goods and rendering of services	4	109,775,898	101,087,022	110,363,794	100,298,025
Selling expenses		95,806	63,066	96,146	83,934
Administrative expenses	4	472,694	422,101	317,567	290,931
Net derivative loss on hedging		-	332,124	-	236,152
Total expenses		110,344,398	101,904,313	110,777,507	100,909,042
Share of profit of associates and jointly-controlled entity	7	28,948	20,625	-	-
Profit before finance costs and income tax expense		8,380,054	10,641,201	6,273,792	7,602,247
Finance costs	4	533,658	542,608	519,661	508,647
Profit before income tax expense		7,846,396	10,098,593	5,754,131	7,093,600
Income tax expense		634,433	2,807,863	232,273	2,098,191
Profit for the period		7,211,963	7,290,730	5,521,858	4,995,409
Other comprehensive income (loss)					
Net change in fair value of available-for-sale investments		8,197	(1,924)	8,197	(1,548)
Foreign currency translation differences		(30,356)	(119,142)	-	-
Other comprehensive income (loss) for the period, net of income tax		(22,159)	(121,066)	8,197	(1,548)
Total comprehensive income for the period		7,189,804	7,169,664	5,530,055	4,993,861

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

Thai Oil Public Company Limited and its Subsidiaries

Statements of comprehensive income

For the three-month periods ended 31 March 2012 and 2011 (Unaudited)

		Consolidated		Separate	
		financial statements		financial statements	
	Note	2012	2011	2012	2011
		<i>(in thousand Baht)</i>			
Profit for the period attributable to:					
Owners of the Company		7,225,913	7,228,128	5,521,858	4,995,409
Non-controlling interests		(13,950)	62,602	-	-
Profit for the period		7,211,963	7,290,730	5,521,858	4,995,409
Total comprehensive income attributable to:					
Owners of the Company		7,203,754	7,107,250	5,530,055	4,993,861
Non-controlling interests		(13,950)	62,414	-	-
Total comprehensive income for the period		7,189,804	7,169,664	5,530,055	4,993,861
Basic earnings per share (Baht)	11	3.54	3.54	2.71	2.45

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

Thai Oil Public Company Limited and its Subsidiaries
Statements of changes in equity
For the three-month periods ended 31 March 2012 and 2011 (Unaudited)

	Consolidated financial statements									
	Retained earnings					Other components of equity				
	Issued and paid-up share capital	Premium on ordinary shares	Legal reserve	Other	Unappropriated	Fair value	Currency	Equity	Non-	Total
						changes in	translation	attributable to	controlling	
						available-for-sale investments	differences	owners of the Company	interests	
(in thousand Baht)										
Balance at 1 January 2011	20,400,279	2,456,261	2,040,028	244,500	45,127,849	(30,716)	(80,811)	70,157,390	5,413,040	75,570,430
Dividend	-	-	-	-	-	-	-	-	(8,765)	(8,765)
Comprehensive income (loss) for the period										
Profit for the year	-	-	-	-	7,228,128	-	-	7,228,128	62,602	7,290,730
Other comprehensive income (loss)	-	-	-	-	-	(1,736)	(119,142)	(120,878)	(188)	(121,066)
Total comprehensive income (loss) for the period	-	-	-	-	7,228,128	(1,736)	(119,142)	7,107,250	62,414	7,169,664
Balance at 31 March 2011	20,400,279	2,456,261	2,040,028	244,500	52,355,977	(32,452)	(199,953)	77,264,640	5,466,689	82,731,329
Balance at 1 January 2012	20,400,279	2,456,261	2,040,028	244,500	54,473,920	(35,711)	(109,704)	79,469,573	5,564,070	85,033,643
Additional paid-up ordinary shares capital	-	-	-	-	-	-	-	-	30,375	30,375
Comprehensive income (loss) for the period										
Profit for the year	-	-	-	-	7,225,913	-	-	7,225,913	(13,950)	7,211,963
Other comprehensive income (loss)	-	-	-	-	-	8,197	(30,356)	(22,159)	-	(22,159)
Total comprehensive income (loss) for the period	-	-	-	-	7,225,913	8,197	(30,356)	7,203,754	(13,950)	7,189,804
Balance at 31 March 2012	20,400,279	2,456,261	2,040,028	244,500	61,699,833	(27,514)	(140,060)	86,673,327	5,580,495	92,253,822

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

Thai Oil Public Company Limited and its Subsidiaries

Statements of changes in equity

For the three-month periods ended 31 March 2012 and 2011 (Unaudited)

	Separate financial statements					Other components	Total
	Retained earnings					of equity	
	Issued and paid-up share capital	Premium on ordinary shares	Legal reserve	Other Unappropriated (in thousand Baht)		Fair value changes in available-for-sale investments	
Balance at 1 January 2011	20,400,279	2,456,261	2,040,028	244,500	19,359,427	(30,904)	44,469,591
Comprehensive income (loss) for the period							
Profit for the period	-	-	-	-	4,995,409	-	4,995,409
Other comprehensive income (loss)	-	-	-	-	-	(1,548)	(1,548)
Total comprehensive income (loss) for the period	-	-	-	-	4,995,409	(1,548)	4,993,861
Balance at 31 March 2011	20,400,279	2,456,261	2,040,028	244,500	24,354,836	(32,452)	49,463,452
Balance at 1 January 2012	20,400,279	2,456,261	2,040,028	244,500	25,845,876	(35,711)	50,951,233
Comprehensive income (loss) for the period							
Profit for the period	-	-	-	-	5,521,858	-	5,521,858
Other comprehensive income (loss)	-	-	-	-	-	8,197	8,197
Total comprehensive income (loss) for the period	-	-	-	-	5,521,858	8,197	5,530,055
Balance at 31 March 2012	20,400,279	2,456,261	2,040,028	244,500	31,367,734	(27,514)	56,481,288

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

Thai Oil Public Company Limited and its Subsidiaries

Statements of cash flows

For the three-month periods ended 31 March 2012 and 2011 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
Note	2012	2011	2012	2011
	(in thousand Baht)			
Cash flows from operating activities				
Profit for the period	7,211,963	7,290,730	5,521,858	4,995,409
<i>Adjustments for</i>				
(Reversal of) allowance for decline in value of inventories adjusted to net realisable value	-102,446	2,502	-134,871	-
Depreciation and amortisation	1,641,582	1,678,148	968,439	1,010,910
Finance costs	533,658	542,608	519,661	508,647
Unrealised loss (gain) on foreign exchange	(533,921)	83,074	(548,839)	67,755
Share of profit of associates and jointly-controlled entity	7	-28,948	-	-
Loss (gain) on disposal of property, plant and equipment	1,371	91	(1,030)	-
Realisation of deferred land lease and other income	(2,770)	(2,624)	(27,903)	(27,670)
Income tax expense	634,433	2,807,863	232,273	2,098,191
	9,354,922	12,381,767	6,529,588	8,653,242
<i>Changes in operating assets and liabilities</i>				
Trade accounts receivable	(3,242,992)	(6,879,278)	(2,135,857)	(6,543,342)
Inventories	(11,298,335)	(6,008,798)	(10,136,385)	(6,359,538)
Other current assets	(1,793,649)	(4,165,437)	(1,472,915)	(4,985,003)
Other non-current assets	(31,188)	10,209	18	11,397
Trade accounts payable	16,522,625	7,330,590	14,073,384	8,473,254
Excise duty payable	(122,825)	387,309	(122,825)	387,309
Other current liabilities	(309,124)	170,704	(198,397)	262,619
Other non-current liabilities	37,965	40,965	44,918	37,651
Income tax paid	(25,441)	(45,144)	(22,115)	(18,199)
Income tax and value added tax received	1,902,289	429	1,388,349	-
Net cash provided by (used in) operating activities	10,994,247	3,223,316	7,947,763	-80,610

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

Thai Oil Public Company Limited and its Subsidiaries

Statements of cash flows

For the three-month periods ended 31 March 2012 and 2011 (Unaudited)

		Consolidated		Separate	
		financial statements		financial statements	
	Note	2012	2011	2012	2011
		(in thousand Baht)			
Cash flows from investing activities					
Purchase of current investments		(11,189,580)	-5,606,492	(11,200,000)	(6,030,000)
Cash outflow on short-term loans to related parties	4	-	-	(255,000)	(10,000)
Cash inflow on short-term loans to related parties	4	-	-	1,990,000	20,000
Cash outflow on investment in subsidiaries	6	-	-	-	(1,120,000)
Cash outflow on investment in jointly-controlled entity	7	-	(273,883)	-	-
Cash inflow on long-term loans to savings co-operative of employees		4,788	2,972	4,788	2,972
Purchase of property, plant and equipment		(1,221,402)	(757,361)	(557,156)	(196,599)
Sale of property, plant and equipment		2,941	22	1,260	-
Purchase of intangible assets		(10,973)	(73,570)	(10,851)	(73,520)
Currency translation differences		(736)	(48,493)	-	-
Net cash used in investing activities		(12,414,962)	(6,756,805)	(10,026,959)	(7,407,147)
Cash flows from financing activities					
Finance costs paid		(298,098)	(291,577)	(284,017)	(257,437)
Proceeds from short-term borrowings from financial institutions		50,000	675,000	-	-
Repayment of short-term borrowings from financial institutions		-	(200,000)	-	(200,000)
Proceeds from short-term borrowings from related parties	4	-	-	3,033,993	2,405,443
Repayment of long-term borrowings from financial institutions		(5,813,112)	(2,427,996)	(5,071,135)	(1,796,350)
Proceeds from long-term borrowings from financial institutions		1,824,000	6,064,000	-	6,064,000
Proceeds from issue of debentures		10,000,000	-	10,000,000	-
Proceed of a subsidiary's shares from non-controller		30,375	-	-	-
Net cash provided by financing activities		5,793,165	3,819,427	7,678,841	6,215,656

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

Thai Oil Public Company Limited and its Subsidiaries

Statements of cash flows

For the three-month periods ended 31 March 2012 and 2011 (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
Note	2012	2011	2012	2011
	<i>(in thousand Baht)</i>			
Net increase (decrease) in cash and cash equivalents	4,372,450	285,938	5,599,645	-1,272,101
Cash and cash equivalents at beginning of period	18,129,338	13,216,886	14,588,104	10,796,419
Cash and cash equivalents at end of period	22,501,788	13,502,824	20,187,749	9,524,318
<i>Non-cash transaction</i>				
Payables on purchase of property, plant and equipment	447,578	105,782	244,069	40,270

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

Thai Oil Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2012 (Unaudited)

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Thai Oil Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2012 (Unaudited)

These notes form an integral part of the interim financial statements.

The interim financial statements were authorised for issue by the Board of Directors on 9 May 2012.

1 General information

Thai Oil Public Company Limited, the “Company”, is incorporated in Thailand and has its registered offices and refinery plant as follows:

Head office	:	555/1 Energy Complex Building A, 11 th Floor, Vibhavadi Rangsit Road, Kwang Chatuchak, Khet Chatuchak, Bangkok 10900, Thailand
Sriracha office and refinery plant	:	42/1 Moo 1, Sukhumvit Road Km. 124, Tambol Tungsukla, Amphur Sriracha, Choburi 20230, Thailand

The Company was listed on the Stock Exchange of Thailand on 26 October 2004.

The Company is an entity in the PTT Public Company Limited (“PTT”) group of companies. PTT is incorporated in Thailand and is the major shareholder of the Company and owned 49.1% of the Company’s issued and paid-up share capital as at 31 March 2012 (*31 December 2011: 49.1%*).

The principal businesses of the Company are oil refining and distributions. Details of the Company’s direct and indirect subsidiaries as at 31 March 2012 and 31 December 2011 were as follows:

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2012	31 December 2011
<i>Direct subsidiaries</i>				
Thai Paraxylene Co., Ltd.	Paraxylene manufacturing	Thailand	99.99	99.99
Thai Lube Base Public Company Limited	Lube base oil refining and distribution	Thailand	99.99	99.99
Thaioil Marine Co., Ltd.	Providing marine transportation services for petroleum and liquid chemical products	Thailand	99.99	99.99
Thaioil Energy Services Co., Ltd.	Providing of management and general services	Thailand	99.99	99.99
Thaioil Solvent Co., Ltd.	Investment in solvent and petrochemical businesses	Thailand	99.99	99.99
Thaioil Ethanol Co., Ltd.	Investment in ethanol business and alternative energy products	Thailand	99.99	99.99

Thai Oil Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2012 (Unaudited)

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			31 March 2012	31 December 2011
Thaioil Power Co., Ltd.	Power and steam generation	Thailand	54.99	54.99
<i>Indirect subsidiaries</i>				
TOP Solvent Co., Ltd.	Distribution of solvent and petrochemical products	Thailand	99.99	99.99
Independent Power (Thailand) Co., Ltd.	Power generation	Thailand	80.00*	80.00*
Sak Chaisidhi Co., Ltd.	Solvent and petrochemical products manufacturing and distribution	Thailand	80.52	80.52
TOP Solvent (Vietnam) LLC.	Distribution of solvent and petrochemical products	Vietnam	100.00	100.00
Sapthip Co., Ltd.	Ethanol products manufacturing and distribution	Thailand	50.00	50.00
Thaioil Marine International Pte. Ltd.	Investment in marine transportation for crude oil and petroleum product business	Singapore	100.00	100.00
TOP Maritime Service Co., Ltd.	Providing marine transportation service for crew and utilities in Gulf of Thailand	Thailand	55.00	55.00

* The Company and a subsidiary (Thaioil Power Co., Ltd.) hold a 24% and 56% interest in Independent Power (Thailand) Co., Ltd. respectively.

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The interim financial statements issued for Thai reporting purposes are prepared in the Thai language. This English translation of the interim financial statements has been prepared for the convenience of readers not conversant with the Thai language.

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard No. 34 (revised 2009) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (FAP); applicable rules and regulations of the Thai Securities and Exchange Commission.

Thai Oil Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month period ended 31 March 2012 (Unaudited)

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2011. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements for the year ended 31 December 2011.

(b) *Presentation currency*

The interim financial statements are prepared and presented in Thai Baht. All financial information presented in Thai Baht has been rounded in the notes to the financial statement to the nearest million unless otherwise stated.

(c) *Use of estimates and judgements*

The preparation of interim financial statements in conformity with TFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2011 and are included in the following note to the financial statements :

Note 9 Discount rate, salary increase rate, employee turnover rate and mortality rate

Significant accounting policies and methods of computation applied in the interim financial statements for the three-month period ended 31 March 2012 are consistent with those applied in the financial statements for the year ended 31 December 2011.

3 *Acquisitions of subsidiary and jointly-controlled entity*

Subsidiary

On 21 March 2011, a direct subsidiary (Thaioil Marine Co., Ltd.) acquired an investment in a wholly-owned subsidiary, has been named Thaioil Marine International Pte. Ltd., which is incorporated in Singapore. The company has a share capital of 9 million ordinary shares with a par value of US. Dollar 1 each, totalling US. Dollar 9 million.

Jointly-controlled entity

On 24 March 2011, an indirect subsidiary (Thaioil Marine International Pte. Ltd.) acquired an investment in a jointly-controlled entity, has been named TOP-NYK MarineOne Pte. Ltd., which is incorporated in Singapore. The investment is jointly set up between Thaioil Marine International Pte. Ltd. and Bulk & Energy B.V. each party holding 50% of total registered capital. The company has a share capital of 18 million ordinary shares with a par value of US. Dollar 1 each, totalling US. Dollar 18 million.

Thai Oil Public Company Limited and its Subsidiaries
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4 Related parties

Related parties are those parties linked to the Group as shareholders or by common shareholders or directors. Transactions with related parties are conducted at prices based on market prices or, where no market price exists, at contractually agreed prices.

Relationships with related parties that control or jointly control the Group or are being controlled or jointly controlled by the Group or have transactions with the Group are as follows:

Name of entities	Country of incorporation	Nature of relationships
PTT Public Company Limited	Thailand	Major shareholder
Thai Paraxylene Co., Ltd.	Thailand	Subsidiary and/or common directors
Thai Lube Base Public Company Limited	Thailand	Subsidiary and/or common directors
Thaioil Marine Co., Ltd.	Thailand	Subsidiary and/or common directors
Thaioil Energy Services Co., Ltd.	Thailand	Subsidiary and/or common directors
Thaioil Solvent Co., Ltd.	Thailand	Subsidiary and/or common directors
Thaioil Ethanol Co., Ltd.	Thailand	Subsidiary and/or common directors
Thaioil Power Co., Ltd.	Thailand	Subsidiary and/or common directors
TOP Solvent Co., Ltd.	Thailand	Indirect subsidiary and/or common directors
Independent Power (Thailand) Co., Ltd.	Thailand	Indirect subsidiary and/or common directors
Sak Chaisidhi Co., Ltd.	Thailand	Indirect subsidiary and/or common directors
TOP Solvent (Vietnam) LLC.	Vietnam	Indirect subsidiary and/or common directors
Sapthip Co., Ltd.	Thailand	Indirect subsidiary and/or common directors
Thaioil Marine International Pte. Ltd.	Singapore	Indirect subsidiary and/or common directors
TOP Maritime Service Co., Ltd.	Thailand	Indirect subsidiary and/or common directors
TOP-NTL Pte. Ltd.	Singapore	Jointly-controlled entity of subsidiary
TOP-NYK MarineOne Pte. Ltd.	Singapore	Jointly-controlled entity of indirect subsidiary
PTT ICT Solutions Co., Ltd.	Thailand	Associate and/or the Company's management as a director
PTT Energy Solutions Co., Ltd.	Thailand	Associate and/or the Company's management as a director
Maesod Clean Energy Co., Ltd.	Thailand	Indirect associate and/or the Company's management as a director
Ubon Bio Ethanol Co., Ltd.	Thailand	Indirect associate and/or common directors
Thome Ship Management (Thailand) Co., Ltd.	Thailand	Indirect associate
PTT International Trading Pte. Ltd.	Singapore	Subsidiary of major shareholder
PTT Exploration and Production Public Company Limited	Thailand	Subsidiary of major shareholder
IRPC Public Company Limited	Thailand	Associate of major shareholder
Bangchak Petroleum Public Company Limited	Thailand	Associate of major shareholder
PTT Global Chemical Public Company Limited	Thailand	Associate of major shareholder
PTT Phenol Co., Ltd.	Thailand	Associate of major shareholder
Thai Petroleum Pipeline Co., Ltd.	Thailand	Related company and/or the Company's management as a director

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The pricing policies for particular types of transactions are explained further below:

Transactions	Pricing policies
Revenue from sale of goods and rendering of services, lease income, purchase of goods and assets	Market prices or, where no market price exists, at contractually agreed prices
Interest income and expense	Agreed rates stipulated in the agreements
Other income and expenses	Contractually agreed prices
Directors' remuneration	Amounts approved by the Group's shareholders

Significant transactions for the three-month periods ended 31 March 2012 and 2011 with related parties were as follows:

	Consolidated financial statements		Separate financial statements	
	2012	2011	2012	2011
	<i>(in million Baht)</i>			
Major shareholder				
Revenue from sale of goods and rendering of services	55,664	53,318	53,940	51,778
Purchase of crude oil and feedstock	49,886	37,052	47,025	34,511
Other income	51	2	51	1
Interest expenses	1	-	1	-
Other expenses	6	33	6	33
Subsidiaries				
Revenue from sale of goods and rendering of services	-	-	17,107	14,308
Purchase of crude oil and feedstock	-	-	12,323	9,559
Purchase-sale of crude oil and feedstock for legal reserve*	-	-	3,113	1,391
Interest income	-	-	50	53
Land lease income	-	-	12	12
Other income	-	-	234	225
Interest expenses	-	-	41	15
Other expenses	-	-	98	100
Purchase of assets	-	-	1	-
Jointly-controlled entity				
Other expenses	69	-	69	-
Associates				
Purchase of crude oil and feedstock	55	21	48	21
Interest income	1	-	-	-
Other expenses	31	6	31	6
Purchase of assets	12	56	12	56

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	Consolidated financial statements		Separate financial statements	
	2012	2011	2012	2011
	<i>(in million Baht)</i>			
Other related parties				
Revenue from sale of goods and rendering of services	3,987	4,996	3,454	4,935
Purchase of crude oil and feedstock	2,857	1,445	1,132	-
Other income	1	2	1	2
Other expenses	27	20	27	20
Purchase of assets	4	-	4	-
Directors' remuneration	8	9	3	3

* Purchase-sale of crude oil and feedstock transactions entered for the purpose of maintaining the legal minimum reserve levels of crude oil inventory are transacted with a related party and have already been reversed in the interim financial statements for the three-month periods ended 31 March 2012 and 2011.

Balances as at 31 March 2012 and 31 December 2011 with related parties were as follows:

Trade accounts receivable - related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2012	31 December 2011	31 March 2012	31 December 2011
	<i>(in million Baht)</i>			
Major shareholder				
PTT Public Company Limited	12,796	10,230	12,289	9,894
Subsidiaries				
Thai Paraxylene Co., Ltd.	-	-	5,946	5,137
Thai Lube Base Public Company Limited	-	-	176	296
Thaioil Power Co., Ltd.	-	-	42	43
Other related parties				
PTT Energy Solutions Co., Ltd.	2	-	-	-
IRPC Public Company Limited	15	27	-	-
Bangchak Petroleum Public Company Limited	305	182	295	180
PTT Exploration and Production Public Company Limited	6	5	-	-
PTT Global Chemical Public Company Limited	4	5	-	-
	13,128	10,449	18,748	15,550
<i>Less allowance for doubtful accounts</i>	-	-	-	-
Total	13,128	10,449	18,748	15,550

Thai Oil Public Company Limited and its Subsidiaries
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Other accounts receivable - related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2012	31 December 2011	31 March 2012	31 December 2011
	<i>(in million Baht)</i>			
Major shareholder				
PTT Public Company Limited	24	60	24	60
Subsidiaries				
Thai Paraxylene Co., Ltd.	-	-	16	16
Thai Lube Base Public Company Limited	-	-	27	12
Thaioil Marine Co., Ltd.	-	-	2	3
Thaioil Energy Services Co., Ltd.	-	-	3	4
Thaioil Solvent Co., Ltd.	-	-	13	16
Thaioil Ethanol Co., Ltd.	-	-	4	2
Thaioil Power Co., Ltd.	-	-	38	41
TOP Solvent Co., Ltd.	-	-	1	1
Independent Power (Thailand) Co., Ltd.	-	-	2	2
Associates				
PTT ICT Solutions Co., Ltd.	5	6	5	6
PTT Energy Solutions Co., Ltd.	1	-	1	-
Maesod Clean Energy Co., Ltd.	2	1	-	-
Other related parties				
Bangchak Petroleum Public Company Limited	1	1	1	1
Thai Petroleum Pipeline Co., Ltd.	-	1	-	1
Total	33	69	137	165

Short-term loans to related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2012	31 December 2011	31 March 2012	31 December 2011
	<i>(in million Baht)</i>			
Subsidiaries				
Thaioil Marine Co., Ltd.	-	-	243	1,803
Thaioil Solvent Co., Ltd.	-	-	2,574	2,754
Thaioil Ethanol Co., Ltd.	-	-	260	255
Associate				
Maesod Clean Energy Co., Ltd.	90	90	-	-
Total	90	90	3,077	4,812

Interest rates during the three-month periods ended 31 March 2012 and 2011 were charged at money market rate (MMR) but not exceeding the average minimum loan rates (MLR) of 5 financial institutions less margin.

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Movements of short-term loans to related parties during the three-month periods ended 31 March 2012 and 2011 were as follows:

	Consolidated financial statements		Separate financial statements	
	2012	2011	2012	2011
	<i>(in million Baht)</i>			
At 1 January	90	-	4,812	4,597
Increases	-	-	255	10
Decreases	-	-	(1,990)	(20)
At 31 March	90	-	3,077	4,587

Trade accounts payable - related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2012	31 December 2011	31 March 2012	31 December 2011
	<i>(in million Baht)</i>			
Major shareholder				
PTT Public Company Limited	16,421	9,213	14,683	7,430
Subsidiaries				
Thai Paraxylene Co., Ltd.	-	-	3,511	3,305
Thai Lube Base Public Company Limited	-	-	416	316
Thaioil Marine Co., Ltd.	-	-	2	2
Thaioil Power Co., Ltd.	-	-	161	157
Sak Chaisidhi Co., Ltd.	-	-	3	-
Sapthip Co., Ltd.	-	-	2	-
Associate				
Maesod Clean Energy Co., Ltd.	10	6	10	6
Other related parties				
IRPC Public Company Limited	182	90	-	-
PTT Global Chemical Public Company Limited	238	175	-	-
PTT Phenol Co., Ltd.	10	5	-	-
Total	16,861	9,489	18,788	11,216

Other accounts payable - related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2012	31 December 2011	31 March 2012	31 December 2011
	<i>(in million Baht)</i>			
Major shareholder				
PTT Public Company Limited	1	103	-	101
Subsidiaries				
Thai Paraxylene Co., Ltd.	-	-	-	2
Thai Lube Base Public Company Limited	-	-	4	3
Thaioil Marine Co., Ltd.	-	-	27	11
Thaioil Energy Services Co., Ltd.	-	-	10	1

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	Consolidated financial statements		Separate financial statements	
	31 March 2012	31 December 2011	31 March 2012	31 December 2011
	<i>(in million Baht)</i>			
Associates				
PTT ICT Solutions Co., Ltd.	9	9	9	9
PTT Energy Services Co., Ltd.	-	1	-	1
Other related party				
Thai Petroleum Pipeline Co., Ltd.	5	5	5	5
Total	15	118	55	133

Short-term borrowings from related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2012	31 December 2011	31 March 2012	31 December 2011
	<i>(in million Baht)</i>			
Subsidiaries				
Thai Paraxylene Co., Ltd.	-	-	2,954	2,095
Thai Lube Base Public Company Limited	-	-	4,304	2,050
Thaioil Marine Co., Ltd.	-	-	30	109
Total	-	-	7,288	4,254

Interest rates during the three-month periods ended 31 March 2012 and 2011 were charged at money market rate (MMR) but not exceeding the average minimum loan rates (MLR) of 5 financial institutions less margin.

Movements of short-term borrowings from related parties during the three-month periods ended 31 March 2012 and 2011 were as follows:

	Consolidated financial statements		Separate financial statements	
	2012	2011	2012	2011
	<i>(in million Baht)</i>			
At 1 January	-	-	4,254	2,998
Increases	-	-	3,034	2,405
Decreases	-	-	-	-
At 31 March	-	-	7,288	5,403

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Significant agreements with related parties

As at 31 March 2012 the Group had the following significant agreements with related parties.

Raw Materials and Oil-Products Purchases and Sales Agreements

The Company has raw materials and oil products purchase and sale agreements with a subsidiary, whereby the purchase and sale volumes and prices of raw materials and oil products are specified in the agreements. These agreements are effective on the agreement date and shall be terminated by either party giving at least 6 months notice in writing to the other party.

Oil-Products Sale and Purchase Agreements

The Company has oil products purchase and sale agreements with a subsidiary, whereby the purchase and sale volumes and prices are specified in the agreements. These agreements are effective on the agreement date and shall be terminated if either party does not comply with the terms stipulated in the agreements.

By-Product Sale and Purchase Agreement

The Company has a by-product purchase and sale agreement with a subsidiary, whereby the purchase and sale volumes and prices of the by-product are specified in the agreement. The agreement is for a period of 10 years expiring in September 2014, or until the termination by mutual consent.

Technology and Communication Service Agreement

The Company has a technology and communication service agreement with an associate, whereby the service fees are specified in the agreement. The agreement is for a period of 4 years 6 months expiring in December 2015 and is renewable for additional periods of 5 years.

Crack Spread Swap and Time Spread Swap Agreements

The Company has crack spread swap and time spread swap agreements with a subsidiary and a related company ("counterparties"). The Company has or the counterparties have commitments to make payments for the differences between the fixed price and floating price for each period.

As at 31 March 2012, the Company had oil volume under the agreements with the related company of 1.03 million barrels (*31 December 2011: 0.02 million barrels with the subsidiary and 1.37 million barrels with the related company*).

Product Offtake and Crude Oil Supply Agreement

The Company has a product off take and crude oil supply agreement with a related company, whereby (a) the Company will sell and the related company will purchase refined petroleum products produced by the refinery for 49.99% of 270,000 barrels per day; and (b) the related party will supply and the Company will purchase crude oil and/or feedstock for the refinery required to produce 49.99% of 270,000 barrels per day. The credit term for crude oil shall be mutually agreed.

Feedstock Throughput Agreement

The Company has an agreement with a related company to use the Company's single buoy mooring facility for receiving its feedstock. The agreement is for a period of 15 years expiring in 2023 and the throughput fee is stipulated in the agreement.

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Throughput Agreement

The Company has a throughput agreement with a related company, whereby the tariff fee is specified in the agreement. The agreement is for a period of 20 years expiring in 2014 and is renewable.

Natural Gas Supply Agreements

The Company and three subsidiaries have natural gas supply agreements with a related company, whereby the related company agrees to supply the natural gas to the Company and the subsidiaries at quantities and prices as stipulated in the agreements. These agreements are effective for periods of 5 to 25 years expiring during 2014 and 2023.

Cost Reimbursement Agreements

Certain subsidiaries have cost reimbursement agreements with the Company covering the reimbursement of construction costs of natural gas pipeline facilities and the use of the pipeline facilities, raw water pipeline and the use of land for the construction of a transmission line connecting the subsidiaries to the Electricity Generating Authority of Thailand (EGAT). Under the terms of the agreements, the subsidiaries agree to share the cost of investments with the Company on the basis and conditions stipulated in the agreements. These agreements are effective for a period of 25 years, or until the termination of the power purchase agreement entered into by the subsidiaries with EGAT, whichever is sooner.

Power and Steam Purchase Agreements

Certain subsidiaries (“sellers”) have power and steam purchase agreements with the Company and two subsidiaries for periods of 20 and 25 years expiring in 2023 and 2027, whereby the sellers will sell power and steam energy to the Company and the subsidiaries at the agreed quantities and prices as stipulated in the agreements.

Services and Supplies Agreements

Certain subsidiaries have services and supplies agreements with the Company, whereby the Company provides the subsidiaries for the operating, repair and maintenance, management, controlling and administration, procurement, fuel transmission, waste water treatment and utilities, information technology, financial, accounting and human resource services. The subsidiaries agree to pay certain fees as stipulated in the agreements. These agreements are effective for periods of 3 year or 24 years or until the termination of the land lease agreement entered into by a subsidiary with the Company, whichever is sooner, or until the termination of the power purchase agreement entered into by another subsidiary with EGAT.

Land Lease Agreements

Certain subsidiaries have land lease agreements with the Company to lease/sublease certain parcels of land ending in September 2022 with total annual rental for the year 2012 of Baht 48.20 million, and the rate will be adjusted every 5 years.

The Company has a land lease agreement with a related company to lease certain parcels of land ending in August 2026 with total annual rental for the year 2012 of Baht 2.67 million. If the company does not giving a cancelable notice with in a months before contract end date, the contract shall be renewed for additional 15 years.

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Raw Materials and Petrochemical Products Purchase and Sale Agreements

A subsidiary has raw materials and petrochemical products purchase and sale agreements with related companies, whereby the purchase and sale volumes and prices of raw materials and petrochemical products are specified in the agreements. These agreements are for periods of 1 year to 15 years expiring during 2012 and 2017.

Technical Service Agreements

A subsidiary has technical service agreements with the Company and three subsidiaries to provide a consultancy technical solutions service for energy-related and petrochemical businesses, whereby the service fees are specified in the agreements. These agreements are for a period of at least 3 years and shall be terminated by either party giving at least 1 year notice in writing to the other party.

An associate has a technical service agreement with the Company to provide a consultancy technical solutions service for energy-related and petrochemical businesses, whereby the service fees are specified in the agreements. This agreement is for a period of 5 years expiring in August 2016 and shall be automatically renewed for another a period of 5 years until either party giving at least 6 months notice in writing to the other party.

Time Charter and Affreightment Agreements

A subsidiary has time charter and affreightment agreements with the Company and another subsidiary, whereby the freight rate is specified in the agreement. The agreements are for periods of 1 year and 3 years expiring in 2012 and 2013.

A jointly-controlled entity has time charter agreements with the Company, whereby the freight rate is specified in the agreement. The agreements are for periods of 10 years expiring in 2021.

Charter of Crew Boat Agreement

An indirect subsidiary has charter of crew boat agreement with a related company, whereby the service fee is specified in the agreement. The agreement is for period of 5 years expiring in 2017 and shall be renewed for period of 2 years by either party giving at least 3 days before contract end date notice in writing to the other party.

Office Rental Agreements

A subsidiary has office rental agreements with a related company and another subsidiary, whereby the rental fees are specified in the agreements. These agreements have no specified expiry date so the compliance with conditions specified in the agreements is ongoing until either party giving at least 30 days written notice of termination to the other party.

Thai Oil Public Company Limited and its Subsidiaries
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Ethanol Products Purchase and Sale Agreements

A subsidiary has an ethanol products purchase and sale agreement with the Company, whereby the purchase and sale volumes and prices of the ethanol products are specified in the agreement. The agreement expired in December 2010 and shall be automatically renewed for additional period of 1 year until either party giving at least 30 days notice in writing to the other party.

A subsidiary has an ethanol products purchase and sale agreement with a related company, whereby the purchase and sale volumes and prices of the ethanol products are specified in the agreement. The agreement is for a period of 10 years expiring in June 2021 and shall be renewed by either party giving at least 6 months before contract end date notice in writing to the other party.

Service Agreements

A subsidiary has service agreements with the Company and certain subsidiaries, whereby the service fees are specified in the agreement. These agreements are for a period of 1 year expiring in December 2012.

5 Trade accounts receivable

		Consolidated financial statements		Separate financial statements	
	<i>Note</i>	31 March 2012	31 December 2011	31 March 2012	31 December 2011
		<i>(in million Baht)</i>			
Related parties	4	13,128	10,449	18,748	15,550
Other parties		16,224	15,665	8,643	9,689
		29,352	26,114	27,391	25,239
Less allowance for doubtful accounts		14	12	-	-
Total		29,338	26,102	27,391	25,239
Bad and doubtful debts expense for the three-month period ended 31 March		2	-	-	-

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Aging analyses for trade accounts receivable are as follows:

		Consolidated financial statements		Separate financial statements	
	<i>Note</i>	31 March 2012	31 December 2011	31 March 2012	31 December 2011
		<i>(in million Baht)</i>			
Related parties					
Within credit terms		13,128	10,449	18,748	15,550
Less allowance for doubtful accounts		-	-	-	-
Net	4	13,128	10,449	18,748	15,550
Other parties					
Within credit terms		16,095	15,514	8,643	9,689
Overdue:					
Less than 3 months		8	30	-	-
3 - 6 months		-	1	-	-
6 - 12 months		1	-	-	-
Over 12 months		120	120	-	-
		16,224	15,665	8,643	9,689
Less allowance for doubtful accounts		14	12	-	-
Net		16,210	15,653	8,643	9,689
Total		29,338	26,102	27,391	25,239

The normal credit term granted by the Group ranges from 15 days to 90 days.

6 Investments in subsidiaries

	Separate financial statements	
	2012	2011
	<i>(in million Baht)</i>	
At 1 January	9,883	8,763
Acquisitions	-	1,120
At 31 March	9,883	9,883
At 31 December		9,883

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Investments in subsidiaries as at 31 March 2012 and 31 December 2011, and dividend income for the three-month periods ended 31 March 2012 and 2011 were as follows:

	Separate financial statements						Dividend income for three-month ended	
	Ownership interest		Paid-up capital		Cost method		31 March 2012	31 March 2011
	31 March 2012	31 December 2011 (%)	31 March 2012	31 December 2011	31 March 2012 (in million Baht)	31 December 2011		
<i>Subsidiaries</i>								
Thai Paraxylene Co., Ltd.	99.99	99.99	2,572	2,572	2,161	2,161	-	-
Thai Lube Base Public Company Limited	99.99	99.99	1,758	1,758	1,979	1,979	-	-
Thaioil Marine Co., Ltd.	99.99	99.99	970	970	970	970	-	-
Thaioil Energy Services Co., Ltd.	99.99	99.99	40	40	40	40	-	-
Thaioil Solvent Co., Ltd.	99.99	99.99	1,250	1,250	1,250	1,250	-	-
Thaioil Ethanol Co., Ltd.	99.99	99.99	1,450	1,450	1,450	1,450	-	-
Thaioil Power Co., Ltd.	54.99	54.99	2,810	2,810	1,545	1,545	-	-
Independent Power (Thailand) Co., Ltd.	24.00	24.00	1,771	1,771	488	488	-	-
Total			12,621	12,621	9,883	9,883	-	-

Thai Oil Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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7 Investments in associates and jointly-controlled entity

	Consolidated financial statements		Separate financial statements	
	2012	2011	2012	2011
	<i>(in million Baht)</i>			
At 1 January	1,253	130	60	30
Share of net profit of investments - equity method	29	21	-	-
Acquisition	-	274	-	-
Currency translation differences	(8)	(2)	-	-
At 31 March	<u>1,274</u>	<u>423</u>	<u>60</u>	<u>30</u>
At 31 December		<u>1,253</u>		<u>60</u>

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Investments in associates and jointly-controlled entity as at 31 March 2012 and 31 December 2011, and dividend income for the three-month periods ended 31 March 2012 and 2011 were as follows:

	Consolidated financial statements								Dividend income for three-month ended	
	Ownership interest		Paid-up capital		Cost method		Equity method			
	31 March 2012	31 December 2011	31 March 2012	31 December 2011	31 March 2012	31 December 2011	31 March 2012	31 December 2011	31 March 2012	31 March 2011
	(%)		(in million Baht)							
Associates										
PTT ICT Solutions Co., Ltd.	20.00	20.00	150	150	30	30	86	75	-	-
PTT Energy Solutions Co., Ltd.	20.00	20.00	150	150	30	30	33	31	-	-
Maesod Clean Energy Co., Ltd.	30.00	30.00	675	675	203	203	89	81	-	-
Ubong Bio Ethanol Co., Ltd.	21.28	21.28	2,740	2,740	769	769	746	752	-	-
Thome Ship Management (Thailand) Co., Ltd.	33.33	33.33	3	3	1	1	3	1	-	-
			3,718	3,718	1,033	1,033	957	940	-	-
Jointly-controlled entity										
TOP-NYK MarineOne Pte. Ltd.	50.00	50.00	548	548	274	274	317	313	-	-
Total			4,266	4,266	1,307	1,307	1,274	1,253	-	-

Thai Oil Public Company Limited and its Subsidiaries
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8 Trade accounts payable

		Consolidated financial statements		Separate financial statements	
	<i>Note</i>	31 March 2012	31 December 2011	31 March 2012	31 December 2011
		<i>(in million Baht)</i>			
Related parties	4	16,861	9,489	18,788	11,216
Other parties		16,787	7,782	13,955	7,611
Total		33,648	17,271	32,743	18,827

9 Employee benefit obligations

Movement in the present value of the defined benefit obligations:

	Consolidated financial statements		Separate financial statements	
	2012	2011	2012	2011
	<i>(in million Baht)</i>			
Defined benefit obligations at 1 January	2,428	1,868	2,281	1,756
Benefits paid by the plan	(30)	(18)	(15)	(18)
Current service costs and interest	65	59	60	56
Defined benefit obligations at 31 March	2,463	1,909	2,326	1,794

The expense is recognised in the following line items in the statement of comprehensive income:

	Consolidated financial statements		Separate financial statements	
<i>Three-month period ended 31 March</i>	2012	2011	2012	2011
	<i>(in million Baht)</i>			
Cost of sale of goods and rendering of services	47	42	44	40
Administrative expenses	18	17	16	16
Total	65	59	60	56

Principal actuarial assumptions at the reporting date:

	Consolidated financial statements and Separate financial statements (% per annum)
Discount rate	Interest rate of long-term Thai Government Bond
Salary increases rate	4.0-10.0
Employee turnover	0.0-2.0
Mortality rate	Based on Thailand Mortality Ordinary 2008 (TMO08)

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10 Segment information

Segment information is presented in respect of the Group's business segments. The primary format, business segments, is based on the Group's management and internal reporting structure.

Business segments

The Group comprises the following main business segments:

- Segment 1: Oil refinery
- Segment 2: Lube base oil refinery
- Segment 3: Petrochemical
- Segment 4: Power generation
- Segment 5: Oil and chemical products transportation services
- Segment 6: Other

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Revenue and results, based on business segments, in the consolidated financial statements for the three-month periods ended 31 March 2012 and 2011 were as follows:

	Oil refinery	Lube base oil refinery	Petrochemical	Power generation (in million Baht)	2012 Oil and chemical product transportation services	Other	Eliminations	Total
Revenue from sale of goods and rendering of services	115,173	8,166	20,153	3,224	350	68	(30,047)	117,087
Cost of sale of goods and rendering of services	(110,364)	(7,628)	(18,526)	(3,185)	(255)	(86)	30,268	(109,776)
Gross profit (loss)	4,809	538	1,627	39	95	(18)	221	7,311
Profit (loss) for the period	5,522	459	1,198	28	53	(75)	27	7,212

	Oil refinery	Lube base oil refinery	Petrochemical	Power generation (in million Baht)	2011 Oil and chemical product transportation services	Other	Eliminations	Total
Revenue from sale of goods and rendering of services	107,585	6,749	18,051	3,299	245	301	(24,388)	111,842
Cost of sale of goods and rendering of services	(100,298)	(5,850)	(15,948)	(3,072)	(180)	(327)	24,588	(101,087)
Gross profit (loss)	7,287	899	2,103	227	65	(26)	200	10,755
Profit (loss) for the period	4,995	617	1,499	166	21	(29)	22	7,291

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11 Basic earnings per share

The calculations of basic earnings per share for the three-month periods ended 31 March 2012 and 2011 were based on the profit for the periods attributable to owners of the Company and the weighted average number of ordinary shares outstanding during the three-month periods ended 31 March 2012 and 2011 as follows:

	Consolidated financial statements		Separate financial statements	
	2012	2011	2012	2011
	<i>(in million Baht/million shares)</i>			
Profit attributable to owners of the Company	7,226	7,228	5,522	4,995
Weighted average number of ordinary shares outstanding during the period	2,040	2,040	2,040	2,040
Basic earnings per share (Baht)	3.54	3.54	2.71	2.45

12 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	31 March 2012	31 December 2011	31 March 2012	31 December 2011
	<i>(in million Baht)</i>			
Capital commitments				
Projects construction agreements	6,641	3,933	6,109	3,267
Total	6,641	3,933	6,109	3,267
Non-cancellable operating lease commitments				
Within one year	205	183	189	182
After one year but within five years	832	806	802	802
After five years	1,245	1,294	1,243	1,292
Total	2,282	2,283	2,234	2,276
Other commitments				
Inventory management services agreements	69	82	-	-
Letters of guarantee issued by financial institutions	550	540	378	377
Crude oil purchase agreements	59,699	58,980	59,699	58,980
Total	60,318	59,602	60,077	59,357

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Long-term Maintenance Agreements

A subsidiary has combustion turbine supply and maintenance agreements with local companies (“service providers”), whereby the service providers will supply and repair parts used for yearly and scheduled repairs. In this regard, the subsidiary is committed to pay for the parts and maintenance service fees to the service providers at the prices specified in the agreements. These agreements are effective on the agreement date till the second major scheduled repair or the twelfth yearly scheduled repair.

Power Purchase Agreements

Two subsidiaries have power purchase agreements for a period of 25 years with the Electricity Generating Authority of Thailand (“EGAT”) expiring in 2023 and 2025 respectively whereby the subsidiaries will supply the electric energy to EGAT at the agreed quantity and price. As the contracted parties with EGAT, the subsidiaries must comply with conditions and restrictions provided for in the agreements.

13 Contingent liabilities and contingent assets

As at 31 March 2012 the Group had the following contingent liabilities and contingent assets:

- a) A subsidiary has been assessed by the Custom Department and the Revenue Department for the excise tax including penalty and surcharge for certain shipments of imported reduced crude oil totaling Baht 253.7 million (the Central Tax Court ruled in favor of the subsidiary). As at 31 March 2012 the case was in the process of consideration of the Supreme Court.
- b) A subsidiary has been assessed by the Revenue Department for the corporate income tax in respect to 1999 and 2000 revenues resulting to the utilisation of tax loss carry forwards in subsequent years (the Central Tax Court ruled in favor of the subsidiary). As at 31 March 2012 the case was in the process of consideration of the Supreme Court.
- c) The Company has crack spread swap and time spread swap with foreign companies (“counterparties”). The Company has or the counterparties have commitments to make payments for the differences between the fixed price and floating price for each period.

As at 31 March 2012 the Company had oil volume under the agreements totaling 3.44 million barrels (*31 December 2011: 3.35 million barrels*).

14 Event after the reporting period

At the annual general meeting of the shareholders of the Company held on 5 April 2012, the Company’s shareholders approved the appropriation of 2011 annual dividends at Baht 3.30 per share, totalling Baht 6,732 million. After a deduction of the interim dividends of Baht 1.30 per share which were already paid to the Company’s shareholders in September 2011, the remaining dividends of Baht 2.00 per share, totalling Baht 4,080 million, were already paid to the Company’s shareholders in April 2012.