

GOLDFINE MANUFACTURERS PUBLIC COMPANY
LIMITED AND ITS SUBSIDIARY COMPANY
REPORT AND FINANCIAL STATEMENTS
31st MARCH, 2006

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

To The Shareholders and Board of Directors of
Goldfine Manufacturers Public Company Limited

I have reviewed the accompanying consolidated balance sheet of Goldfine Manufacturers Public Company Limited and its subsidiaries as at 31st March, 2006, the related consolidated statements of earnings, change in shareholders' equity and cash flow for the three-month period then ended and the separate financial statements of Goldfine Manufacturers Public Company Limited for the same period. These financial statements are the responsibility of the Company's management as to their correctness and completeness of the presentation. My responsibility is to report on these financial statements based on my review.

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

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

I had audited the consolidated financial statements for the year ended 31st December, 2005 of Goldfine Manufacturers Public Company Limited and its subsidiary company in accordance with generally accepted auditing standards, and express an unqualified audit opinion on those statements whose report thereon dated on 10th February, 2006. The consolidated balance sheet as at the same date presented herein for comparative purpose formed an integral part of the financial statements which I had examined and reported thereon. I have not performed any other review procedures subsequent to the date of that report.

I had reviewed the financial statements for the three period ended 31st March, 2005 of Goldfine Manufacturers Public Company Limited in accordance with the auditing standards applicable to review engagement and drew a conclusion from the review that none of any other material modification should be made to financial statements in order for them to be in conformity with generally accepted accounting principles whose report thereon dated on 4th May, 2005. The statements of earnings, change in shareholders' equity and cash flow for the three-month period then ended presented herein for comparative purpose formed an integral part of the financial statements which I had reviewed and reported thereon. I have not performed any other review procedures subsequent to the date of that report.

Mr. Boonsri Techavarutama
Certified Public Accountant (Thailand) No. 3336
BDO Richfield Limited

BANGKOK : 28th April, 2006

GOLDFINE MANUFACTURERS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

BALANCE SHEETS

AS AT 31st MARCH, 2006 AND AS AT 31st DECEMBER, 2005

(Unit : Thousand Baht)

	Note	Consolidated		The Company Only	
		<u>2006</u> (Unaudited / but reviewed)	<u>2005</u> (Audited) (Restated)	<u>2006</u> (Unaudited / but reviewed)	<u>2005</u> (Audited)
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	5	96,160	56,042	91,908	53,526
Current investments		91,896	111,318	91,896	111,318
Trade accounts receivable - net	6	209,827	227,939	209,088	227,482
Account receivable - related party	4	-	-	2,603	2,086
Inventories	7	251,823	207,319	250,015	205,555
Other current assets		10,969	6,356	10,744	7,787
Total current assets		<u>660,675</u>	<u>608,974</u>	<u>656,254</u>	<u>607,754</u>
NON-CURRENT ASSETS					
Fixed deposits used as collateral		5,000	5,000	5,000	5,000
Investments for using equity method	8	-	-	16,153	3,544
Property, plant and equipment - net		179,851	172,571	179,254	171,971
Intangible asset - net	9	16,227	16,332	-	-
Deferred income tax - assets		3,424	3,074	3,065	2,820
Other non-current assets		3,129	2,152	2,990	2,013
Total non-current assets		<u>207,631</u>	<u>199,129</u>	<u>206,462</u>	<u>185,348</u>
TOTAL ASSETS		<u><u>868,306</u></u>	<u><u>808,103</u></u>	<u><u>862,716</u></u>	<u><u>793,102</u></u>

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

DIRECTOR

DIRECTOR

GOLDFINE MANUFACTURERS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

BALANCE SHEETS (Continued)

AS AT 31st MARCH, 2006 AND AS AT 31st DECEMBER, 2005

(Unit : Thousand Baht)

	Note	Consolidated		The Company Only	
		2006 (Unaudited / but reviewed)	2005 (Audited) (Restated)	2006 (Unaudited / but reviewed)	2005 (Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Overdrafts and short-term loan from financial institutions	10	17,298	-	17,298	-
Trade accounts payable	4, 11	39,796	23,749	39,726	23,747
Other accounts payable		14,984	29,327	10,314	14,538
Income tax payable		38,367	31,865	38,367	31,865
Advance receipt from customers		11,167	5,556	11,167	5,556
Other current liabilities	4	7,188	3,173	6,882	2,899
Total current liabilities		128,800	93,670	123,754	78,605
NON-CURRENT LIABILITIES					
Employee guarantee payable		11	10	-	-
TOTAL LIABILITIES		128,811	93,680	123,754	78,605
SHAREHOLDERS' EQUITY					
Share capital					
Registered, issued and paid - up					
150 million ordinary shares of Baht 1 each		150,000	150,000	150,000	150,000
Additional paid - in capital					
Premium on ordinary shares		157,500	157,500	157,500	157,500
Surplus on revaluation of assets		13,425	13,425	13,425	13,425
Retained earnings (deficit)					
Appropriated					
Legal reserve		15,000	15,000	15,000	15,000
Unappropriated		403,037	378,572	403,037	378,572
Shareholders' equity of parent company		738,962	714,497	738,962	714,497
Currency translation differences		532	(75)	-	-
Minority interest of subsidiary		1	1	-	-
TOTAL SHAREHOLDERS' EQUITY		739,495	714,423	738,962	714,497
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		868,306	808,103	862,716	793,102
		-	-	-	-

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

DIRECTOR

DIRECTOR

(UNAUDITED / BUT REVIEWED)

GOLDFINE MANUFACTURERS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

STATEMENTS OF EARNINGS

FOR THE THREE-MONTH PERIODS ENDED 31st MARCH, 2006 AND 2005

(Unit : Thousand Baht)

		Consolidated		The Company Only	
	Note	2006	2005	2006	2005
REVENUES					
Sales	4	222,157	202,883	221,503	202,883
Other income		1,015	401	1,015	401
TOTAL REVENUES		<u>223,172</u>	<u>203,284</u>	<u>222,518</u>	<u>203,284</u>
EXPENSES					
Cost of sales	4	156,688	146,541	156,663	146,541
Selling and administrative expenses		35,171	23,118	33,580	23,118
Share of loss from investment for equity method		-	-	856	-
Directors' remuneration	4	665	270	665	270
TOTAL EXPENSES		<u>192,524</u>	<u>169,929</u>	<u>191,764</u>	<u>169,929</u>
EARNINGS (LOSS) BEFORE INTEREST EXPENSES					
AND INCOME TAX		30,648	33,355	30,754	33,355
INTEREST EXPENSES		(21)	(148)	(21)	(148)
INCOME TAX		(6,162)	(6,714)	(6,268)	(6,714)
EARNINGS (LOSS) BEFORE MINORITY INTEREST					
OF SUBSIDIARIES		24,465	26,493	24,465	26,493
NET EARNINGS (LOSS) OF MINORITY INTEREST					
OF SUBSIDIARY		-	-	-	-
NET EARNINGS (LOSS)		<u>24,465</u>	<u>26,493</u>	<u>24,465</u>	<u>26,493</u>
EARNINGS (LOSS) PER SHARE (BAHT)					
Net earnings (loss)		<u>0.16</u>	<u>0.18</u>	<u>0.16</u>	<u>0.18</u>
WEIGHTED AVERAGE NUMBER OF ORDINARY SHARES					
(THOUSAND SHARES)		150,000	150,000	150,000	150,000

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

DIRECTOR

DIRECTOR

(UNAUDITED / BUT REVIEWED)

GOLDFINE MANUFACTURERS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

STATEMENTS OF CHANGE IN SHAREHOLDERS' EQUITY

CONSOLIDATED

FOR THE THREE-MONTH PERIODS ENDED 31st MARCH, 2006 AND 2005

(Unit : Thousand Baht)

	Issued and paid-up share capital	Premium on ordinary shares	Surplus on revaluation of assets	Retained earnings (deficit)		Currency translation differences	Minority interest of subsidiary	Total
				Appropriated legal reserve	Unappropriated			
Balance as at beginning of period 2005	150,000	157,500	13,425	15,000	238,257	-	-	574,182
Net earnings (loss)	-	-	-	-	26,493	-	-	26,493
Balance as at end of period 2005	<u>150,000</u>	<u>157,500</u>	<u>13,425</u>	<u>15,000</u>	<u>264,750</u>	<u>-</u>	<u>-</u>	<u>600,675</u>
Balance as at beginning of period 2006	150,000	157,500	13,425	15,000	378,572	-	1	714,498
Currency translation differences during period	-	-	-	-	-	532	-	532
Net earnings (loss)	-	-	-	-	24,465	-	-	24,465
Balance as at end of period 2006	<u>150,000</u>	<u>157,500</u>	<u>13,425</u>	<u>15,000</u>	<u>403,037</u>	<u>532</u>	<u>1</u>	<u>739,495</u>

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

DIRECTOR

DIRECTOR

(UNAUDITED / BUT REVIEWED)

GOLDFINE MANUFACTURERS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

STATEMENTS OF CHANGE IN SHAREHOLDERS' EQUITY

THE COMPANY ONLY

FOR THE THREE-MONTH PERIODS ENDED 31st MARCH, 2006 AND 2005

(Unit : Thousand Baht)

	Issued and paid-up share capital	Premium on ordinary shares	Surplus on revaluation of assets	Retained earnings (deficit)		Total
				Appropriated legal reserve	Unappropriated	
Balance as at beginning of period 2005	150,000	157,500	13,425	15,000	238,257	574,182
Net earnings (loss)	-	-	-	-	26,493	26,493
Balance as at end of period 2005	<u>150,000</u>	<u>157,500</u>	<u>13,425</u>	<u>15,000</u>	<u>264,750</u>	<u>600,675</u>
Balance as at beginning of period 2006	150,000	157,500	13,425	15,000	378,572	714,497
Net earnings (loss)	-	-	-	-	24,465	24,465
Balance as at end of period 2006	<u>150,000</u>	<u>157,500</u>	<u>13,425</u>	<u>15,000</u>	<u>403,037</u>	<u>738,962</u>

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

DIRECTOR

DIRECTOR

(UNAUDITED / BUT REVIEWED)

GOLDFINE MANUFACTURERS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

STATEMENTS OF CASH FLOW

FOR THE THREE-MONTH PERIODS ENDED 31st MARCH, 2006 AND 2005

(Unit : Thousand Baht)

	Consolidated		The Company Only	
	2006	2005	2006	2005
Cash flows from operating activities				
Net earnings (loss)	24,465	26,493	24,465	26,493
Adjustments to reconcile net earning to net cash provided by (used in) operating activities				
(Gain) loss from current investment	-	(84)	-	(84)
Doubtful debt increase (decrease)	448	(145)	448	(145)
Share of loss from investment for using equity method	-	-	856	-
Depreciation	5,176	4,167	5,143	4,167
Leasehold right - amortization	105	-	-	-
(Gain) loss on sales of fixed assets	488	(74)	488	(74)
Provision for impairment asset - amortization	(80)	(168)	(80)	(168)
Unrealized (gain) loss on exchange rate	4,211	(1,726)	4,211	(1,726)
Deferred income tax - assets (increase) decrease	(350)	63	(245)	63
	<u>34,463</u>	<u>28,526</u>	<u>35,286</u>	<u>28,526</u>
<u>(Increase) decrease in operating assets</u>				
Trade accounts receivable	13,174	11,094	13,456	11,094
Trade accounts payable - related party	-	-	(517)	-
Inventories	(44,504)	(26,910)	(44,460)	(26,910)
Other current assets	(4,613)	(987)	(4,593)	(987)
Other non-current assets	(977)	-	(977)	-
<u>Increase (decrease) in operating liabilities</u>				
Trade accounts payable	16,331	11,824	16,263	11,824
Other accounts payable	(14,343)	(255)	(4,224)	(255)
Income tax payable	6,502	6,651	6,502	6,651
Advance receipt from customers	5,611	2,493	5,611	2,493
Other current liabilities	4,015	3,940	3,983	3,940
Employee guarantee payable	1	-	-	-
Net cash provided by (used in) operating activities	<u>15,660</u>	<u>36,376</u>	<u>26,330</u>	<u>36,376</u>

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

DIRECTOR_____
DIRECTOR

(UNAUDITED / BUT REVIEWED)

GOLDFINE MANUFACTURERS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES

STATEMENTS OF CASH FLOW (Continued)

FOR THE THREE-MONTH PERIODS ENDED 31st MARCH, 2006 AND 2005

(Unit : Thousand Baht)

	Consolidated		The Company Only	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
Cash flows from investing activities				
Purchase of current investment	-	(48,083)	-	(48,083)
Proceeds from sale of current investment	49,354	425	49,354	425
Purchase of investment for using equity method	-	-	(11,829)	-
Proceeds from sales of fixed assets	992	607	992	607
Purchase of property, plant and equipment	(13,856)	(6,930)	(13,826)	(6,930)
Net cash provided by (used in) investing activities	<u>36,490</u>	<u>(53,981)</u>	<u>24,691</u>	<u>(53,981)</u>
Cash flows from financing activities				
Increase (decrease) in bank overdrafts and short-term loans from financial institutions	17,298	(8,752)	17,298	(8,752)
Increase in minority interest	-	-	-	-
Net cash provided by (used in) financing activities	<u>17,298</u>	<u>(8,752)</u>	<u>17,298</u>	<u>(8,752)</u>
Effect of exchange rate on cash and cash equivalent	(5)	-	(5)	-
Currency translation differences	607	-	-	-
Net increase (decrease) in cash and cash equivalents	<u>70,050</u>	<u>(26,357)</u>	<u>68,314</u>	<u>(26,357)</u>
Cash and cash equivalents - beginning of the period	<u>106,110</u>	<u>121,279</u>	<u>103,594</u>	<u>121,279</u>
Cash and cash equivalents - ending of the period	<u><u>176,160</u></u>	<u><u>94,922</u></u>	<u><u>171,908</u></u>	<u><u>94,922</u></u>

Supplemental cash flows information

Cash paid during the period

Interest expenses	11	50	11	50
Income tax	-	-	-	-

Supplementary non-monetary items from

Operating activities and financing activities

Decrease in other current asset	-	-	1,636	-
Increase in investment	-	-	(1,636)	-

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

DIRECTOR

DIRECTOR

(UNAUDITED / BUT REVIEWED)

GOLDFINE MANUFACTURERS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES
STATEMENTS OF CASH FLOW (Continued)
FOR THE THREE-MONTH PERIODS ENDED 31st MARCH, 2006 AND 2005

(Unit : Thousand Baht)

	Consolidated		The Company Only	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
Cash and cash equivalents				
<u>Cash and deposits at financial institutions</u>				
Petty cash	83	150	78	150
Cash at banks				
Saving accounts	94,558	22,692	90,197	22,692
Current accounts	1,519	2,080	1,633	2,080
	<u>96,160</u>	<u>24,922</u>	<u>91,908</u>	<u>24,922</u>
<u>Current investments</u>				
Fixed deposit account (3 months term)	80,000	70,000	80,000	70,000
	<u>176,160</u>	<u>94,922</u>	<u>171,908</u>	<u>94,922</u>

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

DIRECTOR

DIRECTOR

GOLDFINE MANUFACTURERS PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES**NOTES TO FINANCIAL STATEMENTS****AS AT 31st MARCH, 2006 AND AS AT 31st DECEMBER, 2005****AND FOR THE THREE-MONTH PERIODS ENDED 31st MARCH, 2006 AND 2005****1. GENERAL INFORMATION**

Goldfine Manufacturers Public Company Limited was incorporated as a limited company under the Thai Civil and Commercial Code on 26th September, 1989 and became a public limited company on 19th April, 2004. The Company is engaged in the business of manufacturing, importing and exporting of ornament and jewelry. Its office is situated at Latkrabang Industrial Estate, Bangkok.

The subsidiaries of the Company are

- a) Oroplus (Thailand) Co., Ltd., which was incorporated as a limited company under the Thai Civil and Commercial Code on 26th May, 2005. The subsidiary company's business activity are domestic sales of jewelry and gems. The office is located in Bangkok.
- b) Goldfine Manufacturers (Vietnam) Co., Ltd., which was incorporated as a limited company on 26th October, 2005. The subsidiary company's business activity are to manufacture and process various kind of cutting stone and jewelry. The office located in Vietnam.

In April 2006, Goldfine Manufacturers (Vietnam) Co., Ltd. has decided to define the accounting period to be ended on 31st December in compliance with the Company's accounting period.

Therefore, the financial statement of Goldfine Manufacturers (Vietnam) Co., Ltd. for the period ended 31st December, 2005 has been issued and included in the restated consolidated financial statement of the Company and its subsidiaries for the year ended 31st December, 2005 for the comparison with the 2006 consolidated financial statements, with no effect on previously reported net earnings (loss) or shareholders' equity.

As at 31st March, 2006 and 2005, the Company and subsidiaries have a total number of employees and staff costs for the three-month periods then ended, as follows:

	<u>Consolidated</u>		<u>The Company Only</u>	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
Number of employees (person)	1,626	1,455	1,615	1,455
Staff cost shown under the caption of				
Cost of sales (Thousand Baht)	41,148	41,377	41,148	41,377
Selling and administrative expenses (Thousand Baht)	9,317	8,798	8,581	8,798

DIRECTOR

DIRECTOR

2. BASIS FOR PREPARATION OF THE CONSOLIDATED AND THE COMPANY'S FINANCIAL STATEMENTS

The consolidated financial statements and the separate financial statements of the Company have been prepared in accordance with Accounting Standard No. 41 "Interim Financial Statements". These financial statements are intended to provide information additional to that include 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 consolidated financial statements included the financial statements of Goldfine Manufacturers Public Company Limited and its subsidiary companies as follows:

Subsidiary company	Type of business	Country	Relation	Percentage of Holding		Financial Information	
				2006	2005	2006	2005
Oroplus (Thailand) Co., Ltd.	Selling jewelry and gems	Thailand	The subsidiary	99.99	99.99	Audited by the same auditor	Audited by the same auditor
Goldfine Manufacturers (Vietnam) Co., Ltd.	Manufacture and process various kind of cutting store and jewelry	Vietnam	The subsidiary	100	100	Audited by other auditor in the same auditing group	Audited by other auditor in the same auditing group

Intercompany balances and transactions and investment in subsidiary companies have been eliminated from the consolidated financial statements.

3. ACCOUNTING POLICIES

The Company and its subsidiaries used the same accounting policies as the ones used for the preparation of the annual financial statements for the year 2005 and included additional accounting policy as follows:

3.1 Intangible asset

Intangible asset of the subsidiary represents the property lease stated at cost less accumulated amortization.

Amortization is calculated by the straight line method over the period of the lease agreement.

3.2 Accounts in foreign currencies

Transactions in foreign currencies are translated into Baht at the rates of exchange prevailing on the dates of transactions. Assets and liabilities in foreign currencies outstanding at the balance sheet date are translated into Baht at the rates of exchange prevailing on that date. Gain or loss on translation is included in the statements of earnings.

DIRECTOR

DIRECTOR

The financial statements of a foreign subsidiary in foreign currencies are translated into Baht for the consolidated purposes at the following rates of exchange :-

- Monetary assets and monetary liabilities are translated into Baht at bank's average exchange rates of buying and selling rates at the date in financial statements.
- Share capital is translated into Baht at exchange rates at the date of transactions.
- Revenues and expenses are translated into Baht at the average rate of exchange during the period.
- Currency translation differences is shown under shareholders' equity.

4. TRANSACTIONS WITH RELATED PARTIES

The Company has certain transactions with its related parties. A portion of the Company's assets, liabilities, revenues and expenses arose from transactions with the related parties which are directly and indirectly related through common shareholding and/or directorships.

Related parties, which have transactions with the Company, are as follows:

	<u>Nature of business</u>	<u>Relationship</u>	<u>Shareholding portion held by the Company</u>	
			<u>2006</u>	<u>2005</u>
			<u>%</u>	<u>%</u>
Treasure Box Company Limited	Manufacturing and Selling of jewelry box	Co-management	-	-
Oroplus (Thailand) Company Limited	Selling of jewelry and gems	The Company's subsidiary	99.99	99.99
Goldfine Manufacturers (Vietnam) Company Limited	Manufacture and process various kind of cutting store and jewelry	The Company's subsidiary	100	100

DIRECTOR

DIRECTOR

The Company has the policy on pricing for its related transactions as follows:

Sales and purchases

Sales and purchases of goods from related parties are made in accordance with conditions and terms of general trade practice, with pricing approximate the market.

Directors' remuneration

The Company has a policy to pay remuneration to the key executive staff based on their ability to achieve the sales target set at the beginning of the year.

The outstanding balance of transactions with related parties are as follows:

	<u>Consolidated</u>		<u>The Company Only</u>	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
<i>(Unit : Thousand Baht)</i>				
Trade account receivable				
Oroplus (Thailand) Company Limited	-	-	2,603	2,086
Trade account payable				
Treasure Box Company Limited	70	5	-	5
Accrued directors' remuneration	390	-	390	-

Transactions with related parties for the three-month periods ended 31st March, are as follow:

	<u>Consolidated</u>		<u>The Company Only</u>	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
<i>(Unit : Thousand Baht)</i>				
Sales				
Oroplus (Thailand) Company Limited	-	-	518	-
Purchases				
Treasure Box Company Limited	16	651	16	651
Administrative expenses - directors' remuneration	665	270	665	270

DIRECTOR

DIRECTOR

5. CASH AND CASH EQUIVALENTS*(Unit : Thousand Baht)*

	<u>Consolidated</u>		<u>The Company Only</u>	
	<u>2006</u>	<u>2005</u> (Restated)	<u>2006</u>	<u>2005</u>
Petty cash	83	58	78	53
Cash at banks				
Savings accounts	94,558	23,960	90,197	21,469
Current accounts	<u>1,519</u>	<u>32,024</u>	<u>1,633</u>	<u>32,004</u>
Total	<u>96,160</u>	<u>56,042</u>	<u>91,908</u>	<u>53,526</u>

The saving accounts of the Company and subsidiary companies are maintained for the operation purpose.

6. TRADE ACCOUNTS RECEIVABLE - NET

An aging analysis of the trade accounts receivable is set forth below.

(Unit : Thousand Baht)

	<u>Consolidated</u>		<u>The Company Only</u>	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
Not yet due	125,125	145,473	124,386	145,016
Overdue				
Less than or equal 3 months	68,673	79,122	68,673	79,122
More than 3 months and less than or equal 6 months	14,039	2,900	14,039	2,900
More than 6 months and less than or equal 12 months	2,381	593	2,381	593
More than 12 months	<u>1,357</u>	<u>1,151</u>	<u>1,357</u>	<u>1,151</u>
Total trade accounts receivable	211,575	229,239	210,836	228,782
Less : Allowance for doubtful account	<u>(1,748)</u>	<u>(1,300)</u>	<u>(1,748)</u>	<u>(1,300)</u>
Trade accounts receivable - net	<u>209,827</u>	<u>227,939</u>	<u>209,088</u>	<u>227,482</u>

DIRECTOR

DIRECTOR

(UNAUDITED / BUT REVIEWED)

7. INVENTORIES*(Unit : Thousand Baht)*

	<u>Consolidated</u>		<u>The Company Only</u>	
	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>
Raw material	147,033	119,720	147,033	119,720
Work in process	58,556	47,040	58,556	47,040
Finished goods	31,889	27,692	30,081	25,928
Factory supplies	11,525	12,706	11,525	12,706
Raw materials in transit	<u>2,820</u>	<u>161</u>	<u>2,820</u>	<u>161</u>
Total	<u>251,823</u>	<u>207,319</u>	<u>250,015</u>	<u>205,555</u>

8. INVESTMENTS FOR USING EQUITY METHOD*(Unit : Thousand Baht)*

	Type of business	Share Capital Holding	Percentage of Holding	<u>2006</u>		
				Investments at Cost	Cumulative in share of earnings (loss) in investments	Investments in Equity method
Subsidiary company						
Oroplus (Thailand) Co., Ltd.	Selling jewelry and gems	49,993	99.99	4,999	(2,055)	2,944
Goldfine Manufacturers (Vietnam) Co., Ltd.	Manufacture and process various kind of cutting stone and jewelry	-	100	13,465	(256)	<u>13,209</u>
						<u>16,153</u>

(Unit : Thousand Baht)

	Type of business	Share Capital Holding	Percentage of Holding	<u>2005</u>		
				Investments at Cost	Cumulative in share of earnings (loss) in investments	Investments in Equity method
Subsidiary company						
Oroplus (Thailand) Co., Ltd.	Selling jewelry and gems	49,993	99.99	4,999	(1,455)	3,544

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In June, 2005, the Company acquired 49,993 shares represented a 99.99% shareholding of investment in Oroplus (Thailand) Co., Ltd., thus such company becomes a subsidiary company.

In October, 2005 and February, 2006, the Company acquired investment of USD 339,948 represented a 100% of investment in Goldfine Manufacturers (Vietnam) Co., Ltd., thus such company becomes a subsidiary company.

The financial information for recording investments in subsidiary companies by equity method in the financial statements are as follows:-

	Financial Information	
	2006	2005
Subsidiary company		
Oroplus (Thailand) Co., Ltd.	Audited by the same auditor	Audited by the same auditor
Goldfine Manufacturers (Vietnam) Co., Ltd.	Audited by other auditor in the same auditing group	Audited by other auditor in the same auditing group

9. INTANGIBLE ASSET - NET

Intangible asset - net of the subsidiary composed of:

	Consolidated		The Company Only	
	2006	2005	2006	2005
Property lease	16,332	16,332	-	-
Less : Accumulated amortization	(105)	-	-	-
Property lease - net	<u>16,227</u>	<u>16,332</u>	<u>-</u>	<u>-</u>

(Unit : Thousand Baht)

The property lease payments are the amount that Goldfine Manufacturers (Vietnam) Co., Ltd. (the subsidiary) is subjected to pay to Amata (Vietnam) Co., Ltd., the lessor, for the Land Use Right (LUR) over the period of 39 years of 11,413.70 square meters of land area located in the Plot No. 201 of Amata Industrial Park in Vietnam for the construction of the subsidiary's factory for manufacturing business.

As at 31st March, 2006, the subsidiary has not yet received the LUR Certificate. According to the Property Lease Agreement, under the Property Lease Agreement entered into by both parties, the subsidiary shall make the last and final lease payment to the Lessor on 24th August, 2006, and the Lessor shall apply for the subsidiary the Certificate of the Land Use Right (LUR).

Amortization of this property lease was started from 1st January, 2006 and the amortization for the three-month period ended 31st March, 2006 of Baht 100 thousand (2005 : Baht 0 thousand) has been included in selling and administrative expenses.

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10. OVERDRAFTS AND SHORT-TERM LOAN FROM FINANCIAL INSTITUTIONS

(Unit : Thousand Baht)

	Consolidated and	
	The Company Only	
	2006	2005
Trust receipt	17,298	-
Bank overdrafts	-	-
Total	17,298	-

As at 31st March, 2006, the Company has overdraft facilities and foreign credit line which comprises of packing credit, trust receipt, foreign exchange contracts and short-term loan with the same contents, amount and collateral as those presented in the financial statement for the year 2005.

11. TRADE ACCOUNTS PAYABLE

(Unit : Thousand Baht)

	Consolidated		The Company Only	
	2006	2005	2006	2005
	Trade accounts payable - overseas	26,195	13,926	26,195
Trade accounts payable - domestic	13,601	9,823	13,531	9,821
Total	39,796	23,749	39,726	23,747

12. COMMITMENT

The Company has a commitment which are immaterial difference from the amount presented in the financial statements for the year 2005.

13. FORWARD FOREIGN EXCHANGE CONTRACTS

As at 31st March, 2006 and as at 31st December, 2005, the Company has no policy to use derivative financial instrument for speculation or commercial use.

Forward foreign exchange contracts are entered into to manage exposure of fluctuations in foreign currency exchange rates on specific transactions.

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As at 31st December, 2005 the settlement dates on open forward contracts ranged 74 days to 94 days. The amount to be received and contractual exchange rates of the outstanding contracts were:

(Unit : Thousand Baht)

	<u>2006</u>	<u>2005</u>
Amount to be received		
US\$ 200,000 (Baht 41.00 / US\$)	-	8,200
US\$ 200,000 (Baht 40.95 / US\$)	-	8,190
US\$ 100,000 (Baht 40.90 / US\$)	-	4,090
US\$ 100,000 (Baht 40.89 / US\$)	-	4,089
US\$ 41,420 (Baht 40.89 / US\$)	-	1,694
US\$ 39,663 (Baht 41.02 / US\$)	-	1,627

At 31st March, 2006 The Company has no outstanding forward foreign exchange contracts.

14. DISCLOSURE ON FINANCIAL INFORMATION

14.1 Risk from conversion of currency

The Company has assets and liabilities in foreign currency that are not covered by forward exchange contract, except for the account receivables that applied the forward exchange contract covering only those receivables in due and to be settled in the next period. The Company does not take out forward exchange contract for all the transactions, so as to reduce any risk that may result in having too many forward exchange contracts, as well as the commitment fee payable to the bank in case such contracts are not fully utilized in the future.

	<u>2006</u>	<u>2005</u>
Current assets		
Cash at Banks		
USD	16,710	16,710
Trade accounts receivable - net		
USD	5,371,544	4,820,260

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	<u>2006</u>	<u>2005</u>
Current liabilities		
Bank overdrafts and short-term loan from financial institutions		
USD	442,959	-
Trade accounts payable		
USD	669,028	305,844
EUR	40	40
CHF	4,650	-
Other accounts payable		
YEN	-	3,790,500
Accrued commission		
USD	-	1,078

Exchange rates adopted for foreign currencies assets and liabilities as follows:

	<u>2006</u>	<u>2005</u>
		<i>(Unit : Baht)</i>
Assets		
1 USD	38.7469	40.9826
1 EURO	46.9746	48.4372
1 CHF	29.7502	31.1071
Liabilities		
1 USD	38.9417	41.1746
1 EURO	47.4816	48.9498
1 CHF	30.0950	31.4584
100 YEN	33.2926	35.1085

14.2 The Company and its subsidiary have the same policies for interest rate risk, credit risk and the estimation of the fair values of financial assets and liabilities as those presented in the financial statements for the year 2005.

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15. Financial information by segment

Earnings (loss) of the Company divided by geographic are presented as follows:

(Unit : Thousand Baht)

	Consolidated					
	For the three-month periods					
	2006			2005		
	Sales - export	Sales - domestic	Total	Sales - export	Sales - domestic	Total
Sales	220,604	1,553	222,157	202,883	-	202,883
Other income	-	1,015	1,015	-	401	401
Total revenues	220,604	2,568	223,172	202,883	401	203,284
Cost of sales	(155,876)	(812)	(156,688)	(146,541)	-	(146,541)
Gross profit	64,728	1,756	66,484	56,342	401	56,743
Selling and administrative expenses	(34,925)	(246)	(35,171)	(23,118)	-	(23,118)
Share of loss from investment for using equity method	-	-	-	-	-	-
Directors' remuneration	(662)	(3)	(665)	(270)	-	(270)
Interest expenses	(21)	-	(21)	(148)	-	(148)
Income tax	(6,091)	(71)	(6,162)	(6,714)	-	(6,714)
Net earnings (loss)	23,029	1,436	24,465	26,092	401	26,493

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(UNAUDITED / BUT REVIEWED)

(Unit : Thousand Baht)

	The Company Only					
	For the three-month periods					
	2006			2005		
	Sales - export	Sales - domestic	Total	Sales - export	Sales - domestic	Total
Sales	220,604	899	221,503	202,883	-	202,883
Other income	-	1,015	1,015	-	401	401
Total revenues	220,604	1,914	222,518	202,883	401	203,284
Cost of sales	(156,027)	(636)	(156,663)	(146,541)	-	(146,541)
Gross profit	64,577	1,278	65,855	56,342	401	56,743
Selling and administrative expenses	(33,443)	(137)	(33,580)	(23,118)	-	(23,118)
Share of loss from investment for						
using equity method	(256)	(600)	(856)	-	-	-
Directors' remuneration	(662)	(3)	(665)	(270)	-	(270)
Interest expenses	(21)	-	(21)	(148)	-	(148)
Income tax	(6,214)	(54)	(6,268)	(6,714)	-	(6,714)
Net earnings (loss)	23,981	484	24,465	26,092	401	26,493

16. SUBSEQUENT EVENT

According to the Ordinary Shareholders' Meeting for the year 2006 on 11th April, 2006, the shareholders approved to pay dividend from operation result of 2005 amounting to Baht 0.80 per share for 150,000 thousand shares totalling thousand Baht 120,000.

17. APPROVAL OF FINANCIAL STATEMENTS

These financial statements have been approved by the Company's board of directors.

DIRECTOR

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