

REVIEW REPORT OF THE INDEPENDENT AUDITOR

To the Board of Directors of Goldfine Manufacturers Public Company Limited

I have reviewed the accompanying consolidated balance sheet as at 30 June 2008 of Goldfine Manufacturers Public Company Limited and its subsidiaries, the related consolidated statements of income for the three-month and six-month periods ended 30 June 2008 and 2007, and the consolidated statements of changes in shareholders' equity and cash flows for the six-month periods ended 30 June 2008 and 2007. I have also reviewed of the separate balance sheet as at 30 June 2008 of Goldfine Manufacturers Public Company Limited, the related statements of income for the three-month and six-month periods ended 30 June 2008 and 2007, and the statements of changes in shareholders' equity and cash flows for the six-month periods ended 30 June 2008 and 2007. These financial statements are the responsibility of the Company's management as to their correctness and completeness of the presentation. My responsibility is to issue a report on these financial statements based on my review.

I conducted my reviews in accordance with generally accepted auditing standard applicable to review engagement. That standard requires that I plan and perform the reviews 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 in accordance with generally accepted auditing standards. Accordingly, I do not express such an opinion on the reviewed financial statements.

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

I have previously audited the consolidated financial statements of Goldfine Manufacturers Public Company Limited and its subsidiaries, and separate financial statements of Goldfine Manufacturers Public Company Limited for the year ended 31 December 2007 in accordance with generally accepted auditing standards and issued my report dated 22 February 2008 expressing an unqualified audit opinion thereon with emphasis on the change in its accounting policy to account for investments in subsidiary companies in its separate financial statements, from the equity method to the cost method, to conform with the announcement no. 26/2549 of the Federation of Accounting Professions re the application of the Accounting Standard No. 44: "Consolidated financial statements and accounting for investments in subsidiaries". The consolidated and separate balance sheets as at 31 December 2007, presented herein for comparative purposes, are the components of those audited financial statements. I have not performed any additional audit procedures on those financial statements.

MRS. SUMALEE CHOKDEEANANT

Certified Public Accountant

Registration No. 3322

Bangkok, Thailand

8 August 2008

GOLDFINE MANUFACTURERS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS

AS AT 30 JUNE 2008 AND 31 DECEMBER 2007

(Unit : Baht)

	Notes	CONSOLIDATED		SEPARATE F/S	
		30 June 2008 (Unaudited but reviewed)	31 December 2007 (Audited)	30 June 2008 (Unaudited but reviewed)	31 December 2007 (Audited)
ASSETS					
CURRENT ASSETS					
Cash and deposits with banks	5	117,523,516	73,167,776	115,860,629	72,058,748
Trade accounts receivable - net	6	331,071,163	340,421,444	331,071,163	340,421,444
Inventories	7	302,729,566	272,358,969	302,729,566	272,358,970
Other current assets		5,408,829	7,558,911	5,023,105	5,493,085
Total Current Assets		756,733,074	693,507,100	754,684,463	690,332,247
NON - CURRENT ASSETS					
Restricted fixed deposit	8	-	5,000,000	-	5,000,000
Investments in subsidiaries	9	-	-	31,143,173	24,650,172
Property, plant and equipment - net		217,081,012	200,485,236	202,947,544	195,903,136
Property lease right - net	10	12,490,091	15,494,443	-	-
Other non - current assets		677,009	317,009	677,009	317,009
Total Non - Current Assets		230,248,112	221,296,688	234,767,726	225,870,317
TOTAL ASSETS		986,981,186	914,803,788	989,452,189	916,202,564

GOLDFINE MANUFACTURERS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS

AS AT 30 JUNE 2008 AND 31 DECEMBER 2007

(Unit : Baht)

	Notes	CONSOLIDATED		SEPARATE F/S	
		30 June 2008 (Unaudited but reviewed)	31 December 2007 (Audited)	30 June 2008 (Unaudited but reviewed)	31 December 2007 (Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Trade accounts payable	11	47,100,835	36,820,111	47,100,835	36,820,111
Other accounts payable		12,517,537	11,095,543	12,517,537	11,095,543
Income tax payable	12	41,628,050	26,885,749	41,628,050	26,885,749
Advances from customers		6,206,829	7,471,225	6,206,829	7,471,226
Other current liabilities		18,481,176	12,563,469	15,652,895	11,936,174
Total Current Liabilities		125,934,427	94,836,097	123,106,146	94,208,803
TOTAL LIABILITIES		125,934,427	94,836,097	123,106,146	94,208,803
SHAREHOLDERS' EQUITY					
Share capital - common share, at Baht 1 par value					
- Registered 150,000,000 shares		150,000,000	150,000,000	150,000,000	150,000,000
- Issued and paid-up 150,000,000 shares		150,000,000	150,000,000	150,000,000	150,000,000
Premium on common shares		157,500,000	157,500,000	157,500,000	157,500,000
Surplus on revaluation of assets		13,425,016	13,425,016	13,425,016	13,425,016
Retained earnings					
- Appropriated for statutory reserve		15,000,000	15,000,000	15,000,000	15,000,000
- Unappropriated		527,490,093	483,681,712	530,421,027	486,068,745
Equity attributable to the Company's shareholders		863,415,109	819,606,728	866,346,043	821,993,761
Foreign financial statements translation differences		(2,368,350)	360,963	-	-
Minority interest - Equity attributable to minority shareholders of subsidiaries		-	-	-	-
TOTAL SHAREHOLDERS' EQUITY		861,046,759	819,967,691	866,346,043	821,993,761
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		986,981,186	914,803,788	989,452,189	916,202,564

STATEMENTS OF INCOME

FOR THE THREE - MONTH PERIODS ENDED 30 JUNE 2008 AND 2007

		(Unit : Baht)			
		CONSOLIDATED		SEPARATE F/S	
	Note	2008	2007	2008	2007
REVENUES FROM SALES					
Sales	4	432,751,731	381,824,227	432,751,731	380,945,469
COSTS OF GOODS SOLD					
Cost of sales	4	298,095,900	294,957,487	298,095,900	295,084,742
Gross profit		134,655,831	86,866,740	134,655,831	85,860,727
Selling and administrative expenses		(36,212,915)	(31,980,350)	(35,932,622)	(30,595,800)
Directors' remuneration	4	(420,000)	(450,000)	(420,000)	(450,000)
Net income from sales		98,022,916	54,436,390	98,303,209	54,814,927
Other income		19,510,319	624,770	19,504,065	614,318
Net income from operations		117,533,235	55,061,160	117,807,274	55,429,245
Interest expense		(89,073)	(787,561)	(89,073)	(787,561)
Income before income tax		117,444,162	54,273,599	117,718,201	54,641,684
Income tax		(23,549,068)	(11,066,799)	(23,549,068)	(11,066,799)
NET INCOME		93,895,094	43,206,800	94,169,133	43,574,885
ALLOCATION OF INCOME					
Income of the Company		93,895,094	43,206,800	94,169,133	43,574,885
Minority interests of the subsidiaries		-	-	-	-
Net income for the period		93,895,094	43,206,800	94,169,133	43,574,885
BASIC EARNINGS PER SHARE					
Net income (Unit : Baht)		0.63	0.29	0.63	0.29
Weighted average number of common shares (Shares)		150,000,000	150,000,000	150,000,000	150,000,000
Par value (Baht)		1	1	1	1

STATEMENTS OF INCOME

FOR THE SIX - MONTH PERIODS ENDED 30 JUNE 2008 AND 2007

				(Unit : Baht)		
		CONSOLIDATED		SEPARATE F/S		
Notes		2008	2007	2008	2007	
REVENUES FROM SALES						
	Sales	4	880,194,494	751,513,758	880,194,494	749,645,449
COSTS OF GOODS SOLD						
	Cost of sales	4	614,969,308	571,946,492	614,969,308	572,012,892
	Gross profit		265,225,186	179,567,266	265,225,186	177,632,557
	Selling and administrative expenses	4	(72,254,032)	(70,712,826)	(71,698,251)	(67,703,370)
	Directors' remuneration		(840,000)	(870,000)	(840,000)	(870,000)
	Net income from sales		192,131,154	107,984,440	192,686,935	109,059,187
	Other income		13,409,041	1,164,919	13,397,161	1,152,350
	Net income from operations		205,540,195	109,149,359	206,084,096	110,211,537
	Interest expense		(89,073)	(1,466,973)	(89,073)	(1,466,973)
	Income before income tax		205,451,122	107,682,386	205,995,023	108,744,564
	Income tax	12	(41,642,741)	(22,705,826)	(41,642,741)	(22,844,541)
	Tax benefit		-	(3,583,995)	-	(3,445,280)
	NET INCOME		163,808,381	81,392,565	164,352,282	82,454,743
ALLOCATION OF INCOME						
	Income of the Company		163,808,381	81,392,565	164,352,282	82,454,743
	Minority interests of the subsidiaries		-	-	-	-
	Net income for the period		163,808,381	81,392,565	164,352,282	82,454,743
BASIC EARNINGS PER SHARE						
	Net income (Unit : Baht)		1.09	0.54	1.10	0.55
	Weighted average number of common shares (Shares)		150,000,000	150,000,000	150,000,000	150,000,000
	Par value (Baht)		1	1	1	1

GOLDFINE MANUFACTURERS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

(Unaudited but reviewed)

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE SIX - MONTH PERIODS ENDED 30 JUNE 2008 AND 2007

(Unit : Baht)

	Note	Paid - up Share Capital	Premium on common shares	Surplus on revaluation of assets	Retained earnings		Foreign Currency Financial Statements translation differences	Minority interest	Total
					Legal reserve	Unappropriated retained earnings			
<u>CONSOLIDATED</u>									
Balance as at 1 January 2007		150,000,000	157,500,000	13,425,016	15,000,000	388,118,252	552,432	(472)	724,595,228
Net income for the period		-	-	-	-	81,392,565	-	-	81,392,565
Dividend payment	13	-	-	-	-	(90,000,000)	-	-	(90,000,000)
Currency translation differences during the period		-	-	-	-	-	(93,608)	-	(93,608)
Minority interest in net loss for the period		-	-	-	-	-	-	472	472
Balance as at 30 June 2007		150,000,000	157,500,000	13,425,016	15,000,000	379,510,817	458,824	-	715,894,657
Balance as at 1 January 2008		150,000,000	157,500,000	13,425,016	15,000,000	483,681,712	360,963	-	819,967,691
Net income for the period		-	-	-	-	163,808,381	-	-	163,808,381
Dividend payment	13	-	-	-	-	(120,000,000)	-	-	(120,000,000)
Currency translation differences during the period		-	-	-	-	-	(2,729,313)	-	(2,729,313)
Balance as at 30 June 2008		150,000,000	157,500,000	13,425,016	15,000,000	527,490,093	(2,368,350)	-	861,046,759

The accompanying notes form an integral part of the interim financial statements.

GOLDFINE MANUFACTURERS PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX - MONTH PERIODS ENDED 30 JUNE 2008 AND 2007

(Unaudited but reviewed)

(Unit : Baht)

	Note	Paid - up Share Capital	Premium on common shares	Surplus on revaluation of assets	Retained earnings		Total
					Legal reserve	Unappropriated retained earnings	
<u>SAPARATE F/S</u>							
Balance as at 1 January 2007 - as previously reported		150,000,000	157,500,000	13,425,016	15,000,000	388,118,252	724,043,268
Cumulative effects on prior year adjustment		-	-	-	-	4,659,484	4,659,484
Balance as at January 2007 - as restated		150,000,000	157,500,000	13,425,016	15,000,000	392,777,736	728,702,752
Net income for the period - as restated		-	-	-	-	82,454,743	82,454,743
Dividend payment	13	-	-	-	-	(90,000,000)	(90,000,000)
Balance as at 30 June 2007 - as restated		150,000,000	157,500,000	13,425,016	15,000,000	385,232,479	721,157,495
Balance as at January 2008		150,000,000	157,500,000	13,425,016	15,000,000	486,068,745	821,993,761
Net income for the period		-	-	-	-	164,352,282	164,352,282
Dividend payment	13	-	-	-	-	(120,000,000)	(120,000,000)
Balance as at 30 June 2008		150,000,000	157,500,000	13,425,016	15,000,000	530,421,027	866,346,043

The accompanying notes form an integral part of the interim financial statements.

GOLDFINE MANUFACTURERS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

(Unaudited but reviewed)

STATEMENTS OF CASH FLOWS

FOR THE SIX - MONTH PERIODS ENDED 30 JUNE 2008 AND 2007

	(Unit : Baht)			
	CONSOLIDATED		SEPARATE F/S	
	2008	2007	2008	2007
Cash flows from operating activities :-				
Net income before income tax	205,451,122	107,682,386	205,995,023	108,744,564
Adjustments to reconcile net income to net cash provided from (used in) operating activities:-				
Allowance for doubtful debt	1,502,408	777,068	1,502,408	777,068
Depreciation	12,811,849	12,525,647	12,811,849	12,457,134
Leasehold right - amortization	171,097	209,400	-	-
Loss on sales of fixed assets	1,213,804	38,183	1,213,804	38,183
Decrease in deferred income tax - assets	-	3,318,235	-	3,318,235
Provision for impairment asset - amortization	(392,547)	(392,547)	(392,547)	(392,547)
Unrealized loss (gain) on exchange rate	1,627,151	8,490,716	(1,206,104)	8,490,716
Interest expense	89,073	1,466,973	89,073	1,466,973
Cash provided from operating activities before changes in operating assets and liabilities	222,473,957	134,116,061	220,013,506	134,900,326
Changes in operating assets and liabilities:				
Decrease (Increase) in operating assets:				
Trade accounts receivable - net	9,235,531	128,422	9,235,532	(408,371)
Inventories	(30,370,597)	(93,525,574)	(30,370,597)	(93,386,927)
Other current assets	2,150,083	1,687,790	469,980	1,686,380
Other non-current assets	(360,000)	765,180	(360,000)	766,080
Increase (decrease) in operating liabilities:				
Trade accounts payable	10,103,436	41,306,506	10,103,436	41,306,506
Other accounts payable	1,421,994	(129,367)	1,421,994	(129,367)
Advance receipt from customers	(1,264,397)	3,800,780	(1,264,397)	3,800,780
Other current liabilities	5,917,707	7,491,668	3,716,720	5,022,576
Employee guarantee payable	-	1,000	-	-
Cash provided from operating activities	219,307,714	95,642,466	212,966,174	93,557,983
Interest payment	(89,073)	(1,446,033)	(89,073)	(1,446,033)
Income tax payment	(26,900,440)	(23,658,787)	(26,900,440)	(23,658,787)
Net cash provided from operating activities	192,318,201	70,537,646	185,976,661	68,453,163

STATEMENTS OF CASH FLOWS

FOR THE SIX - MONTH PERIODS ENDED 30 JUNE 2008 AND 2007

	Note	(Unit : Baht)			
		CONSOLIDATED		SEPARATE F/S	
		2008	2007	2008	2007
Cash flows from investing activities:					
Investment in share of subsidiaries		-	-	(6,493,000)	(3,460,000)
Proceeds from sales of fixed assets		490,000	7,944	490,000	7,944
Purchase of property, plant and equipment		(30,718,881)	(13,456,115)	(21,167,514)	(10,504,707)
Net cash used in investing activities		(30,228,881)	(13,448,171)	(27,170,514)	(13,956,763)
Cash flows from financing activities:-					
Increase in bank overdrafts and short - term loans					
from financial institutions		-	35,500,000	-	35,500,000
Dividend payment		(120,000,000)	(90,000,000)	(120,000,000)	(90,000,000)
Net cash used in financing activities		(120,000,000)	(54,500,000)	(120,000,000)	(54,500,000)
Effect of exchange rate on cash and cash equivalent		(4,266)	(26,287)	(4,266)	(26,287)
Foreign currency financial statements translation differences		(2,729,314)	(93,607)	-	-
Net increase in cash and cash equivalent		39,355,740	2,469,581	38,801,881	(29,887)
Cash and cash equivalent - beginning of the period		73,157,776	61,089,267	72,048,748	58,824,007
Cash and cash equivalent - end of the period	5	112,513,516	63,558,848	110,850,629	58,794,120

**GOLDFINE MANUFACTURERS PUBLIC COMPANY LIMITED AND
ITS SUBSIDIARY COMPANIES**

NOTES TO INTERIM FINANCIAL STATEMENTS

AS AT 30 JUNE 2008 AND 2007 (Unaudited but reviewed)

(with comparative information for 31 December 2007 (Audited))

1. GENERAL INFORMATION

Goldfine Manufacturers Public Company Limited was incorporated as a limited company under the Thai Civil and Commercial Code on 26 September 1989 and became a public limited company on 19 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 26 May 2005. The subsidiary company is engaged in 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 26 October 2005. The subsidiary company is engaged in the manufacturing and processing of various kinds of cutting stone and jewelry in Vietnam. The subsidiary company's financial statements are prepared in USD currency, the Company therefore translates the foreign currency financial statements to local currency for presentation financial statements of the parent company.

2. BASIS FOR PREPARATION OF THE CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS

The consolidated financial statements and the separate financial statements of the Company are prepared in accordance with Accounting Standards Pronouncement No. 41 (Amendment 2007) "Interim financial statements", whereby the Company chooses to present condensed interim financial statements. However, additional line items are presented in the balance sheets, and the statements of income, changes in shareholders' equity, and cash flows, to bring them into the full format similar to the annual financial statements.

The interim financial statements are prepared to provide information in addition to those included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances to avoid repetition of information previously reported. These interim financial statements should therefore, be read in conjunction with the annual financial statements for the year ended 31 December 2007.

2.1 The consolidated financial statements include the financial statements of Goldfine Manufacturers Public Company Limited and subsidiaries, as follows :

Nature of business	Paid-up capital		Percentage of shareholding	
	30 June	31 December	30 June	31 December
	2008	2007	2008	2007
Oroplus (Thailand) Co., Ltd.	5,000	5,000	99.99	99.99
Goldfine Manufacturers (Vietnam) Co., Ltd.	30,544	24,051	100	100

As at 30 June 2008 and 31 December 2007, the total assets of subsidiaries represent 2.87 percent and 2.54 percent, respectively, of the total assets in the consolidated financial statements, and total revenue of subsidiaries for the six-month periods ended 30 June 2008 and 2007, represent 0.00 percent and 0.41 percent, respectively, of the total revenues in the consolidated financial statements

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

2.2 Oroplus (Thailand) Co., Ltd., a subsidiary, was registered to be dissolved with the Ministry of Commerce on 20 December 2007. This consolidated financial statements included the results of the said subsidiary up to the date of liquidation.

3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements have been prepared following the accounting policies covered by the Thai Accounting Standards using the same accounting policies as were used in the preparation of the annual financial statements. excepted for the application of accounting standards which had been amended during 2007 as announced by the Federation of Accounting Professions to be effective for the accounting periods beginning on or after 1 January 2008.

The management has assessed the effect of these revised accounting standards and believes that they do not have any significant impact on the financial statements for the three-month and six-month periods ended 30 June 2008 in which they are initially applied.

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>2008</u>	<u>2007</u>
			%	%
Treasure Box Co., Ltd.	Manufacturing and Selling of jewelry box	Co-management	-	-
Oroplus (Thailand) Co., Ltd.	Selling of jewelry and gems	The Company's subsidiary	99.99	99.99
Goldfine Manufacturers (Vietnam) Co., Ltd.	Manufacturing and polishing jewelry and gems	The Company's subsidiary	100.00	100.00

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

Sales and purchases

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

Significant transactions with related parties for the six-month periods ended 30 June are as follow :

(Unit : Thousand Baht)

FOR THE SIX – MONTH PERIOD ENDED
30 JUNE

	<u>CONSOLIDATED</u>		<u>SEPARATE F/S</u>	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Sales				
Oroplus (Thailand) Co., Ltd. (subsidiary)	-	-	-	1,181
Purchases				
Treasure Box Co., Ltd. (Co – management)	-	104	-	60
Administrative expenses - Managements' remuneration	840	870	840	870

5. CASH AND CASH EQUIVALENT

(Unit : Thousand Baht)

	CONSOLIDATED		SEPARATE F/S	
	30 June 2008	31 December 2007	30 June 2008	31 December 2007
Cash on hand and at banks	117,524	73,168	115,861	72,059
Less : Deposits with maturity more than 3 months	(5,010)	(10)	(5,010)	(10)
Cash and cash equivalent - net	<u>112,514</u>	<u>73,158</u>	<u>110,851</u>	<u>72,049</u>

6. TRADE ACCOUNTS RECEIVABLE - NET

An aging analysis of the trade accounts receivable as at 30 June 2008 and 31 December 2007 are set forth below :

(Unit : Thousand Baht)

Ages of receivable	CONSOLIDATED		SEPARATE F/S	
	30 June 2008	31 December 2007	30 June 2008	31 December 2007
<u>Trade accounts receivable – general customers</u>				
Not yet due	230,478	242,582	230,478	242,582
Past due				
Less than 3 months	98,093	92,387	98,093	92,387
3 – 6 months	1,356	1,670	1,356	1,670
6 – 12 months	1,525	5,044	1,525	5,044
Over 12 months	3,194	3,060	3,194	3,060
Total	<u>334,646</u>	<u>344,743</u>	<u>334,646</u>	<u>344,743</u>
<u>Less</u> : Allowance for doubtful accounts	(3,575)	(4,322)	(3,575)	(4,322)
Trade accounts receivable - net	<u>331,071</u>	<u>340,421</u>	<u>331,071</u>	<u>340,421</u>

7. INVENTORIES

	(Unit : Thousand Baht)			
	CONSOLIDATED		SEPARATE F/S	
	30 June	31 December	30 June	31 December
	2008	2007	2008	2007
Raw materials	159,673	142,400	159,673	142,400
Work in process	89,809	79,906	89,809	79,906
Factory supplies	13,450	11,135	13,450	11,135
Finished goods	39,798	38,918	39,798	38,918
Total	<u>302,730</u>	<u>272,359</u>	<u>302,730</u>	<u>272,359</u>

8. RESTRICTED FIXED DEPOSIT

During second quarter for the year 2008, a commercial bank returns the fixed deposit amount of Baht 5.0 million that has been placed as collateral for the credit faculties of bank overdraft.

9. INVESTMENTS IN SUBSIDIARIES – AT COST

	Nature of business	(Unit : Thousand Baht)					
		Paid-up capital		Percentage of shareholding		SEPARATE F/S	
		30 Jun	31 Dec	30 Jun	31 Dec	Cost	
		2008	2007	2008	2007	30 Jun	31 Dec
2008	2007	2008	2007	2008	2007		
<u>Subsidiary companies</u>							
Oroplus (Thailand) Co., Ltd.	Selling jewelry and gems	5,000	5,000	99.99	99.99	4,999	4,999
Goldfine Manufacturers (Vietnam) Co., Ltd.	Manufacturing and processing various kinds of cutting stone and jewelry	30,544	24,051	100	100	30,544	24,051
Total Investments in subsidiaries – at cost						<u>35,543</u>	<u>29,050</u>
<u>Less</u> Provision for impairment of investment in subsidiary impairment						(4,400)	(4,400)
Investments in subsidiaries - Net						<u>31,143</u>	<u>24,650</u>

As at 30 June 2008 and 31 December 2007, the Company has investment in Goldfine Manufacturers (Vietnam) Co., Ltd. of USD 839,948 and USD 639,948, respectively, which accounted for a 100% of investment.

10. PROPERTY LEASE RIGHT - NET

Intangible asset - net of the subsidiary composed of :

	CONSOLIDATED		(Unit : Thousand Baht) SEPARATE F/S	
	30 June	31 December	30 June	31 December
	2008	2007	2008	2007
Property lease right	13,345	16,332	-	-
Less : Accumulated amortization	(855)	(838)	-	-
Property lease right - net	12,490	15,494	-	-

Amortization of this property lease commenced on 1 January 2006 and the amortization for the six-month period ended 30 June 2008 and 2007 of USD 5,122 has been included in selling and administrative expenses.

11. TRADE ACCOUNTS PAYABLE

	CONSOLIDATED		(Unit : Thousand Baht) SEPARATE F/S	
	30 June	31 December	30 June	31 December
	2008	2007	2008	2007
Trade accounts payable - overseas	19,872	16,486	19,872	16,486
Trade accounts payable - domestic	27,229	20,334	27,229	20,334
Total	47,101	36,820	47,101	36,820

12. INCOME TAX

	Thousand Baht			
	CONSOLIDATED		SEPARATE F/S	
	30 June	30 June	30 June	30 June
	2008	2007	2008	2007
Net income	163,808	81,392	164,352	82,455
Income tax	41,643	22,706	41,643	22,844
Decrease (increase) in deferred tax assets	-	3,584	-	3,445
Income before income tax	205,451	107,682	205,995	108,744
<u>Add</u> Transactions added back in accordance with the Revenue Code	2,219	6,113	2,461	6,113
Eliminate related transaction	544	1,062	-	-
Taxable income	208,214	114,857	208,214	114,857
Income tax (rate 20%)	41,643	22,971	41,643	22,971
Tax benefit	-	(265)	-	(126)
Income tax - net	41,643	22,706	41,643	22,845
Income tax	41,643	22,971	41,643	22,971
Withholding tax	(15)	(10)	(15)	(10)
Accrued income tax carry forward	41,628	22,961	41,628	22,961

13. DIVIDEND PAYMENT

The Company paid dividends with the approval of shareholders as follow :

	Consolidated and the Separate F/S				Period of dividend payment
	Dividend Payment				
From the results of operation for the years ended 31 December	Dividend Baht / Share	Number of ordinary shares Thousand shares	Total amount Thousand Baht		Quarter
Ordinary Shareholders Meeting for the year 2007					
On 24 April 2007	2006	0.60	150,000	90,000	2/2007
Ordinary Shareholders Meeting for the year 2008					
On 25 April 2008	2007	0.80	150,000	120,000	2/2008

14. FORWARD FOREIGN EXCHANGE CONTRACTS

As at 30 June 2008 and 31 December 2007, the Company has no policy to use derivative financial instrument for speculation or commercial use.

Forward foreign exchange contracts are made to manage exposure for fluctuations in foreign currency exchange rates on specific transactions.

As at 30 June 2008, the settlement dates of open forward contracts ranged between 30 days and 180 days, amounted to USD 1,878,187 with contractual exchange rates ranged between Baht 31.60 and Baht 33.60 per 1 USD.

15. DISCLOSURE ON FINANCIAL INFORMATION.

15.1 Currency exchange risk

The Company has assets and liabilities in foreign currency that are not covered by forward exchange contract, except for the accounts receivable that will be due for settlement in the next period which are covered by forward exchange contracts. The Company does not make 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.

	In Foreign Currency			
	CONSOLIDATED		SEPARATE F/S	
	30 June 2008	31 December 2007	30 June 2008	31 December 2007
Current assets				
Cash at Banks				
USD	67,471	50,506	17,695	17,548
Trade accounts receivable - net				
USD	9,962,672	10,479,450	9,962,672	10,479,450
Current liabilities				
Trade accounts payable				
USD	584,436	479,912	584,436	479,912
EUR	-	1,510	-	1,510
CHF	-	5,000	-	5,000

	In Foreign Currency			
	CONSOLIDATED		SEPARATE F/S	
	30 June	31 December	30 June	31 December
	2008	2007	2008	2007
Other accounts payable				
USD	48,220	42,830	48,220	36,530
CHF	1,564	2,224	1,564	2,224
EURO	9,893	9,391	9,893	9,391
YEN	181,00	-	181,00	-
Accrued commission				
USD	4,404	3,547	4,404	3,547

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

		(Unit : Baht)	
		30 June	31 December
		2008	2007
Assets			
1	USD	33.4074	33.6496
1	EURO	52.6328	49.0408
1	CFH	32.6783	29.4214
Liabilities			
1	USD	33.6588	33.8850
1	EURO	53.2666	49.6202
1	CHF	33.1564	29.8369
100	YEN	31.8262	29.9716

(Unit : Thousand Baht)

SEPARATE F/S

	For the six - month periods ended 30 June					
	2008			2007		
	Export	Domestic	Total	Export	Domestic	Total
Revenues from sales						
Sales	879,365	829	880,194	748,089	1,557	749,646
Cost of Goods Sold						
Cost of sales	614,416	553	614,969	570,812	1,201	572,013
Gross profit	264,949	276	265,225	177,277	356	177,633
Selling and administrative expenses			(71,698)			(67,703)
Directors remuneration			(840)			(870)
Net income from sales			192,687			109,060
Other income			13,397			1,152
Net income from operations			206,084			110,212
Interest expense			(89)			(1,467)
Income before income tax			205,995			108,745
Income tax			(41,643)			(22,845)
Tax benefit			-			(3,445)
Net income			164,352			82,455

	30 June 2008			31 December 2007		
	Export	Domestic	Total	Export	Domestic	Total
Property, plant and equipment - net	202,765	183	202,948	195,707	196	195,903
Other assets	785,797	707	786,504	719,579	720	720,299
Total assets	988,562	890	989,452	915,286	916	916,202

17. APPROVAL OF FINANCIAL STATEMENTS

These financial statements have been approved by the Company's board of directors on 8 August 2008.