

REVIEW REPORT OF THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

**TO THE BOARD OF DIRECTORS
AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED**

We have reviewed the consolidated balance sheet of AEON Thana Sinsap (Thailand) Public Company Limited and its subsidiaries and the separate balance sheet of AEON Thana Sinsap (Thailand) Public Company Limited as at May 20, 2010, and the related consolidated and separate statements of income, changes in shareholders' equity, and cash flows for the quarters ended May 20, 2010 and 2009. These financial statements are the responsibility of the Company's management as to their correctness and completeness of the presentation. Our responsibility is to report on these financial statements based on our reviews.

We conducted our reviews in accordance with the Standard on Auditing applicable to review engagements. This standard requires that we 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 in accordance with generally accepted auditing standards and, accordingly, we do not express an opinion.

Based on our reviews, nothing has come to our attention that causes us to believe that the consolidated and separate financial statements referred to in the first paragraph are not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

We have previously audited the consolidated financial statements of AEON Thana Sinsap (Thailand) Public Company Limited and its subsidiaries and the separate financial statements of AEON Thana Sinsap (Thailand) Public Company Limited for the year ended February 20, 2010, in accordance with generally accepted auditing standards, and expressed an unqualified opinion in our report dated April 9, 2010. The consolidated and separate balance sheets as at February 20, 2010, presented herein for comparison, have been derived from such consolidated and separate financial statements which we have audited and reported on. We have not performed any other audit procedures subsequent to such report date.

BANGKOK
June 21, 2010

Niti Jungnitnirundr
Certified Public Accountant (Thailand)
Registration No. 3809
DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS

AS AT MAY 20, 2010 AND FEBRUARY 20, 2010

BAHT : '000

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		"Unaudited"		"Unaudited"	
		As at	As at	As at	As at
		May 20,	February 20,	May 20,	February 20,
		2010	2010	2010	2010
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents		2,265,156	1,520,499	1,444,278	1,476,996
Accounts receivable - net	5	34,375,608	32,460,142	28,459,511	31,460,949
Participation amount in Special Purpose Vehicle					
for Securitization due within one year	8	-	-	1,313,005	1,063,311
Subordinated lending due within one year	9	191,161	217,035	191,161	217,035
Other current assets					
Amount due from sale of the right on credit card					
receivable under securitization project	5.6	-	-	4,355,040	-
Other receivable		122,410	149,879	253,632	167,179
Receivables per currency swap contracts	12	384,531	538,629	384,531	538,629
Others	6	114,508	90,668	110,171	90,668
		<u>621,449</u>	<u>779,176</u>	<u>5,103,374</u>	<u>796,476</u>
Total Current Assets		<u>37,453,374</u>	<u>34,976,852</u>	<u>36,511,329</u>	<u>35,014,767</u>
NON-CURRENT ASSETS					
Accounts receivable - net	5	1,188,000	1,132,403	1,188,000	1,132,403
Investments in subsidiaries	7.1	-	-	31	21
Other long-term investments					
Related companies	7.2	118,364	118,733	118,364	118,733
Other companies	7.3	21	21	21	21
		<u>118,385</u>	<u>118,754</u>	<u>118,385</u>	<u>118,754</u>
Participation in Special Purpose Vehicle					
for Securitization	8	-	-	1,149,343	195,815
Subordinated lending	9	744,000	744,000	744,000	744,000
Equipment - net		382,949	406,599	382,949	406,599
Intangible assets - net		856,203	872,250	856,203	872,250
Receivables per currency swap contracts	12	516,167	776,884	516,167	776,884
Other non-current assets	10	112,484	115,348	112,484	115,348
Total Non-current Assets		<u>3,918,188</u>	<u>4,166,238</u>	<u>5,067,562</u>	<u>4,362,074</u>
TOTAL ASSETS		<u><u>41,371,562</u></u>	<u><u>39,143,090</u></u>	<u><u>41,578,891</u></u>	<u><u>39,376,841</u></u>

See notes to the interim financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS (CONTINUED)

AS AT MAY 20, 2010 AND FEBRUARY 20, 2010

BAHT : '000

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		"Unaudited"		"Unaudited"	
		As at	As at	As at	As at
		May 20,	February 20,	May 20,	February 20,
		2010	2010	2010	2010
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Short-term loans from financial institutions	11	6,705,174	4,846,225	6,705,174	4,846,225
Current portion of :					
Long-term loans	12	8,231,028	7,982,764	8,231,028	7,982,764
Long-term debentures	13	1,298,174	1,296,474	1,298,174	1,296,474
Accounts payable		448,862	532,574	448,862	532,574
Other current liabilities					
Accrued income tax		282,463	201,087	212,897	177,327
Accrued interest expense		280,184	253,207	275,775	248,798
Accrued expenses - others		185,133	146,869	178,436	142,805
Other payable		129,678	151,392	417,780	417,443
Payables per currency swap contracts	12	59,276	61,229	59,276	61,229
Others		17,689	17,344	17,689	17,344
		<u>954,423</u>	<u>831,128</u>	<u>1,161,853</u>	<u>1,064,946</u>
Total Current Liabilities		<u>17,637,661</u>	<u>15,489,165</u>	<u>17,845,091</u>	<u>15,722,983</u>
NON-CURRENT LIABILITIES					
Long-term loans	12	15,937,082	16,193,662	15,937,082	16,193,662
Long-term debentures	13	1,515,358	1,535,295	1,515,358	1,535,295
Payables per currency swap contracts	12 and 13	193,153	68,773	193,153	68,773
Total Non-current Liabilities		<u>17,645,593</u>	<u>17,797,730</u>	<u>17,645,593</u>	<u>17,797,730</u>
TOTAL LIABILITIES		<u>35,283,254</u>	<u>33,286,895</u>	<u>35,490,684</u>	<u>33,520,713</u>

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS (CONTINUED)

AS AT MAY 20, 2010 AND FEBRUARY 20, 2010

BAHT : '000

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		"Unaudited"		"Unaudited"	
		As at	As at	As at	As at
		May 20,	February 20,	May 20,	February 20,
		2010	2010	2010	2010
LIABILITIES AND SHAREHOLDERS' EQUITY					
(CONTINUED)					
SHAREHOLDERS' EQUITY					
SHARE CAPITAL					
Authorized share capital					
		250,000	250,000	250,000	250,000
250,000,000 ordinary shares of Baht 1 each					
Issued and paid-up share capital					
		250,000	250,000	250,000	250,000
250,000,000 ordinary shares of Baht 1 each,					
fully paid					
		478,000	478,000	478,000	478,000
PREMIUM ON ORDINARY SHARE CAPITAL					
		57,046	57,415	57,046	57,415
UNREALIZED GAIN FROM REVALUATION					
	7.2				
ON INVESTMENTS					
RETAINED EARNINGS					
Appropriated					
		25,000	25,000	25,000	25,000
Legal reserve					
		3,750,000	3,750,000	3,750,000	3,750,000
Reserve for business expansion					
		1,528,173	1,295,721	1,528,161	1,295,713
Unappropriated					
		6,088,219	5,856,136	6,088,207	5,856,128
TOTAL COMPANY'S SHAREHOLDERS' EQUITY					
		89	59	-	-
MINORITY INTEREST					
		6,088,308	5,856,195	6,088,207	5,856,128
TOTAL SHAREHOLDERS' EQUITY					
TOTAL LIABILITIES AND					
SHAREHOLDERS' EQUITY					
		41,371,562	39,143,090	41,578,891	39,376,841

See notes to the interim financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF INCOME

FOR THE QUARTERS ENDED MAY 20, 2010 AND 2009

"UNAUDITED"

BAHT : '000

	Notes	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		2010	2009	2010	2009
REVENUES					
Credit card income	15	938,764	826,706	806,627	684,542
Loan income		870,428	973,724	870,428	973,724
Hire purchase income		292,770	301,520	292,770	301,520
Other income					
Bad debt recovery		151,609	125,920	138,635	115,742
Outsource collection service income		9,857	17,488	9,857	17,488
Gain on sale of fixed assets		28	440	28	440
Others		28,197	30,163	25,212	29,382
		<u>189,691</u>	<u>174,011</u>	<u>173,732</u>	<u>163,052</u>
Total Revenues		<u>2,291,653</u>	<u>2,275,961</u>	<u>2,143,557</u>	<u>2,122,838</u>
EXPENSES					
Operating and administrative expenses		899,445	816,948	885,164	803,006
Directors and managements remuneration	16	10,204	10,470	10,204	10,470
Bad debts and doubtful accounts		669,306	721,275	617,016	625,839
Total Expenses		<u>1,578,955</u>	<u>1,548,693</u>	<u>1,512,384</u>	<u>1,439,315</u>
INCOME BEFORE FINANCE COST					
AND INCOME TAX					
		712,698	727,268	631,173	683,523
FINANCE COST					
		<u>392,827</u>	<u>411,139</u>	<u>357,155</u>	<u>375,467</u>
INCOME BEFORE INCOME TAX					
		319,871	316,129	274,018	308,056
INCOME TAX					
	17	<u>87,375</u>	<u>80,301</u>	<u>41,570</u>	<u>72,228</u>
NET INCOME					
		<u>232,496</u>	<u>235,828</u>	<u>232,448</u>	<u>235,828</u>
PROFIT ATTRIBUTABLE TO					
Equity holders of the parent company		232,452	235,798	232,448	235,828
Minority interest		44	30	-	-
		<u>232,496</u>	<u>235,828</u>	<u>232,448</u>	<u>235,828</u>
BASIC EARNINGS PER SHARE					
	BAHT	0.93	0.94	0.93	0.94
WEIGHTED AVERAGE NUMBER					
OF ORDINARY SHARES					
	SHARES	250,000,000	250,000,000	250,000,000	250,000,000

See notes to the interim financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES
 STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
 FOR THE QUARTERS ENDED MAY 20, 2010 AND 2009
 "UNAUDITED"

BAHT' : 000

Notes	CONSOLIDATED FINANCIAL STATEMENTS							Total Shareholders' Equity
	Issued and Paid-up Share Capital	Premium on Ordinary Shares	Unrealized gain from revaluation on investments	Appropriated Retained Earnings Legal Reserve	Reserve for Business Expansion	Unappropriated Retained Earnings	Minority Interest	
Beginning balance, as at February 21, 2009	250,000	478,000	34,933	25,000	3,100,000	1,486,427	59	5,374,419
Available-for-sale investments								
Gain recognized in shareholders' equity	4.4	-	3,100	-	-	-	-	3,100
Total revenues recognized in shareholders' equity		-	3,100	-	-	-	-	3,100
Net income		-	-	-	-	235,798	30	235,828
Total revenues recognized during the period		-	3,100	-	-	235,798	30	238,928
Appropriation for the previous period								
Dividend - subsidiary		-	-	-	-	-	(30)	(30)
Ending balance, as at May 20, 2009		<u>250,000</u>	<u>478,000</u>	<u>38,033</u>	<u>25,000</u>	<u>1,722,225</u>	<u>59</u>	<u>5,613,317</u>
Beginning balance, as at February 21, 2010		250,000	478,000	57,415	25,000	3,750,000	59	5,856,195
Available-for-sale investments								
Loss recognized in shareholders' equity	4.4	-	(369)	-	-	-	-	(369)
Total expenses recognized in shareholders' equity		-	(369)	-	-	-	-	(369)
Net income		-	-	-	-	232,452	44	232,496
Total revenues (expenses) recognized during the period		-	(369)	-	-	232,452	44	232,127
Appropriation for the previous period:								
Dividend - subsidiary		-	-	-	-	-	(44)	(44)
Issued and paid up share capital - subsidiary		-	-	-	-	-	30	30
Ending balance, as at May 20, 2010		<u>250,000</u>	<u>478,000</u>	<u>57,046</u>	<u>25,000</u>	<u>1,528,173</u>	<u>89</u>	<u>6,088,308</u>

See notes to the interim financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE QUARTERS ENDED MAY 20, 2010 AND 2009

"UNAUDITED"

BAHT' : 000

	Notes	SEPARATE FINANCIAL STATEMENTS					Unappropriated Retained Earnings	Total Shareholders' Equity
		Issued and Paid-up Share Capital	Premium on Ordinary Shares	Unrealized gain from revaluation on investment	Appropriated Retained Earnings Legal Reserve	Reserve for Business Expansion		
Beginning balance, as at February 21, 2009		250,000	478,000	34,933	25,000	3,100,000	1,486,419	5,374,352
Available-for-sale investments								
Gain recognized in shareholders' equity	4.4	-	-	3,100	-	-	-	3,100
Total revenues recognized in shareholders' equity		-	-	3,100	-	-	-	3,100
Net income		-	-	-	-	-	235,828	235,828
Total revenues recognized during the period		-	-	3,100	-	-	235,828	238,928
Ending balance, as at May 20, 2009		<u>250,000</u>	<u>478,000</u>	<u>38,033</u>	<u>25,000</u>	<u>3,100,000</u>	<u>1,722,247</u>	<u>5,613,280</u>
Beginning balance, as at February 21, 2010		250,000	478,000	57,415	25,000	3,750,000	1,295,713	5,856,128
Available-for-sale investments								
Loss recognized in shareholders' equity	4.4	-	-	(369)	-	-	-	(369)
Total expenses recognized in shareholders' equity		-	-	(369)	-	-	-	(369)
Net income		-	-	-	-	-	232,448	232,448
Total revenues (expenses) recognized during the period		-	-	(369)	-	-	232,448	232,079
Ending balance, as at May 20, 2010		<u>250,000</u>	<u>478,000</u>	<u>57,046</u>	<u>25,000</u>	<u>3,750,000</u>	<u>1,528,161</u>	<u>6,088,207</u>

See notes to the interim financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE QUARTERS ENDED MAY 20, 2010 AND 2009

"UNAUDITED"

BAHT : '000

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2010	2009	2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES				
Income before income tax	319,871	316,129	274,018	308,056
Adjustments for:				
Bad debts and doubtful accounts	669,306	721,275	617,016	625,839
Amortzation of interest on bill of exchange	-	5,608	-	5,608
Depreciation	40,880	38,209	40,880	38,209
Amortization of cost of software	71,156	64,301	71,156	64,301
Gain on sale of fixed assets	(28)	(440)	(28)	(440)
Finance cost	392,827	411,139	357,155	375,467
Dividend income	-	(1,542)	-	(1,542)
	<u>1,494,012</u>	<u>1,554,679</u>	<u>1,360,197</u>	<u>1,415,498</u>
Operating assets (increase) decrease				
Accounts receivable	(2,640,369)	(1,358,598)	(6,317,675)	(3,189,315)
Other current assets	3,086	(15,189)	(106,499)	861
Other non-current assets	375	756	375	756
Operating liabilities increase (decrease)				
Accounts payable	(83,713)	47,439	(83,713)	47,439
Other current liabilities	38,451	(36,952)	35,832	(24,441)
Cash paid for operations	(1,188,158)	192,135	(5,111,483)	(1,749,202)
Finance cost paid	(359,175)	(420,402)	(323,503)	(384,731)
Income tax paid	(5,999)	(8,612)	(5,999)	(8,438)
Net cash used in operating activities	<u>(1,553,332)</u>	<u>(236,879)</u>	<u>(5,440,985)</u>	<u>(2,142,371)</u>

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND SUBSIDIARIES

**STATEMENTS OF CASH FLOWS (CONTINUED)
FOR THE QUARTERS ENDED MAY 20, 2010 AND 2009**

"UNAUDITED"

BAHT : '000

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	2010	2009	2010	2009
CASH FLOWS FROM INVESTING ACTIVITIES				
Cash payments for fixed assets acquisition	(34,549)	(23,406)	(34,549)	(23,406)
Cash payments for purchase of software	(58,477)	(95,290)	(58,477)	(95,290)
Proceeds from sale of fixed assets	141	515	141	515
Payments for investment in a subsidiary		-	(10)	-
Dividend received	-	1,542	-	1,542
Net cash used in investing activities	<u>(92,885)</u>	<u>(116,639)</u>	<u>(92,895)</u>	<u>(116,639)</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from sale of additional revolving receivables under securitization projects	-	743,150	3,110,288	2,634,270
Increase (decrease) in short-term loans from financial institutions	1,865,000	(1,250,000)	1,865,000	(1,250,000)
Proceeds from subordinated lending	25,874	72,151	25,874	72,151
Proceeds from long-term loans	500,000	1,450,000	500,000	1,450,000
Cash payments for long-term loans	-	(700,000)	-	(700,000)
Net cash provided by financing activities	<u>2,390,874</u>	<u>315,301</u>	<u>5,501,162</u>	<u>2,206,421</u>
Net increase (decrease) in cash and cash equivalents	744,657	(38,217)	(32,718)	(52,589)
Cash and cash equivalents as at February 21,	<u>1,520,499</u>	<u>2,160,400</u>	<u>1,476,996</u>	<u>2,074,979</u>
Cash and cash equivalents as at May 20,	<u><u>2,265,156</u></u>	<u><u>2,122,183</u></u>	<u><u>1,444,278</u></u>	<u><u>2,022,390</u></u>

See notes to the interim financial statements

AEON THANA SINSAP (THAILAND) PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE QUARTERS ENDED MAY 20, 2010 AND 2009
“UNAUDITED”

1. OPERATIONS AND GENERAL INFORMATION

The Company was registered as a limited company under the Civil and Commercial Code on September 18, 1992 and registered to be Public Company Limited with the Ministry of Commerce on August 7, 2001. The Company was listed on The Stock Exchange of Thailand on December 11, 2001. The Company’s office is located at 388, 27th Floor, Exchange Tower, Sukhumvit Road, Klongtoey, Bangkok. The Company’s main objective is to do the business in credit card, hire purchase and personal loans.

AEON Credit Service Company Limited, incorporated in Japan, and ACS Capital Corporation Limited, incorporated in Thailand, are current major shareholders with 35.12% and 19.20% shareholding, respectively. AEON Credit Service Company Limited is the ultimate parent company.

Eternal 3 Special Purpose Vehicle Company Limited (ESPT) and Eternal 4 Special Purpose Vehicle Company Limited (Eternal 4) are subsidiaries of the Company which were incorporated under the Civil and Commercial Code of Thailand, and under the Securitization Law. Main objectives of subsidiaries are to operate as a special purpose juristic person in securitization projects and to engage in any activities for the purpose of implementing or facilitating the securitization in accordance with the securitization projects approved by the Office of the Securities and Exchange Commission of Thailand (“the SEC”) on February 3, 2006 and June 21, 2007, respectively.

On April 5, 2010, Eternal 5 Special Purpose Vehicle Company Limited (Eternal 5), a new subsidiary of the Company, was registered as a special purpose company under the Civil and Commercial Code of Thailand and the Securitization Law. The main objective of Eternal 5 is to operate as a special purpose juristic person in securitization project and to engage in any activities for the purpose of implementing or facilitating the securitization in accordance with the securitization projects approved by the Office of the Securities and Exchange Commission of Thailand (“the SEC”) on May 19, 2010. On May 20, 2010, the Company entered into the Receivables Sales and Purchase Agreement with Eternal 5 of Baht 4,355 million (see Note 5.6).

2. BASIS FOR PREPARATION OF INTERIM FINANCIAL STATEMENTS

- 2.1 The Company maintains its accounting records in Thai Baht and prepares its interim financial statements in the Thai language in conformity with accounting standards and practices generally accepted in Thailand.
- 2.2 These interim financial statements are prepared in accordance with the Accounting Standard No. 34 “Interim Financial Statements” (previously No. 41) and the Notification of the Department of Commercial Registration regarding “The Brief Particulars in the Financial statements B.E. 2552” dated January 30, 2009. In addition, these financial statements have been prepared in accordance with the Regulation of The Stock Exchange of Thailand (SET) date January 22, 2001, regarding the preparation and submission of financial statements and reports for the financial position and results of operations of the listed companies B.E. 2544.
- 2.3 The consolidated and separate financial statements for the quarters ended May 20, 2010 and 2009 are prepared by the management of the Company and are unaudited. However, in the opinion of the Company, all adjustments necessary for a fair presentation have been reflected therein.

The consolidated and separate balance sheets as at February 20, 2010, presented herein for comparison, have been derived from the consolidated and separate financial statements of the Company for the year then ended which have been audited.

- 2.4 The consolidated financial statements for the quarter ended May 20, 2010 included the accounts of the Company and 3 subsidiaries being ESPT, Eternal 4 and Eternal 5. Significant transactions and balances between the Company and the subsidiaries have been eliminated.

The consolidated financial statements for the quarter ended May 20, 2009 included the accounts of the Company and 2 subsidiaries being ESPT and Eternal 4. Significant transactions and balances between the Company and the subsidiaries had been eliminated.

The Company has holdings in share capital of ESPT, Eternal 4 and Eternal 5 (“the subsidiaries”) since December 21, 2005, February 22, 2007 and April 5, 2010, respectively, in accordance with the approved conditions required by the Office of the Securities and Exchange Commission of Thailand. The Company holds 26% each of the subsidiaries’ the authorized share capital.

The accounting period and significant accounting policies used for the financial statements of the subsidiaries are the same as those of the Company.

- 2.5 Certain financial information which is normally included in the financial statements prepared in accordance with generally accepted accounting principles, but which is not required for interim reporting purposes, has been omitted. In addition, the interim financial statements should be read in conjunction with the audited financial statements for the year ended February 20, 2010.
- 2.6 Preparation of financial statements in conformity with generally accepted accounting principles requires the Company’s management to exercise judgments in order to determine the accounting policies, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent assets and liabilities. Although management has exercised judgment reasonably on these matters under the current events, actual result may differ from such estimates.
- 2.7 The results of operations for the quarter ended May 20, 2010 are not necessarily indicative of the operating results anticipated for the full year.
- 2.8 The Federation of Accounting Professions issued the Notification No. 16/2552 dated May 21, 2009 regarding the following accounting standards that were announced in the Royal Gazette, but not yet in effect for the quarter ended May 20, 2010:

Accounting Standards	Effective date
Accounting Framework (Revised 2007)	January 1, 2011
No. 20 Accounting for Government Grants and Disclosure of Government Assistance	January 1, 2012
No. 24 (Revised 2007) Related Party Disclosures	January 1, 2011
No. 40 Investment Property	January 1, 2011

The Company and its subsidiaries’ management has assessed the impact of these accounting standards when they are effective for financial periods beginning on or after the TASs’ effective dates, and does not expect them to have a material effect on the Company and its subsidiaries financial statements.

3. SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared under the historical cost convention except as disclosed in the accounting policies in the financial statements for the year ended February 20, 2010.

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended February 20, 2010.

4. SUPPLEMENTARY DISCLOSURES OF CASH FLOW INFORMATION

Non-cash items for the quarters ended May 20, 2010 and 2009 are as follows:

4.1 Cash paid for purchase equipment and costs of software for the quarters ended May 20, are as follows:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS	
	2010	2009
	Baht' 000	Baht' 000
Equipment		
Liabilities recorded - brought forward	22,961	14,325
Purchase of equipment	17,344	19,187
Decrease in deposits for equipment	(995)	(405)
	<u>39,310</u>	<u>33,107</u>
<u>Less</u> Cash payments for purchase of equipment and deposits for equipment	<u>(34,549)</u>	<u>(23,406)</u>
Liabilities recorded - carried forward	<u>4,761</u>	<u>9,701</u>
Cost of software		
Liabilities recorded - brought forward	14,744	43,902
Purchase of software	55,108	97,120
	<u>69,852</u>	<u>141,022</u>
<u>Less</u> Cash payments for investment in cost of software	<u>(58,477)</u>	<u>(95,290)</u>
Liabilities recorded - carried forward	<u>11,375</u>	<u>45,732</u>

4.2 During the quarters ended May 20, 2010 and 2009, the Company had non-cash item relating to sale of the right on credit card receivables as the Company sold additional revolving credit card receivables during the revolving period which was net settled by the Seller Participation Account of Baht 1,203 million and Baht 104 million, respectively, instead of cash receipt.

4.3 On May 20, 2010, the Company entered into the Receivables Sale and Purchase Agreements with Eternal 5 Special Purpose Vehicle Company Limited (Eternal 5) of Baht 4,355 million (see Note 5.6). As at May 20, 2010, the Company has not yet received a payment from Eternal 5. Such transaction was presented as amount due from sale of the right on credit card receivable under securitization project in other current assets in the separate financial statements.

4.4 For the quarters ended May 20, 2010 and 2009, the Company recorded unrealized loss from revaluation on available-for-sale securities of Baht 0.37 million and unrealized gain from revaluation on available-for-sale securities of Baht 3.10 million, respectively.

5. ACCOUNTS RECEIVABLE - NET

5.1 Accounts receivable - net consist of:

CONSOLIDATED FINANCIAL STATEMENTS						
	As at May 20, 2010			As at February 20, 2010		
	Due within 1 year Baht' 000	Due after 1 year Baht' 000	Total Baht' 000	Due within 1 year Baht' 000	Due after 1 year Baht' 000	Total Baht' 000
Hire-purchase receivable						
Hire-purchase and accrued interest receivable	5,941,061	885,145	6,826,206	5,534,963	814,977	6,349,940
<u>Less</u> Unearned financing income	(639,544)	(96,156)	(735,700)	(580,459)	(88,569)	(669,028)
	5,301,517	788,989	6,090,506	4,954,504	726,408	5,680,912
<u>Less</u> Allowance for doubtful accounts	(114,673)	-	(114,673)	(115,814)	-	(115,814)
Hire-purchase and accrued interest receivable - net	5,186,844	788,989	5,975,833	4,838,690	726,408	5,565,098
Loans receivable						
Loans and accrued interest receivable	18,506,390	399,011	18,905,401	18,406,937	405,995	18,812,932
<u>Less</u> Allowance for doubtful accounts	(554,039)	-	(554,039)	(567,381)	-	(567,381)
Loans and accrued interest receivable - net	17,952,351	399,011	18,351,362	17,839,556	405,995	18,245,551
Credit card receivable						
Credit card and accrued interest receivable	11,422,202	-	11,422,202	9,979,798	-	9,979,798
<u>Less</u> Allowance for doubtful accounts	(185,789)	-	(185,789)	(197,902)	-	(197,902)
Credit card and accrued interest receivable - net	11,236,413	-	11,236,413	9,781,896	-	9,781,896
Total accounts receivable - net	34,375,608	1,188,000	35,563,608	32,460,142	1,132,403	33,592,545

SEPARATE FINANCIAL STATEMENTS

	As at May 20, 2010			February 20, 2010		
	Due within 1 year Baht' 000	Due after 1 year Baht' 000	Total Baht' 000	Due within 1 year Baht' 000	Due after 1 year Baht' 000	Total Baht' 000
Hire-purchase receivable						
Hire-purchase and accrued						
interest receivable	5,941,061	885,145	6,826,206	5,534,963	814,977	6,349,940
<u>Less</u> Unearned financing income	(639,544)	(96,156)	(735,700)	(580,459)	(88,569)	(669,028)
	5,301,517	788,989	6,090,506	4,954,504	726,408	5,680,912
<u>Less</u> Allowance for doubtful						
accounts	(114,673)	-	(114,673)	(115,814)	-	(115,814)
Hire-purchase and accrued						
interest receivable - net	5,186,844	788,989	5,975,833	4,838,690	726,408	5,565,098
Loans receivable						
Loans and accrued interest						
receivable	18,506,390	399,011	18,905,401	18,406,937	405,995	18,812,932
<u>Less</u> Allowance for doubtful						
accounts	(554,039)	-	(554,039)	(567,381)	-	(567,381)
Loans and accrued interest						
receivable - net	17,952,351	399,011	18,351,362	17,839,556	405,995	18,245,551
Credit card receivable						
Credit card and accrued						
interest receivable	5,455,813	-	5,455,813	8,923,600	-	8,923,600
<u>Less</u> Allowance for doubtful						
accounts	(135,497)	-	(135,497)	(140,897)	-	(140,897)
Credit card and accrued						
interest receivable - net	5,320,316	-	5,320,316	8,782,703	-	8,782,703
Total accounts receivable - net	28,459,511	1,188,000	29,647,511	31,460,949	1,132,403	32,593,352

5.2 Hire-purchase and loan receivables classified by revenue recognition policies are as follows:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS					
	As at May 20, 2010			As at February 20, 2010		
	Effective rate	Sum-of-digit	Total	Effective rate	Sum-of-digit	Total
	Method	Method		Method	Method	
	Baht' 000	Baht' 000	Baht' 000	Baht' 000	Baht' 000	Baht' 000
Hire-purchase receivable						
Hire-purchase and accrued interest receivable	6,746,022	80,184	6,826,206	6,205,977	143,963	6,349,940
<u>Less</u> Unearned financing income	(731,571)	(4,129)	(735,700)	(660,953)	(8,075)	(669,028)
	6,014,451	76,055	6,090,506	5,545,024	135,888	5,680,912
<u>Less</u> Allowance for doubtful accounts	(101,552)	(13,121)	(114,673)	(97,392)	(18,422)	(115,814)
Hire-purchase and accrued interest receivable - net	5,912,899	62,934	5,975,833	5,447,632	117,466	5,565,098
Loans receivable						
Loans and accrued interest receivable	18,895,124	10,277	18,905,401	18,796,205	16,727	18,812,932
<u>Less</u> Allowance for doubtful accounts	(551,556)	(2,483)	(554,039)	(564,234)	(3,147)	(567,381)
Loan and accrued interest receivable – net	18,343,568	7,794	18,351,362	18,231,971	13,580	18,245,551

5.3 Quality of assets

Accounts receivable classified by aging are as follows:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at	As at	As at	As at
	May 20, 2010	February 20, 2010	May 20, 2010	February 20, 2010
	Baht' 000	Baht' 000	Baht' 000	Baht' 000
Less than 3 months	35,684,223	33,697,443	29,768,126	32,698,250
3 months up	733,886	776,198	683,594	719,194
Total	36,418,109	34,473,641	30,451,720	33,417,444
<u>Less</u> Allowance for doubtful accounts	(854,501)	(881,096)	(804,209)	(824,092)
Total accounts receivable – net	35,563,608	33,592,545	29,647,511	32,593,352

5.4 Troubled debt restructuring

For the quarter ended May 20, 2010, the Company had recognized interest income on restructured debts totaling Baht 6.41 million. For the quarter ended May 20, 2009 the Company did not have such transaction.

The Company had the outstanding account receivables as follows:

	CONSOLIDATED FINANCIAL STATEMENTS			
	As at May 20, 2010		As at February 20, 2010	
	Number of debtors	Amount Baht' 000	Number of debtors	Amount Baht' 000
Restructured accounts receivable	5,111	176,752	2,154	89,045
Non-restructured accounts receivable	2,926,015	36,241,357	2,928,449	34,384,596
Total accounts receivable	2,931,126	36,418,109	2,930,603	34,473,641

	SEPARATE FINANCIAL STATEMENTS			
	As at May 20, 2010		As at February 20, 2010	
	Number of debtors	Amount Baht	Number of debtors	Amount Baht' 000
Restructured accounts receivable	5,111	176,752	2,154	89,045
Non-restructured accounts receivable	2,526,500	30,274,968	2,723,672	33,328,399
Total accounts receivable	2,531,611	30,451,720	2,725,826	33,417,444

As at May 20, 2010 and February 20, 2010, the Company had no commitment to provide additional loans to its restructured debtors after debt restructuring.

5.5 Allowances for doubtful accounts

	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
	As at May 20, 2010	As at February 20, 2010	As at May 20, 2010	As at February 20, 2010
	Baht' 000	Baht' 000	Baht' 000	Baht' 000
Beginning balances	881,096	859,544	824,092	769,828
Bad debts and doubtful accounts	669,306	2,802,801	617,016	2,483,812
Bad debts written off	(695,901)	(2,781,249)	(636,899)	(2,429,548)
Ending balances	854,501	881,096	804,209	824,092

5.6 Transfers of financial assets

The Company entered into the Receivables Sale and Purchase Agreements with four (4) Special Purposes Vehicle Companies, which were incorporated under the Civil and Commercial Code of Thailand to be special purpose vehicles (SPV) under the Royal Enactment on Special Purpose Juristic Persons for Securitization B.E. 2540 (1997). Under securitization plan which was approved by the Office of the Securities and Exchange Commission, the Company sold an amount of revolving receivables and the SPV also appointed the Company to act as the servicer responsible for collecting payments from its obligor under the Receivables Sale and Purchase Agreements and Servicing Agreements.

Details of aforementioned sales of receivables are summarized as follows:

		ECC*	ESPT**	ETERNAL 4***	ETERNAL 5****
Selling date		February 16, 2005	February 6, 2006	June 25, 2007	May 20, 2010
Type of transferred receivables		Credit Card Receivable	Credit Card Receivable	Credit Card Receivable	Credit Card Receivable
Revolving period		February 2005 - January 2010 (approximately)	February 2006 - January 2011 (approximately)	June 2007 - May 2012 (approximately)	May 2010 - April 2015 (approximately)
Initial sales of receivables					
Net book value of initial receivables	Baht	2,956,800,085	2,782,514,549	3,038,017,234	4,355,040,449
Proceeds from transfer of the right of receivables	Baht	2,000,000,000	2,280,000,000	2,205,000,000	2,790,000,000
Subordinated lendings (see Note 9)	Baht	816,000,000	370,000,000	744,000,000	1,438,000,000
Minimum seller participation - pari passu with debentures (see Note 8)	Baht	140,800,000	132,500,000	88,470,000	127,040,000
Number of contracts		213,872	181,389	178,751	205,485
Average principal amount outstanding	Baht	13,825	15,340	16,996	21,194
Interest rate		18% p.a.	18% p.a.	18% p.a.	20% p.a.

* Eternal Credit Card Special Purpose Vehicle Company Limited

** Eternal 3 Special Purpose Vehicle Company Limited (Subsidiary)

*** Eternal 4 Special Purpose Vehicle Company Limited (Subsidiary)

**** Eternal 5 Special Purpose Vehicle Company Limited (Subsidiary)

The Company does not recognize other assets obtained in the transfer of financial assets including retained interests on the financial statements because it is not practical to estimate their reasonable fair values.

Other related information is summarized as follows:

During the life of the securitization projects, the Company may repurchase the Purchased Receivables from Eternal Credit Card Special Purpose Vehicle Company Limited (ECC), Eternal 3 Special Purpose Vehicle Company Limited (ESPT), Eternal 4 Special Purpose Vehicle Company Limited (Eternal 4), and Eternal 5 Special Purpose Vehicle Company Limited (Eternal 5) in the following circumstances:

1. When the Company has breached its representations and warranties with respect to the Purchased Receivables which are ineligible. The Company is obliged to repurchase such ineligible receivables on the next Monthly Purchase Date.
2. On a Monthly Purchase Date, the Company may exercise its option to repurchase any Purchased Receivables which become a defaulted receivable on the Collection Period End Date immediately preceding such Monthly Purchase Date.
3. The Company may exercise the Clean up Call Option for repurchase of remaining Purchased Receivables as a Servicer.
4. The Company may exercise the Tax Redemption Option for repurchase of remaining Purchased Receivables.

On February 10, 2010, ECC redeemed the remaining debentures and subordinated lending and the Company repurchased all outstanding receivables from ECC which led to the end of the ECC's securitization project. As at May 20, 2010 and February 20, 2010, ECC is in the process of dissolution.

On May 20, 2010, the Company entered into the Receivables Sale and Purchase Agreement for transferred rights on credit card receivables under the securitization project with Eternal 5 which was registered as a special purpose company under the Civil and Commercial Code of Thailand for the purpose of implementing or facilitating the securitization in accordance with the securitization projects approved by the Office of the Securities and Exchange Commission of Thailand ("the SEC") on May 19, 2010. Under the agreement, the total Initial Credit Card Receivables of Baht 4,355 million using the net book value of credit card receivables as at April 20, 2010 were to be transferred to Eternal 5 on May 20, 2010 which such transaction was presented as amount due from sale on the right of credit card receivables under securitization project in other current assets in the separate financial statements. The Company received on May 24, 2010 cash proceeds of Baht 2,790 million and the remaining balance of Baht 1,565 million, would be paid by entering into a subordinated bridging loan agreement of Baht 1,438 million (see Note 9) with the balance of Baht 127 million to be the minimum amount of seller participation account under securitization project in Eternal 5 which is not subordinated and rank in order of priority pari passu with payments of principal in respect of the debentures of Eternal 5 (see Note 8). The revolving sales and purchase period of Future Receivables and Additional Receivables commenced from April 21, 2010 and will be terminated in April 2015, approximately.

For the quarters ended May 20, 2010 and 2009, transactions relating to the transfer of financial assets under the securitization projects are summarized as follows:

	2010	2009
	Million Baht	Million Baht
Transfers of future credit card receivables (at book value)		
- Credit card receivable (ECC)	-	743
- Credit card receivable (ESPT)	1,067	883
- Credit card receivable (Eternal 4)	1,178	1,008
- Credit card receivable (Eternal 5)	864	-
	<u>3,109</u>	<u>2,634</u>
Cash collection on behalf of Special Purpose Vehicles (SPV)		
- Credit card receivable (ECC)	-	915
- Credit card receivable (ESPT)	935	1,066
- Credit card receivable (Eternal 4)	1,045	1,232
- Credit card receivable (Eternal 5)	685	-
	<u>2,665</u>	<u>3,213</u>
Servicing income on cash collection from the SPV		
- Credit card receivable (ECC)	-	30
- Credit card receivable (ESPT)	29	34
- Credit card receivable (Eternal 4)	33	39
	<u>62</u>	<u>103</u>

The outstanding receivables sold to Special Purpose Vehicles and managed by the Company are classified by aging as follows:

	As at May 20, 2010 Million Baht	As at February 20, 2010 Million Baht
Credit card receivables (included accrued interest income) - ESPT		
Less than 3 months	2,238	2,005
3 months up	24	26
	<u>2,262</u>	<u>2,031</u>
<u>Less</u> Allowance for doubtful accounts	<u>(24)</u>	<u>(26)</u>
	<u>2,238</u>	<u>2,005</u>
Credit card receivables (included accrued interest income) - Eternal 4		
Less than 3 months	2,414	2,179
3 months up	27	31
	<u>2,441</u>	<u>2,210</u>
<u>Less</u> Allowance for doubtful accounts	<u>(27)</u>	<u>(31)</u>
	<u>2,414</u>	<u>2,179</u>
Credit card receivables (included accrued interest income) - Eternal 5		
Less than 3 months	4,652	-
	<u>4,652</u>	<u>-</u>
Total	<u>9,304</u>	<u>4,184</u>

6. OTHER CURRENT ASSETS - OTHERS

Other current assets - others consist of the following:

	CONSOLIDATED		SEPARATE	
	FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
	As at	As at	As at	As at
	May 20, 2010	February 20, 2010	May 20, 2010	February 20, 2010
	Baht' 000	Baht' 000	Baht' 000	Baht' 000
Prepaid expenses	50,737	36,265	50,737	36,265
Refundable value-added-tax	18,656	14,893	18,656	14,893
Value-added-tax not yet due	35,100	34,092	35,100	34,092
Advance payment	5,678	5,418	5,678	5,418
Accrued bank interest	4,337	-	-	-
Total	<u>114,508</u>	<u>90,668</u>	<u>110,171</u>	<u>90,668</u>

7. OTHER LONG-TERM INVESTMENTS

Other long-term investments consist of:

7.1 Investments in subsidiaries consist of:

	SEPARATE FINANCIAL STATEMENTS			
	As at May 20, 2010		As at February 20, 2010	
	% of Ownership	Cost Baht'000	% of Ownership	Cost Baht'000
Eternal 3 Special Purpose Vehicle Company Limited	26.00	10.4	26.00	10.4
Eternal 4 Special Purpose Vehicle Company Limited	26.00	10.4	26.00	10.4
Eternal 5 Special Purpose Vehicle Company Limited	26.00	10.4	-	-
Total investments in subsidiaries		31.2		20.8

7.2 Long-term investments in related companies consist of:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS							
	As at May 20, 2010				As at February 20, 2010			
	% of Ownership	Cost Baht' 000	Unrealized gain from revaluation on investments Baht' 000	Fair value Baht' 000	% of Ownership	Cost Baht' 000	Unrealized gain from revaluation on investments Baht' 000	Fair value Baht' 000
Available-for-sale security								
AEON Credit Service (M) Sdn.Bhd. (1,800,000 shares of MYR 0.5 each, par value of MYR 0.5, fully paid)	1.84	9,829	57,046	66,875	1.84	9,829	57,415	67,244
Total investments in available-for-sale security		9,829	57,046	66,875		9,829	57,415	67,244
				Cost Baht' 000				Cost Baht' 000
General investments								
Aeon (Thailand) Co., Ltd. (340,000 shares of Baht 100 each, Baht 25 called up)	8.50			8,500	8.50			8,500
ACS Credit Management Co., Ltd. (550 shares of JPY 100,000 each, par value of JPY 50,000, fully paid)	4.60			20,614	4.60			20,614
PT. Aeon Credit Service Indonesia (173 shares of IDR 30 million each, par value IDR 30 million, fully paid)	5.18			19,071	5.18			19,071
AEON Credit Technology Systems (Philippines) Inc. (100,000 shares of PHP100 each, par value of PHP 100,fully paid)	10.00			7,645	10.00			7,645
ACS Trading Vietnam Co., Ltd. (20% of joint venture's ownership of VND 2,000 million, fully paid)	20.00			4,159	20.00			4,159
				59,989				59,989
<u>Less</u> Allowance for impairment of investment				(8,500)				(8,500)
Total general investments				51,489				51,489
Total long-term investments in related parties				118,364				118,733

7.3 Long-term investments in other companies consist of:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS			
	As at May 20, 2010		As at February 20, 2010	
	% of Ownership	Cost Baht' 000	% of Ownership	Cost Baht' 000
	Eternal SPV Company Limited (ESPV)	26.00	10.4	26.00
Eternal Credit Card SPV Company Limited (ECC)	26.00	10.4	26.00	10.4
Total long-term investments in other companies		<u>20.8</u>		<u>20.8</u>

On May 12, 2008, ESPV redeemed all debentures and the Company repurchased all outstanding receivables from ESPV which led to the end of the ESPV's securitization project. As at May 20, 2010 and February 20, 2010, ESPV is in the process of dissolution.

On February 10, 2010, ECC redeemed the remaining debentures and subordinated lending and the Company repurchased all outstanding receivables from ECC which led to the end of the ECC's securitization project. As at May 20, 2010 and February 20, 2010, ECC is in the process of dissolution.

8. PARTICIPATION IN SPECIAL PURPOSE VEHICLES FOR SECURITIZATION

Participation in Special Purpose Vehicles for securitization consists of:

	SEPARATE FINANCIAL STATEMENTS	
	As at May 20, 2010 Baht' 000	As at February 20, 2010 Baht' 000
	Eternal 3 Special Purpose Vehicle Company Limited (see Note 18.2.1)	1,313,005
Eternal 4 Special Purpose Vehicle Company Limited (see Note 18.2.1)	983,139	195,815
Eternal 5 Special Purpose Vehicle Company Limited (see Note 18.2.1)	166,204	-
Total	<u>2,462,348</u>	<u>1,259,126</u>
<u>Less</u> Current portion of Participation amounts in Special Purpose Vehicles for securitization	<u>(1,313,005)</u>	<u>(1,063,311)</u>
Participation in Special Purpose Vehicle for Securitization - net	<u>1,149,343</u>	<u>195,815</u>

The Company entered into Credit Card Sales and Purchase Agreements with Eternal Credit Card Special Purpose Vehicle Company Limited (ECC), Eternal 3 Special Purpose Vehicle Company Limited (ESPT), Eternal 4 Special Purpose Vehicle Company Limited (Eternal 4) and Eternal 5 Special Purpose Vehicle Company Limited (Eternal 5) under securitization projects. On the contract dates, the Company received partial payments from ECC, ESPT, Eternal 4 and Eternal 5 with seller participation account under securitization projects of Baht 140,800,085, Baht 132,514,549, Baht 89,017,233 and Baht 127,040,449 respectively, which are non-subordinated and ranked in order of priority pari passu with payments of principal in respect of the debentures. The aggregate seller participation account will increase from partial payments of such Special Purpose Vehicle Companies for purchase of Future Receivables and Additional Receivables when such Special Purpose Vehicle Companies' net cash flow generated by the Purchased Receivables is insufficient. Participation account would be reduced in order to repurchase ineligible receivables and receive the excess cash from such Special Purpose Vehicle Companies. However, the Company has to retain such Participation Minimum Amount on ECC, ESPT, Eternal 4 and Eternal 5 not less than 5%, 5%, 3% and 3% of the aggregate of the outstanding principal amount of the debentures and the subordinated loan, respectively, of which such amount will be repaid by cash approximately within 2010, 2011, 2012, and 2015 respectively, or when this project ends (see Note 5.6).

On February 10, 2010, ECC sold the remaining right of credit card receivables and redeemed the remaining participation in special purpose vehicle for securitization (see Note 5.6).

9. SUBORDINATED LENDINGS

Subordinated lendings with Special Purpose Vehicles consist of:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS	
	As at	As at
	May 20, 2010	February 20, 2010
	Baht' 000	Baht' 000
Subordinated lendings		
Eternal 3 Special Purpose Vehicle Company Limited (ESPT) (see Note 18.2.1)	191,161	217,035
Eternal 4 Special Purpose Vehicle Company Limited (Eternal 4) (see Note 18.2.1)	744,000	744,000
	935,161	961,035
Less Current portion of subordinated lendings	(191,161)	(217,035)
Subordinated lendings - net	744,000	744,000

- On February 6, 2006, the Company entered into the subordinated bridging loan agreement with ESPT amounting to Baht 370,000,000 for the purpose of partial payment of the Initial Credit Card Receivables from ESPT under the provision of the Receivable Sale Agreement (see Note 5.6). The interest was paid on the monthly basis at the rate of 15% per annum. Subsequently, such bridging loan was refinanced to be subordinated term loan in July 2006 in accordance with such Bridging Loan Agreement. The term loan is due in the year 2011 and the interest is paid on the monthly basis at the rate of 15% per annum. The Company received partial repayment of such subordinated lending as at May 20, 2010.
- On June 25, 2007, the Company entered into the subordinated bridging loan agreement with Eternal 4 amounting to Baht 744,000,000 for the purpose of partial payment of the Initial Credit Card Receivables from Eternal 4 under the provision of the Receivable Sale Agreement (see Note 5.6). The interest was paid on the monthly basis at the rate of 15% per annum. Subsequently, such bridging loan was refinanced to be subordinated term loan in September 2007 in accordance with such Bridging Loan Agreement. The term loan is due in the year 2012 and the interest is paid on the monthly basis at the rate of 15% per annum.
- On May 20, 2010, the Company entered into the subordinated bridging loan agreement with Eternal 5 Special Purpose Vehicle Company Limited (Eternal 5) amounting to Baht 1,438,000,000 for the purpose of partial payment of the Initial Credit Card Receivables from Eternal 5 under the provision of the Receivable Sale Agreement (see Note 5.6). The interest is paid on the monthly basis at the rate of 12 % per annum. However, such bridging loan is presented as non-current assets in the balance sheet as of May 20, 2010 as the bridging loan will be refinanced to be term loan in August 2010 in accordance with the Bridging Loan Agreement.

10. OTHER NON-CURRENT ASSETS

Other non-current assets consist of the following:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS	
	As at May 20, 2010 Baht' 000	As at February 20, 2010 Baht' 000
Deposits	83,461	84,333
Prepaid commission expenses	25,220	25,717
Deferred expenses	3,803	5,298
Total	<u>112,484</u>	<u>115,348</u>

11. SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

Short-term loans from financial institutions are short-term loans from various financial institutions in the form of unsecured promissory notes. The details are as follows:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS					
	As at May 20, 2010			As at February 20, 2010		
	Interest rate	Foreign	Baht	Interest rate	Foreign	Baht
	%	Currency	Equivalent	%	Currency	Equivalent
			Baht' 000			Baht' 000
Loan in USD currency	1.55	10,000,000	325,174	1.55 - 2.00	18,942,000	631,225
Loan in THB currency	1.65 - 1.77		<u>6,380,000</u>	1.65 - 1.77		<u>4,215,000</u>
Total			<u>6,705,174</u>			<u>4,846,225</u>

12. LONG-TERM LOANS

The Company entered into various long-term loan agreements in Baht and foreign currencies as follows:

	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS					
	As at May 20, 2010			As at February 20, 2010		
	Interest rate	Foreign	Baht	Interest rate	Foreign	Baht
	%	Currency	Equivalent	%	Currency	Equivalent
		' 000	Baht' 000		' 000	Baht' 000
Loan in YEN currency	4.54 - 6.97	31,500,000	11,725,943	4.54 - 6.97	31,500,000	11,592,409
Loan in USD currency	3.53 - 3.70	73,200	2,380,274	3.53 - 3.70	73,200	2,439,324
Loan in THB currency	3.97 - 6.91		10,120,000	4.14 - 6.91		10,210,000
<u>Less</u> Loan issuance cost			<u>(58,107)</u>			<u>(65,307)</u>
			24,168,110			24,176,426
<u>Less</u> Current portion of long-term loans			<u>(8,231,028)</u>			<u>(7,982,764)</u>
Total long-term loans - net			<u>15,937,082</u>			<u>16,193,662</u>

To manage risk that might occur from the fluctuation in currency and interest rate, the Company has entered into interest rate swap agreements, cross currency swap agreements and cross currency interest rate swap agreements to hedge its debts as follows:

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS				
As at May 20, 2010				
	Principal to be received/ paid Baht' 000	Carrying amount		Total Baht' 000
		Less than 1 year Baht' 000	1 - 5 years Baht' 000	
Receivable per currency swap				
Cross Currency Swap Agreements				
YEN currency	2,359,450	282,921	9,044	291,965
Cross Currency Interest Rate Swap Agreements				
YEN currency	5,136,000	101,610	507,123	608,733
	<u>7,495,450</u>	<u>384,531</u>	<u>516,167</u>	<u>900,698</u>
Payable per currency swap				
Cross Currency Interest Rate Swap Agreements				
YEN currency	2,785,275	-	45,480	45,480
USD currency	2,806,780	6,129	95,206	101,335
Interest Rate Swap Agreements				
THB currency	6,610,000	53,147	-	53,147
	<u>12,202,055</u>	<u>59,276</u>	<u>140,686</u>	<u>199,962</u>

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS				
As at February 20, 2010				
	Principal to be received/ paid Baht' 000	Carrying amount		Total Baht' 000
		Less than 1 year Baht' 000	1 - 5 years Baht' 000	
Receivable per currency swap				
Cross Currency Swap Agreements				
YEN currency	2,359,450	362,622	38,026	400,648
Interest Rate Swap Agreements				
YEN currency	7,921,275	174,065	736,972	911,037
USD currency	835,940	1,942	1,886	3,828
	<u>11,116,665</u>	<u>538,629</u>	<u>776,884</u>	<u>1,315,513</u>
Payable per currency swap				
Cross Currency Interest Rate Swap Agreements				
USD currency	2,270,840	2,019	38,042	40,061
Interest Rate Swap Agreements				
THB currency	6,610,000	59,210	-	59,210
	<u>8,880,840</u>	<u>61,229</u>	<u>38,042</u>	<u>99,271</u>

13. LONG-TERM DEBENTURES

As at May 20, 2010 and February 20, 2010, long-term debentures represent unsubordinated and unsecured debentures which the details are as follows:

Issue date	Maturity date	No. of units	Currency	Par value per unit	Amount	Interest rate %	Term of interest Payment	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS		
								As at May 20, 2010 Baht' 000	As at February 20, 2010 Baht' 000	
15/07/05	15/07/10	300,000	THB	1,000	300,000,000	4.94	Semi-annual	300,000	300,000	
25/08/08	25/08/10	1,000,000	THB	1,000	1,000,000,000	4.59	Semi-annual	1,000,000	1,000,000	
25/08/08	25/08/12	1,000,000	THB	1,000	1,000,000,000	5.20	Semi-annual	1,000,000	1,000,000	
19/12/08	19/12/11	15	JPY	100,000,000	1,500,000,000	JPY-TIBOR 6M + 0.45	Semi-annual	530,283	552,019	
								2,830,283	2,852,019	
<u>Less</u>	Debenture issuance cost								(16,751)	(20,250)
								2,813,532	2,831,769	
<u>Less</u>	Current portion of long-term debentures								(1,298,174)	(1,296,474)
								1,515,358	1,535,295	
								<u>1,515,358</u>	<u>1,535,295</u>	

(1) On June 9, 2005, the Annual General Meeting of shareholders of 2005 had the resolution for the Issuance and Offering of unsubordinated and unsecured debentures in THB currency to offer for sale to general public and/ or specific investors and/or institutional investors. An issuing amount of the debentures is not exceeded Baht 5 billion equivalent amount and a tenor is not more than 5 years from each issuance date. Interest rate depends on market at time of offer and issuance. Authorized directors shall be empowered to consider conditions and other details for the issue and offering of the bonds. The Company partially issued debentures in June and July 2005 in total of Baht 1,320 million.

In June and July 2008, the Company partially repaid debentures amounting to Baht 500 million and Baht 520 million, respectively. Remaining debenture amounting to Baht 300 million will be due on July 15, 2010.

Subsequently, on August 25, 2008, the Company issued and offered additional debentures under the remaining balance as follows:

- Tranche 1 debentures issued and offered to general investors amounting to Baht 1,000 million with interest rate of 4.59% per annum, payable on semi-annual basis, and will be due on August 25, 2010. Such debenture is guaranteed by a bank in Japan.
- Tranche 2 debentures issued and offered to general investors amounting to Baht 1,000 million with interest rate of 5.20% per annum, payable on semi-annual basis, and will be due on August 25, 2012. Such debenture is guaranteed by a bank in Japan and Japan Bank for International Cooperation (“JBIC”).

- (2) On June 18, 2008, the Annual General Meeting of shareholders of 2008 had the resolution for the Issuance and Offering of unsubordinated and unsecured debentures in JPY currency to offer for sale to specific investors and/or institutional investors. An issuing amount of the debentures is not to exceed Baht 3 billion equivalent amount and a tenor is not more than 5 years from each issuance date. Interest rate depends on market at time of offer and issuance. Authorized directors shall be empowered to consider conditions and other details for the issue and offering of the bonds.

Subsequently, on December 19, 2008, the Company partially issued and offered debenture amounting to JPY 1,500 million to a bank in Japan with interest rate of JPY - TIBOR 6 month plus 0.45% per annum, payable on semi-annual basis, and will be due on December 19, 2011. Such debenture is guaranteed by the same bank.

To manage risk that might occur from the fluctuation in currency and interest rate of long-term debenture in foreign currency, the Company has entered into cross currency and interest rate swap contract to hedge its debt as follows:

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS				
As at May 20, 2010				
	Principal to be received/ paid Baht' 000	Carrying amount		Total Baht' 000
		Less than 1 year Baht' 000	1 - 5 years Baht' 000	
Payable per currency swap				
Cross Currency Swap Agreements				
YEN currency	582,750	-	52,467	52,467
	<u>582,750</u>	<u>-</u>	<u>52,467</u>	<u>52,467</u>

CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS				
As at February 20, 2010				
	Principal to be received/ paid Baht' 000	Carrying amount		Total Baht' 000
		Less than 1 year Baht' 000	1 - 5 years Baht' 000	
Payable per currency swap				
Cross Currency Swap Agreements				
YEN currency	582,750	-	30,731	30,731
	<u>582,750</u>	<u>-</u>	<u>30,731</u>	<u>30,731</u>

- (3) On June 17, 2009, the Company's Annual General meeting of shareholders of 2009 had the resolution for the issuance and offering of debentures in an issuing amount not exceeding Baht 3 billion. The currency, tenor, interest rate and other conditions will be considered and approved by the Board of Director's Meeting later when the Company is ready for the issuance and offering of debentures.
- (4) On February 6, 2006 and June 25, 2007, Eternal 3 Special Purpose Vehicle Co., Ltd. and Eternal 4 Special Purpose Vehicle Co., Ltd., the Company's subsidiaries, issued the debentures of Baht 2,280,000,000 and Baht 2,205,000,000, respectively, under the Securitization projects. Cash flow from a pool of credit card receivables will be used to make payments under the Debentures. Interest on the Debentures will be payable monthly commencing on March 10, 2006 and August 10, 2007, respectively.

On February 10, 2008, Eternal 3 Special Purpose Vehicle Co., Ltd. repaid partially debenture of Baht 1,500 million. As at May 20, 2010 and February 20, 2010, the subsidiaries' debentures are as follows:

Debenture Classes	Maturity date	Amount	Interest rate	As at	As at
				May 20, 2010	February 20, 2010
		Baht	%	Baht' 000	Baht' 000
Eternal 3 Special Purpose Vehicle Co, Ltd.					
Class A-2	February 10, 2011	500,000,000	5.88	500,000	500,000
Class B	Amortizing basis following February 10, 2011	120,000,000	6.13	120,000	120,000
Class C	Amortizing basis following February 10, 2011	160,000,000	6.33	160,000	160,000
				<u>780,000</u>	<u>780,000</u>
Eternal 4 Special Purpose Vehicle Co, Ltd.					
Class A-1	July 10, 2010	1,500,000,000	4.39	1,500,000	1,500,000
Class A-2	July 10, 2012	500,000,000	4.76	500,000	500,000
Class B	Amortizing basis following July 10, 2012	205,000,000	4.76	205,000	205,000
				<u>2,205,000</u>	<u>2,205,000</u>
				<u>2,985,000</u>	<u>2,985,000</u>

Such subsidiaries' debentures are eliminated against credit card receivables in the consolidated financial statements.

14. SHAREHOLDERS' EQUITY

14.1 At the Annual General Meeting of shareholders held on June 17, 2009, the shareholders had the resolution to approve the following significant matters:

- The appropriation of the net income of Baht 650,000,000 as a reserve for business expansion.
- The declaration of final dividends for the fiscal year 2008 at the rate of Baht 1.05 per share amounting to Baht 262,500,000. The aforementioned shareholders included 16,000 shares of foreign shareholders who had no right to receive dividend in accordance with regulation of Thailand Securities Depository, thus the Company paid dividend to shareholders amounting to Baht 262,483,200 on June 30, 2009.

14.2 On September 24, 2009, the Board of Directors' meeting passed a resolution to declare interim dividends for the 2009 fiscal year at the rate of Baht 1.05 per share amounting to Baht 262,500,000. The aforementioned shareholders include 16,000 shares of foreign shareholders who had no right to receive dividend in accordance with regulation of Thailand Securities Depository, thus the Company paid dividend to shareholders amounting of Baht 262,483,200 on October 20, 2009.

14.3 Under the Securitization project, the subsidiaries have to provide dividend payment to the subsidiaries' shareholders from all remaining amount after deducting with required accumulated reserves and payment of all fees and expenses. The subsidiaries appropriate interim dividends on a monthly basis at each Monthly Purchase Date as an appropriation of net profit after income tax of each month.

15. REVENUE RELATING TO SECURITIZATION TRANSACTION

Revenue relating to securitization transaction incurred from sales of hire purchase and credit card receivables is included in Hire Purchase and Credit Card Income for presentation.

For the quarters ended May 20, 2010 and 2009, the details of revenues from securitization transaction consist of:

	CONSOLIDATED	
	FINANCIAL STATEMENTS	
	2010	2009
	Baht' 000	Baht' 000
Credit Card Income		
Interest income from subordinated lending	-	23,183
Revenue from seller participation in Special Purpose Vehicle	-	1,916
Dividend from investment in Special Purpose Vehicle	2,126	14,771
Collection servicing income	-	30,052
Total	<u>2,126</u>	<u>69,922</u>
	SEPARATE	
	FINANCIAL STATEMENTS	
	2010	2009
	Baht' 000	Baht' 000
Credit Card Income		
Interest income from subordinated lending	34,828	63,410
Revenue from seller participation in Special Purpose Vehicle	113,943	10,725
Dividend from investment in Special Purpose Vehicles	13,547	45,063
Collection servicing income	61,922	102,895
Total	<u>224,240</u>	<u>222,093</u>

16. DIRECTORS AND MANAGERMENTS' REMUNERATION

Directors' remuneration represents the benefits paid to the Company's directors in accordance with Section 90 of the Public Limited Companies Act. Managements' remuneration represents cash remuneration as salaries and bonus paid to the Company's managements.

For the quarters ended May 20, 2010 and 2009, directors and managements' remuneration are as follows:

	CONSOLIDATED AND SEPARATE	
	FINANCIAL STATEMENTS	
	2010	2009
	Baht' 000	Baht' 000
Managements remuneration	9,754	10,020
Directors remuneration	450	450
	<u>10,204</u>	<u>10,470</u>

Directors' remuneration for the quarters ended May 20, 2010 and 2009 were approved by the ordinary shareholders' meeting of the Company held on June 17, 2010 and June 17, 2009, respectively.

17. CORPORATE INCOME TAX

According to the Royal Decree No. 475 B.E. 2551 issued under the Revenue Code regarding the corporate income tax rate deduction effective on August 7, 2008, the corporate income tax for listed companies in the Stock Exchange of Thailand has been reduced from 30% to 25% of net profit which does not exceed Baht 300 million. This will remain in effect for three consecutive accounting periods beginning on or after January 1, 2008. Therefore, the Company has used such tax rates for the corporate income tax calculations for the quarters ended May 20, 2010 and 2009 to conform to such tax rate change.

18. TRANSACTIONS WITH RELATED PARTIES

The consolidated and the separate financial statements include certain transactions with the subsidiaries and related parties. The relationship may be by shareholding or the companies may have the same group of shareholders or directors. The consolidated and the separate financial statements reflect the effects of these transactions on the basis determined by the Company, the subsidiaries and the related parties which are as follows:

18.1 Investments in subsidiaries (see Note 7.1)

Related parties	Relationship	Paid-up Capital Baht	% Ownership	SEPARATE FINANCIAL STATEMENTS	
				As at May 20, 2010	As at February 20, 2010
				Cost Baht'000	Cost Baht'000
Eternal 3 Special Purpose Vehicle Company Limited	Subsidiary	40,000	26.0	10.4	10.4
Eternal 4 Special Purpose Vehicle Company Limited	Subsidiary	40,000	26.0	10.4	10.4
Eternal 5 Special Purpose Vehicle Company Limited	Subsidiary	40,000	26.0	10.4	-
				31.2	20.8

18.2 Business transactions with related parties

18.2.1 Balances with related parties

Related parties	Relationship	CONSOLIDATED FINANCIAL STATEMENTS		SEPARATE FINANCIAL STATEMENTS	
		As at May 20, 2010 Baht' 000	As at February 20, 2010 Baht' 000	As at May 20, 2010 Baht' 000	As at February 20, 2010 Baht' 000
Other Current Assets					
Amount due from sale of the right on credit card					
receivables under securitization project					
Eternal 5 Special Purpose Vehicle Company Limited	Subsidiary	-	-	4,355,040	-
Other accounts receivable					
Eternal Special Purpose Vehicle Company Limited	Major shareholder	8,622	8,622	8,622	8,622
Eternal Credit Card Special Purpose Vehicle Company Limited	Major shareholder	6,590	14,169	6,590	14,169
Eternal 3 Special Purpose Vehicle Company Limited	Subsidiary	-	-	48,352	43,834
Eternal 4 Special Purpose Vehicle Company Limited	Subsidiary	-	-	51,116	40,386
Eternal 5 Special Purpose Vehicle Company Limited	Subsidiary	-	-	103,869	-
ACS Capital Corporation Limited	Shareholder and four common directors	3,141	62	3,141	62
ACS Insurance Broker (Thailand) Co., Ltd.	Three common directors	1,594	367	1,594	367
ACS Servicing (Thailand) Co., Ltd.	One common director	1,515	41	1,515	41
ACS Life Insurance Broker (Thailand) Co., Ltd.	Three common directors	870	230	870	230
		<u>22,332</u>	<u>23,491</u>	<u>225,669</u>	<u>107,711</u>
Other Non-Current Assets					
Aeon (Thailand) Co., Ltd.	Holding shares and two common directors	191	191	191	191
Participation in Special Purpose Vehicle					
for Securitization (see Note 8)					
Eternal 3 Special Purpose Vehicle Company Limited	Subsidiary	-	-	1,313,005	1,063,311
Eternal 4 Special Purpose Vehicle Company Limited	Subsidiary	-	-	983,139	195,815
Eternal 5 Special Purpose Vehicle Company Limited	Subsidiary	-	-	166,204	-
		<u>-</u>	<u>-</u>	<u>2,462,348</u>	<u>1,259,126</u>
Subordinated lending (see Note 9)					
Eternal 3 Special Purpose Vehicle Company Limited	Subsidiary	191,161	217,035	191,161	217,035
Eternal 4 Special Purpose Vehicle Company Limited	Subsidiary	744,000	744,000	744,000	744,000
		<u>935,161</u>	<u>961,035</u>	<u>935,161</u>	<u>961,035</u>

Related parties	Relationship	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		As at	As at	As at	As at
		May 20, 2010	February 20, 2010	May 20, 2010	February 20, 2010
		Baht' 000	Baht' 000	Baht' 000	Baht' 000
Accounts payable					
Aeon (Thailand) Co., Ltd.	Holding shares and two common directors	2,858	5,916	2,858	5,916
ACS Insurance Broker (Thailand) Co., Ltd.	Three common directors	42,453	44,700	42,453	44,700
ACS Life Insurance Broker (Thailand) Co., Ltd.	Three common directors	24,322	24,201	24,322	24,201
Jay Mart Public Company Limited	One common director	6,151	2,758	6,151	2,758
		<u>75,784</u>	<u>77,575</u>	<u>75,784</u>	<u>77,575</u>
Accounts payable - other					
Eternal 3 Special Purpose Vehicle Company Limited	Subsidiary	-	-	45,234	35,102
Eternal 4 Special Purpose Vehicle Company Limited	Subsidiary	-	-	234,679	220,714
Aeon Credit Service Company Limited	Major shareholder and two common directors	1,626	1,479	1,626	1,479
ACS Insurance Broker (Thailand) Co., Ltd.	Three common directors	1,736	3,196	1,736	3,196
ACS Servicing (Thailand) Co., Ltd.	One common director	18,386	25,664	18,386	25,664
		<u>21,748</u>	<u>30,339</u>	<u>301,661</u>	<u>286,155</u>
Accrued expenses - other					
Jay Mart Public Company Limited	One common director	442	428	442	428

18.2.2 Transactions with related parties

Related parties	Relationship	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		For the quarters ended		For the quarters ended	
		May 20,		May 20,	
		2010	2009	2010	2009
		Baht' 000	Baht' 000	Baht' 000	Baht' 000
Credit card income					
Aeon (Thailand) Co., Ltd.	Holding shares and two common directors	194	140	194	140
Revenue relating to securitization transaction (included in credit card income)					
Eternal Credit Card Special Purpose Vehicle Company Limited	Major shareholder	2,126	69,922	2,126	69,922
Eternal 3 Special Purpose Vehicle Company Limited	Subsidiary	-	-	81,474	77,053
Eternal 4 Special Purpose Vehicle Company Limited	Subsidiary	-	-	81,754	75,118
Eternal 5 Special Purpose Vehicle Company Limited	Subsidiary	-	-	58,886	-
		<u>2,126</u>	<u>69,922</u>	<u>224,240</u>	<u>222,093</u>

Related parties	Relationship	CONSOLIDATED		SEPARATE	
		FINANCIAL STATEMENTS		FINANCIAL STATEMENTS	
		For the quarters ended May 20,		For the quarters ended May 20,	
		2010	2009	2010	2009
		Baht' 000	Baht' 000	Baht' 000	Baht' 000
Other income					
ACS Capital Corporation Limited	Share holder and four common directors	6,600	6,600	6,600	6,600
ACS Life Insurance Broker (Thailand) Co., Ltd.	Three common directors	1,274	1,200	1,274	1,200
ACS Servicing (Thailand) Co., Ltd.	One common director	1,800	1,800	1,800	1,800
ACS Insurance Broker (Thailand) Co., Ltd.	Three common directors	4,207	1,934	4,207	1,934
ACS Credit Management Company Limited	Holding shares and one common director	-	1,542	-	1,542
		<u>13,881</u>	<u>13,076</u>	<u>13,881</u>	<u>13,076</u>
Operating and administrative expenses					
Collection service fee					
ACS Servicing (Thailand) Co., Ltd.	One common director	58,340	62,900	58,340	62,900
Others					
Aeon Credit Service Company Limited	Major shareholder and two common directors	9,224	203	9,224	203
Aeon (Thailand) Co., Ltd.	Holding shares and four common directors	869	494	869	494
ACS Capital Corporation Limited	Shareholder and four common directors	4,225	3,909	4,225	3,909
Jay Mart Public Company Limited	One common director	1,358	2,853	1,358	2,853
Aeon Credit Technology System (Philippines)	Holding shares and one common director	1,692	203	1,692	203
		<u>75,708</u>	<u>70,562</u>	<u>75,708</u>	<u>70,562</u>

- For the quarters ended May 20, 2010 and 2009, other income includes the management and operating fee charged to ACS Capital Corporation Limited, ACS Insurance Broker (Thailand) Co., Ltd., ACS Life Insurance Broker (Thailand) Co., Ltd. and ACS Servicing (Thailand) Co., Ltd. at the rates of Baht 950,000 per month, Baht 300,000 per month, Baht 300,000 per month and Baht 400,000 per month, respectively, and for the computer fee at the rates of Baht 1,000,000 per month, Baht 100,000 per month, Baht 100,000 per month, and Baht 200,000 per month, respectively, and charged to ACS Capital Corporation Limited for marketing support fee at the rate of Baht 200,000 per month and the marketing research fee at the rate of Baht 50,000 per month. Revenues relating to securitization transactions are determined by the Company and the subsidiaries in accordance with securitization projects (see Note 5.6).
- Collection service fee paid to ACS Servicing (Thailand) Co., Ltd. is based on general market price and in the normal course of business.
- Technical assistant fee is paid to Aeon Credit Service Company Limited as stated in the agreement.

- Pricing policy for other operating and administrative expenses is determined by the Company and related parties based on the cost plus basis.

18.3 Lease and service agreements

The Company has lease and service agreements with a related party as follows:

Related party	Relationship	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS			
		Remaining period		Remaining expenses	
		May 20, 2010	February 20, 2010	May 20, 2010 Baht' 000	February 20, 2009 Baht' 000
Office rental and service					
Aeon (Thailand) Co., Ltd.	Holding shares and two common directors	-	21/2/10 - 28/2/10	-	15

Prices and conditions are the same as Aeon (Thailand) Co., Ltd. offered to other third parties.

19. FINANCIAL INFORMATION BY SEGMENT

The operation of the Company consists of credit given for hire purchase, personal loans, credit card and factoring business. The results of operation of these activities are measured as a single segment. In addition, these activities are carried out in Thailand.

As a result, revenues, operating profits and total assets as reflected in these financial statements pertain to the aforementioned industry segment and geographical area.

20. CREDIT FACILITIES AND LETTER OF GUARANTEE

- 20.1 As at May 20, 2010 and February 20, 2010, the Company has the committed and unsecured revolving credit facility agreements with various financial institutions for general corporate funding requirements. The details are as follows:

As at May 20, 2010	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS	
	Currency	Amount Baht' 000
May 20, 2010 - May 20, 2011	THB	400,000
August 21, 2009 - August 21, 2010	THB	370,000

As at February 20, 2010	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS	
	Currency	Amount Baht' 000
May 20, 2009 - May 20, 2010	THB	400,000
August 21, 2009 - August 21, 2010	THB	370,000

As at May 20, 2010 and February 20, 2010, such credit facilities are unused by the Company.

- 20.2 As at May 20, 2010 and February 20, 2010, the Company has bank's letter of guarantees issued to suppliers for guarantee payment of Baht 6,600,000.
- 20.3 As at May 20, 2010 and February 20, 2010, the Company has unused overdraft facilities with various banks totaling Baht 95,100,000 and Baht 95,000,000, respectively. Such overdraft facilities are unsecured.

As at May 20, 2010 and February 20, 2010, the overdraft facilities are unused by the Company.

21. IMPORTANT AGREEMENTS RELATING TO SECURITIZATION TRANSACTION

- 21.1 The Company entered into the Receivables Sale and Purchase Agreements with Eternal 3 Special Purpose Vehicle Company Limited (ESPT) and Eternal 4 Special Purpose Vehicle Company Limited (Eternal 4) and Eternal 5 Special Purpose Vehicle Company Limited (Eternal 5) on February 6, 2006, June 25, 2007 and May 20, 2010, respectively. Such agreements set out the procedures and terms in respect of the sale and purchase of the Initial Receivables on the Closing Date, for Future Receivables on each Purchase Date and for Additional Receivables on each Monthly Purchase Date including the rights, obligations and responsibilities of both parties. The Receivables Sale and Purchase Agreements also set out the terms and conditions in respect of the resale and repurchase of the Ineligible Receivables and Defaulted Receivables.
- 21.2 The Company entered into the Servicing Agreements with the ESPT, Eternal 4 and Eternal 5 (the subsidiaries) on February 6, 2006, June 25, 2007, and May 20, 2010 respectively. Based on such agreements, the subsidiaries appointed the Company (as a transferor and servicer) to provide certain administration services (including record-keeping and producing written reports relating to the Collections), to act as the collection agent and other services for credit card receivables in relation to the Purchased Receivables. In addition, the Servicing Agreement also set out other relevant terms, such as the scope of the services, the payment of service fees, the termination of the appointment of the Servicer and the Back-up Servicer appointment of the substitute servicer.

22. EVENTS OCCURRING AFTER THE BALANCE SHEET DATE

- 22.1 On May 24, 2010, the Company received partial payments from Eternal 5 for the sale of right on credit card receivables under the securitization project in cash of Baht 2,790 million. The remaining balance of Baht 1,565 million, would be paid by entering into a subordinated bridging loan agreement of Baht 1,438 million with the balance of Baht 127 million to be the minimum amount of seller participation account under securitization project in Eternal 5 which is not subordinated and rank in order of priority pari passu with payments of principal in respect of the debentures of Eternal 5 (see Notes 5.6, 8 and 9).
- 22.2 At the Annual General Meeting of shareholders held on June 17, 2010, the shareholders had the resolutions to approve the following significant matters:
- The appropriation of net income of Baht 500 million as a reserve for business expansion.
 - The declaration of final dividends for the fiscal year 2009 at the rate of Baht 1.05 per share, totaling Baht 262.50 million which will be paid to all shareholders on June 30, 2010 in addition to the interim dividends which were paid to all shareholders at Baht 1.05 per share, totaling Baht 262.50 million on October 20, 2009.

23. RECLASSIFICATIONS

The consolidated and separate income statements for the quarter ended May 20, 2009 were reclassified to conform to the classifications used in the consolidated and separate income statements for the quarter ended May 20, 2010 as follows:

Account	CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS Baht' 000	Previous presentation	Current presentation
Gain on sale of fixed assets	440	Other income - others	Gain on sale of fixed assets
Directors and management remuneration	10,470	Administrative expenses	Management remuneration

24. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial statements were approved for issuing by the Company's authorized director on June 21, 2010.