

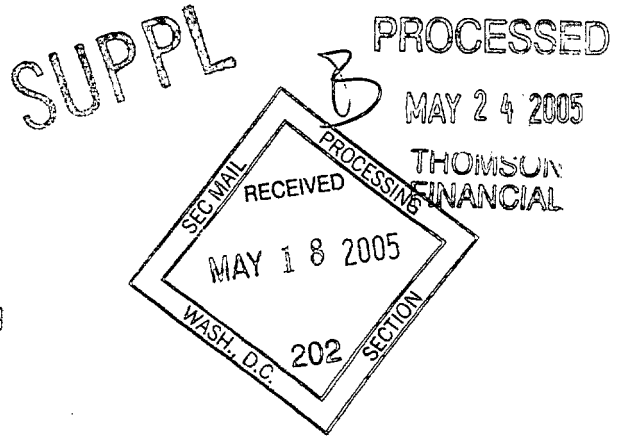


บริษัท เอเชียไฟเบอร์ จำกัด (มหาชน)  
**ASIA FIBER PUBLIC COMPANY LIMITED**

33/133-136 Surawongse Road, Suriyawongse, Bangrak, Bangkok 10500  
 Tel. (66) 0-2632-7071 Facsimile : (66) 0-2236-1982  
 E-mail : afcny6@ksc.th.com http://www.asiafiber.com  
 เลขทะเบียน บมจ. 237



Securities and Exchange Commission  
 Division of Corporate Finance  
 450 Fifth Street  
 Washington, DC 20549  
UNITED STATES OF AMERICA



Attention: International Corporate Finance  
 Re: Asia Fiber Public Company Limited  
 Rule 12g3-2 (b) Exemption  
 File No. 82-2842

Ladies and Gentlemen:

Pursuant to Rule 12g3-2 (b) (1) (iii), and on behalf of Asia Fiber Public Company Limited (the "Company"), enclosed are the documents described on Annex A hereto for your attention.

These documents supplement the information previously provided with respect to the Company's request for exemption under Rule 12g3-2, which exemption was established on June 4, 1990.

This information is being furnished with the understanding that such information and documents will not be deemed "filed" with the Securities and Exchange Commission (the "SEC") or otherwise subject to the liabilities of Section 18 of the Securities Exchange Act of 1934 (the "Exchange Act"), and that neither this letter nor the furnishing of such documents shall constitute an admission for any purpose that this Company is subject to the Exchange Act.

Please do not hesitate to contact the undersigned at (011-66-2) 237-5928 or (011-66-2) 632-7071 in Bangkok, Thailand if you have any questions.

Please acknowledge receipt of this letter and the enclosed materials by date stamping the enclosed receipt copy of this letter and return it to Andrew J. Delaney, Esq., Skadden, Arps, Slate, Meagher & Flom, 919 Third Avenue, New York, NY 10022 in the enclosed self-addressed stamped envelope.

Thank you for your attention.

Very truly yours,

Mr. Chen Namchaisiri

President



(File No. 82-2842)

Annex A to Letter to the SEC  
dated May 16, 2005 of  
Asia Fiber Public Company Limited

The documents checked below are being furnished to the SEC to supplement information provided with respect to the Company's request for exemption under Rule 12g3-2, which exemption was established on June 4, 1990:

Description of Document

Check if Enclosed

Title: \_\_\_\_\_ Annual Report

Date: as of \_\_\_\_\_

Entity requiring item: The Securities  
Exchange of Thailand ( the "SET" ) pursuant  
to its rules governing listed companies.

\_\_\_\_\_

Title: Audited Financial Information

for Years Ended \_\_\_\_\_, 200\_\_ and 200\_\_

Date: as of \_\_\_\_\_, 200\_\_ and - \_\_\_\_\_.

Entity requiring item: The SET pursuant  
to its rules governing listed companies.

\_\_\_\_\_

Title: Unaudited Financial Information

for Years Ended \_\_\_\_\_, 200\_\_ and 200\_\_

Date: as of \_\_\_\_\_, 200\_\_ and 200\_\_

Entity requiring item: The SET pursuant  
to its rules governing listed companies.

\_\_\_\_\_

Title: Interim Financial Information

for Three Months Ended March 31, 2005  
and Review Report of Certified Public Accountant

Date: as of May 16, 2005.

Entity requiring item: The SET pursuant  
to its rules governing listed companies.

X  
\_\_\_\_\_

Title: Invitation to Shareholders to

Attend Ordinary Meeting on \_\_\_\_\_

Date: \_\_\_\_\_

Entity requiring item: Pursuant to the  
Civil and Commercial Code of Thailand

Description of Document

Check if Enclosed

Title: Proxy Form for Ordinary Meeting of Shareholders on \_\_\_\_\_, 200\_\_

Date: \_\_\_\_\_, 200\_\_

Entity requiring item: Pursuant to the Civil and Commercial Code of Thailand.

\_\_\_\_\_

Title: Prospectus for the Offering of \_\_\_\_\_ Shares of Common Stock of the Company

Date: \_\_\_\_\_, 200\_\_

Entity requiring item: The SET pursuant to its rules governing listed companies.

\_\_\_\_\_

Title: Minutes of the \_\_\_\_\_ Shareholders Meeting

Date: \_\_\_\_\_, 200\_\_

Entity requiring item: The SET pursuant to its rules governing listed companies.

\_\_\_\_\_

Title: Press Release

Date: \_\_\_\_\_, 200\_\_

Entity requiring item: The SET pursuant to its rules governing listed companies.

\_\_\_\_\_

Other:

Title:

Date: \_\_\_\_\_, 200\_\_

Entity requiring item:

\_\_\_\_\_

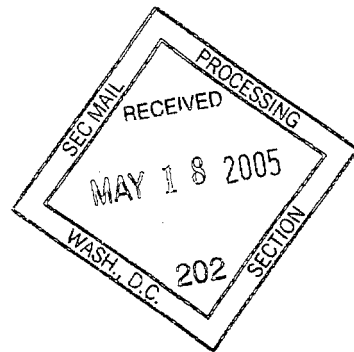
**ASIA FIBER PUBLIC COMPANY LIMITED**

**Interim Financial Statements**

**For the periods ended March 31, 2005**

**and**

**Review Report of Certified Public Accountant**



**AEC**

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**Horwath**

บริษัท โฮรวัธ (ประเทศไทย) จำกัด

**HORWATH (THAILAND) LIMITED**

Certified Public Accountants

Member Horwath International

## REVIEW REPORT OF CERTIFIED PUBLIC ACCOUNTANT

### To the Board of Directors of Asia Fiber Public Company Limited

I have reviewed the balance sheet of Asia Fiber Public Company Limited as at March 31, 2005, and the statement of income for the three-month and nine-month periods ended March 31, 2005 and the statements of changes in shareholders' equity and cash flows for the nine-month period ended March 31, 2005. The management of Asia Fiber Public Company Limited is responsible for the correctness and completeness of information presented in these financial statements. My responsibility is to issue a report on these financial statements based on my review. The statement of income for the three-month and nine-month periods ended March 31, 2004 and the statements of changes in shareholders' equity and cash flows for the nine-month period ended March 31, 2004 of Asia Fiber Public Company Limited, which are presented for comparative purpose, were reviewed by other auditor whose report dated May 11, 2004, stated that nothing had come to her attention that caused her to believe that such financial statements were not presented fairly, in all material respects, in accordance with generally accepted accounting principles.

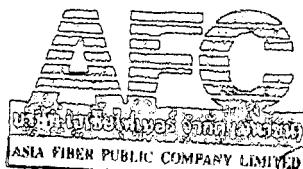
I conducted my review in accordance with auditing standards applicable to review engagements. This Standard requires that I plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of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

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

The financial statements of Asia Fiber Public Company Limited for the year ended June 30, 2004 were audited by other auditor whose report dated August 24, 2004, expressed an unqualified opinion on those statements. The balance sheet of Asia Fiber Public Company Limited as at June 30, 2004, which has been presented herein for comparative purpose, is a component of those financial statements.

(Apichart Sayasit)  
Certified Public Accountant  
Registration No. 4229

Horwath (Thailand) Limited  
Bangkok  
May 10, 2005



**ASIA FIBER PUBLIC COMPANY LIMITED**  
**BALANCE SHEETS**  
**AS AT MARCH 31, 2005 AND JUNE 30, 2004**

**ASSETS**

	Notes	In Thousand Baht	
		March 31, 2005	June 30, 2004
		"Unaudited" "Reviewed"	"Audited"
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		19,874	49,867
Short-term investment in fixed deposit		-	1,654
Trade account receivables - net			
- Related companies	3	99,879	102,008
- Other companies	4	145,459	158,525
Inventories - net		362,192	275,578
Inventories in transit		129,404	46,944
Other current assets		19,673	12,934
<b>Total Current Assets</b>		<b>776,481</b>	<b>647,510</b>
<b>NON-CURRENT ASSETS</b>			
Investment in common shares of associated company - at equity method	5	-	-
Investment in common shares of other company (general investment) - at cost	6	500	500
Property, plant and equipment - net	7, 8, 9	497,681	537,522
Other non-current assets		520	512
<b>Total Non-Current Assets</b>		<b>498,701</b>	<b>538,534</b>
<b>TOTAL ASSETS</b>		<b>1,275,182</b>	<b>1,186,044</b>

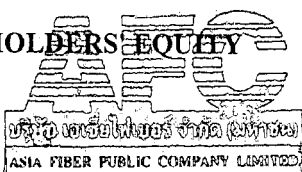


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**ASIA FIBER PUBLIC COMPANY LIMITED**  
**BALANCE SHEETS**  
**AS AT MARCH 31, 2005 AND JUNE 30, 2004**

**LIABILITIES AND SHAREHOLDERS' EQUITY**

	Notes	In Thousand Baht	
		March 31, 2005 "Unaudited" "Reviewed"	June 30, 2004 "Audited"
<b>CURRENT LIABILITIES</b>			
Bank overdraft and short-term loans from financial institutions	7, 8	158,371	55,000
Trade account payables		36,684	47,524
Current portion of long-term loan	7, 9	-	8,571
Income tax payable		3,693	-
Other current liabilities		33,157	30,587
<b>Total Current Liabilities</b>		<b>231,905</b>	<b>141,682</b>
<b>NON-CURRENT LIABILITY</b>			
Long-term loan - net of current portion	7, 9	-	10,000
<b>Total Liabilities</b>		<b>231,905</b>	<b>151,682</b>
<b>SHAREHOLDERS' EQUITY</b>			
Share capital			
- Authorized share capital, common share 100,000,000 shares at Baht 10 par value of Baht 1,000,000,000			
- Issued and paid-up share capital, common share 45,572,498 shares at Baht 10 per share	10	455,725	455,725
Premium on share capital		369,500	369,500
Revaluation increment in land	7	247,992	250,082
Retained earnings (deficit)			
Appropriated for :			
- Legal reserve		16,248	16,248
- General reserve		1,358	1,358
Deficit		(47,546)	(58,551)
<b>Shareholders' Equity - Net</b>		<b>1,043,277</b>	<b>1,034,362</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>1,275,182</b>	<b>1,186,044</b>

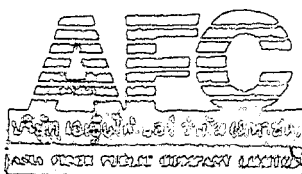


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**ASIA FIBER PUBLIC COMPANY LIMITED**  
**STATEMENTS OF INCOME**  
**FOR EACH OF THE THREE-MONTH AND NINE-MONTH**  
**PERIODS ENDED MARCH 31, 2005 AND 2004**

"Unaudited"  
"Reviewed"

	Note	In Thousand Baht			
		Three-Month Periods		Nine-Month Periods	
		Ended March 31,		Ended March 31,	
		2005	2004	2005	2004
<b>REVENUES</b>	3				
Net sales		341,478	311,532	1,049,369	904,772
Service income		1,892	1,153	4,514	4,849
Other income		9,336	6,924	22,150	19,401
<b>Total Revenues</b>		<u>352,706</u>	<u>319,609</u>	<u>1,076,033</u>	<u>929,022</u>
<b>EXPENSES</b>					
Cost of sales		361,702	308,142	1,006,364	856,337
Cost of services		1,248	822	2,839	3,217
Selling and administrative expenses		14,819	15,274	49,966	47,470
<b>Total Expenses</b>		<u>377,769</u>	<u>324,238</u>	<u>1,059,169</u>	<u>907,024</u>
<b>Profit (Loss) Before Interest Expense and Income Tax</b>		(25,063)	(4,629)	16,864	21,998
<b>Interest Expense</b>		(1,207)	(757)	(2,166)	(3,497)
<b>Income Tax</b>		6,559	-	(3,693)	-
<b>Profit (Loss) from Ordinary Activities</b>		<u>(19,711)</u>	<u>(5,386)</u>	<u>11,005</u>	<u>18,501</u>
<b>Extraordinary Item - Gain from debt compromising</b>		-	-	-	20,752
<b>NET PROFIT (LOSS)</b>		<u>(19,711)</u>	<u>(5,386)</u>	<u>11,005</u>	<u>39,253</u>
<b>Basic Earnings (Loss) per Share (Baht)</b>					
Profit (Loss) from Ordinary Activities		(0.43)	(0.12)	0.24	0.41
Extraordinary Item		-	-	-	0.45
<b>Net profit (loss)</b>		<u>(0.43)</u>	<u>(0.12)</u>	<u>0.24</u>	<u>0.86</u>
<b>Weighted Average Number of Common Share (Share)</b>		<u>45,572,498</u>	<u>45,572,498</u>	<u>45,572,498</u>	<u>45,572,459</u>



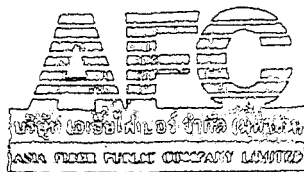
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**ASIA FIBER PUBLIC COMPANY LIMITED**  
**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR EACH OF THE NINE-MONTH PERIODS ENDED**  
**MARCH 31, 2005 AND 2004**

"Unaudited"  
 "Reviewed"

	In Thousand Baht						
	Issued and Paid-up Share Capital	Premium on Share Capital	Revaluation Increment in Land	Retained Earnings			Net
				Legal Reserve	General Reserve	Deficit	
<b>Balance as at July 1, 2004</b>	455,725	369,500	250,082	16,248	1,358	(58,551)	1,034,362
Reversal of revaluation increment in land	-	-	(2,090)	-	-	-	(2,090)
Net profit for the period	-	-	-	-	-	11,005	11,005
<b>Balance as at March 31, 2005</b>	<u>455,725</u>	<u>369,500</u>	<u>247,992</u>	<u>16,248</u>	<u>1,358</u>	<u>(47,546)</u>	<u>1,043,277</u>
<b>Balance as at July 1, 2003</b>	455,724	369,500	250,082	16,248	1,358	(130,546)	962,366
Increase in share capital	1	-	-	-	-	-	1
Net profit for the period	-	-	-	-	-	39,253	39,253
<b>Balance as at March 31, 2004</b>	<u>455,725</u>	<u>369,500</u>	<u>250,082</u>	<u>16,248</u>	<u>1,358</u>	<u>(91,293)</u>	<u>1,001,620</u>



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## ASIA FIBER PUBLIC COMPANY LIMITED

"Unaudited"

## STATEMENTS OF CASH FLOWS

"Reviewed"

FOR EACH OF THE NINE-MONTH PERIODS ENDED MARCH 31, 2005 AND 2004

	In Thousand Baht	
	2005	2004
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net profit	11,005	39,253
Adjustments to reconcile net profit to net cash provided by (used in) operating activities		
Reversal of allowance for slow-moving spare parts for machinery	(49)	(326)
Depreciation	38,433	41,056
Loss (gain) on disposal of fixed assets	(1,275)	362
Use of spare parts for machinery	806	-
Unrealized gain on foreign exchange - net	(846)	(88)
Gain from debt compromising	-	(20,752)
<b>Decrease (Increase) in Operating Assets:</b>		
Trade account receivables	16,076	24,607
Inventories	(86,614)	13,097
Inventories in transit	(82,460)	(41,956)
Other current assets	(6,739)	(6,195)
Other non-current assets	(8)	171
<b>Increase (Decrease) in Operating Liabilities:</b>		
Trade account payables	(10,840)	(19,412)
Income tax payable	3,693	(26,388)
Other current liabilities	2,593	11,066
<b>Net Cash Provided by (Used in) Operating Activities</b>	<b>(116,225)</b>	<b>14,495</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Decrease (increase) in short-term investment in fixed deposit	1,654	(7)
Cash proceeds from sales of fixed assets	1,275	478
Purchases of fixed assets	(1,439)	(39,044)
<b>Net Cash Provided by (Used in) Investing Activities</b>	<b>1,490</b>	<b>(38,573)</b>



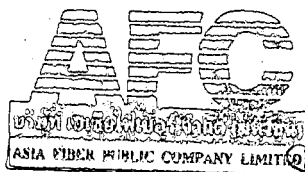
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**ASIA FIBER PUBLIC COMPANY LIMITED**  
**STATEMENTS OF CASH FLOWS (Continued)**

"Unaudited"  
 "Reviewed"

**FOR EACH OF THE NINE-MONTH PERIODS ENDED MARCH 31, 2005 AND 2004**

	In Thousand Baht	
	2005	2004
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Increase in bank overdrafts and short-term loans from financial institutions	103,313	27,323
Repayments of long-term loan	(18,571)	(6,429)
Cash proceeds from increase in share capital	-	1
<b>Net Cash Provided by Financing Activities</b>	<u>84,742</u>	<u>20,895</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(29,993)	(3,183)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	<u>49,867</u>	<u>41,405</u>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<u><u>19,874</u></u>	<u><u>38,222</u></u>
<b>Additional Cash Flow Information:</b>		
Cash payments during the period for:		
- Interest expense	2,183	10,086
- Income tax (including withholding income tax deducted at sources)	10,318	142



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## ASIA FIBER PUBLIC COMPANY LIMITED

### Notes to Interim Financial Statements

March 31, 2005 and 2004 (Reviewed)

and June 30, 2004 (Audited)

#### 1. BASIS OF INTERIM FINANCIAL STATEMENT PREPARATION

The accompanying interim financial statements have been prepared in Thai language, expressed in Thai Baht, and in conformity with generally accepted accounting principles in Thailand.

The interim financial statements have been prepared for providing an update on the financial statements for the year ended June 30, 2004. They focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements for the year ended June 30, 2004.

The accounting standards, being adopted by the Company, may not be in conformity with generally accepted accounting principles practiced in other countries due to the accompanying interim financial statements are not intended to present the financial position, results of operations and cash flows in accordance with accounting principles and practices generally accepted in countries and jurisdictions other than Thailand. Accordingly, these interim financial statements have not been designed for those who are not familiar with Thai accounting principles and practices.

Other than those specified in notes to the annual and interim financial statements, all other balances presented in these interim financial statements are prepared under the historical cost basis.

For the convenience of the readers, an English version of interim financial statements has been translated from the Thai language interim financial statements, which are issued for domestic financial reporting purpose.

#### 2. SIGNIFICANT ACCOUNTING POLICIES

The accompanying interim financial statements have been prepared in accordance with generally accepted accounting principles. Accounting policies that have been applied to the preparation of the interim financial statements for each of the three-month and nine-month periods ended March 31, 2005 and 2004 are similar to those have been applied to the financial statements for the year ended June 30, 2004.

#### 3. TRANSACTIONS WITH RELATED COMPANIES

The Company has transactions with its related companies. A portion of the Company's assets and revenues represent transactions occurred with its related companies. These companies are related through common shareholders and/or directorships. Those transactions with related companies as included in the interim financial statements are determined at the prices in line with those occur in the normal course of business based on the market price in general or the price as stipulated in the agreement if no market price exists.

As at March 31, 2005 and June 30, 2004, the related companies consisted of:

<u>Company's Name</u>	<u>Types of Relation</u>	<u>Relationship</u>
Thai Far East Co., Ltd.	Related company	Directorship
T.F.E. Trading Co., Ltd.	Related company	Directorship
Thai Industries Development Co., Ltd.	Related company	Directorship
Asia Garment Co., Ltd.	Related company	Directorship
Thai Sewing Industrial Co., Ltd.	Related company	Directorship

**ASIA FIBER PUBLIC COMPANY LIMITED**  
**Notes to Interim Financial Statements (Continued)**  
**March 31, 2005 and 2004 (Reviewed)**  
**and June 30, 2004 (Audited)**

As at March 31, 2005 and June 30, 2004, trade account receivables from related companies consisted of:

	In Thousand Baht	
	March 31, 2005	June 30, 2004
Thai Far East Co., Ltd.	107,510	107,929
T.F.E. Trading Co., Ltd.	19,324	19,395
Asia Garment Co., Ltd.	344	324
Thai Sewing Industrial Co., Ltd.	54	138
Thai Industries Development Co., Ltd.	-	1,575
Total	127,232	129,361
Less allowance for doubtful accounts	( 27,353)	( 27,353)
Net	<u>99,879</u>	<u>102,008</u>

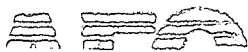
The aging analysis of the above trade account receivables from related companies as at March 31, 2005 and June 30, 2004 are as follows:

	In Thousand Baht	
	March 31, 2005	June 30, 2004
Current to 3 months	397	3,047
Over 3 months to 6 months	-	856
Over 6 months to 12 months	1,052	372
Over 12 months	<u>125,783</u>	<u>125,086</u>
Total	127,232	129,361
Less allowance for doubtful accounts	( 27,353)	( 27,353)
Net	<u>99,879</u>	<u>102,008</u>

As at March 31, 2005 and June 30, 2004, the Company had long-outstanding (more than 6 months) trade account receivables from two related companies (Thai Far East Co., Ltd. and T.F.E. Trading Co., Ltd.) totalling Baht 126.8 million and Baht 125.5 million, respectively (the outstanding balances from these companies as at March 31, 2005 and June 30, 2004 totalling 126.8 million and Baht 127.3 million, respectively). The land and construction thereon of such companies are mortgaged as collateral for these receivables. The appraised value (based on report of an independent appraisal firm dated March 26, 2003) amounted to Baht 99.6 million. As at March 31, 2005 and June 30, 2004, the Company provided an allowance for doubtful accounts of Baht 27.4 million for these receivables. The management believes that such allowance is adequate to absorb possible losses on the difference of appraised value and the balance of these receivables.

The transactions with the related companies which included in the statements of income for each of the three-month and nine-month periods ended March 31, 2005 and 2004 are as follows:

Policy of Pricing	In Thousand Baht				
	Three-Month Periods		Nine-Month Periods		
	Ended March 31,		Ended March 31,		
	2005	2004	2005	2004	
Net sales	Market Price	1,754	7,843	6,678	12,766
Interest income	Negotiated Agreement	726	726	2,179	2,179



**ASIA FIBER PUBLIC COMPANY LIMITED**  
**Notes to Interim Financial Statements (Continued)**  
**March 31, 2005 and 2004 (Reviewed)**  
**and June 30, 2004 (Audited)**

**4. TRADE ACCOUNT RECEIVABLES - OTHER COMPANIES**

The aging analysis of trade account receivables – other companies as at March 31, 2005 and June 30, 2004, are as follows:

	In Thousand Baht	
	March 31, 2005	June 30, 2004
Current to 3 months	153,970	166,951
Over 3 months to 6 months	40	-
Over 6 months to 12 months	-	1,669
Over 12 months	<u>4,695</u>	<u>3,151</u>
Total	158,705	171,771
Less allowance for doubtful accounts	<u>( 13,246)</u>	<u>( 13,246)</u>
Net	<u>145,459</u>	<u>158,525</u>

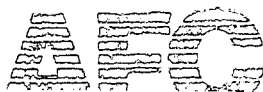
As at March 31, 2005 and June 30, 2004, the Company has long-outstanding (more than 12 months) trade account receivables, totalling Baht 4.7 million and Baht 3.2 million, respectively. As at March 31, 2005 and June 30, 2004, an allowance for doubtful accounts amounted to Baht 13.2 million. The management believes that such allowance is adequate to absorb possible losses on doubtful accounts.

**5. INVESTMENT IN COMMON SHARES OF ASSOCIATED COMPANY – At Equity Method**

The Company Name	Type of Business	Relationship	% Share Holding	In Thousand Baht		
				Paid-up Capital	At Cost Method	At Equity Method
<b>As at March 31, 2005</b>						
Prachin Power Co., Ltd.	Manufacturing	Directorship	31.12	43,286	<u>13,471</u>	<u>-</u>
<b>As at June 30, 2004</b>						
Prachin Power Co., Ltd.	Manufacturing	Directorship	31.12	43,286	<u>13,471</u>	<u>-</u>

**6. INVESTMENT IN COMMON SHARES OF OTHER COMPANY (General Investment) – At Cost**

	In Thousand Baht	
	March 31, 2005	June 30, 2004
Thai Caprolactam Public Company Limited	<u>500</u>	<u>500</u>



**ASIA FIBER PUBLIC COMPANY LIMITED**  
**Notes to Interim Financial Statements (Continued)**  
**March 31, 2005 and 2004 (Reviewed)**  
**and June 30, 2004 (Audited)**

**7. PROPERTY, PLANT AND EQUIPMENT - Net**

The movements of property, plant and equipment during the nine-month period ended March 31, 2005 were as follows:

	<u>In Thousand Baht</u>
Beginning balance as at July 1, 2004	537,522
Additions/transfer in	1,439
Disposals/transfer out – net of accumulated depreciation	( 806)
Decrease in the appraised value of land	( 2,090)
Depreciation	( 38,433)
Reversal of allowance for slow-moving spare parts for machinery	<u>49</u>
Ending balance as at March 31, 2005	<u>497,681</u>

Depreciation for each of the nine-month periods ended March 31, 2005 and 2004 amounting to approximately Baht 38.4 million and Baht 41.1 million, respectively.

The Company appraised its land by following Statement No. 32 issued by the Institute of Certified Accountants and Auditors of Thailand which allows the valuation of property, plant and equipment at appraisal amounts for financial statements reporting purposes.

As at June 30, 2004, the Company's land is stated at appraised values (based on reports of an independent appraisal firm dated March 16, 2000 and March 23, 1999). The excess of appraised value over cost of Baht 250.1 million is shown as "Revaluation increment in land" under "Shareholders' Equity" in the balance sheet.

As at March 31, 2005, the Company's land is stated at the new appraised value (based on report of an independent appraisal firm dated March 23, 2005), which decreases from the old appraised value by Baht 2.1 million. As a result, the revaluation increment in land as at March 31, 2005 was Baht 248 million. The revaluation increment in land is not available for dividend distribution.

As at March 31, 2005 and June 30, 2004, certain fixed assets with

- a) The original costs totalling Baht 1,848.8 million and Baht 1,819 million, respectively, fully depreciated but they are still in active use.
- b) The net carrying values totalling Baht 381.3 million and Baht 397.1 million, respectively, are mortgaged/pledged as collateral for bank overdraft, short-term loans and long-term loan as discussed in Notes 8 and 9.



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**8. BANK OVERDRAFT AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS**

	In Thousand Baht	
	March 31, 2005	June 30, 2004
Bank overdraft	33	-
Trust receipts (interest rate at 3.97% p.a. to 5.18% p.a.)	58,338	-
Promissory notes (interest rate at 3.0% p.a. to 3.4% p.a. as at March 31, 2005 and 1.825% p.a. as at June 30, 2004)	<u>100,000</u>	<u>55,000</u>
Total	<u>158,371</u>	<u>55,000</u>

These loans are collateralized by a portion of the Company's land, building and structure, machinery and equipment.

As at March 31, 2005, the Company has overdraft lines with several local banks totalling Baht 35 million. An overdraft line of Baht 20 million is collateralized by a portion of the Company's land, and machinery and equipment as discussed in Note 7.

**9. LONG-TERM LOAN**

	Interest Rate (% p.a.)		In Thousand Baht	
	March 31, 2005	June 30, 2004	March 31, 2005	June 30, 2004
Loan from a local bank, repayable in 42 monthly installments starting from March 19, 2003	-	5.00	-	18,571
Less: Current portion of long-term loan			-	( 8,571)
Net			<u>-</u>	<u>10,000</u>

As at June 30, 2004, this loan was collateralized by a portion of the Company's machinery and equipment as discussed in Note 7.

However, on September 30, 2004, the Company early repaid the entire outstanding loan from such local bank totalling Baht 17.4 million (consisted of loan principal of Baht 17.1 million, related accrued interest expense of Baht 0.1 million and early prepayment penalty of Baht 0.2 million).

**10. SHARE CAPITAL**

At the extraordinary shareholders' meeting held on December 4, 1996, the shareholders passed a special resolution to approve the additional cash contribution towards the Company's capital from Baht 372 million (divided into 37,200,000 shares at Baht 10 par value) to Baht 706.8 million (divided into 70,680,000 shares at Baht 10 par value). This can be made by issuing common shares of 18,600,000 shares and warrants to purchase common shares of 14,880,000 units. The holder of each warrant has the option to purchase 1 common share at the price of Baht 10 per share.

In January 1997, the Company partially received the amount of Baht 83.6 million (8,360,612 shares at Baht 10 par value) towards this increase in share capital, and issued warrants to purchase common shares of 6,688,384 units. In April 1998, a shareholder exercised its warrants to purchase 11,728 common shares at the price of Baht 10 per share.



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At the ordinary shareholders' meeting held on October 15, 2001, the shareholders passed a resolution to extend the expired date of the warrants to purchase common shares to January 30, 2006.

In July 2002 and October 2003, two shareholders exercised their warrants to purchase 78 common shares and 80 common shares, respectively at the price of Baht 10 per share.

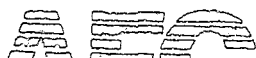
**11. SEGMENTATION OF BUSINESS**

	For the nine-month period ended March 31, 2005 (In Thousand Baht)		
	Local	Export	Total
Net sales	484,013	565,356	1,049,369
Services income	4,514	-	4,514
Total	<u>488,527</u>	<u>565,356</u>	<u>1,053,883</u>
Cost of sales	474,796	531,568	1,006,364
Cost of services	2,839	-	2,839
Total	<u>477,635</u>	<u>531,568</u>	<u>1,009,203</u>
Gross profit	<u>10,892</u>	<u>33,788</u>	44,680
Other income			22,150
Selling and administrative expenses			( 49,966)
Interest expense			( 2,166)
Income tax			( 3,693)
Net profit			<u>11,005</u>

	For the nine-month period ended March 31, 2004 (In Thousand Baht)		
	Local	Export	Total
Net sales	462,257	442,515	904,772
Services income	4,849	-	4,849
Total	<u>467,106</u>	<u>442,515</u>	<u>909,621</u>
Cost of sales	423,964	432,373	856,337
Cost of services	3,217	-	3,217
Total	<u>427,181</u>	<u>432,373</u>	<u>859,554</u>
Gross profit	<u>39,925</u>	<u>10,142</u>	50,067
Other income			19,401
Selling and administrative expenses			( 47,470)
Interest expense			( 3,497)
Gain from debt compromising			20,752
Net profit			<u>39,253</u>

**12. OTHERS**

As at March 31, 2005, the Company had unused letters of credit amounting to Baht 151.5 million.



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**13. RECLASSIFICATION OF ACCOUNTS**

Certain accounts in the balance sheet as at June 30, 2004 and the statement of income for the three-month and nine-month periods ended March 31, 2004 have been reclassified to conform with presentation of the interim financial statement for the periods ended March 31, 2005.