

(UNOFFICIAL TRANSLATION)
REVIEWED REPORT OF AUDITOR

TO : THE SHAREHOLDERS OF THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED

The State Audit Office has reviewed the accompanying consolidated and the Company balance sheets as at June 30, 2002, the related consolidated and the Company statements of income, changes in shareholders' equity, retained earnings and cash flows for the three - month and nine - month periods ended June 30, 2002 and 2001 of Thai Airways International Public Company Limited and its subsidiaries. These financial statements are the responsibility of the Companies' management as to their correctness and completeness of the presentation. The responsibility of the State Audit Office is to express an opinion on these financial statements based on its reviews.

The State Audit Office conducted the review in accordance with the Auditing Accounting Standards. Those standards require that the State Audit Office plans and performs the review to obtain reasonable assurance about whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of the company personnel and analytical comparison of financial data and thus provides less assurance than an audit according to Generally Accepted Accounting Principles. Therefore, the State Audit Office does not express an opinion to these reviewed financial statements.

Based on this review, nothing has come to the State Audit Office's attention that causes its to believe that the accompanying consolidated and the Company balance sheets enclosed this report are not presented fairly, in all material respects, in accordance with the Generally Accepted Accounting Principles.

The State Audit Office had audited the financial statements for the year ended September 30, 2001 of Thai Airways International Public Company Limited and its subsidiaries in conformity with the Generally Accepted Accounting Principles and expressed an unqualified opinion according to the report dated November 25, 2001. The consolidated and the Company balance sheets as at September 30, 2001, presented here to compare, are one part of the financial statements which were audited and reported by the State Audit Office without applying other auditing methods after the date in those reports.

(Signed) *Jaruvan Maintaka*
(Jaruvan Maintaka)
Auditor General

(Signed) *Pensri Soranaraks*
(Pensri Soranaraks)
Auditor-in-charge

August 9, 2002

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS AS AT JUNE 30, 2002 AND SEPTEMBER 30, 2001

Unit : Baht

	Notes	<u>CONSOLIDATED</u>		<u>THE COMPANY</u>	
		<u>30 June 2002</u> (unaudited already reviewed)	<u>30 September 2001</u> (audited)	<u>30 June 2002</u> (unaudited already reviewed)	<u>30 September 2001</u> (audited)
ASSETS					
Current Assets					
Cash and bank balances		7,506,270,178	6,596,023,510	7,340,082,094	6,444,070,410
Short-term investments		10,575,137,310	2,817,320,027	10,473,004,485	2,715,564,400
Accounts receivable - net	3.2	12,080,504,948	11,190,298,414	12,077,941,563	11,186,729,314
Inventories and supplies - net		3,511,111,514	3,609,692,877	3,511,111,514	3,609,692,877
Prepaid expenses and deposits		4,219,553,135	4,476,201,302	4,219,318,231	4,476,052,327
Tax refund		-	2,907,488,858	-	2,907,488,858
Other current assets		2,170,441,445	3,682,456,534	2,040,044,200	3,609,868,605
Total Current Assets		40,063,018,530	35,279,481,522	39,661,502,087	34,949,466,791
Investments					
Investment in associated companies	3.3.1	736,332,974	884,320,360	994,942,048	1,110,720,094
Other investments	3.3.2	85,297,352	94,493,996	85,297,352	94,493,996
Total Investments		821,630,326	978,814,356	1,080,239,400	1,205,214,090
Property, Plant and Equipment-Net					
Aircraft		54,361,659,518	55,557,060,836	54,361,659,518	55,557,060,836
Aircraft under capital leases		44,926,989,450	47,825,588,554	44,926,989,450	47,825,588,554
Revolving aircraft spare parts		8,578,925,984	9,089,701,633	8,578,925,984	9,089,701,633
Land, buildings and improvements		3,351,483,729	3,659,675,560	3,351,483,729	3,659,675,560
Other plant and equipment		4,434,604,587	4,457,727,654	4,373,583,388	4,413,116,222
Total Property, Plant and Equipment - Net		115,653,663,268	120,589,754,237	115,592,642,069	120,545,142,805
Other Assets					
Advance payments for aircraft		12,971,766,099	12,971,766,099	12,971,766,099	12,971,766,099
Concessions for acquisitions of aircraft and engines		1,014,736,083	1,251,033,880	1,014,736,083	1,251,033,880
Loans for investment in aircraft spare parts		26,297,623	28,103,698	26,297,623	28,103,698
Deferred income taxes	3.4	2,562,060,332	1,782,019,523	2,558,436,610	1,781,797,379
Total Other Assets		16,574,860,137	16,032,923,200	16,571,236,415	16,032,701,056
Total Assets		173,113,172,261	172,880,973,315	172,905,619,971	172,732,524,742

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

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

BALANCE SHEETS AS AT JUNE 30, 2002 AND SEPTEMBER 30, 2001

Unit : Baht

	Notes	CONSOLIDATED		THE COMPANY	
		30 June 2002 (unaudited already reviewed)	30 September 2001 (audited)	30 June 2002 (unaudited already reviewed)	30 September 2001 (audited)
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current Liabilities					
Accounts payable		3,056,816,679	3,083,368,233	3,050,780,079	3,080,267,887
Short-term loans		13,367,628,000	9,715,526,000	13,367,628,000	9,715,526,000
Debts due within one year					
Long-term loans		9,201,912,069	9,794,163,223	9,201,912,069	9,794,163,223
Obligations under capital leases		8,295,504,292	9,926,812,287	8,295,504,292	9,926,812,287
Promissory notes		1,050,000,000	1,050,000,000	1,050,000,000	1,050,000,000
Other current liabilities					
Accrued expenses		10,149,852,855	12,108,601,272	10,103,174,319	12,104,891,982
Accrued dividends		26,882,637	26,946,237	26,882,637	26,919,987
Accrued income taxes		1,856,951,752	41,762,406	1,841,961,295	12,154,165
Unearned transportation revenues		11,864,923,519	12,804,989,534	11,864,923,519	12,804,989,534
Others		5,181,423,280	4,163,605,988	5,169,510,718	4,153,492,505
Total Current Liabilities		64,051,895,083	62,715,775,180	63,972,276,928	62,669,217,570
Long-term Liabilities					
Long-term loans		38,582,279,906	40,907,334,866	38,582,279,906	40,907,334,866
Obligations under capital leases		36,707,750,922	44,821,622,603	36,707,750,922	44,821,622,603
Promissory notes		7,575,000,000	8,400,000,000	7,575,000,000	8,400,000,000
Total Long-term Liabilities		82,865,030,828	94,128,957,469	82,865,030,828	94,128,957,469
Other Liabilities					
Staff pension funds	3.5	3,408,408,951	3,406,832,613	3,408,408,951	3,406,832,613
Total Other Liabilities		3,408,408,951	3,406,832,613	3,408,408,951	3,406,832,613
Total Liabilities		150,325,334,862	160,251,565,262	150,245,716,707	160,205,007,652
Shareholders' Equity					
Share capital					
Registered:					
1,700 million ordinary shares par value of Baht 10 each		17,000,000,000	17,000,000,000	17,000,000,000	17,000,000,000
Issued and fully paid					
1,400 million ordinary shares fully paid		14,000,000,000	14,000,000,000	14,000,000,000	14,000,000,000
Share premiums		4,750,000,000	4,750,000,000	4,750,000,000	4,750,000,000
Retained earnings (deficits)					
Appropriated					
Legal reserves		1,032,785,577	1,032,785,577	1,032,785,577	1,032,785,577
Unappropriated		2,877,117,687	(7,255,268,487)	2,877,117,687	(7,255,268,487)
Total The Company Shareholders' Equity		22,659,903,264	12,527,517,090	22,659,903,264	12,527,517,090
Minority interests		127,934,135	101,890,963	-	-
Total Shareholders' Equity		22,787,837,399	12,629,408,053	22,659,903,264	12,527,517,090
Total Liabilities and Shareholders' Equity		173,113,172,261	172,880,973,315	172,905,619,971	172,732,524,742

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

(Signed) *Kanok Abhiradee*
(Kanok Abhiradee)
President

(Signed) *Kaweepan Raungpaka*
(Kaweepan Raungpaka)
Executive Vice President
Finance and Accounting

unaudited
already reviewed

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF INCOME
for the three - month periods ended June 30, 2002 and 2001

Unit : Baht

	<u>CONSOLIDATED</u>		<u>THE COMPANY</u>	
	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
Operating Revenues				
Passenger and excess baggage	24,259,714,845	23,827,156,532	24,259,714,845	23,827,156,532
Freight	5,209,402,043	5,024,107,038	5,209,402,043	5,024,107,038
Mail	168,924,109	166,014,408	168,924,109	166,014,408
Other activities	1,605,911,741	1,698,638,593	1,524,659,950	1,621,138,925
Total Operating Revenues	31,243,952,738	30,715,916,571	31,162,700,947	30,638,416,903
Other Revenues				
Shares of net profit from subsidiary companies	-	-	16,509,748	17,104,656
Shares of net profit from associated companies	32,265,067	31,014,429	32,265,067	31,014,429
Interest incomes	95,746,183	179,055,839	95,512,966	178,828,263
Others	591,823,505	189,627,787	591,262,606	188,088,767
Total Other Revenues	719,834,755	399,698,055	735,550,387	415,036,115
Total Revenues	31,963,787,493	31,115,614,626	31,898,251,334	31,053,453,018
Operating Expenses				
Flight operations	6,552,837,384	6,643,286,624	6,552,837,384	6,643,286,624
Maintenance and overhaul	3,877,982,768	4,126,291,992	3,877,982,768	4,126,291,992
Ground operations	4,935,849,110	4,688,729,374	4,935,849,110	4,688,729,374
Passenger services	3,702,684,056	3,680,466,124	3,702,684,056	3,680,466,124
Marketing	2,602,257,691	3,577,006,094	2,602,257,691	3,577,006,094
Administration and general	448,076,380	380,704,248	448,076,380	380,704,248
Remuneration to board of directors	518,993	249,750	244,693	212,250
Lease of aircraft and spare parts	1,765,325,483	2,735,904,139	1,765,325,483	2,735,904,139
Depreciation of aircraft	2,133,413,209	1,982,842,756	2,133,413,209	1,982,842,756
Depreciation of other fixed assets	411,615,001	421,087,311	407,529,909	418,743,961
Other activities	697,779,557	693,361,664	663,506,274	661,665,057
Total Operating Expenses	27,128,339,632	28,929,930,076	27,089,706,957	28,895,852,619

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

unaudited
already reviewed

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF INCOME (CONTINUED)
for the three - month periods ended June 30, 2002 and 2001

	<u>CONSOLIDATED</u>		<u>THE COMPANY</u>	
	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
Other Expenses				
Interest expenses	1,359,130,758	1,875,356,188	1,359,124,177	1,875,352,107
Losses (Gains) on foreign currency exchange	(2,131,668,518)	1,075,267,352	(2,131,668,518)	1,075,267,352
Yields from pension fund	11,742,589	16,436,261	11,742,589	16,436,261
Others	835,089,047	79,448,118	834,578,961	78,992,967
Total Other Expenses	74,293,876	3,046,507,919	73,777,209	3,046,048,687
Total Expenses	27,202,633,508	31,976,437,995	27,163,484,166	31,941,901,306
Profits (losses) before income taxes	4,761,153,985	(860,823,369)	4,734,767,168	(888,448,288)
Income taxes	1,295,939,807	20,755,799	1,282,956,923	7,044,112
Profits (losses) before minority interest	3,465,214,178	(881,579,168)	3,451,810,245	(895,492,400)
Net profits of minority interest	13,403,933	13,913,232	-	-
Profits (losses) before extraordinary item	3,451,810,245	(895,492,400)	3,451,810,245	(895,492,400)
Extraordinary item				
Gain from the insurance for exploded and caught fire aircraft	-	1,636,352,566	-	1,636,352,566
Net profits	3,451,810,245	740,860,166	3,451,810,245	740,860,166
Primary earnings (losses) per share				
Earnings (losses) before extraordinary item	2.47	(0.64)	2.47	(0.64)
Extraordinary item	-	1.17	-	1.17
Net profits	2.47	0.53	2.47	0.53

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

(Signed) *Kanok Abhiradee*
(Kanok Abhiradee)
President

(Signed) *Kaweepan Raungpaka*
(Kaweepan Raungpaka)
Executive Vice President
Finance and Accounting

unaudited
already reviewed

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF INCOME
for the nine - month periods ended June 30, 2002 and 2001

Unit : Baht

	<u>CONSOLIDATED</u>		<u>THE COMPANY</u>	
	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
Operating Revenues				
Passenger and excess baggage	74,290,806,651	74,660,182,115	74,290,806,651	74,660,182,115
Freight	14,831,406,757	15,710,333,835	14,831,406,757	15,710,333,835
Mail	545,132,047	487,266,460	545,132,047	487,266,460
Other activities	4,696,850,591	5,015,643,728	4,475,740,727	4,786,115,315
Total Operating Revenues	94,364,196,046	95,873,426,138	94,143,086,182	95,643,897,725
Other Revenues				
Shares of net profit from subsidiary companies	-	-	40,459,341	52,355,217
Shares of net profit from associated companies	13,925,728	117,517,183	13,925,728	117,517,183
Interest incomes	229,357,346	350,965,919	228,675,329	348,872,636
Others	904,901,429	693,107,101	904,321,270	690,229,752
Total Other Revenues	1,148,184,503	1,161,590,203	1,187,381,668	1,208,974,788
Total Revenues	95,512,380,549	97,035,016,341	95,330,467,850	96,852,872,513
Operating Expenses				
Flight operations	19,105,543,940	22,210,286,135	19,105,543,940	22,210,286,135
Maintenance and overhaul	12,627,070,005	9,810,160,482	12,627,070,005	9,810,160,482
Ground operations	14,686,213,981	13,672,731,023	14,686,213,981	13,672,731,023
Passenger services	11,066,758,129	11,145,278,990	11,066,758,129	11,145,278,990
Marketing	8,172,098,999	10,743,790,234	8,172,098,999	10,743,790,234
Administration and general	1,321,852,751	1,229,970,046	1,321,852,751	1,229,970,046
Remuneration to board of directors	3,133,754	3,427,365	2,138,954	2,815,698
Lease of aircraft and spare parts	6,271,054,987	9,125,422,735	6,271,054,987	9,125,422,735
Depreciation of aircraft	6,364,484,519	6,001,639,644	6,364,484,519	6,001,639,644
Depreciation of other fixed assets	1,261,884,856	1,267,931,115	1,251,128,429	1,263,098,412
Other activities	1,834,790,070	1,824,767,457	1,730,822,282	1,730,032,009
Total Operating Expenses	82,714,885,991	87,035,405,226	82,599,166,976	86,935,225,408

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

unaudited
already reviewed

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF INCOME (CONTINUED)
for the nine - month periods ended June 30, 2002 and 2001

	<u>CONSOLIDATED</u>		<u>THE COMPANY</u>	
	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
Other Expenses				
Interest expenses	4,468,109,331	5,761,543,679	4,468,087,791	5,761,534,477
Losses (Gains) on foreign currency exchange	(6,132,190,954)	5,255,182,538	(6,132,190,954)	5,255,182,538
Yields from pension fund	35,459,190	52,327,137	35,459,190	52,327,137
Others	1,372,765,843	657,469,549	1,371,697,635	657,008,560
Total Other Expenses	(255,856,590)	11,726,522,903	(256,946,338)	11,726,052,712
Total Expenses	82,459,029,401	98,761,928,129	82,342,220,638	98,661,278,120
Profits (losses) before income taxes	13,053,351,148	(1,726,911,788)	12,988,247,212	(1,808,405,607)
Income taxes	3,795,137,411	62,560,456	3,762,826,647	22,425,916
Profits (losses) before minority interest	9,258,213,737	(1,789,472,244)	9,225,420,565	(1,830,831,523)
Net profits of minority interest	32,793,172	41,359,279	-	-
Profits (losses) before extraordinary item	9,225,420,565	(1,830,831,523)	9,225,420,565	(1,830,831,523)
Extraordinary item				
Gain from the insurance for exploded and caught fire aircraft	-	1,636,352,566	-	1,636,352,566
Net profits (losses)	9,225,420,565	(194,478,957)	9,225,420,565	(194,478,957)
Primary earnings (losses) per share				
Earnings (losses) before extraordinary item	6.59	(1.31)	6.59	(1.31)
Extraordinary item	-	1.17	-	1.17
Net profits (losses)	6.59	(0.14)	6.59	(0.14)

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

(Signed) *Kanok Abhiradee*
(Kanok Abhiradee)
President

(Signed) *Kaweepan Raungpaka*
(Kaweepan Raungpaka)
Executive Vice President
Finance and Accounting

unaudited
already reviewed

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF RETAINED EARNINGS
for the three - month periods ended June 30, 2002 and 2001

Unit : Baht

	<u>CONSOLIDATED</u>		<u>THE COMPANY</u>	
	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
Retained earnings (Deficits) - Unappropriated				
At the beginning of the periods	(624,323,235)	(11,172,285,752)	(624,323,235)	(11,172,285,752)
- Adjustment of subsidiary companies' retained earnings	-	-	-	-
- Adjustment of recording of exemption tax from losses on foreign currency exchange	49,630,677	-	49,630,677	-
Add Net Profits for the periods	<u>3,451,810,245</u>	<u>740,860,166</u>	<u>3,451,810,245</u>	<u>740,860,166</u>
Total Retained earnings (deficits) - Unappropriated	<u>2,877,117,687</u>	<u>(10,431,425,586)</u>	<u>2,877,117,687</u>	<u>(10,431,425,586)</u>
Retained earnings-Appropriated				
Legal reserves	<u>1,032,785,577</u>	<u>1,032,785,577</u>	<u>1,032,785,577</u>	<u>1,032,785,577</u>
Total Retained earnings-Appropriated	<u>1,032,785,577</u>	<u>1,032,785,577</u>	<u>1,032,785,577</u>	<u>1,032,785,577</u>
Total retained earnings (deficits) at the end of the periods	<u>3,909,903,264</u>	<u>(9,398,640,009)</u>	<u>3,909,903,264</u>	<u>(9,398,640,009)</u>

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

(Signed) *Kanok Abhiradee*
(Kanok Abhiradee)
President

(Signed) *Kaweepan Raungpaka*
(Kaweepan Raungpaka)
Executive Vice President
Finance and Accounting

unaudited
already reviewed

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF RETAINED EARNINGS
for the nine - month periods ended June 30, 2002 and 2001

Unit : Baht

	<u>CONSOLIDATED</u>		<u>THE COMPANY</u>	
	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
Retained earnings (Deficits) - Unappropriated				
At the beginning of the periods	(7,255,268,487)	(10,236,339,808)	(7,255,268,487)	(10,236,339,808)
- Adjustment of subsidiary companies' retained earnings	-	(606,821)	-	(606,821)
- Adjustment of recording of exemption tax from losses on foreign currency exchange	906,965,609	-	906,965,609	-
Add Net Profits (losses) for the periods	<u>9,225,420,565</u>	<u>(194,478,957)</u>	<u>9,225,420,565</u>	<u>(194,478,957)</u>
Total Retained earnings (deficits) - Unappropriated	<u>2,877,117,687</u>	<u>(10,431,425,586)</u>	<u>2,877,117,687</u>	<u>(10,431,425,586)</u>
Retained earnings-Appropriated				
Legal reserves	<u>1,032,785,577</u>	<u>1,032,785,577</u>	<u>1,032,785,577</u>	<u>1,032,785,577</u>
Total Retained earnings-Appropriated	<u>1,032,785,577</u>	<u>1,032,785,577</u>	<u>1,032,785,577</u>	<u>1,032,785,577</u>
Total retained earnings (deficits) at the end of the periods	<u>3,909,903,264</u>	<u>(9,398,640,009)</u>	<u>3,909,903,264</u>	<u>(9,398,640,009)</u>

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

(Signed) *Kanok Abhiradee*
(Kanok Abhiradee)
President

(Signed) *Kaweepan Raungpaka*
(Kaweepan Raungpaka)
Executive Vice President
Finance and Accounting

unaudited
already reviewed

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
for the nine - month periods ended June 30, 2002 and 2001

Unit : Baht

	<u>CONSOLIDATED</u>		<u>THE COMPANY</u>	
	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
Share capital				
Common stocks				
At the beginning of the periods	14,000,000,000	14,000,000,000	14,000,000,000	14,000,000,000
Increase during the periods	-	-	-	-
At the end of the periods	14,000,000,000	14,000,000,000	14,000,000,000	14,000,000,000
Share premiums				
Premium on share capital				
At the beginning of the periods	4,750,000,000	4,750,000,000	4,750,000,000	4,750,000,000
Increase during the periods	-	-	-	-
At the end of the periods	4,750,000,000	4,750,000,000	4,750,000,000	4,750,000,000
Retained earnings (deficits)				
Appropriated				
Legal reserves				
At the beginning of the periods	1,032,785,577	1,032,785,577	1,032,785,577	1,032,785,577
Increase during the periods	-	-	-	-
At the end of the periods	1,032,785,577	1,032,785,577	1,032,785,577	1,032,785,577
Unappropriated				
At the beginning of the periods	(7,255,268,487)	(10,236,339,808)	(7,255,268,487)	(10,236,339,808)
- Adjustment of subsidiary companies' retained earnings	-	(606,821)	-	(606,821)
- Adjustment of recording of exemption tax from losses on foreign currency	906,965,609	-	906,965,609	-
Increase (decrease) during the periods	9,225,420,565	(194,478,957)	9,225,420,565	(194,478,957)
At the end of the periods	2,877,117,687	(10,431,425,586)	2,877,117,687	(10,431,425,586)
Minority interest				
At the beginning of the periods	101,890,963	55,068,216	-	-
Prior year adjustment	-	(496,490)	-	-
Increase during the periods	26,043,172	36,634,279	-	-
At the end of the periods	127,934,135	91,206,005	-	-
Total shareholders' equity	22,787,837,399	9,442,565,996	22,659,903,264	9,351,359,991

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

(Signed) *Kanok Abhiradee*
(Kanok Abhiradee)
President

(Signed) *Kaweepan Raungpaka*
(Kaweepan Raungpaka)
Executive Vice President
Finance and Accounting

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
for the nine - month periods ended June 30, 2002 and 2001

Unit : Baht

	<u>CONSOLIDATED</u>		<u>THE COMPANY</u>	
	<u>2002</u>	<u>2001</u> (new adjustment)	<u>2002</u>	<u>2001</u> (new adjustment)
Cash flows from operating activities				
Net profits (losses)	9,225,420,565	(194,478,957)	9,225,420,565	(194,478,957)
Adjustment to reconcile net profit to cash provided by (paid from) operating activities :				
Depreciation	7,626,369,375	7,269,570,759	7,615,612,947	7,264,738,055
Adjustment of staff welfare fees	-	(606,821)	-	-
Incomes on investments by equity method	(13,925,728)	(118,124,005)	(54,385,069)	(170,479,221)
Losses on sales of assets	421,905,258	146,446,493	421,905,258	146,446,493
Losses (Gains) on foreign currency exchange	(6,245,991,803)	4,679,920,828	(6,245,991,803)	4,679,920,828
Net profits of minority interest	32,793,172	40,862,788	-	-
Reserves for obsolete inventories	256,386,664	237,998,315	256,386,664	237,998,315
Allowance for doubtful accounts, impairment in value of assets	262,574,360	246,373,455	261,207,166	246,373,455
Operating profits before changes in operating assets and liabilities	11,565,531,863	12,307,962,855	11,480,155,728	12,210,518,968
Decrease (increase) in operating assets :				
Accounts receivable	(1,150,969,937)	745,975,123	(1,150,608,458)	748,882,174
Inventories and supplies	(157,805,300)	(431,528,114)	(157,805,300)	(431,528,114)
Prepaid expenses and deposits	105,535,418	98,973,538	105,617,538	98,863,545
Tax refunds	2,785,459,667	1,904,774,327	2,785,459,667	1,904,792,647
Other current assets	1,511,294,497	(9,100,869,404)	1,569,107,623	(9,110,437,459)
Advance payments for aircraft	-	(4,576,868,134)	-	(4,576,868,134)
Deferred income taxes	126,924,800	-	130,326,378	-
Concessions for acquisitions of aircraft and engines	159,933,221	(161,261,563)	159,933,221	(161,261,563)
Increase (decrease) in operating liabilities :				
Accounts payable	(13,986,546)	1,046,311,717	(16,922,800)	1,046,311,717
Accrued expenses and other current liabilities	1,102,088,701	(1,077,307,165)	1,071,938,160	(989,668,395)
Staff pension funds	1,576,338	194,078,459	1,576,338	194,078,459
Unearned transportation revenues	(940,066,015)	920,915,761	(940,066,015)	920,915,761
Net cash from operating activities	15,095,516,707	1,871,157,400	15,038,712,080	1,854,599,606

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

unaudited
already reviewed

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (CONTINUED)

for the nine - month periods ended June 30, 2002 and 2001

	Notes	Unit : Baht			
		CONSOLIDATED		THE COMPANY	
		2002	2001	2002	2001
			(new adjustment)		(new adjustment)
Cash flows from investing activities					
Increase in short-term investments		735,484,663	(925,372,117)	735,484,663	(925,372,117)
Cash paid for acquisition of fixed assets		(3,379,678,610)	(4,031,429,726)	(3,352,512,415)	(3,999,133,046)
Cash received from sales on assets		267,494,945	984,554,733	267,494,945	984,554,733
Investments		174,736,266	95,948,381	174,736,266	95,948,381
Reimbursement from loan for investing in aircraft spare parts		-	6,835,000	-	6,835,000
Net cash used in investing activities		(2,201,962,736)	(3,869,463,729)	(2,174,796,541)	(3,837,167,049)
Cash flows from financing activities					
Cash received from short-term loans		4,430,000,000	9,917,000,000	4,430,000,000	9,917,000,000
Cash received from long-term loans		8,210,310,000	-	8,210,310,000	-
Cash paid for repayment of long-term loans		(15,041,842,713)	(9,256,655,516)	(15,041,842,713)	(9,256,655,516)
Cash paid to promissory notes		(825,000,000)	(851,000,000)	(825,000,000)	(851,000,000)
Dividends paid		(15,063,600)	(10,100,280)	(37,350)	(125,280)
Net cash used in financing activities		(3,241,596,313)	(200,755,796)	(3,226,570,063)	(190,780,796)
Increase (decrease) in cash and cash equivalents		9,651,957,658	(2,199,062,125)	9,637,345,476	(2,173,348,239)
Effects of exchange rate changes on decreasing in cash and bank balance		(248,409,044)	(238,262,878)	(248,409,044)	(238,262,878)
Cash and cash equivalents at the beginning of the periods		8,027,726,204	11,397,269,798	7,774,017,477	11,168,756,399
Cash and cash equivalents at the end of the periods	3.6	17,431,274,818	8,959,944,795	17,162,953,909	8,757,145,282
Supplementary cash flows information :					
Cash paid during the periods for					
Interest expenses		4,343,250,639	5,388,108,127	4,343,250,639	5,388,108,127
Corporate income taxes		1,783,416,631	-	1,783,416,631	-

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

(Signed) *Kanok Abhiradee*
(Kanok Abhiradee)
President

(Signed) *Kaweepan Raungpaka*
(Kaweepan Raungpaka)
Executive Vice President
Finance and Accounting

THAI AIRWAYS INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARY COMPANIES

NOTES TO THE FINANCIAL STATEMENTS

**for the three - month periods ended June 30, 2002 (unaudited already reviewed)
and for the year ended September 30, 2001 (audited)**

1. PRINCIPLE IN PREPARATION OF FINANCIAL STATEMENTS

1.1 Financial statements

The Company financial statements consist of Thai Airways International Public Company Limited and the Company's staff pension fund.

The consolidated financial statements consist of the Company financial statement and two subsidiaries which are Thai-Amadeus Southeast Asia Company Limited and Thai Information Solution Company Limited. Investments in these subsidiaries are stated at equity method. Significant transactions between the Company and its subsidiaries have been eliminated from the consolidated financial statements.

1.2 Interim financial statements

The interim financial statements have been prepared in accordance with the Accounting Standard No. 41, the interim financial statements, by indicating the items in balance sheet, statement of income, changes in shareholders' equity, retained earnings and cash flows which are similar to the annual financial statements. As for the supplementary information, only the crucial ones are indicated.

The purpose of preparation the interim financial statements is to add more information to the year financial statements ended September 30, 2001. So, the use of these interim financial statements should be applied together with the year financial statements.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in conformity with the Generally Accepted Accounting Principles in Thailand. In preparation of the interim financial statements, the Company applies the accounting policies and the calculation methods which are similar to the annual financial statements ended September 30, 2001.

3. SUPPLEMENTARY INFORMATION

3.1 Reclassification of Items in Financial Statements

As at September 30, 2001 The Company has classified the item “Advance payment for aircraft” in the balance sheets, previously included in “aircraft” under the heading of “Property, Plant and Equipment” to show as “Advance payment for aircraft” under the heading of “Other Assets”. Also, the Company has reclassified the item in statement of cash flows for the six - month periods ended June 30, 2001 due to the impact on the aforesaid reclassification in the balance sheets and for the usefulness in comparison the items in the balance sheets for the nine - month periods ended June 30, 2002.

3.2 Trade accounts receivable

Trade accounts receivable are classified in accordance with the period of overdue.

	Consolidated		Unit : Million Baht The Company	
	30-Jun-02	30-Sep-01	30-Jun-02	30-Sep-01
Period of overdue				
Not over 6 months	12,008.78	10,980.79	12,007.33	10,977.74
Over 6 months to 1 year	98.23	186.06	96.64	185.24
Over 1 year to 2 years	90.44	465.91	89.17	465.47
Over 2 years	1,107.36	519.27	1,107.00	519.27
	13,304.81	12,152.03	13,300.14	12,147.72
<u>Less Allowance for doubtful accounts</u>	<u>(1,224.31)</u>	<u>(961.73)</u>	<u>(1,222.20)</u>	<u>(960.99)</u>
Accounts Receivable - Net	12,080.50	11,190.30	12,077.94	11,186.73

3.3 Investments

Consolidated

Unit : Million Baht

Name of Company	Percentage of		Investment				Incomes on investments (nine-month periods)	
	Shareholding		Cost method		Equity method		Jun-02	Jun-01
	Jun-02	Sep-01	Jun-02	Sep-01	Jun-02	Sep-01		
3.3.1 Investments in related parties are recorded by the equity method								
<u>Associated Companies</u>								
Royal Orchid Hotel (Thailand) Public Co., Ltd. (As at June 30, 2002 amounting to Baht 635.63 Million and as at September 30, 2001 amounting to Baht 562.50 Million)	24	24	225.00	225.00	284.97	282.79	33.23	37.04
Donmuang International Airport Hotel Company Limited	40	40	48.00	48.00	199.91	256.38	39.53	39.26
Bangkok Aviation Fuel Services Public Company Limited (As at June 30, 2002 amounting to Baht 767.91 Million)	22.59	30.70	76.79	76.79	232.66	326.71	(59.18)	44.24
Phuket Air Catering Company Limited	30	30	30.00	30.00	18.79	18.44	0.35	(3.02)
Total investment in associated companies					736.33	884.32	13.93	117.52
3.3.2 General investments are Recorded by cost method								
Fuel Pipeline Transportation Limited	8.4	8.4	133.00	133.00			-	-
Aeronautical Radio of Thailand Limited	4.5	4.5	29.99	29.99			-	-
SITA Investment Certificate	-	-	36.00	44.45			-	-
TRADESIAM Company Limited (paid 25% of registered shares)	3.5	3.5	1.75	1.75			-	-
FRANCE TELECOM (EQUANT N.V.)			10.79	11.53			-	-
Other Shares			6.77	6.77			0.07	0.05
<u>Less</u> Allowance for impairment in value of investment			(133.00)	(133.00)			-	-
Total general investments			85.30	94.49			0.07	0.05

The Company

Unit : Million Baht

Name of Company	Percentage of Shareholding		Investment				Incomes on investments (nine-month periods)	
			Cost method		Equity method			
	Jun-02	Sep-01	Jun-02	Sep-01	Jun-02	Sep-01	Jun-02	Jun-01
3.3.1 Investments in related parties are recorded by the equity method								
<u>Subsidiary Companies</u>								
Thai Information Solution Company Limited (paid 25% of registered Shares)	100	100	125.00	125.00	102.25	101.87	0.38	1.80
Thai-Amadeus Southeast Asia Company Limited	55	55	8.25	8.25	156.36	124.53	40.08	50.55
Total					258.61	226.40	40.46	52.35
<u>Associated Companies</u>								
Royal Orchid Hotel (Thailand) Public Co., Ltd. (As at June 30, 2002 amounting to Baht 635.63 Million and as at September 30, 2001 amounting to Baht 562.50 Million)	24	24	225.00	225.00	284.97	282.79	33.23	37.04
Donmuang International Airport Hotel Company Limited	40	40	48.00	48.00	199.91	256.38	39.53	39.26
Bangkok Aviation Fuel Services Public Company Limited (As at June 30, 2002 amounting to Baht 767.91 Million)	22.59	30.70	76.79	76.79	232.66	326.71	(59.18)	44.24
Phuket Air Catering Company Limited	30	30	30.00	30.00	18.79	18.44	0.35	(3.02)
Total					736.33	884.32	13.93	117.52
Total investment in related parties					994.94	1,110.72	54.39	169.87
3.3.2 General investments are Recorded by cost method								
Fuel Pipeline Transportation Limited	8.4	8.4	133.00	133.00			-	-
Aeronautical Radio of Thailand Limited	4.5	4.5	29.99	29.99			-	-
SITA Investment Certificate	-	-	36.00	44.45			-	-
TRADESIAM Company Limited (paid 25% of registered shares)	3.5	3.5	1.75	1.75			-	-
FRANCE TELECOM (EQUANT N.V.)			10.79	11.53			-	-
Other Shares			6.77	6.77			0.07	0.05
<u>Less</u> Allowance for impairment in value of investment			(133.00)	(133.00)			-	-
Total general investments			85.30	94.49			0.07	0.05

3.4 Deferred income tax and the Company income tax

The temporary differences of the net book value and its tax base are as follows :

	Consolidated		Unit : Million Baht The Company	
	30-Jun-02	30-Sep-01	30-Jun-02	30-Sep-01
Contribution to staff pension funds	846.93	882.57	846.93	882.57
Allowance for obsoleted inventories	617.74	540.82	617.74	540.82
Allowance for doubtful debts	397.50	318.73	396.87	318.51
Allowance for impairment in value of securities	39.90	39.90	39.90	39.90
Received deposit	2.99	-	-	-
Estimate accrued expenses	657.00	-	657.00	-
Total	2,562.06	1,782.02	2,558.44	1,781.80

The Company has calculated its income tax for the net profit not over Baht 300 million at the rate of 25% in accordance with the Decree following the Revenue code No. 387 B.E. 2544 which decrease the income tax scale for the registered companies in the Stock Exchange of Thailand to 25% for the net profit not over Baht 300 million, and must be the five continuous accounting periods - the first accounting period started in or after September 6, 2001.

3.5 Staff Pension Fund Consolidated and the Company

The Company has established its staff pension fund by monthly contributing 10% of its employees' salaries to the fund. The Company presents assets, liabilities and fund balance in the Company's balance sheet. Interest and expenses arising from the fund operation are recognized as income and expenses of the Company. The details are as follows :

	Unit : Million Baht	
	30-Jun-02	30-Sep-01
Cash and bank balances	2,603.51	1,965.49
Short-term investments	650.15	1,385.63
Other current assets	48.45	14.54
Fixed assets	0.03	0.05
	3,302.14	3,365.71
Other current liabilities	6.70	15.64
Pension fund	3,408.41	3,406.83
	3,415.11	3,422.47

As at June 30, 2002, the Fund has an obligation to pay the pension to resigned staff amounting to Baht 3,408.41 million.

3.6 Cash and Cash Equivalents

Cash and cash equivalents in statement of cash flows consist of :

	Consolidated		Unit : Million Baht The Company	
	30-Jun-02	30-Jun-01	30-Jun-02	30-Jun-01
Cash and bank balances	7,506.27	4,176.40	7,340.08	4,075.23
Short-term investments - fixed deposit	10,575.13	7,877.08	10,473.00	7,775.45
Less fixed deposit over 3 months	(650.13)	(3,093.54)	(650.13)	(3,093.54)
Total	17,431.27	8,959.94	17,162.95	8,757.14

Cash and cash equivalents at the end of the period have already included the staff pension fund, Note to financial statement No. 3.5.

3.7 Contingent Liabilities

The Company has the following contingent liabilities which are not shown in its financial statements.

	Unit : Million Baht The Company	
	30-Jun-02	30-Sep-01
Letters of guarantee issued by banks	4.02	3.82
Letters of credit	86.67	92.62
The Company as defendant in		
Labour dispute cases	41.17	28.22
Damage claims cases	447.46	603.94
Cases relating to aircraft accident which are under the insurance company's liabilities at Nepal in 1992	-	83.01
Total	579.32	811.61

3.8 Calculation of Taxable Gains or Losses on Foreign Currency Exchange

The Company calculated gains or losses on foreign currency exchange rate to pay corporate income tax for the period ended in or after July 2, 1997 according to the No. 2(1) of the Revenue Department Order No. 72/2540 dated July 24, 1997. In the three - month and nine - month periods ended June 30, 2002, the Company has calculated the right on gains or losses on foreign currency exchange rate to comply with the said order, especially a part which benefits its tax base and records as deferred income tax instead of recording in retained earnings. As a result, accumulated deficit decreases by Baht 49.63 and 906.97 million, respectively.