

**(Translation)**

TG. 07/041

August 11, 2011

Subject      Submission of financial statements for the three-month period and six-month period ended June 30, 2011

To             President of the Stock Exchange of Thailand

Enclosed     1. Thai Airways International Public Company Limited and its subsidiaries' financial statements for the three-month period and six-month period ended June 30, 2011

                  2. Management's Discussion and Analysis (MD&A) for the second quarter of financial year 2011 ended June 30, 2011 of Thai Airways International Public Company Limited and its subsidiaries

                  3. Report Summarizing Operating Results of the Company (F45-3)

Thai Airways International Public Company Limited is pleased to submit the Company's consolidated financial statements and its subsidiaries for the three-month period and six-month period ended June 30, 2011 which has been reviewed by the Office of the Auditor General of Thailand and also Management's Discussion and Analysis (MD&A) for the second quarter of financial year 2011 ended June 30, 2011. Details have been enclosed and can be summarized as follows:

In the second quarter of 2011, THAI was subjected to the impacts from the rapid and continuous rise of fuel prices in the global market, low season period which had fewer passengers, the world economy slowdown, especially in Europe, and the earthquake in Japan, which has been among the strongest performing route. THAI had to deal with the diminishing traffic demand by canceling and reducing flights along with increasing fuel surcharge which was closely monitored to cope with higher fuel cost. Unfortunately, due to the shrinking number of passengers and the fierce competition compounded the difficulty for THAI to adjust fuel surcharge which was not able to cover the rapid rise in fuel cost. Moreover, Japan's earthquake disrupted Japanese manufacturing leading to reduce production capacity which directly affected THAI's air cargo operations with lower volume of shipment. These factors had direct negative impact on THAI's operations leading to the operation loss incurred in this quarter.

In the second quarter of 2011, total revenues amounted to THB 45,559 million which was an increase of THB 5,925 million or 14.9% over the same period last year. Total expenses, excluding gains (losses) on foreign currency exchange but including share of profits of investments by the equity method and finance costs, amounted to THB 51,518 million which was THB 9,388 million or 22.3%

higher than last year. The major factor leading to higher operating cost was 46.2% rise in average fuel prices compared to the same period last year. In addition, this quarter, THAI reported losses on foreign currency exchange in the amount of THB 2,265 million compared to last year where THAI gained THB 4,391 million. Consequently, THAI reported net losses in the amount of THB 7,874 million, or THB 3.61 per share was lower than 2Q10's which reported profits of THB 1,401 million or THB 0.82 per share. EBITDAR was THB 1,495 million, THB 2,472 million or 62.3% less than last year.

Operating results for the first half-year of fiscal year 2011 (January 1- June 30, 2011), THAI earned net losses of THB 7,256 million or THB 3.32 per share due to THB 5,623 million losses on foreign currency exchange, compared to the same period last year where reported net profits of THB 11,973 million or THB 7.05 per share.

As of June 30, 2011, total assets were THB 283,028 million, a decrease of THB 13,530 million from as at December 31, 2010. Total liabilities totaled THB 216,662 million, which was a decrease of THB 3,514 million. Total shareholders' equity amounted to THB 66,366 million, which was a decrease of THB 10,016 million.

In order to comply with Thai Accounting Standard (TAS) and Thai Financial Reporting Standard (TFRS) which are effective on January 1, 2011, THAI has changed in the accounting policies which are presentation of financial statements and employee benefits. According to these changes, retained earnings indicated in consolidated financial statement as of January 1, 2011 declined by THB 6,527 million. Net profits for 2Q11 and 2Q10 decreased by THB 153 million or THB 0.07 per share and THB 152 million or THB 0.09 per share, respectively. Net profits for 1H11 and 1H10 decreased by THB 305 million or THB 0.14 per share and THB 303 million or THB 0.18 per share, respectively.

Please be informed accordingly.

Yours faithfully,

Mr. Kaweepan Raungpaka  
Executive Vice President  
Finance and Accounting Department