



Ref.No.IVL010/05/2011

May 18, 2011

The President  
The Stock Exchange of Thailand

Subject: Submission of Reviewed Financial Statements of Indorama Ventures Public Company Limited for the 1<sup>st</sup> quarter of 2011 and the Management's Discussion and Analysis

We are pleased to submit:

1. A copy of the Consolidated and Company only Reviewed Financial Statements for the 1<sup>st</sup> quarter of 2011 (a copy in Thai and English)
2. Management's Discussion and Analysis (MD&A) for the 1<sup>st</sup> quarter of 2011 (a copy in Thai and English)
3. Company's performance report, Form F45-3 for the 1<sup>st</sup> quarter of 2011 (a copy in Thai and English)

Please be informed accordingly.

Sincerely yours,

A handwritten signature in black ink, appearing to be "A. Lohia".

(Mr. Alope Lohia)  
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## INDORAMA VENTURES PUBLIC COMPANY LIMITED

### MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A)

### FOR THE PERIOD OF 1Q 2011 (CONSOLIDATED)

IVL is delighted to report another record quarter with a stronger financial and operating performance. Polyester chain witnessed strong demand with sharply rising prices and widening margins in the quarter. On the back of strong global demand, Polyester chain continued to benefit in the quarter from global shortage of cotton availability and sharp increase in cotton prices which resulted in higher substitution demand for Polyester fibers & yarns and PTA, a key raw material for Polyesters. During the quarter IVL completed announced acquisitions of PET polymers and Polyester fibers and yarns plants in China, Indonesia, Mexico, Poland and USA and a rights issue to shareholders, which was fully subscribed. The total capacity at end of quarter 1 increased to around 5.40 million tons per annum with capacity addition from acquisitions of around 1.75 million tons per annum of which around 1.40 million tons per annum in PET polymers and 0.35 million tons per annum in Polyester fibers and yarns. IVL continues to deliver on its growth plans and its business model of a global platform with integration.

In the first quarter of 2011, Indorama Ventures PCL (SET: "IVL") announces a consolidated EBITDA of US\$ 215 million (Baht 6,554 million) and a consolidated Net profit after tax and minority of US\$ 362 million (Baht 11,057 million). The consolidated financial position has strengthened at the end of March 31, 2011 despite large investment for acquisitions, the net gearing reduced from 48% to 35% and sufficient liquidity of around US\$ 1.8 billion which includes cash and cash equivalents and unutilized credit lines.

#### Key Financial Information

US\$ in Millions	1Q11 vs.					LTM		LTM
	1Q11	4Q10	1Q10	4Q10	1Q10	1Q11	1Q10	1Q11 vs. LTM 1Q10
<b>Exchange Rate Baht vs US\$</b>	30.30	30.15	32.37	0%	-6%	30.30	32.37	-6%
<b>Exchange Rate Baht vs Euro</b>	42.86	39.94	43.41	7%	-1%	42.86	43.41	-1%
<b>Consolidated Sales</b>	<b>1,328</b>	<b>838</b>	<b>733</b>	<b>59%</b>	<b>81%</b>	<b>3,643</b>	<b>2,567</b>	<b>42%</b>
PET resins	869	483	434	80%	100%	2,262	1,456	55%
Polyester & wool	189	120	105	57%	80%	512	381	34%
PTA	269	234	194	15%	39%	869	730	19%
<b>Consolidated EBITDA</b>	<b>215</b>	<b>141</b>	<b>92</b>	<b>52%</b>	<b>134%</b>	<b>557</b>	<b>335</b>	<b>66%</b>
PET resins	117	70	51	68%	130%	303	179	69%
Polyester & wool	48	27	13	78%	273%	104	44	135%
PTA	55	45	29	21%	91%	155	113	38%
<b>*Core profit after tax and minority</b>	<b>159</b>	<b>95</b>	<b>47</b>	<b>67%</b>	<b>242%</b>	<b>368</b>	<b>149</b>	<b>146%</b>
<b>*Net profit after tax and minority</b>	<b>362</b>	<b>134</b>	<b>47</b>	<b>171%</b>	<b>678%</b>	<b>646</b>	<b>156</b>	<b>315%</b>
CAPEX	713	120	13	494%	5559%	898	94	854%
Net Debt	1,088	996	955	9%	14%	1,088	955	14%

<b>Net Debt to Equity</b>	<b>0.5</b>	<b>0.9</b>	<b>1.1</b>	<b>-42%</b>	<b>-53%</b>	<b>0.5</b>	<b>1.1</b>	<b>-53%</b>
Interest Coverage	16.4	12.0	9.3	36%	76%	12.7	7.8	63%
<b>ROCE</b>	<b>28%</b>	<b>22%</b>	<b>16%</b>	<b>29%</b>	<b>81%</b>	<b>19%</b>	<b>15%</b>	<b>27%</b>

Note: "LTM" is last twelve months

\*Net profit after tax and minority for Q1, 2011 includes net extraordinary gain of US\$ 203 million (Baht 6,199 million) of which US\$ 214 (Baht 6,523 million) is towards income from gain on a bargain purchase or Negative goodwill on completed acquisitions (details are provided in the Note 4 – Acquisitions of subsidiaries in the Reviewed Financial Statements) and US\$ 11 million (Baht 324 million) towards transaction expenses incurred on acquisitions completed during the quarter.

Q4, 2010 net profit after tax and minority of US\$ 134 million (Baht 4,008 million) included the share of equity income from jointly controlled entity – UAB Ottana Polimeri Europe of US\$ 38 million (Baht 1,152 million), which mainly comprises of gain on a bargain purchase or negative goodwill from business acquired in Italy on July 1, 2010.

LTM 1Q11 net profit after tax and minority of US\$ 646 million includes net extraordinary gain of US\$ 278 million (Baht 8,650 million) of which US\$ 214 million (Baht 6,523 million) towards income from gain of bargain purchase or negative goodwill on completed acquisitions in 1Q 2011, US\$ 14 million (Baht 563 million) towards income from bargain purchase or negative goodwill on acquisition of utility assets in Rotterdam in 2Q 2010, US\$ 61 million (Baht 1,888 million) equity income from jointly controlled entity – UAB Ottana Polimeri Europe which mainly comprises of gain on a bargain purchase or negative goodwill from business acquired in Italy on July 1, 2010 and US\$ 11 million (Baht 324 million) towards transaction expenses incurred on acquisitions completed during the quarter.

Beginning from January 1, 2011, IVL has adopted and applied new and revised Thai Financial Reporting Standards (TFRS) in accordance with the announcement by Federation of Accounting Policy "FAP", Thailand. The adopted new and revised TFRS are in the following areas: Presentation of financial statements, Accounting for business combinations, Accounting for property, plant and equipment and Accounting for employee benefits. The total shareholders equity as on January 1, 2011 has been restated by Baht 284 million. The previous periods are restated for comparison purpose; details are provided in the Note 3 – Changes in Accounting Policies in the Reviewed Financial Statements.

## Segment 1Q 2011 Results

**PET** – Sales revenue in US dollar terms increased by 80% over 4Q 2010 and 100% 1Q 2010, due to higher sales volume and higher selling prices. The sales volume increased by 44% QoQ and 48% YoY. The higher sales volume was mainly attributed to higher utilization rate at AlphaPet and additional volume for partial quarter on acquisitions completed at end of January, 2011 in China and in the beginning of March, 2011 in Indonesia, Mexico, Poland and USA. Further, the growth in revenue was driven by higher selling prices in this quarter which were in line with the increase in prices of the feedstock in the polyester value chain. The segment achieved Operating EBITDA of US\$ 117 million in 1Q 2011, an increase of 68% QoQ and 130% YoY.

**Polyester fibers and Wool yarns** – Sales revenue in US dollar terms increased by 57% QoQ and 80% YoY, due to higher sales volume and selling prices. The sales volume increased by 30% QoQ and 33% YoY. The higher sales volume was mainly attributed to high utilization rate at our facility's in Thailand and additional volume for partial quarter on acquisitions completed in the beginning of March, 2011 in Indonesia and USA. Further, the growth in revenue was driven by higher selling prices in this quarter from accelerated substitution demand for polyester fibers and yarns in view of higher cotton prices on shortage of cotton providing conditions conducive for Polyester makers to increase prices and expand margins.



These factors resulted in Operating EBITDA margin improving to 25.4% in 1Q 2011 from 22.4% in 4Q 2010 and 12.3% in 1Q 2010. The segment achieved Operating EBITDA of US\$ 48 million in 1Q 2011, an increase of 78% QoQ and 273% YoY.

**PTA** – The segment achieved Operating EBITDA of US\$ 55 million in 1Q 2011, an increase of 21% QoQ and 91% YoY, mainly due to increase in margins supported by strong demand from polyesters. Stronger demand from Polyesters allowed to expand margins in PTA. The Operating EBITDA margin improved to 20.3% in 1Q 2011 from 19.3% in 4Q 2010 and 14.7% in 1Q 2010. Further, new acquisitions in this quarter have led to higher captive consumption of PTA in 1Q 2011 to 52% of PTA sales, comparing with 48% in 4Q 2010 and 1Q 2010.

## IVL 1Q 2011 Results

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### Cash Flow

IVL generated US\$ 210 million of cash from operating activities in 1Q 2011, higher than cash from operating activities of US\$ 82 million generated in 1Q 2010. The higher prices of all our products and higher volumes from acquisitions led to cash outflow for working capital of US\$ 132 million. The free cash flow before capex was US\$ 67 million compared to US\$ 63 million in 1Q 2010. During 1Q 2011, there was net cash outflow for capex and investments of US\$ 713 million primarily for the acquisitions of PET plant in China, the Invista PET and Polyester plants in USA & Mexico, the SK Chemicals PET and Polyester plants in Indonesia and Poland. The capex and investments are funded by loan drawdown. IVL raised US\$ 564 million in cash proceeds from the rights issue of shares in February 2011. The consolidated cash and cash equivalents as on March 31, 2011 are US\$ 785 million (Baht 23,784 million).

### Net Profit after Tax and Minority

The Net Income after tax and minority was US\$ 362 million in 1Q 2011 which includes net extraordinary gain of US\$ 203 million of which US\$ 214 is towards income from gain on a bargain purchase or Negative goodwill on completed acquisitions and US\$ 11 million towards transaction expenses incurred on acquisitions completed during the quarter. The net profit after tax and minority excluding net extraordinary items in 1Q 2011 is US\$ 159 million which is higher than US\$ 95 million in 4Q 2010 (after excluding extraordinary gain of US\$ 38 million) and US\$ 47 million in 1Q 2010.

### Financial Status and Ratios

IVL Net Debt stands at US\$ 1,088 million as on March 31, 2011, which was slightly higher than the net debt as on 31<sup>st</sup> December 2010, despite completion of major acquisitions of PET polymers and Polyester fibers and yarns business which combined have added capacity of 1.75 million tons per annum. The Net Gearing ratio decreased to 35% as at 31<sup>st</sup> March 2011 from 48% at the end of year 2010. The annualized ROCE is 28% in 1Q 2011, which does not include extraordinary income, against 22% in 4Q 2010 and 16% in 1Q 2010. The current ratio has improved to 1.7 times as at 31<sup>st</sup> March 2011 from 1.1 times at the end of year 2010. As at 31<sup>st</sup> March 2011, IVL had unutilized credit facilities of around USD 990 million, ensuring high liquidity in the group.

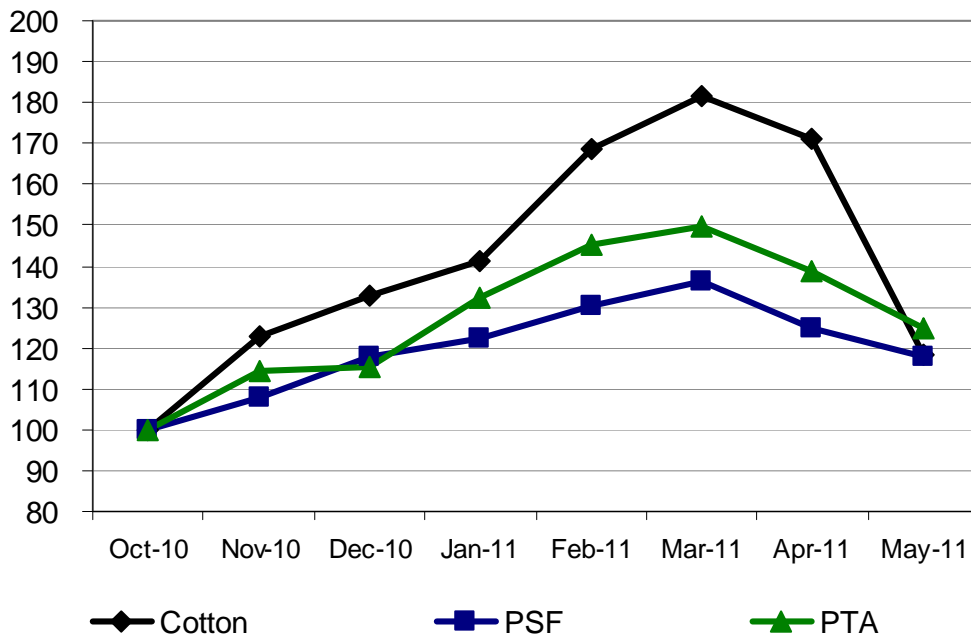
### Rights Issue

In November, 2010, the IVL Board of Directors approved the issuance of 481,585,672 free Transferable Subscription Right (TSRs) or “IVL-T1” to the Company’s existing shareholders (rights issue) at the ratio of 9 existing shares to 1 TSR. The TSR has an exercise ratio of 1 TSR for 1 share at an exercise price of Baht 36 per share. The issuance and offering of the TSRs was subsequently approved in the Extraordinary General Meeting of Shareholders convening in December, 2010. On February 24, 2011 the subscription of TSRs was completed with 99.67% of TSRs being exercised into shares. Total new 479,986,198 shares started trading on the SET on March 3, 2011. The company received net proceeds from this rights issue of US\$ 564 million.

## 2Q 2011 Outlook

The focus of major central banks is to control inflation, which could lead to lower growth. In recent quarters, inflation rate has increased globally with sharp increase in commodity prices including crude and petrochemicals that we witnessed in 1Q 2011. During 2Q 2011 measures to curb inflation have resulted in crude and petrochemical prices being volatile and trending sharply downwards. Polyester value chain prices and margins for PTA and Polyester fibers and yarns which had widened in 1Q 2011 are returning to normal levels seen in 2010 on softening of cotton price. The price trend is shown in the chart below:

### Indexed Industry Price Movement of Cotton, Polyester Staple Fiber “PSF” and PTA



Source: Industry data

2Q 2011 will be the first full quarter of operations of the completed acquisitions in 1Q 2011. The completed acquisitions include a PET plant in China, PET and Polyester plants in US & Mexico, PET and Polyester plants in Indonesia and Poland will add to increase in production volume. The completion of acquisitions has resulted in total capacity increase from around 3.65 million tons per annum at end of 4Q 2010 to around 5.40 million tons per annum at end of 1Q 2011.

AlphaPet plant in Decatur, Alabama is restarting the operations after a temporary shutdown due to severe tornado passing through Alabama State in USA, which resulted in a total power outage. There has not been any material damage identified and we believe our assets and business interruption is adequately covered under All Risk Insurance. The full commercial production is expected to be achieved during 2nd half of May, 2011. Our 3 other locations in North America i.e. Starpet Inc., in North Carolina, Auriga Polymers Inc., in South Carolina and Arteva Specialties S. de R.L. de C.V. in Queretaro, Mexico are under normal operations. During 2Q 2011 there will also be lower production of Polyester Fiber in





Indorama Polyester Industry (IPI) Rayong facility, which was partially closed due to breakdown in the process plant leading to production loss. Rayong facility is now operational but at a lower rate of around 90% and will be able to return to full capacity in 4Q 2011. We believe that IPI Rayong is adequately insured.

2Q 2011 operational results are likely to be influenced due to all the factors mentioned above and to improve significantly in the 2<sup>nd</sup> Half of 2011 assuming normal trading environment.

## Projects update

In May, 2010, the IVL approved expansion of PET production at the site of its existing plant, owned and operated by its subsidiary Indorama Polymers Rotterdam BV. It will add a new production line with an annual capacity of PET resin of 190,000 tons thus bringing the total capacity at the site to 390,000 tons. The expansion is expected to be completed and start operations in quarter 1, 2012. The new plant will generate employment. The proposed expansion is being taken up to increase market share in Europe, to integrate with the PTA capacity at Rotterdam and utilities at the same location and benefit from economies of scale. It is expected to be value accretive to earnings.

In August, 2010, the IVL approved implementation of a new PET plant by its subsidiary Indorama Polymers PCL. "IRP". IRP through a new wholly owned subsidiary will be setting up a 75,000 tons per annum solid state polymerization "SSP" plant to produce PET at Port Harcourt, Nigeria. This is the first PET investment of IVL in Africa and thus establishing its foothold in the 450,000 tons per annum market. Currently, there is only one producer of PET in Africa. The plant is expected to complete and start commercial operations in quarter 4, 2011. It is expected to be value accretive to earnings.

In August, 2010, the IVL Board of Directors approved implementation of a PET Recycling project or Flake to Resins with a capacity of 36,000 tpa in AlphaPet Inc., USA. The project is in line with demand from branded beverage companies in the fast moving consumer goods sector. The process and technology is approved and availability of clean flakes has been tied-up from within a close proximity of the plant. The project is expected to complete and start-up in quarter 4, 2011. It is expected to be value accretive to earnings and will not have a material impact on net gearing. Also, the project meets CSR objectives of IVL to protect environment and to promote recycling.

In February, 2011, IVL agreed to acquire 75% equity stake in the Polyester Staple Fiber, Specialty Filament business of Trevira GmbH having operations in Germany and Poland. The remaining 25% will be held by Sinterama S.p.A., Italy (the "JV Partner"). The acquisition of the 100% shares in Trevira GmbH will be done through a new Joint Venture Company. The formation of the new JV Company and the transaction are expected to be completed by Q2, 2011. Trevira GmbH is a fully integrated Polyester Fiber Company in Europe with a capacity of 120,000 tons per annum of Staple Fiber and Filament Yarn at its manufacturing locations in Germany and Poland. Trevira GmbH is the market leader in Europe in high value applications of polyester, especially in automotive and home textiles. The company is a widely known and well-recognized brand both amongst customers and producers of synthetic fabrics. The company has several valuable patents and technologies together with a strong R&D setup with substantial accumulated research knowledge. Trevira's knowledge base developed over a period of time will be complementary to IVL. The synergy will provide comprehensive and innovative solutions for apparel and industrial applications of polyester to customers worldwide through IVL global operations.

In March 2011, IVL's subsidiary - PT Indorama Ventures Indonesia (formerly PT SK Keris) agreed to set up a new 300,000 tons per annum Continuous Polymerization resin Plant at Purwakarta, Indonesia. The output from this plant will cater to the growing demand of the Polyester Fiber, Yarn and Chips market in Indonesia and Asian region. The plant is expected to commercially start operation in Q1, 2013.



In April 2011, IVL announced a Brownfield expansion of PET polymers production in Europe with a capacity 220,000 tons per annum. This expansion, which is expected to be completed in 2013 will be cost competitive and take IVL's total capacity in Europe for PET Polymers to 1.3 million tons per annum. IVL has PET polymer plants in five strategic locations to cover Europe. The expansion is driven by favorable demand/supply dynamics within EU wherein demand outstrips capacity, steady demand growth and the need for competitive assets to improve service to customers.

In the board of directors meeting held on May 18, 2011, IVL board approved a Brownfield expansion of PTA production at the site of its existing plant, owned and operated by its subsidiary Indorama Holdings Rotterdam BV. It will add a new production line with an annual capacity of PTA of 250,000 tons per annum thus bringing the total capacity at the site to 600,000 tons per annum. This expansion, which is expected to be completed in 2013 will be cost competitive and enhance integration with key raw material for production of PET polymers in Europe. IVL's total capacity of PTA in Europe will increase to 792,000 tons per annum.

On completion of the above stated acquisitions and expansions, IVL will have an increasingly advantaged portfolio of regional business. Currently, based on announced expansions and acquisitions total capacity will increase to 6.7 million tons per annum. IVL has a leading market position in Thailand, North America and Europe. The regional capacity distribution of IVL will be as below:

	End 2010		End 2011		End 2013	
	Million tpa	%	Million tpa	%	Million tpa	%
Asia	1.8	50%	2.4	42%	2.7	40%
MEA	-	-	0.1	1%	0.1	1%
Europe	1.2	33%	1.5	27%	2.2	33%
North America	0.6	17%	1.7	30%	1.7	26%
<b>Total</b>	<b>3.6</b>	<b>100%</b>	<b>5.7</b>	<b>100%</b>	<b>6.7</b>	<b>100%</b>

Note: "tpa" is tons per annum

Important Note: The Polyester Chain businesses are generally traded in US dollars and therefore IVL believes in helping its reader with translated US Dollar figures. IVL reporting currency is in Thai Baht and the accompanying pages are an integral part of this report. The accompanying pages report the Reviewed Thai Baht results of 3Q 2010 and its translation in US Dollars at average exchange rates and closing exchange rates where applicable. Readers should rely on the Thai Baht results only.

Forward-Looking Statements: This earnings release includes forward-looking statements concerning current expectations for demand for the company's products, implementation and impact of previously announced growth initiatives, Such expectations are based upon certain preliminary information, internal estimates, and management assumptions, expectations, and plans, and are subject to a number of risks and uncertainties inherent in projecting future conditions, events, and results. Actual results could differ materially from expectations expressed in the forward-looking statements if one or more of the underlying assumptions or expectations prove to be inaccurate or are unrealized.

**FINANCIAL INFORMATION**

- **IVL consolidated tables**
- **Business segment tables**
- **IVL consolidated balance sheet and statement of income**



## IVL CONSOLIDATED

**Table 1**  
**IVL : CASH FLOW**

Baht in millions	1Q11	1Q10	1Q11 vs. 1Q10
<b>EBITDA</b>	<b>6,554</b>	<b>3,010</b>	<b>118%</b>
Net working capital and others	(4,066)	(503)	708%
Net financial expenses	(370)	(407)	-9%
Income tax	(71)	(46)	54%
<b>Free cash flow before Capex</b>	<b>2,047</b>	<b>2,054</b>	<b>0%</b>
Capital expenditures	(1,248)	(408)	206%
Net (acquisitions) disposals of subsidiaries	(20,537)	0	n/a
<b>Free cash flow after Capex</b>	<b>(19,738)</b>	<b>1,646</b>	<b>-1299%</b>
Dividends	0	(1)	-100%
Proceeds from issues of shares	17,224	3,856	347%
Changes in net debt	2,514	(5,501)	-146%

Note: The consolidated financials are based upon elimination of intra-company (or intra business segment) transactions reason which the total of each segment may not tally with consolidated financials.

**Table 2**  
**IVL : FINANCIAL RATIOS**

	1Q11	4Q10	1Q10
Current ratio (times)	1.7	1.1	1.0
Net gearing ratio (%)	35%	48%	53%
* Net operating gearing ratio (%)	33%	48%	51%
Interest coverage ratio (times)	16.4	12.0	9.2
** ROE (%)	95.4%	54.6%	29.7%
*** ROCE (%)	28.4%	22.1%	15.7%

\* Based on net operating debt which is net debt less debt for capex and investments not generating revenue and earnings

\*\* Net profit after minority to average total equity attributable to shareholders

\*\*\* Operating income to average capital employed (net operating debt plus total shareholder's equity)

**PET**
**Table 3**  
**PET : CAPACITY AND UTILISATION (%)**

	1Q11	4Q10	1Q10	1Q11 vs.	
				4Q10	1Q10
*Production capacity (in Tonnes)	502,449	374,856	316,110	34%	59%
Production volumes (in Tonnes)	464,553	342,930	297,993	35%	56%
Utilisation rate (%)	92%	91%	94%		

\*Capacity based on available days in the quarter for production.

**Table 4**  
**PET : REVENUES**

	1Q11	4Q10	1Q10	1Q11 vs.	
				4Q10	1Q10
<b>Total revenues</b>					
Baht in millions	26,547	14,495	14,258	83%	86%
USD in millions	869	483	434	80%	100%
<b>Growth in Baht revenues from:</b>					
Volume growth				44%	48%
Price movement				25%	33%
Exchange rate movement				2%	-7%
<b>Proportion of revenues by geographic</b>					
Thailand	5%	7%	6%		
Asia (excluding Thailand)	9%	4%	7%		
North America	46%	34%	30%		
Europe	38%	46%	50%		
Rest of the World	3%	8%	7%		

**Table 5**  
**PET : OPERATING EBITDA AND MARGIN**

	1Q11	4Q10	1Q10	1Q11 vs.	
				4Q10	1Q10
<b>*Operating EBITDA</b>					
Baht in millions	3,576	2,088	1,677	71%	113%
USD in millions	117	70	51	68%	130%
Margin (%)	13.5%	14.4%	11.8%		

\* Based on pro-rata allocation of earnings of PTA business calculated on intra-group sales to PET and Polyester fibers

## POLYESTER & WOOL

**Table 6**  
**POLYESTER & WOOL : CAPACITY AND UTILIZATION (%)**

				1Q11 vs.	
	1Q11	4Q10	1Q10	4Q10	1Q10
<b>POLYESTER FIBERS &amp; YARNS</b>					
*Production capacity (in Tonnes)	89,765	70,777	60,362	27%	49%
**Production volumes (in Tonnes)	92,515	74,225	68,136	25%	36%
Utilisation rate (%)	103%	105%	113%		
<b>WOOL YARNS</b>					
			1Q11 vs.		
	1Q11	4Q10	1Q10	4Q10	1Q10
*Production capacity (in Tonnes)	1,455	1,487	1,455	-2%	0%
**Production volumes (in Tonnes)	1,384	1,424	1,169	-3%	18%
Utilisation rate (%)	95%	96%	80%		

\*Capacity based on available days in the quarter for production.

\*\*Production volumes based on equivalent production

**Table 7**  
**POLYESTER & WOOL : REVENUES**

				1Q11 vs.	
	1Q11	4Q10	1Q10	4Q10	1Q10
<b>Total revenues</b>					
Baht in millions	5,776	3,610	3,454	60%	67%
USD in millions	189	120	105	57%	80%
<b>Growth in Baht revenues from:</b>					
Volume growth				30%	33%
Price movement				21%	32%
Exchange rate movement				2%	-6%
<b>Proportion of revenues by geographic</b>					
Thailand	21%	23%	24%		
Asia (excluding Thailand)	40%	51%	40%		
North America	9%	5%	6%		
Europe	15%	16%	19%		
Rest of the World	15%	5%	12%		

**Table 8**  
**POLYESTER & WOOL : OPERATING EBITDA AND MARGIN**

				1Q11 vs.	
	1Q11	4Q10	1Q10	4Q10	1Q10
<b>*Operating EBITDA</b>					
Baht in millions	1,467	810	423	81%	246%
USD in millions	48	27	13	78%	273%
Margin (%)	25.4%	22.4%	12.3%		

\* Based on pro-rata allocation of earnings of PTA business calculated on intra-group sales to PET and Polyester fibers

**Table 9**  
**PTA : CAPACITY AND UTILISATION (%)**

	1Q11	4Q10	1Q10	1Q11 vs.	
				4Q10	1Q10
*Production capacity (in Tonnes)	392,055	400,767	392,055	-2%	0%
Production volumes (in Tonnes)	395,484	407,405	393,978	-3%	0%
Utilisation rate (%)	101%	102%	100%		

\*Capacity based on available days in the quarter for production.

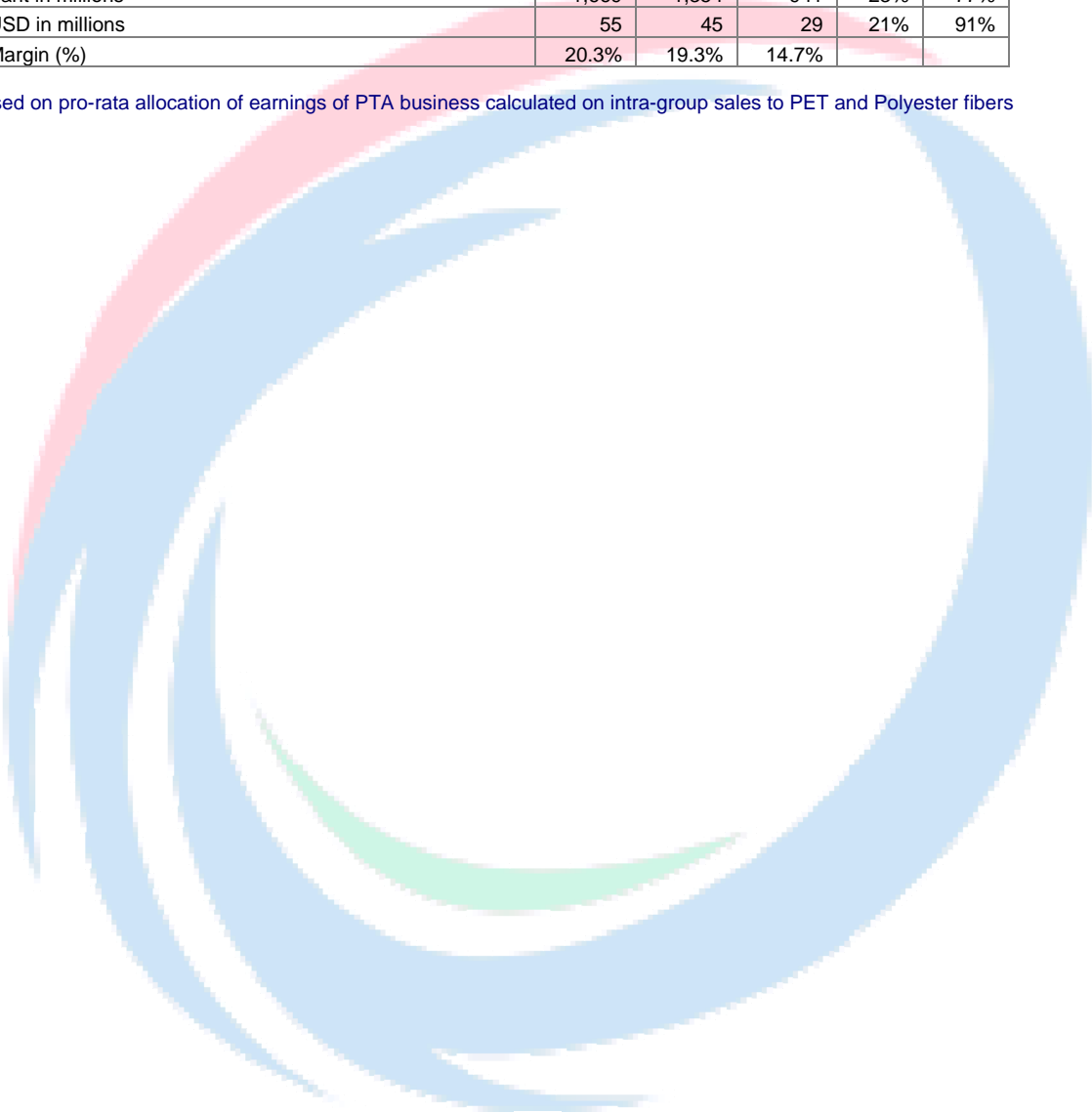
**Table 10**  
**PTA : REVENUES**

	1Q11	4Q10	1Q10	1Q11 vs.	
				4Q10	1Q10
<b>Total revenues</b>					
Baht in millions	17,240	13,571	12,239	27%	41%
USD in millions	564	453	372	25%	52%
<b>Growth in Baht revenues from:</b>					
Volume growth				-3%	2%
Price movement				29%	42%
Exchange rate movement				1%	-4%
<b>Sales to PET business</b>					
Baht in millions	5,543	4,750	4,267	17%	30%
USD in millions	181	156	140	17%	30%
<b>Sales to Polyester business</b>					
Baht in millions	3,466	1,806	1,583	92%	119%
USD in millions	113	59	52	92%	119%
<b>Total revenues after eliminations</b>					
Baht in millions	8,230	7,015	6,388	17%	29%
USD in millions	269	234	194	15%	39%
<b>PTA integration ratio (%)</b>					
	<b>52%</b>	<b>48%</b>	<b>48%</b>		
	1Q11	4Q10	1Q10	1Q11 vs.	
				4Q10	1Q10
<b>Proportion of revenues (after eliminations) by geographic</b>					
Thailand	22%	23%	27%		
Asia (excluding Thailand)	65%	68%	55%		
North America	0%	0%	0%		
Europe	4%	5%	15%		
Rest of the World	9%	4%	4%		

**Table 11**  
**PTA : OPERATING EBITDA AND MARGIN**

	1Q11	4Q10	1Q10	1Q11 vs.	
				4Q10	1Q10
<b>*Operating EBITDA</b>					
Baht in millions	1,669	1,354	941	23%	77%
USD in millions	55	45	29	21%	91%
Margin (%)	20.3%	19.3%	14.7%		

\* Based on pro-rata allocation of earnings of PTA business calculated on intra-group sales to PET and Polyester fibers



## IVL CONSOLIDATED STATEMENT OF INCOME

Baht in millions	<u>1Q11 vs.</u>				
	<u>1Q11</u>	<u>4Q10</u>	<u>1Q10</u>	<u>4Q10</u>	<u>1Q10</u>
<b>Net sales</b>	<b>40,553</b>	<b>25,119</b>	<b>24,100</b>	<b>61%</b>	<b>68%</b>
*Cost of sales	33,390	20,643	20,844	62%	60%
Gross profit	7,163	4,476	3,256	60%	120%
*Selling and administrative expenses	1,827	1,300	1,406	41%	30%
Other income (expense), net	144	(14)	36	n.a.	300%
Foreign exchange gain (loss)	(16)	184	326	n.a.	n.a.
<b>EBITDA</b>	<b>6,554</b>	<b>4,234</b>	<b>3,009</b>	<b>55%</b>	<b>118%</b>
Depreciation and amortization	1,090	888	797	23%	37%
<b>Operating income</b>	<b>5,464</b>	<b>3,346</b>	<b>2,212</b>	<b>63%</b>	<b>147%</b>
Share of equity income from joint venture	83	0	0	n/a	n/a
**Extraordinary items	6,199	1,152	0	438%	n/a
Interest income	36	2	1	1700%	3500%
Interest expense	436	354	327	23%	33%
<b>Profit (loss) before tax</b>	<b>11,346</b>	<b>4,146</b>	<b>1,886</b>	<b>174%</b>	<b>502%</b>
Income tax expense	231	117	137	97%	69%
<b>Profit (loss) for the period</b>	<b>11,115</b>	<b>4,029</b>	<b>1,749</b>	<b>176%</b>	<b>536%</b>
Minority interest	58	21	222	176%	-74%
<b>Net profit after minority interest</b>	<b>11,057</b>	<b>4,008</b>	<b>1,527</b>	<b>176%</b>	<b>624%</b>
Weighted average no. of shares (in Million)	4,505	4,334	3,952		
<b>Weighted earnings per share (in Baht)</b>	<b>2.45</b>	<b>0.92</b>	<b>0.39</b>	<b>165%</b>	<b>534%</b>

\*Includes depreciation and amortization expenses

\*\*Includes gain on bargain purchase on new acquisitions and their related transaction costs

**Note: The consolidated financials are based upon elimination of intra-company (or intra business segment) transactions. For this reason the total of each segment may not tally with consolidated financials.**



## IVL CONSOLIDATED BALANCE SHEET

Baht in millions	<u>Mar-11</u>	<u>Dec-10</u>	<u>Mar-10</u>	<u>Dec-10</u>	<u>Mar-11 vs.</u> <u>Mar-10</u>
<b>Assets</b>					
Cash and current investments	23,784	2,024	2,262	1075%	951%
Trade accounts receivable	28,515	11,771	11,334	142%	152%
Inventories	17,920	11,384	9,082	57%	97%
Other current assets	3,400	965	1,308	252%	160%
<b>Total current assets</b>	<b>73,619</b>	<b>26,144</b>	<b>23,986</b>	<b>182%</b>	<b>207%</b>
Investment	2,246	2,013	0	12%	n/a
Property, plant and equipment	66,255	48,820	47,824	36%	39%
Intangible assets	4,830	760	817	536%	491%
Other assets	263	203	301	30%	-13%
<b>Total assets</b>	<b>147,213</b>	<b>77,940</b>	<b>72,928</b>	<b>89%</b>	<b>102%</b>
<b>Liabilities</b>					
Bank OD and short-term loans from financial institutions	9,332	5,365	6,348	74%	47%
Trade accounts payable	23,202	10,858	9,741	114%	138%
Current portion of long-term loans	6,969	5,913	4,596	18%	52%
Current portion of finance lease liabilities	20	22	26	-9%	-23%
Other current liabilities	4,483	1,880	2,342	138%	91%
<b>Total current liabilities</b>	<b>44,006</b>	<b>24,038</b>	<b>23,053</b>	<b>83%</b>	<b>91%</b>
Long-term loans from financial institutions	40,385	20,710	22,126	95%	83%
Finance lease liabilities	54	58	74	-7%	-27%
Other liabilities	1,498	1,014	569	48%	163%
<b>Total liabilities</b>	<b>85,943</b>	<b>45,820</b>	<b>45,822</b>	<b>88%</b>	<b>88%</b>
<b>Shareholder's equity</b>					
Share capital	4,814	4,334	4,334	11%	11%
Share premium	29,775	13,031	13,031	128%	128%
Retained earnings	29,439	18,638	11,551	58%	155%
Reserves	(3,152)	(4,206)	(4,950)	-25%	-36%
<b>Total equity attributable to shareholders</b>	<b>60,876</b>	<b>31,797</b>	<b>23,966</b>	<b>91%</b>	<b>154%</b>
Minority interest	394	323	3,140	22%	-87%
<b>Total shareholder's equity</b>	<b>61,270</b>	<b>32,120</b>	<b>27,106</b>	<b>91%</b>	<b>126%</b>
<b>Total liabilities and shareholder's equity</b>	<b>147,213</b>	<b>77,940</b>	<b>72,928</b>	<b>89%</b>	<b>102%</b>

Note: The consolidated financials are based upon elimination of intra-company (or intra business segment) transactions. For this reason the total of each segment may not tally with consolidated financials.