

INTERIM FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITOR'S REPORT ON REVIEW  
OF INTERIM FINANCIAL INFORMATION  
ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2015

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## **Independent Auditor's Report on Review of Interim Financial Information**

### **To the Board of Directors and Shareholders of Asian Insulators Public Company Limited:**

I have reviewed the consolidated statements of financial position (Restated), and separate statements of financial position as at September 30, 2015 and the related consolidated statements of profit or loss and other comprehensive income and separate statements of profit or loss and other comprehensive income for the three-month (Restated) and nine-month period ended September 30, 2015, consolidated statements of changes in shareholders' equity (Restated) and separate statements of changes in shareholders' equity, consolidated statements of cash flows (Restated) and separate statements of cash flows for the nine-month period ended September 30, 2015, and the condensed notes to the interim financial statements (Interim financial information) of Asian Insulators Public Company Limited and its subsidiaries and of Asian Insulators Public Company Limited, respectively. The management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

### **Scope of Review**

Except as mentioned in the Basis for disclaimer conclusion on the consolidated interim financial information paragraph and the Basis for qualified conclusion on the separate interim financial information paragraph, I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

### **Basis for Disclaimer Conclusion on the Consolidated Interim Financial Information**

1. I did not observe the physical inventory taking as at December 31, 2014 of AI Energy Public Company Limited which is the subsidiary of Asian Insulators Public Company Limited. I am unable to satisfy myself by mean of other audit procedures on the quantity and valuation of the inventory balances of the subsidiary as at December 31, 2014 in the consolidated statements of financial position of Baht 434.10 million. As a result from brought forward of inventories balance, I am unable to conclude whether there could be any necessary adjustments on the reporting profit in the consolidated statements of profit or loss and other comprehensive income, statement of changes in shareholders' equity and statement of cash flows.



2. The predecessor auditor of Asian Insulators Public Company Limited and its subsidiaries disclaimed an opinion on the Company's consolidated financial statements for the year ended December 31, 2014 (Before restated) of Asian Insulators Public Company Limited and its subsidiaries whose report dated March 24, 2015 due to AI Energy Public Company Limited, its subsidiary, had no effective of internal control regarding to cost of sales and inventories including misappropriation of assets utilization. As a result, information and evidence about the production transaction is not reasonable and the controlling process of taking raw materials and goods in and out of the factory is not proper. This evidence has impact on cost of sales and inventories including other related accounts.

As discussed in Note to Financial Statements No. 32.5, the subsidiary received a letter from the Enforcement Department, Office of the Securities and Exchange Commission of Thailand (the SEC), dated January 20, 2016, requesting for the facts about the subsidiary predecessor auditor's disclaimer of opinion in the subsidiary's financial statements for the year 2014. The subsidiary's former management provided a clarification of the facts to the SEC.

On June 20, 2017, the SEC has filed a criminal complaint against two former directors and executives of the subsidiary in case of the preparation of incorrect financial statements for the year 2014 (Before restated), as the predecessor auditor had expressed the disclaimer of opinion, with the Department of Special Investigation (DSI) for further legal proceedings.

Consequently, the subsidiary's current management had investigated and prepared the new documentation to support the accounting transactions related to above matter No.2 in order to reflect the financial statements to be accordance with the financial reporting standards and had adjusted the consolidated financial statements for the year ended December 31, 2014 and for the three-month and nine-month periods ended September, 2014 as shown in Note to Financial Statements No. 35.

I have audited the evidences supporting the accounting transactions prepared by the subsidiary's current management. However certain supporting evidences are newly prepared. As a result, I am unable to obtain the sufficient appropriate evidence to conclude that the newly prepared supporting evidence represent the evidences supporting the accounting transactions which have been arrived from the normal internal control environment.

3. As discussed in the Note to Financial Statements No.12, the financial statements of PPC Asian Insulator Company Limited, an associated company, as at September 30, 2015, used for recording the investment under the equity method in the consolidated financial statement, is based on information from Management which had not been reviewed by an auditor. The Company's consolidated statements of financial position as at September 30, 2015, included an investment of Baht 11.28 million and a share of loss of the associated company for the three-month and nine-month periods ended September 30, 2015 in the amount of Baht 0.52 million and Baht 6.02 million, respectively. I am unable to satisfactorily review the appropriateness of the balance of such investment in the associated company.



Due to the impact of the above matters No. 1, No.2 and No.3, I was unable to conclude whether the outstanding balances on the financial statements for the year 2014 have been correctly brought forward to the current year or have been appropriately restated. There might be adjustments which may significantly effected the consolidated interim financial information for the period 2015, or effected on the comparability of the current year's figures and the corresponding figures.

#### **Disclaimer of Conclusion on the Consolidated Interim Financial Information**

Because of the significance of the matters described in the Basis for Disclaimer of Conclusion on the Consolidated Interim Financial Information, I expressed a disclaimer of conclusion on the accompanying consolidated interim financial information for the three-month and nine-month periods ended September 30, 2015 of Asian Insulators Public Company Limited and its subsidiaries.

#### **Basis for Qualified Conclusion on the Separate Interim Financial Information**

As discussed in the Note to financial statements No.12, the financial statements of PPC Asian Insulator Company Limited, an associated company, is based on information from Management which had not been reviewed by an auditor. The Company's separate financial statements as at September 30, 2015, included an investment at cost method amounted of Baht 26.40 million. I have not been able to obtain sufficient and appropriate audit evidence about the appropriateness of the investments and the provision for the impairment in the separate financial statement. Accordingly, I was unable to conclude whether any adjustments may have been necessary to these accounts.

#### **Qualified Conclusion on the Separate Interim Financial Information**

Except for the possible effect of the matter described in the basis for qualified conclusion on the separate interim financial information, based on my review, nothing has come to my attention that causes me to believe that the accompanying separate interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting".

#### **Emphasis of Matter**

1. I have ever reported on the review of the consolidated financial statements of Asian Insulators Public Company Limited for the 3rd quarter ended September 30, 2015 dated February 28, 2017 by disclosing that AI Energy Public Company Limited which is its subsidiary, had the production yield during the period of January to June 2015 significantly lower than normal production yields. I received clarification letters of such events from the subsidiary's Audit Committee, Managing Director, Factory Manager, Accounting and Finance Manager, Quality Control Manager, and Logistics Supervisor on March 28, 2016 which I had not been able to obtain the sufficient evidence to support the appropriateness of such clarification.



As discussed in Note to Financial Statements No. 32.6, the subsidiary engaged the National Metal and Materials Technology Center of the National Science and Technology Development Agency to verify the result on the subsidiary's biodiesel production process to assess the appropriateness of such low production yield and found out that the loosed quantity of oil from the tank washing process are in line with production yield reported by the subsidiary. The loosed quantity of oil from the process resulting in an unusual low production yield may be caused by the imperfect separation of layers. I have tested computation and verified the evidences supporting the related production information and found they are in line with the subsidiary management's clarification.

2. As discussed in Note to Financial Statements No. 35, the Company had prepared the consolidated financial statements for the three-month and nine-month periods ended September 30, 2015 (Before restated) and published the consolidated financial statements on February 28, 2017. In 2018, the subsidiary disclosed the accounting errors in respective of the devaluation of inventories and, therefore, the Company restated the consolidated statement of profit or loss and other comprehensive income for the three-month period ended September 30, 2015.

#### **Other Matter**

The consolidated and separate statements of financial position as at December 31, 2014, of Asian Insulators Public Company Limited and its subsidiaries (Before restated) were audited by another auditor, whose report dated on March 24, 2015, expressed a disclaimer of opinion on the consolidated statements of financial position (Before restated) regarding the inability to obtain the sufficient appropriate audit evidences on the inventory balances and expressed a qualified opinion on the separate statements of financial position regarding the financial statement of an associated company is based on the management's information which had not been audited by an auditor.

The consolidated and separated statements of profit or loss and other comprehensive income, for the three-month and nine-month period ended September 30, 2014, consolidated and separate statement of changes in shareholders' equity, consolidated and separate statements of cash flows for the nine-month period ended September 30, 2014 (Before restated), were reviewed by another auditor whose report dated November 10, 2014, expressed a qualified conclusion regarding the financial statement of an associated company is based on the management's information which had not been reviewed by an auditor.



Vichai Ruchitanont  
Certified Public Accountant  
Registration Number 4054

ANS Audit Co., Ltd  
Bangkok, April 26, 2018

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2015

		Unit: Thousand Baht			
		Consolidated financial statements		Separate financial statements	
		September 30, 2015	December 31, 2014	September 30, 2015	December 31, 2014
		"UNAUDITED"	"AUDITED"	"UNAUDITED"	"AUDITED"
Notes		"REVIEWED"	(RESTATED)	"REVIEWED"	
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and cash equivalents	5	159,357	204,456	28,090	12,433
Current investments	6	268,363	259,341	78,064	39,609
Trade and other receivables - net	4, 7, 35	460,548	636,762	233,889	137,286
Unbilled receivables	8	19,977	17,718	-	-
Inventories - net	9, 35	603,801	543,629	126,213	108,897
Oil supplies	10	2,128	2,368	-	-
Non-current assets held for sale - net	11	-	2,540	-	-
Total current assets		1,514,174	1,666,814	466,256	298,225
<b>Non-current assets</b>					
Investments in associated company - net	12	11,275	17,291	26,400	26,400
Investments in subsidiaries	13	-	-	862,555	862,555
Pledged deposits at financial institution	14	3,557	2,000	-	-
Property, plant, vessel and equipment - net	15, 35	2,008,955	2,030,765	610,604	652,787
Intangible assets - net	16	4,546	5,040	4,429	4,896
Deferred tax assets	26	14,469	3,928	3,959	3,512
Other non-current assets	35	13,984	17,056	313	312
Total non-current assets		2,056,786	2,076,080	1,508,260	1,550,462
<b>Total assets</b>		<b>3,570,960</b>	<b>3,742,894</b>	<b>1,974,516</b>	<b>1,848,687</b>

.....Director

(Narong Thareratanavibool)

.....Director

(Thanit Thareratanavibool)

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
 STATEMENTS OF FINANCIAL POSITION  
 AS AT SEPTEMBER 30, 2015

Unit: Thousand Baht

		Consolidated financial statements		Separate financial statements	
		September 30, 2015	December 31, 2014	September 30, 2015	December 31, 2014
		"UNAUDITED"	"AUDITED"	"UNAUDITED"	"AUDITED"
	Notes	"REVIEWED"	(RESTATED)	"REVIEWED"	
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>					
<b>Current liabilities</b>					
Bank overdrafts and short-term loans from financial institutions	17	343.115	366.918	-	50.000
Trade and other payables	4, 18, 35	226.683	257.864	81.125	48.524
Current portion of long-term loan from financial institutions	19	-	22.080	-	-
Advance received and deferred construction revenue	8	-	617	-	-
Income tax payable	35	32.692	38.850	3.071	2.272
Total current liabilities		602.490	686.329	84.196	100.796
<b>Non-current liabilities</b>					
Long-term loan from financial institutions - net	19	-	76.880	-	-
Non-current provisions for employee benefits	20	35.137	30.810	19.948	17.686
Total non-current liabilities		35.137	107.690	19.948	17.686
Total liabilities		637.627	794.019	104.144	118.482

.....Director  
 (Narong Thararatnavibool)

.....Director  
 (Thanit Thararatnavibool)

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2015

		Unit: Thousand Baht			
		Consolidated financial statements		Separate financial statements	
		September 30, 2015	December 31, 2014	September 30, 2015	December 31, 2014
		"UNAUDITED"	"AUDITED"	"UNAUDITED"	"AUDITED"
Notes		"REVIEWED"	(RESTATED)	"REVIEWED"	
<b>Shareholders' equity</b>					
	21				
Authorized share capital					
Common shares 2,800,000,000 shares at Baht 0.25 each					
(2014 : Common shares 500,000,000 shares at Baht 1 each)		700,000	500,000	700,000	500,000
Issued and fully paid-up share capital					
Common shares 2,800,000,000 shares at Baht 0.25 each					
(2014 : Common shares 500,000,000 shares at Baht 1 each)		699,999	500,000	699,999	500,000
Premiums on share capital		902,769	902,769	902,769	902,769
Retained earnings (deficits)					
Appropriated					
Legal reserve	25	58,119	50,000	58,119	50,000
Unappropriated	35	(637,715)	(467,936)	209,485	277,436
Other components of shareholders' equity					
Difference on business combination under common control		(3,259)	(3,259)	-	-
Capital surplus from share premium of subsidiary		360,580	360,580	-	-
Gain on disposal of investment in subsidiaries		861,443	861,443	-	-
Total shareholders' equity of the Company		2,241,936	2,203,597	1,870,372	1,730,205
Non-controlling interests	35	691,397	745,278	-	-
Total shareholders' equity		2,933,333	2,948,875	1,870,372	1,730,205
Total liabilities and shareholders' equity		3,570,960	3,742,894	1,974,516	1,848,687

.....Director  
(Narong Thararatnavibool)

.....Director  
(Thanit Thararatnavibool)



ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2015

		Unit: Thousand Baht			
		Consolidated financial statements		Separate financial statements	
		2015	2014	2015	2014
		"UNAUDITED"	"UNAUDITED"	"UNAUDITED"	"UNAUDITED"
		"REVIEWED"	"UNREVIEWED"	"REVIEWED"	"REVIEWED"
		(RESTATED)	(RESTATED)		
Notes					
4. 29, 31, 35					
<b>Revenues</b>					
		1,063,698	1,135,364	234,004	149,400
		15,309	19,306	-	-
		2,306	36,021	-	-
		-	6,125	-	-
		6,678	6,729	860	1,959
	13	-	-	-	19,968
		1,087,991	1,203,545	234,864	171,327
<b>Expenses</b>					
		(973,486)	(1,076,574)	(132,939)	(93,311)
		(14,288)	(8,118)	-	-
		(2,055)	(11,707)	-	-
		-	(13,663)	-	-
		(12,187)	(14,989)	(2,008)	(1,274)
		(37,425)	(35,903)	(17,138)	(16,976)
		(3,622)	(8,330)	(456)	(1,338)
	12	(522)	1,197	-	-
		(1,043,585)	(1,168,087)	(152,541)	(112,899)
		44,406	35,458	82,323	58,428
	27	(931)	(7,913)	(2,696)	(157)
		43,475	27,545	79,627	58,271
		-	-	-	-
		43,475	27,545	79,627	58,271
<b>Profit (loss) attributable to</b>					
		56,590	25,288	79,627	58,271
		(13,115)	2,257	-	-
		43,475	27,545	79,627	58,271
<b>Total comprehensive income (loss) attributable to</b>					
		56,590	25,288	79,627	58,271
		(13,115)	2,257	-	-
		43,475	27,545	79,627	58,271
<b>Earnings per share</b>					
	23	0.02	0.01	0.03	0.02
		2,799,996	2,799,996	2,799,996	2,799,996

.....Director  
(Narong Thararatnavibool)

.....Director  
(Thanit Thararatnavibool)

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2015

		Unit: Thousand Baht			
		Consolidated financial statements		Separate financial statements	
		2015	2014	2015	2014
		"UNAUDITED"	"UNAUDITED"	"UNAUDITED"	"UNAUDITED"
		"REVIEWED"	"UNREVIEWED"	"REVIEWED"	"REVIEWED"
		(RESTATED)			
Notes					
4, 29, 31, 35					
<b>Revenues</b>					
Revenue from sales of goods		3,082,962	3,762,014	541,192	536,000
Revenue from production contract		33,722	97,704	-	-
Revenue from construction contract		5,256	278,489	-	-
Revenue from vessel operating		8,213	26,851	-	-
Revenue from port service		-	1,000	-	-
Other incomes		17,911	23,651	4,970	11,157
Dividend income	13	-	-	9,984	21,965
<b>Total revenues</b>		<b>3,148,064</b>	<b>4,189,709</b>	<b>556,146</b>	<b>569,122</b>
<b>Expenses</b>					
Cost of sales		(2,927,152)	(3,534,356)	(322,687)	(348,647)
Cost of production contract		(28,222)	(57,713)	-	-
Cost of construction contract		(4,139)	(215,033)	-	-
Cost of vessel operating		(15,468)	(39,212)	-	-
Cost of port service		-	(497)	-	-
Selling expenses		(34,307)	(45,930)	(3,396)	(4,564)
Administrative expenses		(117,694)	(111,005)	(60,522)	(53,333)
Finance costs		(10,912)	(21,122)	(1,666)	(2,895)
Share of loss from investment in associates	22	(6,015)	(2,276)	-	-
<b>Total expenses</b>		<b>(3,143,909)</b>	<b>(4,027,144)</b>	<b>(388,271)</b>	<b>(409,439)</b>
<b>Profit before tax revenues (expenses)</b>		<b>4,155</b>	<b>162,565</b>	<b>167,875</b>	<b>159,683</b>
Tax revenues (expenses)	27	2,539	(36,342)	(5,488)	(2,799)
<b>Profit for the periods</b>		<b>6,694</b>	<b>126,223</b>	<b>162,387</b>	<b>156,884</b>
Other comprehensive income		-	-	-	-
<b>Total comprehensive income for the periods</b>		<b>6,694</b>	<b>126,223</b>	<b>162,387</b>	<b>156,884</b>
<b>Profit (loss) attributable to</b>					
Equity holders of the parent		60,559	106,465	162,387	156,884
Non-controlling interests		(53,865)	19,758	-	-
		<b>6,694</b>	<b>126,223</b>	<b>162,387</b>	<b>156,884</b>
<b>Total comprehensive income (loss) attributable to</b>					
Equity holders of the parent		60,559	106,465	162,387	156,884
Non-controlling interests		(53,865)	19,758	-	-
		<b>6,694</b>	<b>126,223</b>	<b>162,387</b>	<b>156,884</b>
<b>Earnings per share</b>					
Basic earnings per share of the Company	23	0.02	0.04	0.06	0.06
Weighted average number of ordinary shares (share)		2,799,996	2,799,996	2,799,996	2,799,996

.....Director  
(Narong Thararatnavibool)

.....Director  
(Thanit Thararatnavibool)

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF CHANGES IN SHAREHOLDER'S EQUITY  
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2015

Unit: Thousand Baht											
Consolidated financial statements											
Equity attributable to equity holders of the Company											
Notes	Issued and paid-up share capital	Premiums on share capital	Retained earnings (Deficits)		Difference on business combination under common control	Other components of shareholders' equity			Total Equity holders of the Company	Non-controlling interests	Total Shareholders' Equity
			Appropriated to legal reserve	Unappropriated		Capital surplus from share premium of subsidiary	Gain on disposal of investment in subsidiaries	Total other components of shareholders' equity			
	500,000	902,769	50,000	(640,054)	(3,259)	360,580	861,443	1,218,764	2,031,479	923,607	2,955,086
35	-	-	-	172,118	-	-	-	-	172,118	(178,329)	(6,211)
	500,000	902,769	50,000	(467,936)	(3,259)	360,580	861,443	1,218,764	2,203,597	745,278	2,948,875
Changes in shareholders' equity for the period:											
21	199,999	-	-	-	-	-	-	-	199,999	-	199,999
25	-	-	8,119	(8,119)	-	-	-	-	-	-	-
24	-	-	-	(222,219)	-	-	-	-	(222,219)	(16)	(222,235)
	-	-	-	60,559	-	-	-	-	60,559	(53,865)	6,694
	699,999	902,769	58,119	(637,715)	(3,259)	360,580	861,443	1,218,764	2,241,936	691,397	2,933,333
Balance as at September 30, 2015											
"UNAUDITED UNREVIEWED"											
	500,000	902,769	50,000	293,810	(3,259)	360,580	861,443	1,218,764	2,965,343	708,586	3,673,929
Balance as at January 1, 2014											
Changes in shareholders' equity for the period:											
24	-	-	-	(1,049,939)	-	-	-	-	(1,049,939)	(36)	(1,049,975)
	-	-	-	106,465	-	-	-	-	106,465	19,758	126,223
	500,000	902,769	50,000	(649,664)	(3,259)	360,580	861,443	1,218,764	2,021,869	728,308	2,750,177
Balance as at September 30, 2014											

.....Director  
(Narong Tharnratanavivibool)

.....Director  
(Thanit Tharnratanavivibool)

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF CHANGES IN SHAREHOLDER'S EQUITY  
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2015

Unit: Thousand Baht						
Notes	Separate financial statements					
	Issued and paid-up share capital	Premiums on share capital	Retained earnings		Other components of shareholders' equity	Total Shareholders' Equity
			Appropriated to legal reserve	Unappropriated		
"UNAUDITED REVIEWED"						
Balance as at January 1, 2015	500,000	902,769	50,000	277,436	-	1,730,205
Changes in shareholders' equity for the period:						
Increase ordinary shares	199,999	-	-	-	-	199,999
Legal reserve	-	-	8,119	(8,119)	-	-
Dividend paid	-	-	-	(222,219)	-	(222,219)
Total comprehensive income for the period	-	-	-	162,387	-	162,387
Balance as at September 30, 2015	699,999	902,769	58,119	209,485	-	1,870,372
"UNAUDITED REVIEWED"						
Balance as at January 1, 2014	500,000	902,769	50,000	1,119,296	-	2,572,065
Changes in shareholders' equity for the period:						
Dividend paid	-	-	-	(1,049,939)	-	(1,049,939)
Total comprehensive income for the period	-	-	-	156,884	-	156,884
Balance as at September 30, 2014	500,000	902,769	50,000	226,241	-	1,679,010

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.....Director  
(Narong Tharatanavibool)

.....Director  
(Thanit Tharatanavibool)

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
**STATEMENTS OF CASH FLOWS**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2015**

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
	"UNAUDITED"	"UNAUDITED"	"UNAUDITED"	"UNAUDITED"
	"REVIEWED"	"UNREVIEWED"	"REVIEWED"	"REVIEWED"
	(RESTATED)			
<b>Cash flows from operating activities</b>				
Profit before income tax expenses	4,155	162,565	167,875	159,683
Adjustments to reconcile profit to cash provided by (used in)				
operating activities:				
Depreciation	110,893	104,330	50,055	50,708
Amortization of computer softwares	1,465	1,450	1,433	1,420
Gain on equipment disposal	(63)	(61)	(43)	(100)
Unrealized gain on investments in Open-end Fund	(2,107)	(1,994)	(27)	(38)
Allowance for doubtful accounts	-	(61)	-	-
Loss on diminution of inventories	6,168	104,003	-	-
Share of loss from investment in associate	6,015	2,276	-	-
Dividend income	-	-	(9,984)	(21,964)
Unrealized (gain) loss on exchange rates	275	36	303	(2)
Long-term employee benefit expenses	4,351	2,386	2,286	584
Interest income	(495)	(1,848)	(72)	(1,531)
Interest expenses	9,229	18,551	890	2,038
Amortization of withholding tax	-	78	-	-
Gain from operating activities before changes				
in operating assets and liabilities	139,886	391,711	212,716	190,798
Changes in operating assets - (increase) decrease				
Current investments	(6,915)	919,361	(38,428)	917,324
Trade and other receivables	191,925	(60,524)	(96,604)	(21,551)
Unbilled receivables	(2,259)	8,261	-	-
Inventories	(66,099)	(658,697)	(17,316)	43,905
Construction contract in progress	-	358	-	-
Oil supplies	-	2,393	-	-
Advance payment to subcontractors	(15,315)	10,342	-	-
Withholding tax refundable	365	-	-	-
Other current assets	30	-	-	-
Non-current assets classified as held for sale	2,540	-	-	-
Other non-current assets	1,877	(22)	-	9

.....Director  
(Narong Thareratanavibool)

.....Director  
(Thanit Thareratanavibool)

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
STATEMENTS OF CASH FLOWS  
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2015

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
	"UNAUDITED" "REVIEWED"	"UNAUDITED" "UNREVIEWED" (RESTATED)	"UNAUDITED" "REVIEWED"	"UNAUDITED" "REVIEWED"
Changes in operating liabilities - increase (decrease)				
Trade and other payables	(30,933)	355,813	32,142	(18,695)
Advance received and deferred construction revenue	(617)	(26,059)	-	-
Retention payables	(451)	(163)	-	-
Other current liabilities	3	-	-	-
Provision for long-term employee benefits	-	(10,917)	-	(10,062)
Cash provided by operating activities	214,037	931,857	92,510	1,101,728
Refund of income tax	-	3,106	-	-
Payment for employee benefit obligations	(24)	-	(24)	-
Income tax paid	(14,161)	(162,621)	(5,137)	(155,133)
Net cash provided by operating activities	199,852	772,342	87,349	946,595
Cash Flows from Investing Activities				
Increase in fixed deposits with obligation	(1,556)	-	-	-
Interest received	495	1,861	72	1,531
Dividend income from investments in subsidiary	-	-	9,984	21,964
Payment for purchases of assets	(90,110)	(130,982)	(8,874)	(14,322)
Proceeds from disposal of equipment	120	95	79	128
Payment deposit on assets	-	(12,949)	-	(489)
Payment assets payable	-	(6,798)	-	(1,108)
Net cash provided by (used in) investing activities	(91,051)	(148,773)	1,261	7,704
Cash Flows from Financing Activities				
Increase (decrease) in bank overdrafts and short-term loans from financial institutions	(23,804)	514,617	(50,000)	55,000
Interest paid	(8,900)	(18,252)	(733)	(1,751)
Increase in long-term loans from financial institutions	-	110,000	-	-
Payment for long-term loans from financial institutions	(98,960)	(94,149)	-	-
Dividend payment	(22,220)	(1,049,939)	(22,220)	(1,049,939)
Subsidiary's dividend paid to non-controlling interests	(16)	(36)	-	-
Net cash used in financing activities	(153,900)	(537,759)	(72,953)	(996,690)
Net increase (decrease) in cash and cash equivalents	(45,099)	85,810	15,657	(42,391)
Cash and cash equivalents at beginning of the periods	204,456	197,837	12,433	117,984
Cash and cash equivalents at end of the periods	159,357	283,647	28,090	75,593
Supplemental disclosures of cash flows information				
Non-cash transactions consisted of:				
Assets payable for plant and equipment	6,011	7,362	2,561	1,065
Transferred deposit to plant and equipment	-	20,696	-	150
Transferred machinery to non-current assets classified as held for sale	-	2,034	-	-
Increase shared capital to accommodate the stock dividend	199,999	-	199,999	-

.....Director  
(Narong Thareratanavibool)

.....Director  
(Thanit Thareratanavibool)

**ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES**

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**FOR THE THREE-MONTH AND NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2015 (UNAUDITED) (REVIEWED)**

**1. GENERAL INFORMATION**

Asian Insulators Public Company Limited (“the Company”) was registered as a company under the Civil and Commercial Code of Thailand on May 12, 1981, and was registered as a public company limited with the Ministry of Commerce on March 19, 2004. The Company was listed on the Stock Exchange of Thailand on September 9, 2004.

The Company’s main businesses are as producing and selling porcelain insulators and electrical equipment.

The Company’s registered office is located at No. 254 Seri Thai Road, Khan na yao Sub-District, Khan na yao District, Bangkok and The Factory located at No. 99 Moo 2, Asia Highway, Km. 70 -71 Road, Tambol Banmor, Amphur Promburi, Singburi Province.

**2. BASIS FOR PRESENTATION OF THE INTERIM FINANCIAL STATEMENTS**

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard No. 34, Interim Financial Reporting (revised 2014), including related interpretations and guidelines promulgated by the Federation of Accounting Professions (“FAP”), applicable rules and the regulations of the Securities and Exchange Commission.

The interim financial statements have been prepared in the Thai language and expressed in Thai Baht. Such interim financial statements have been prepared for domestic reporting purposes. For the convenience of the readers not conversant with the Thai language, an English version of the interim financial statements has been provided by translating from the Thai version of the interim financial statements.

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

The interim financial statements have been prepared to provide information additional to that included in the financial statements for the year ended December 31, 2014. 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 December 31, 2014.

The preparation of the interim financial statements in conformity with Thai Financial Reporting Standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying amounts of assets and liabilities that are not readily apparent from other sources. Subsequent actual results may differ from these estimates.



..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, and in the period of the revision and future periods, if the revision affects both current and future periods.

#### **Basis for preparation of the consolidated interim financial statements**

The consolidated interim financial statements, related to the Company and its subsidiary (together referred to as the “Group”) are prepared using the same basis as were used for the consolidated financial statements for the year ended December 31, 2014.

There is no change in the structure of the Group during the current period.

#### **Accounting standards that became effective in the current accounting year**

The Federation of Accounting Professions has issued a number of revised and new accounting standards that become effective for fiscal years beginning on or after January 1, 2015. These accounting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of accounting standards. The management of the Company believes they have no any significant impact on the financial statements in the year in which they are adopted. However, some of these accounting standards involve changes to key principles, as discussed below:

##### **TAS 19 (revised 2014) Employee Benefits**

This revised standard requires that the entity recognize actuarial gains and losses immediately in other comprehensive income while the existing standard allows the entity to recognise such gains and losses immediately in profit or loss, or in other comprehensive income, or to recognise them gradually in profit or loss.

In the past, the Company and its subsidiaries immediately recognize actuarial gains and losses in profit or loss in the period in which they occur.

##### **TFRS 10 Consolidated Financial Statements**

TFRS 10 prescribes requirements for the preparation of consolidated financial statements and replaces the part dealing with consolidated financial statements as included in TAS 27 Consolidated and Separate Financial Statements. This standard changes the principles used in considering whether control exists. Under this standard, an investor is deemed to have control over an investee if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns, even if it holds less than half of the shares or voting rights. This important change requires the management to exercise a lot of judgment when reviewing whether the Company and its subsidiaries have control over the investees and determine which entities have to be included for preparation of the consolidate financial statements.

The management of the Company and its subsidiaries believes that the standard has no any significant impact on the Company and its subsidiaries’ financial statements.

..... Director  
(Narong Thararatnavibool)

..... Director  
(Thanit Thararatnavibool)



#### **TFRS 12 Disclosure of Interests in Other Entities**

This standard stipulates disclosures relating to an entity's interests in subsidiaries, joint arrangements and associates, including structured entities. This standard therefore has no financial impact to the financial statements of the Company and its subsidiaries.

#### **TFRS 13 Fair Value Measurement**

This standard provides guidance on how to measure fair value and stipulates disclosures related to fair value measurements. Entities are to apply the guidance under this standard if they are required by other accounting standards to measure their assets or liabilities at fair value. The effect of the change from the adoption of this standard is to be recognised prospectively.

Based on the preliminary analysis, the management of the Company and its subsidiaries believes that this standard has no any significant impact on the Company and its subsidiaries' financial statements.

#### **Financial reporting standard that will become effective in the future**

During the current year, the Federation of Accounting Professions issued a number of the revised (revised 2015) and new financial reporting standards and accounting treatment guidance which is effective for fiscal years beginning on or after 1 January 2016. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards.

The management of the Company believe that the revised and new financial reporting standards and accounting treatment guidance will not have any significant impact on the financial statements when they are initially applied.

### **3. SIGNIFICANT ACCOUNTING POLICIES**

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended December 31, 2014.

### **4. TRANSACTIONS WITH RELATED PARTIES**

Related parties are those parties linked to the Group and the Company as shareholders or by common shareholders or directors. Transactions with related parties are conducted at prices based on market value or, where no market value exists, at contractually agreed prices. Sale of hybrid clay and repurchase of scrap clay with PPC Asian Insulators Company Limited are conducted at agreed prices on the basis determined by both parties.

Significant transactions between the Company and related parties for the three-month and nine-month periods ended September 30, 2015 and 2014 were as follows:



..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

Unit: Thousand Baht

	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
<b><u>For the three-month periods</u></b>				
<b>Sales of products and raw materials</b>				
PPC Asian Insulators Co., Ltd.	1,067	1,051	1,067	1,051
AI Logistics Co., Ltd.	-	-	3,500	-
AI Ports and Terminals Co., Ltd.	-	-	3,728	1,480
<b>Sales of hybrid clay</b>				
PPC Asian Insulators Co., Ltd.	38,092	33,914	38,092	33,914
<b>Dividend income</b>				
AI Engineering Services Co., Ltd.	-	-	-	19,968
<b>Other income - rental and services</b>				
PPC Asian Insulators Co., Ltd.	167	674	167	674
AI Engineering Services Co., Ltd.	-	-	324	311
AI Energy Public Co., Ltd.	-	-	315	264
AI Logistics Co., Ltd.	-	-	149	140
AI Ports and Terminals Co., Ltd.	-	-	152	128
<b>Purchase of goods</b>				
Samart Palm Co., Ltd.	5,454	3,318	-	-
Samart Palm Oil Co., Ltd.	6,681	3,998	-	-
Samart Palm Industry Co., Ltd.	9,949	-	-	-
<b>Purchases of scrap clay</b>				
PPC Asian Insulators Co., Ltd.	13,826	15,950	13,826	15,950
<b>Purchases of raw materials and consumed supply</b>				
PPC Asian Insulators Co., Ltd.	5	19	5	19
AI Energy Public Co., Ltd.	-	-	26	1

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..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

Unit: Thousand Baht

	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
<b><u>For the nine-month periods</u></b>				
<b>Sales of products and raw materials</b>				
PPC Asian Insulators Co., Ltd.	3,067	3,378	3,067	3,358
AI Engineering Services Co., Ltd.	-	-	-	10,228
AI Logistics Co., Ltd.	-	-	12,250	-
AI Ports and Terminals Co., Ltd.	-	-	17,423	2,960
<b>Sales of hybrid clay</b>				
PPC Asian Insulators Co., Ltd.	117,956	119,942	117,956	119,942
<b>Dividend income</b>				
AI Engineering Services Co., Ltd.	-	-	9,984	21,965
<b>Other income - rental and services</b>				
PPC Asian Insulators Co., Ltd.	1,349	2,017	1,349	2,017
AI Engineering Services Co., Ltd.	-	-	919	939
AI Energy Public Co., Ltd.	-	-	882	894
AI Logistics Co., Ltd.	-	-	467	436
AI Ports and Terminals Co., Ltd.	-	-	423	425
<b>Purchase of goods</b>				
Samart Palm Co., Ltd.	20,867	15,142	-	-
Samart Palm Oil Co., Ltd.	22,743	16,811	-	-
Samart Palm Industry Co., Ltd.	32,044	-	-	-
<b>Purchases of scrap clay</b>				
PPC Asian Insulators Co., Ltd.	47,212	60,304	47,212	60,304
<b>Purchase of raw materials and consumed supply</b>				
PPC Asian Insulators Co., Ltd.	59	20	59	20
AI Energy Public Co., Ltd.	-	-	26	1

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..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

## Directors and management's remuneration

Directors and management's remuneration for the three-month and nine-month periods ended September 30, 2015 and 2014 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
<b><u>For the three-month periods</u></b>				
Short-term employee benefits	13,177	10,465	5,826	5,714
Long-term post-employment benefits	318	271	144	125
Total directors and management's remuneration	13,495	10,736	5,970	5,839
<b><u>For the nine-month periods</u></b>				
Short-term employee benefits	35,952	32,189	18,187	17,966
Long-term post-employment benefits	967	826	432	428
Total directors and management's remuneration	36,919	33,015	18,619	18,394

Significant balances with related parties as at September 30, 2015 and December 31, 2014 were as follows:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
<b>Trade receivable</b>				
PPC Asian Insulators Co., Ltd.	42,106	35,043	42,106	35,043
<b>Other receivable</b>				
PPC Asian Insulators Co., Ltd.	96	547	96	547
AI Engineering Services Co., Ltd.	-	-	18	12
AI Logistics Co., Ltd.	-	-	3	3
Related companies	-	23,855	-	-
<b>Trade payable</b>				
PPC Asian Insulators Co., Ltd.	25,586	20,528	25,586	20,528
Samart Palm Co., Ltd.	590	-	-	-
Samart Palm Oil Co., Ltd.	559	-	-	-
Samart Palm Industry Co., Ltd.	-	1,681	-	-
<b>Other payable</b>				
AI Energy Public Co., Ltd.	-	-	-	47

..... Director

(Narong Thararatnavibool)

..... Director

(Thanit Thararatnavibool)

## 5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at September 30, 2015 and December 31, 2014 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Cash on hand	583	605	105	105
Deposit at bank - saving	157,589	200,703	27,856	11,786
- current	288	597	129	542
Fixed deposits due within 3 months	897	2,551	-	-
Total cash and cash equivalents	159,357	204,456	28,090	12,433

## 6. SHORT-TERM INVESTMENTS

Short-term investments as at September 30, 2015 and December 31, 2014 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Investment in Open-end Fund-Debt securities	265,901	256,196	77,913	39,484
Add Allowance for adjustment	2,231	3,056	151	125
Investment in Open-end Fund-Fair value	268,132	259,252	78,064	39,609
Fixed deposits	231	89	-	-
Total short-term investments	268,363	259,341	78,064	39,609

Investments in the Open-end Fund are trading securities. The unrealized profits from the difference between fair value and cost are shown as allowance for adjustment investment in the Open-end Fund. Profits from investments in the Open-end Fund during the period were presented in the statements of profit and loss.

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## 7. TRADE AND OTHER RECEIVABLES - NET

Trade and other receivables as at September 30, 2015 and December 31, 2014 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Trade receivables				
Trade receivable - related parties	42,106	35,043	42,106	35,043
Trade receivable - state enterprises	173,089	110,568	173,089	88,707
Trade receivables - other	206,824	453,292	9,730	10,559
Post date cheques	5,559	7,348	-	-
Total trade receivables	427,578	606,251	224,925	134,309
<u>Less</u> Allowance for doubtful accounts	(1,248)	(3,334)	-	-
Total trade receivables - net	426,330	602,917	224,925	134,309
Other receivables				
Other receivables - related person	-	23,855	-	-
Other receivables - related parties	96	547	117	562
Prepaid expense	9,543	6,541	3,083	1,740
Deposit for inventories	5,301	511	5,301	511
Revenue Department receivable	2,997	931	463	164
Advance payment to subcontractors	15,392	76	-	-
Others	1,195	1,690	-	-
Total other receivables	34,524	34,151	8,964	2,977
<u>Less</u> Allowance for doubtful accounts	(306)	(306)	-	-
Total other receivables - net	34,218	33,845	8,964	2,977
Total trade and other receivables - net	460,548	636,762	233,889	137,286

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..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

As at September 30, 2015 and December 31, 2014 outstanding balances of trade receivables aged by number of month are as follows:

Unit: Thousand Baht				
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
<b>Related parties</b>				
Current	21,441	14,930	21,441	14,930
Overdue				
Within 3 months	20,665	20,113	20,665	20,113
Total	42,106	35,043	42,106	35,043
<b>State enterprises</b>				
Current	166,422	109,821	166,422	87,960
Overdue				
Within 3 months	6,667	747	6,667	747
Total	173,089	110,568	173,089	88,707
<b>Other</b>				
Current	189,260	410,451	9,380	10,440
Overdue				
Within 3 months	8,987	46,855	350	119
Over 3 months to 12 months	12,888	-	-	-
Over 12 months	1,248	3,334	-	-
Total	212,383	460,640	9,730	10,559
<u>Less</u> Allowance for doubtful accounts	(1,248)	(3,334)	-	-
Total trade receivables - net	426,330	602,917	224,925	134,309

..... Director  
(Narong Thararatnavibool)

..... Director  
(Thanit Thararatnavibool)

## 8. UNBILLED RECEIVABLES / ADVANCE RECEIVED AND DEFERRED CONSTRUCTION REVENUE

Unbilled receivables/advance received and deferred construction revenue as at September 30, 2015 and December 31, 2014 consisted of:

	Unit: Thousand Baht	
	Consolidated financial statements	
	2015	2014
Unbilled receivables		
Contract value	660,859	180,398
Recognition of income by the percentage of completion	182,981	177,725
<u>Less</u> Value of billing construction	(163,004)	(160,007)
Unbilled receivables	19,977	17,718
Advance received and deferred construction revenue		
Contract value	-	136,446
Value of billing construction	-	128,548
<u>Less</u> Recognition of income by the percentage of completion	-	(127,931)
Advance received and deferred construction revenue	-	617

## 9. INVENTORIES - NET

Inventories as at September 30, 2015 and December 31, 2014 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Raw materials	344,479	349,285	80,651	72,555
Work in process	167,545	99,498	32,887	24,360
Finished goods	75,761	75,030	1,602	5,623
Supplies	12,524	14,657	1,293	1,080
Goods in transit	9,780	5,279	9,780	5,279
Total	610,089	543,749	126,213	108,897
<u>Less</u> Allowance for devaluation of inventories	(6,288)	(120)	-	-
Total inventories - net	603,801	543,629	126,213	108,897

..... Director  
(Narong Thararatnavibool)

..... Director  
(Thanit Thararatnavibool)



## 10. OIL SUPPLIES

Oil supplies as at September 30, 2015 and December 31, 2014 consisted of:

	Unit: Thousand Baht	
	Consolidated financial statements	
	2015	2014
Bunker oil	1,333	1,725
Lubricants	795	643
Total oil supplies	2,128	2,368

## 11. NON-CURRENT ASSETS HELD FOR SALE - NET

Non-current assets held for sale as at September 30, 2015 and December 31, 2014 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements			
	2014	Increase	(Decrease)	2015
Non-current assets held for sale	4,475	-	(4,475)	-
<u>Less</u> Allowance for diminution in value	(1,935)	-	1,935	-
Non-current assets held for sale - net	2,540	-	(2,540)	-

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..... Director  
(Narong Thararatnavibool)

..... Director  
(Thanit Thararatnavibool)

## 12. INVESTMENTS IN ASSOCIATED COMPANY - NET

Investments in associated company as at September 30, 2015 and December 31, 2014 consisted of:

Company	Nature of business	Unit: Thousand Baht					
		Percentage of investment (%)		Unit: Million Baht		Consolidated financial statements	
		2015      2014		Issued share capital		Equity method	
		2015	2014	2015	2014	2015	2014
PPC Asian Insulators	Producing and distributing						
Company Limited	electronics insulators	25.10	25.10	263	263	11,275	17,291
	and ceramics						66,000
						-	-
						(39,600)	(39,600)
<u>Less</u> Provision for diminution in investment							
Total investments in associate - net						11,275	17,291
						26,400	26,400

The consolidated and separate financial statements for the nine-month periods ended September 30, 2015 and 2014 of Asian Insulators Public Company Limited and its subsidiaries, and of Asian Insulators Public Company Limited, respectively, included an investment in the associated company based on financial statements of the associated company which had not been reviewed by an auditor. The carrying value of the investment in the consolidated financial statements as at September 30, 2015 and December 31, 2014, amounted to Baht 11.28 million and Baht 17.29 million, respectively, representing 0.32% and 0.46% of total assets in the consolidated financial statements, respectively.

The equity of net gain (loss) of the associated company in the consolidated financial statements for the three-month periods ended September 30, 2015 and 2014, amounted to Baht (0.52) million and Baht 1.20 million respectively, representing 1.20% and 4.35% of consolidated net profit, respectively and the equity of net loss of the associated company in the consolidated financial statements for the nine-month periods ended September 30, 2015 and 2014 amounted to Baht (6.02) million and Baht (2.28) million respectively, representing 89.86% and 1.80% of consolidated net profit (loss), respectively.

The carrying value of the investment in the separate financial statements as at September 30, 2015 and December 31, 2014, amounted to Baht 26.40 million, representing 1.34% and 1.43% of total assets in the separate financial statements, respectively.

..... Director

(Narong Tharatanavibool)

..... Director

(Thanit Tharatanavibool)

### 13. INVESTMENTS IN SUBSIDIARY COMPANIES

Investments in subsidiaries as at September 30, 2015 and December 31, 2014, and dividend income from the investment during the nine-month periods ended September 30, 2015 and 2014 consisted of:

		Percentage of investment (%)		Unit: Million Baht		Unit: Thousand Baht			
Company	Nature of business	investment (%)		Issued share capital		Cost method		Dividend	
		2015	2014	2015	2014	2015	2014	2015	2014
Subsidiaries directly held by the Company									
AI Engineering Services Company Limited	Undertake construction and install electrical transmission power sub-station and trading electrical equipment	99.84	99.84	200	200	197,000	197,000	9,984	21,965
AI Energy Public Company Limited	Producing and distributing biodiesel, vegetable oil and other fuel oil	59.59	59.59	1,130	1,130	665,555	665,555	-	-
Subsidiaries held by AI Energy Public Company Limited									
AI Logistics Company Limited	Local and overseas logistics for passenger, merchandisc, parcel and other materials	100.00	100.00	209	209	-	-	-	-
AI Ports and Terminals Company Limited	(1) Servicing port (2) Producing and distributing ice cube (3) Trading electrical equipment vegetable oil and other fuel oil	100.00	100.00	460	460	-	-	-	-
Total investments in subsidiaries						862,555	862,555	9,984	21,965

### 14. PLEDGED DEPOSITS AT FINANCIAL INSTITUTION

The subsidiary has pledged fixed deposit at bank as collateral for the issuance of bank guarantee. (Note 32.1)

..... Director

(Narong Tharatanavibool)

..... Director

(Thanit Tharatanavibool)



Unit: Thousand Baht

Separate financial statements

	Land	Land improvement	Building and building improvement	Utility system	Machinery, accessories and tools	Office furniture and equipment	Motor vehicles	Fixed assets under construction and installation	Total
<b>At cost</b>									
As at December 31, 2014	61,576	14,822	414,071	19,516	646,614	22,603	11,880	5,233	1,196,315
Purchases during period	-	-	10	319	3,665	1,272	-	2,642	7,908
Transfers in(Transfer out) during period	-	-	51	366	7,415	-	-	(7,832)	-
Disposal /written off during period	-	-	-	-	(1,593)	(1,704)	-	-	(3,297)
As at September 30, 2015	61,576	14,822	414,132	20,201	656,101	22,171	11,880	43	1,200,926
<b>Accumulated Depreciation</b>									
As at December 31, 2014	-	14,818	144,577	17,360	336,796	20,361	9,616	-	543,528
Depreciation for the period	-	2	13,656	909	34,445	704	339	-	50,055
Depreciation - disposals for the period	-	-	-	-	(1,557)	(1,704)	-	-	(3,261)
As at September 30, 2015	-	14,820	158,233	18,269	369,684	19,361	9,955	-	590,322
<b>Book value</b>									
As at December 31, 2014	61,576	4	269,494	2,156	309,818	2,242	2,264	5,233	652,787
As at September 30, 2015	61,576	2	255,899	1,932	286,417	2,810	1,925	43	610,604

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..... Director  
(Narong Tharatanavibool)

..... Director  
(Thanit Tharatanavibool)

Depreciations in the statements of profit or loss for the three-month and nine-month periods ended September 30, 2015 and 2014 consisted of:

Unit: Thousand Baht			
Consolidated financial statements		Separate financial statements	
2015	2014	2015	2014
<b><u>For the three-month periods</u></b>			
Cost of sale and service	32,692	30,239	13,320
Selling and administrative expenses	4,948	5,090	3,569
	<u>37,640</u>	<u>16,889</u>	<u>17,012</u>
<b><u>For the nine-month periods</u></b>			
Cost of sale and service	96,134	88,678	39,105
Selling and administrative expenses	14,759	15,696	10,950
	<u>110,893</u>	<u>50,055</u>	<u>50,708</u>

AI Ports and Terminals Company Limited had mortgaged all land, existing and future buildings and structures thereon as collateral for credit facilities obtained from a financial institution with their net book value as at September 30, 2015 and December 31, 2014, of Baht 419.49 million and Baht 426.44 million, respectively. (Note 19)

The gross carrying amounts of equipment were fully depreciated but these items are still in active use by the Group as at September 30, 2015 and December 31, 2014, in the consolidate financial statement totaling approximately Baht 271.53 million and Baht 260.75 million respectively, and separate financial statements totaling approximately Baht 244.77 million and Baht 245.78 million, respectively.

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## 16. INTANGIBLE ASSETS - NET

Intangible assets as at September 30, 2015 and December 31, 2014 consisted of:

		Unit : Thousand Baht	
		Computer Software	
		Consolidated	Separate
		financial statements	financial statements
<b>At cost</b>			
As at December 31, 2014		24,512	23,811
Purchases during period		971	966
Disposal during period		(4,211)	(4,211)
As at September 30, 2015		21,272	20,566
<b>Accumulated amortisation</b>			
As at December 31, 2014		19,472	18,915
Amortization for the period		1,465	1,433
Disposals for the period		(4,211)	(4,211)
As at September 30, 2015		16,726	16,137
<b>Net booked value</b>			
As at December 31, 2014		5,040	4,896
As at September 30, 2015		4,546	4,429

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## 17. BANK OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

Bank overdrafts and short-term loans from financial institutions as at September 30, 2015 and December 31, 2014 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Bank overdraft	115	1,918	-	-
Short-term loans from financial institution	343,000	365,000	-	50,000
Total bank overdraft and short-term loans from financial institution	343,115	366,918	-	50,000

	Credit line (Unit: Million Baht)			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Bank overdraft	67	67	12	12
Promissory notes	1,870	1,870	430	430
Total	1,937	1,937	442	442

During year 2015, the subsidiary has drawn down the promissory note to repayment all long-term loans (Note 19).

These loans are secured by mortgage land with structure and port of a subsidiary (Note 15). Under the terms of loan contract, the subsidiary cannot pledge its assets as collateral for other loan.

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# 18. TRADE AND OTHER PAYABLES

Trade and other payables as at September 30, 2015 and December 31, 2014 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Trade payables				
Trade payables - related parties	26,735	22,209	25,586	20,528
Trade payables - others	121,862	96,381	31,567	12,153
Total trade payables	148,597	118,590	57,153	32,681
Other payables				
Payables for purchase of assets	6,011	16,437	2,561	5,066
Other payables	6,267	7,414	-	47
Advances received for goods	12,495	18,662	1,712	1,157
Electricity payable	4,599	5,265	-	1,137
Accrued expenses	22,498	9,591	14,250	2,939
Retention	1,239	2,381	-	-
Revenue Department payable	24,358	78,943	5,449	5,149
Others	619	581	-	348
Total other payables	78,086	139,274	23,972	15,843
Total trade and other payables	226,683	257,864	81,125	48,524

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## 19. LONG-TERM LOANS FROM FINANCIAL INSTITUTIONS - NET

Long-term loans from financial institutions as at September 30, 2015 and December 31, 2014 consisted of:

		Unit: Thousand Baht	
		Consolidated financial statements	
Credit line	Repaymant conditions	2015	2014
Baht 110 million	- The principal will be repaid by monthly under condition and		
started on June 30, 2014	amount as specified in the agreement with the first installment		
by AI Ports and Terminals	in July 2014 and will be finished within June 2019.		
Company Limited	- Monthly payment of interest rate at MLR-1 per annum.	-	98,960
Total long-term loans from financial institutions		-	98,960
Less Current portion of long-term loans		-	(22,080)
Long-term loans from financial institutions - net		-	76,880

During the year 2015, the subsidiary has drawn down the promissory note to repayment all long-term loans prior to maturity in amount of Baht 97.12 million (Note 17).

## 20. EMPLOYEE BENEFIT OBLIGATIONS

Movement of the present value of employee benefit obligations and employee benefit expenses in the statements of profit or loss for the nine-month periods ended September 30, 2015 and 2014 were as follows:

		Unit : Thousand Baht			
		Post-employment benefit plan			
		Consolidated financial statements		Separate financial statements	
		2015	2014	2015	2014
Defined benefit obligations at beginning as at January 1,		30,810	36,785	17,686	25,021
Employee benefit expenses in the statements of					
profit and loss:					
Current service cost		3,592	1,352	1,850	1,575
Cost of interest		759	250	436	369
Benefit paid during the periods		(24)	-	(24)	(11,421)
Defined benefit obligations as at September 30,		35,137	38,387	19,948	15,544

## 21. SHARE CAPITAL

21.1 The 2015 Annual General Meeting of Shareholders held on April 21, 2015 of the Company, passed the resolutions were as follows:

1. Approved to amendment in par value of ordinary shares from Baht 1 per share to Baht 0.25 per share. After the changing of par value, the Company has the ordinary shares of 2,000 million shares.
2. Approved to increase in registered share capital of the Company from Baht 500 million (2,000 million shares at Baht 0.25 par value) to be Baht 700 million (2,800 million shares at Baht 0.25 par value). The Company registered its increased share capital to accommodate the stock dividend with the Ministry of Commerce on April 29, 2015.

21.2 The 2015 Annual General Meeting of Shareholders held on April 21, 2015 of AI Energy Public Company Limited, passed the resolutions were as follows:

1. Approved to amendment in par value of ordinary shares from Baht 1 per share to Baht 0.25 per share. After the changing of par value, the subsidiary has the ordinary shares of 4,520 million shares.
2. Approved to increase in registered share capital of AI Energy Public Company Limited from Baht 1,130 million (4,520 million shares at Baht 0.25 par value) to be Baht 1,356 million (5,424 million shares at Baht 0.25 par value). AI Energy Public Company Limited registered its increased share capital for allocate to support the warrant No. 1. (AIE-W1) with the Ministry of Commerce on July 6, 2015 as described in Note 22.

## 22. WARRANTS

Warrants AIE-W1

On April 21, 2015, the Annual General Meeting of AI Energy Public Company Limited's shareholders passed a resolution to issue and allocate of stock warrant for rights to purchase ordinary shares of (AIE-W1) for the existing shareholders, not exceeding 904 million units (allocate 1 purchase ordinary share: 1 stock warrant unit). Details of the issue were as follows:

Type	:	In named certificate form and transferable
Price per unit of warrant	:	Baht 0.00
Exercise ratio	:	1 warrant to 5 ordinary shares
Exercise price	:	Baht 0.25 per share
Exercise date	:	The first exercise date is December 30, 2016 and the last exercise date is May 7, 2018
Issuance date of warrants	:	May 8, 2015
Maturity of warrants	:	3 years from the issuance date.

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

## 23. BASIC EARNINGS PER SHARE

Basic earnings per share for the three-month and nine-month periods ended September 30, 2015 and 2014 were calculated as follows:

	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
<b><u>For the three-month periods</u></b>				
Net profit attributable				
to shareholders of the parent (Thousand Baht)	56,590	25,288	79,627	58,271
Number of ordinary share outstanding				
at beginning for the periods (Thousand shares)	2,000,000	2,000,000	2,000,000	2,000,000
Effect of issuance stock dividend (Thousand shares)	799,996	799,996	799,996	799,996
Weighted average number of ordinary shares				
outstanding during the periods (Basic)	2,799,996	2,799,996	2,799,996	2,799,996
Basic earnings per share (Baht)	0.02	0.01	0.03	0.02
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
<b><u>For the nine-month periods</u></b>				
Net profit attributable				
to shareholders of the parent (Thousand Baht)	60,559	106,465	162,387	156,884
Number of ordinary share outstanding				
at beginning for the periods (Thousand shares)	2,000,000	2,000,000	2,000,000	2,000,000
Effect of issuance stock dividend (Thousand shares)	799,996	799,996	799,996	799,996
Weighted average number of ordinary shares				
outstanding during the periods (Basic)	2,799,996	2,799,996	2,799,996	2,799,996
Basic earnings per share (Baht)	0.02	0.04	0.06	0.06

## 24. DIVIDEND PAYMENT

The 2015 Annual General Meeting of Shareholders of the Company held on April 21, 2015, passed a resolution to pay dividend to the shareholders at Baht 0.11 per share, comprise of stock dividend to shareholders considered from the payout ratio of 5 existing ordinary shares for 2 shares dividend which shall not exceed than 800 million shares at a par value of Baht 0.25 per share or shall be equivalent at Baht 0.10 per share and cash dividends to shareholders at Baht 0.01 per share amounting Baht 22.22 million. The dividend was paid on May 20, 2015.

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

The 2015 Annual General Meeting of Shareholders of AI Engineering Services Company Limited held on April 30, 2015, passed a resolution to pay dividends from the operation for six-month periods ended from July 1 - December 31, 2014 to the shareholders of 20 million shares at Baht 0.50 per share, amount Baht 10 million. The dividend was paid on July 7, 2015.

The Board of Directors' Meeting No. 5/2014 held on August 18, 2014, passed a resolution to pay interim dividend from the BOI business to the shareholders of 500 million shares at Baht 0.10 per share, amount Baht 50 million. The interim dividend was paid on September 15, 2014.

The 2014 Annual General Meeting of Shareholders of the Company held on March 26, 2014, passed a resolution to pay dividend for the year 2013 from the BOI business operating result and special dividend to the shareholders of 500 million shares at Baht 2.00 per share, amount Baht 1 million. The interim dividend was paid on March 17, 2014.

The Board of Directors' Meeting No. 4/2014 held on August 21, 2014, of AI Engineering Services Company Limited, passed a resolution to pay interim dividend from the operation for six-month periods ended from January 1 to June 30, 2014 to the shareholders of 20 million shares at Baht 1.00 per share, amount Baht 20 million. The dividend was paid on August 26, 2014.

The Board of Directors' Meeting No.1/2014 held on March 5, 2014 of AI Engineering Services Company Limited, passed a resolution to pay dividends from the operation for the year 2013 to the shareholders of 20 million shares at Baht 0.10 per share, amount Baht 2 million. The 2014 Annual General Shareholders' Meeting held on April 30, 2014, passed a resolution to pay such dividends. The dividend was paid to the shareholders on March 20, 2014.

## 25. LEGAL RESERVE

Legal reserve is set up under the Public Limited Companies Act B.E. 2535. The Company is required to set aside to a statutory reserve at least 5 percent of its net income, until the reserve reaches 10 percent of the registered capital. The statutory reserve is not available for dividend distribution.

## 26. DEFERRED TAX

Deferred tax as at September 30, 2015 and December 31, 2014 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Deferred tax assets	17,173	6,799	3,989	3,537
Deferred tax liabilities	(2,704)	(2,871)	(30)	(25)
Deferred tax assets - net	14,469	3,928	3,959	3,512

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

Movements in deferred tax assets and deferred tax liabilities during the periods were as follows:

Unit: Thousand Baht					
	Consolidated financial statements			Separate financial statements	
	As at January 1,	Profit	As at September 30,	As at January 1,	Profit
	2015	(Loss)	2015	2015	(Loss)
<b>Deferred tax assets</b>					
Allowance for doubtful trade accounts receivable	728	(417)	311	-	-
Allowance for devaluation of inventories	24	877	901	-	-
Allowance for diminution in non-current assets held for sale	387	(387)	-	-	-
Provision for long-term employee benefits	5,660	761	6,421	3,537	452
Tax loss carried forward	-	9,540	9,540	-	-
<b>Total</b>	<b>6,799</b>	<b>10,374</b>	<b>17,173</b>	<b>3,537</b>	<b>452</b>
					<b>3,989</b>
<b>Deferred tax liability</b>					
Unrealized gain on investments in Open-end Fund	(611)	581	(30)	(25)	(5)
Depreciation	(2,260)	(414)	(2,674)	-	-
<b>Total</b>	<b>(2,871)</b>	<b>167</b>	<b>(2,704)</b>	<b>(25)</b>	<b>(5)</b>
<b>Deferred tax assets - net</b>	<b>3,928</b>	<b>10,541</b>	<b>14,469</b>	<b>3,512</b>	<b>447</b>
					<b>3,959</b>

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..... Director

(Narong Tharatanavibool)

..... Director

(Thanit Tharatanavibool)

Unit: Thousand Baht

	Consolidated financial statements		Separate financial statements	
	As at January 1,	Profit	As at September 30,	As at January 1,
	2014	(Loss)	2014	2014
<b>Deferred tax assets</b>				
Allowance for doubtful trade accounts receivable	814	(15)	799	-
Allowance for devaluation of inventories	-	164	164	-
Provision for long-term employee benefits	6,533	(1,363)	5,170	4,788
Tax loss carried forward	1,916	244	2,160	-
<b>Temporary differences in the retained earnings</b>				
Provision for long-term employee benefits	405	(405)	-	216
Total	9,668	(1,375)	8,293	5,004
				(1,895)
				3,109
<b>Deferred tax liability</b>				
Unrealized gain on investments in Open-end Fund	(296)	(103)	(399)	29
Depreciation	-	(2,140)	(2,140)	-
Total	(296)	(2,243)	(2,539)	29
Deferred tax assets - net	9,372	(3,618)	5,754	(1,866)
				3,101

As at September 30, 2015 the Subsidiary had the deferred tax asset for the carry forward of unrecorded tax losses of separate financial statements Baht 9.54 million. The Subsidiary's management believes that it is probable that future taxable profit will be available against which the unused tax losses can be utilized.

..... Director

(Narong Tharatanavibool)

..... Director

(Thanit Tharatanavibool)

## 27. INCOME TAX EXPENSES

Income tax expenses for the three-month and nine-month periods ended September 30, 2015 and 2014 were as follows:

Unit: Thousand Baht			
Consolidated financial statements		Separate financial statements	
2015	2014	2015	2014
<b><u>For the three-month periods</u></b>			
<b>Current tax expense</b>			
Current periods	(3,611)	(8,719)	(2,824)
<b>Deferred tax expense</b>			
Movement in temporary differences	2,680	806	128
Total	(931)	(7,913)	(2,696)
<b><u>For the nine-month periods</u></b>			
<b>Current tax expense</b>			
Current periods	(8,002)	(32,724)	(5,935)
<b>Deferred tax expense</b>			
Movement in temporary differences	10,541	(3,618)	447
Total	2,539	(36,342)	(5,488)

### Income tax reduction

Royal Decree No. 530 B.E. 2554 dated December 14, 2011 grants a reduction in the corporate income tax rate from 30% to 20% on net profit for the accounting periods beginning on January 1, 2013 to December 31, 2014. According to the Royal Decree No. 577 B.E. 2557 dated November 10, 2014, the corporate income tax rate will be continue at 20 % on net profit for the accounting periods beginning on January 1, 2015 to December 31, 2015.

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## 28. FOREIGN CURRENCY TRANSACTIONS

As at September 30, 2015 and December 31, 2014, the Company and subsidiaries have outstanding assets and liabilities denominated in foreign currencies which are not covered by any hedging were as follows:

(Unit: Thousand)

Particulars	Consolidated financial statements				Separate financial statements			
	2015		2014		2015		2014	
	Foreign Currencies	Converted to Baht	Foreign Currencies	Converted to Baht	Foreign Currencies	Converted to Baht	Foreign Currencies	Converted to Baht
Assets								
USD	17.06	617.83	361.01	12,186.65	16.93	613.06	2.27	74.62
Total		617.83		12,186.65		613.06		74.62
Liabilities								
USD	226.85	8,287.94	170.73	5,653.42	226.85	8,287.94	170.48	5,645.14
EUR	290.50	11,986.73	-	-	290.50	11,986.73	-	-
Total		20,274.67		5,653.42		20,274.67		5,645.14

## 29. PROMOTIONAL PRIVILEGES

The Company and three subsidiaries have received promotional Privileges of Investment Promotion Act, B.E. 2520 (1977).

As a promoted industry, the Company and subsidiaries must strictly comply with certain terms and conditions stipulated in the promotional certificate.

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

The Company and subsidiaries have revenue from sales, vessel operating, port and terminal service revenues from local and overseas which are granted the promotional certificates for the three-month and nine-month periods ended September 30, 2015 and 2014, were as follows:

	Unit: Thousand Baht					
	Consolidated financial statements			Separate financial statements		
	Promoted	Non-promoted	Total	Promoted	Non-promoted	Total
	Activities	Activities		Activities	Activities	
<b>For the three-month period ended September 30, 2015</b>						
Revenue from sales of goods	726,359	337,339	1,063,698	180,312	53,692	234,004
Revenue from production contract	-	15,309	15,309	-	-	-
Revenue from construction contract	-	2,306	2,306	-	-	-
Other incomes	-	6,678	6,678	-	860	860
Total	726,359	361,632	1,087,991	180,312	54,552	234,864
<b>For the three-month period ended September 30, 2014</b>						
Revenue from sales of goods	112,915	1,022,449	1,135,364	112,914	36,486	149,400
Revenue from production contract	-	19,306	19,306	-	-	-
Revenue from construction contract	-	36,021	36,021	-	-	-
Revenue from vessel operating	6,125	-	6,125	-	-	-
Other incomes	-	6,729	6,729	-	1,959	1,959
Dividend income	-	-	-	-	19,968	19,968
Total	119,040	1,084,505	1,203,545	112,914	58,413	171,327

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..... Director

(Narong Tharatanavibool)

..... Director

(Thanit Tharatanavibool)

Unit: Thousand Baht

	Consolidated financial statements			Separate financial statements		
	Promoted	Non-promoted		Promoted	Non-promoted	
	Activities	Activities	Total	Activities	Activities	Total
<b>For the nine-month period ended September 30, 2015</b>						
Revenue from sales of goods	2,044,106	1,038,856	3,082,962	383,000	158,192	541,192
Revenues from production contract	-	33,722	33,722	-	-	-
Revenue from construction contract	-	5,256	5,256	-	-	-
Revenue from vessel operating	8,213	-	8,213	-	-	-
Other incomes	-	17,911	17,911	-	4,970	4,970
Dividend income	-	-	-	-	9,984	9,984
<b>Total</b>	<b>2,052,319</b>	<b>1,095,745</b>	<b>3,148,064</b>	<b>383,000</b>	<b>173,146</b>	<b>556,146</b>

**For the nine-month period ended September 30, 2014**

Revenue from sales of goods	400,403	3,361,611	3,762,014	400,402	135,598	536,000
Revenues from production contract	-	97,704	97,704	-	-	-
Revenue from construction contract	-	278,489	278,489	-	-	-
Revenue from vessel operating	26,851	-	26,851	-	-	-
Revenue from port service	1,000	-	1,000	-	-	-
Other incomes	-	23,651	23,651	-	11,157	11,157
Dividend income	-	-	-	-	21,965	21,965
<b>Total</b>	<b>428,254</b>	<b>3,761,455</b>	<b>4,189,709</b>	<b>400,402</b>	<b>168,720</b>	<b>569,122</b>

..... Director

(Narong Tharatanavibool)

..... Director

(Thanit Tharatanavibool)

### 30. PROVIDENT FUND

The Company and subsidiaries' contributions for the employees provident fund and recorded as expenses in the statements of profit and loss for the three-month and nine-month periods ended September 30, 2015 and 2014, were as follows:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
<b><u>For the three-month periods</u></b>				
Asian Insulators Public Company Limited	453	414	453	414
AI Engineering Services Company Limited	59	58	-	-
AI Energy Public Company Limited	339	293	-	-
AI Logistics Company Limited	6	2	-	-
Total	857	767	453	414
<b><u>For the nine-month periods</u></b>				
Asian Insulators Public Company Limited	1,350	1,270	1,350	1,270
AI Engineering Services Company Limited	180	171	-	-
AI Energy Public Company Limited	1,014	780	-	-
AI Logistics Company Limited	18	5	-	-
Total	2,562	2,226	1,350	1,270

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..... Director

(Narong Thareratanavibool)

..... Director

(Thanit Thareratanavibool)

### 31. SEGMENT INFORMATION

The segment information for the three-month and nine-month periods ended September 30, 2015 and 2014 were as follows:

	Unit: Thousand Baht						
	Consolidated financial statements						
	For the three-month period ended September 30, 2015						
	Group of AI Energy Public Company Limited						
	Sale of porcelain insulators and component	Construction undertaking	Sale of biodiesel and vegetable oil and by product	Contract of refind crude palm oil	Sale of ice cube	Vessel operating	Port services
							Total
Revenue from sales and services	236,042	2,306	820,700	15,309	6,956	-	1,081,313
Cost of sales and services	(132,939)	(2,055)	(834,547)	(14,288)	(6,000)	-	(989,829)
Gross profit (loss) by segment	103,103	251	(13,847)	1,021	956	-	91,484
Other income							6,678
Selling expenses							(12,187)
Administrative expenses							(37,425)
Finance costs							(3,622)
Share of loss from investments in associate							(522)
Income tax expenses							(931)
Profit for the period							43,475
Equity holders of the parent							56,590
Non-controlling interests							(13,115)
Property, plant, vessel and equipment - net	610,604	49	895,334	21,184	49,383	432,401	2,008,955

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..... Director  
(Narong Tharatanavibool)

..... Director  
(Thanit Tharatanavibool)

Unit: Thousand Baht

Consolidated financial statements							
For the nine-month period ended September 30, 2015							
Group of AI Energy Public Company Limited							
	Sale of porcelain insulators and component	Construction undertaking	Sale of biodiesel and vegetable oil and by product	Contract of refined crude palm oil	Sale of ice cube	Vessel operating	Port services
							Total
Revenues from sales and services	548,717	5,256	2,513,116	33,722	21,129	8,213	3,130,153
Cost of sales and services	(322,687)	(4,139)	(2,586,503)	(28,222)	(17,962)	(15,468)	(2,974,981)
Gross profit (loss) by segment	226,030	1,117	(73,387)	5,500	3,167	(7,255)	155,172
Other income							17,911
Selling expenses							(34,307)
Administrative expenses							(117,694)
Finance costs							(10,912)
Share of loss from investments in associate							(6,015)
Income tax expenses							2,539
Profit for the period							6,694
Equity holders of the parent							60,559
Non-controlling interests							(53,865)
Property, plant, vessel and equipment - net	610,604	49	895,334		21,184	49,383	432,401
							2,008,955

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..... Director  
(Narong Tharatanavibool)

..... Director  
(Thanit Tharatanavibool)

Unit: Thousand Baht

Consolidated financial statements									
For the three-month period ended September 30, 2014									
Group of AI Energy Public Company Limited									
	Sale of porcelain insulators and component	Construction undertaking	Sale of biodiesel and vegetable oil and by product	Contract of refine crude palm oil	Sale of ice cube	Vessel operating	Port services	Total	
Revenues from sales and services	149,841	36,021	977,338	19,306	8,185	6,125	-	1,196,816	
Cost of sales and services	(93,311)	(11,707)	(976,605)	(8,118)	(6,658)	(13,663)	-	(1,110,062)	
Gross profit (loss) by segment	56,530	24,314	733	11,188	1,527	(7,538)	-	86,754	
Other income								6,729	
Selling expenses								(14,989)	
Administrative expenses								(35,903)	
Finance costs								(8,330)	
Share of gain from investments in associate								1,197	
Income tax expenses								(7,913)	
Profit for the period								27,545	
Equity holders of the parent								25,288	
Non-controlling interests								2,257	
Property, plant, vessel and equipment - net	664,540	72	817,550	21,623	67,250	446,676		2,017,711	

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..... Director

(Narong Tharatanavibool)

..... Director

(Thanit Tharatanavibool)

Unit: Thousand Baht

Consolidated financial statements									
For the nine-month period ended September 30, 2014									
Group of A1 Energy Public Company Limited									
	Sale of porcelain insulators and component	Construction undertaking	Sale of biodiesel and vegetable oil and by product	Contract of refind crude palm oil	Sale of ice cube	Vessel operating	Port services	Total	
Revenues from sales and services	538,652	278,489	3,200,135	97,704	23,227	26,851	1,000	4,166,058	
Cost of sales and services	(347,669)	(215,033)	(3,167,558)	(57,713)	(19,129)	(39,212)	(497)	(3,846,811)	
Gross profit (loss) by segment	190,983	63,456	32,577	39,991	4,098	(12,361)	503	319,247	
Other income								23,651	
Selling expenses								(45,930)	
Administrative expenses								(111,005)	
Finance costs								(21,122)	
Share of loss from investments in associate								(2,276)	
Income tax expenses								(36,342)	
Profit for the period								126,223	
Equity holders of the parent								106,465	
Non-controlling interests								19,758	
Property, plant, vessel and equipment - net	664,540	72	817,550		21,623	67,250	446,676	2,017,711	

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..... Director

(Thanit Tharatanavibool)

..... Director

(Narong Tharatanavibool)



## 32. COMMITMENT AND CONTINGENT LIABILITIES

32.1 As at September 30, 2015 and December 31, 2014, the Company and subsidiaries have commitment and contingent liabilities were as follows:

Unit: Million Baht

Particulars	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Letters of guarantee issued by commercial bank	243.23	309.24	91.79	76.98

32.2 As at September 30, 2015 and December 31, 2014, the Company and subsidiaries have capital expenditure commitment were as follows:

Unit: Million Baht

Particulars	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
The purchase of machinery and equipment	17.49	8.17	8.28	3.19

32.3 As at September 30, 2015 and December 31, 2014, the Company is the guarantor for the repayment of loans from financial institutions to AI Engineering Services Company Limited amount of Baht 545 million.

32.4 The subsidiary has entered a lease contract of 15 tanks, comprise 5 tanks at 23/1 Moo 7 Thajeen District, Amphoe Mueang, Samutsakhon and 10 tanks at 1/9 Moo 1 Tambon Had Sairee, Amphoe Mueang Chumphon, Chumphon. The lease period was 12 months, commencing from January 1, 2016 to December 31, 2016. The subsidiary has to pay monthly rental amount of Baht 4.20 million per month.

32.5 The subsidiary received a letter from the Enforcement Department, Office of the Securities and Exchange Commission of Thailand (the SEC), dated January 20, 2016, requesting for the facts about the subsidiary predecessor auditor's disclaimer of opinion in the subsidiary's financial statements for the year 2014. The subsidiary's former management provided a clarification of the facts to the SEC.

On June 20, 2017, the SEC has filed a criminal complaint against two former directors and executives of the subsidiary in case of the preparation of incorrect financial statements for the year 2014 (Before restated), as the subsidiary predecessor auditor had expressed the disclaimer of opinion, with the Department of Special Investigation (DSI) for further legal proceedings.

Consequently, the subsidiary's current management had investigated and prepared the new documentations to support the accounting transactions related to above matter of auditor disclaimed an opinion on the subsidiary's financial statements in order to reflect the financial statements to be accordance with the financial reporting standards and had adjusted the consolidated financial statements for the year ended December 31, 2014 as shown in Note to Financial Statements No. 35.

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

32.6 Al Energy Public Company Limited, its subsidiary, had the production yield during the period of January to June 2015 was significantly lower than normal production yields. The subsidiary engaged the National Metal and Materials Technology Center of the National Science and Technology Development Agency to verify the result on the subsidiary's biodiesel production process to assess the appropriateness of such low production yield and found out that the loosed quantity of oil from the tank washing process are in line with production yield reported by the subsidiary. The loosed quantity of oil from the process resulting in an unusual low production yield may be caused by the imperfect separation of layers.

### 33. LITIGATION

Al Energy Public Company Limited ("the subsidiary") was sued by the Official Receiver of Pamola Company Limited for transferring back the trademark "Pamola" to the debtor's assets and pays the compensation amount of Baht 3.75 million with an interest rate of 7.50% per annum. On June 8, 2016, the Supreme Court has ordered to dismiss the case.

### 34. CAPITAL MANAGEMENT

The management of the Group has the capital management policy to maintain a strong capital base by emphasis on planning and determining the operating strategies resulting in good business's performance and sustained good cash flows management. In addition, the Group considers investing in projects which have good rate of return, appropriate working capital management, maintain a strong financial position and appropriate investment structure as to maintain sustained future operations of the business and to maintain shareholders, investors, creditors and others interest's confidence.

### 35. CORRECTION OF ACCOUNTING ERROR AND RECLASSIFICATION OF ACCOUNTING TRANSACTIONS

The Company had prepared the consolidated financial statements for the three-month periods ended September 30, 2015 and published the consolidated financial statements on February 28, 2017. In 2018, the subsidiary disclosed the accounting errors in respective of the devaluation of inventories and, therefore, the Company restated the consolidated statements of profit or loss and other comprehensive income for the three-month period ended September 30, 2015.

The Company's consolidated financial statements for the three-month and nine-month period ended September 30, 2014 and for the year ended December 31, 2014 had been prepared and issued on November 10, 2014 and March 24, 2015, respectively.

During the year 2017, The subsidiary's current management had investigated and prepared the new documentations to support the accounting transactions related to the matter of auditor disclaimed an opinion on the subsidiary's financial statements in order to reflect the financial statements to be accordance with the financial reporting standards and had adjusted the subsidiary's financial statements, therefore, the Company restated the consolidated financial statements for the three-month and nine-month periods ended September 30, 2015 and for the year ended December 31, 2014 of which impact the consolidated statements of financial position and the consolidated statement of profit or loss and other comprehensive income.

The Company has reclassified some accounting transactions in the separate statements of financial position as at December 31, 2014 and the separate statements of profit or loss and other comprehensive income for the three-month and nine-month period ended September 30, 2014 to conform to the current period presentation, of which no impact net income or shareholders' equity.

The correction of accounting error and reclassifications of accounting transaction were as follows:

	Unit : Thousand Baht		
	Consolidated financial statements		
	Before		After
	adjustment	adjustment	adjustment
<b>Statements of profit or loss and other comprehensive income</b>			
<b>For the three-month period ended September 30, 2015</b>			
Cost of sales	(993,498)	20,012	(973,486)
Profit for the period increase	23,463	20,012	43,475

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Unit: Thousand Baht

	Consolidated financial statements				
	Before adjustment and reclassifications	The first adjustment	The second adjustment	After adjustment and before reclassifications	After adjustment and reclassifications
<b>Statements of financial position for year ended December 31, 2014</b>					
<b>Current assets</b>					
Trade and other receivables - net	569,435	82,473	-	651,908	(15,146)
Unbilled receivables	46	-	-	46	17,672
Inventories - net	580,705	(47,533)	9,869	543,041	588
Construction contracts in progress	588	-	-	588	(588)
Advance payment to subcontractors	77	-	-	77	(77)
Other current assets	2,449	-	-	2,449	(2,449)
<b>Non-Current assets</b>					
Property, plant, vessel and equipment - net	2,031,313	(548)	-	2,030,765	-

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..... Director  
(Narong Tharatanavibool)

..... Director  
(Thanit Tharatanavibool)

Unit: Thousand Baht

	Consolidated financial statements				
	Before adjustment and reclassifications	The first adjustment	The second adjustment	After adjustment and before reclassifications	After adjustment and reclassifications
<b>Statements of financial position as at December 31, 2014 (Continue)</b>					
<b>Current liabilities</b>					
Trade and other payables	(175,801)	(45,903)	-	(221,704)	(36,160)
Accrued interest expenses	(489)	-	-	(489)	489
Retention payables	(650)	-	-	(650)	650
Income tax payable	(34,281)	(1,644)	(2,925)	(38,850)	-
Other current liabilities	(35,021)	-	-	(35,021)	35,021
<b>Shareholders' equity</b>					
Non-controlling interests	(923,607)	-	178,329	(745,278)	(745,278)
Deficits decrease	640,054	13,155	(185,273)	467,936	467,936

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..... Director  
(Narong Tharatanavibool)

..... Director  
(Thanit Tharatanavibool)

Unit: Thousand Baht

	Consolidated financial statements			
	Before adjustment and reclassifications	The first adjustment	The second adjustment	After adjustment and before reclassifications
				After adjustment and reclassifications
<b>Statements of profit or loss and other comprehensive income</b>				
<b>For the three-month period ended September 30, 2014</b>				
<b>Revenues</b>				
Revenue from sales of goods	1,150,393	-	-	1,150,393
Revenue from production contract	12,474	6,380	452	19,306
<b>Expenses</b>				
Cost of sales	(1,102,888)	8,251	3,034	(1,091,603)
Cost of production contract	(7,978)	(1,607)	1,467	(8,118)
Selling expenses	(14,989)	-	-	(14,989)
Administrative expenses	(32,502)	(2,351)	511	(34,342)
Management's remuneration	(1,451)	-	-	(1,451)
Finance costs	(8,440)	-	-	(8,440)
Tax revenues (expenses)	(3,626)	(3,325)	(962)	(7,913)
Profit for the period decrease	15,695	7,348	4,502	27,545

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..... Director  
(Narong Tharatanavibool)

..... Director  
(Thanit Tharatanavibool)

Unit: Thousand Baht

	Consolidated financial statements			
	Before adjustment and reclassifications	The first adjustment	The second adjustment	After adjustment and before reclassifications
				After adjustment and reclassifications
<b>Statements of profit or loss and other comprehensive income</b>				
<b>For the nine-month period ended September 30, 2014</b>				
<b>Revenues</b>				
Revenue from sales of goods	3,801,257	-	405	3,801,662
Revenue from production contract	43,699	60,060	(6,055)	97,704
				3,762,014
<b>Expenses</b>				
Cost of sales	(3,496,212)	(62,100)	(15,692)	(3,574,004)
Cost of production contract	(28,970)	(11,927)	(16,816)	(57,713)
Selling expenses	(45,930)	-	-	(45,930)
Administrative expenses	(96,309)	(7,215)	(3,047)	(106,571)
Management's remuneration	(4,192)	-	-	(4,192)
Finance costs	(21,364)	-	-	(21,364)
Tax revenues (expenses)	(16,388)	(27,636)	7,682	(36,342)
Loss for the period decrease	208,564	(48,818)	(33,523)	126,223

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..... Director

(Narong Tharatanavibool)

..... Director

(Thanit Tharatanavibool)

	Unit: Thousand Baht		
	Separate financial statements		
	Before		After
	reclassifications	Reclassifications	reclassifications
<b>Statements of financial position as at December 31, 2014</b>			
<b>Current assets</b>			
Trade and other receivables - net	136,610	676	137,286
Other currnt assets	164	(164)	-
<b>Non-Current assets</b>			
Other non-currnt assets	824	(512)	312
<b>Current liabilities</b>			
Trade and other payables	(43,220)	(5,304)	(48,524)
Other current liabilities	(5,304)	5,304	-

	Unit: Thousand Baht		
	Separate financial statements		
	Before		After
	reclassifications	Reclassifications	reclassifications
<b>Statements of profit or loss and other comprehensive income</b>			
<b>For the three-month period ended September 30, 2014</b>			
<b>Revenues</b>			
Revenue from sales of goods	164,429	(15,029)	149,400
Other incomes	21,927	(19,968)	1,959
Dividend income	-	19,968	19,968
<b>Expenses</b>			
Cost of sales	(108,340)	15,029	(93,311)
Administrative expenses	(16,126)	(850)	(16,976)
Management's remuneration	(850)	850	-

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..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)



	Unit: Thousand Baht		
	Separate financial statements		
	Before		After
	reclassifications	Reclassifications	reclassifications
<b>Statements of profit or loss and other comprehensive income</b>			
<b>For the nine-month period ended September 30, 2014</b>			
<b>Revenues</b>			
Revenue from sales of goods	575,648	(39,648)	536,000
Other incomes	33,122	(21,965)	11,157
Dividend income	-	21,965	21,965
<b>Expenses</b>			
Cost of sales	(388,295)	39,648	(348,647)
Administrative expenses	(50,971)	(2,362)	(53,333)
Management's remuneration	(2,362)	2,362	-

### 36. EVENTS AFTER THE REPORTING PERIOD

36.1 At November 3, 2016, the subsidiary made contracts for sale of land, buildings and machineries with a company for the amount of Baht 390 million. The subsidiary will receive monthly installment from July 2016 to June 2017. The transfer of ownership will take place once the full amount is paid. The subsidiary also made a rental agreement of land, buildings and machineries with such company for the period of 9 months from November 21, 2016 to June 20, 2017 for rental fee of Baht 0.5 million per month.

36.2 At November 1, 2016, the subsidiary made finance lease contracts for hire-purchase Vessel with a company. These agreements are repayable in 24 equal monthly installments up to the year 2018. The ownership of assets purchased under hire-purchase agreements will be transferred to buyer when last installment is paid

36.3 At October 24, 2016, the subsidiary made a 5-year contract with a company for manufacturing edible oil products and allowed the use of "Pamola" trademark.

36.4 The Company and the subsidiary had prepared and published the consolidated and separate financial statements for the year 2017, 2016 and 2015 which had been audited by the auditor according to the auditor's report dated February 27, 2018, February 28, 2017 and March 29, 2016 respectively. The contents of the events after the reporting period, therefore, have been included in such financial statements.

### 37. APPROVAL OF INTERIM FINANCIAL STATEMENT

These interim financial statements have been approved to issue by the Company's Board of Directors on April 26, 2018.

..... Director  
(Narong Tharateratanavibool)

..... Director  
(Thanit Tharateratanavibool)