

INTERIM FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT ON REVIEW
OF INTERIM FINANCIAL INFORMATION
ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES
FOR THE FIRST QUARTER ENDED MARCH 31, 2017

Member Crowe Horwath International
100/72, 22nd Floor,
100/2 Vongvanij Building B, Rama 9 Rd.,
Huaykwang, Bangkok 10310, Thailand

Telephone: (662) 645 0109
Fax : (662) 645 0110
<http://www.ans.co.th>

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 and separate statements of financial position as at March 31, 2017, and the related consolidated and separate statements of profit or loss and other comprehensive income, consolidated and separate statements of changes in shareholders' equity, consolidated and separate statements of cash flows for the three-month period ended March 31, 2017, 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 qualified conclusion 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 Qualified Conclusion on the Consolidated Interim Financial Information

1. As discussed in the Note to Financial Statements No.30.5, The subsidiary received a letter from the Enforcement Department, Office of the Securities and Exchange Commission of Thailand, dated January 20, 2016, requesting for the facts about the subsidiary auditor's disclaimer of opinion in the subsidiary's financial statements for the year 2014. The subsidiary's management provided a clarification of the facts to the Enforcement Department, Office of the Securities and Exchange Commission of Thailand. The subsidiary also sent a letter to request the status update with respect to this matter. The Enforcement Department, Office of the Securities and Exchange Commission of Thailand replied by a letter, dated February 28, 2017 that the outcome is not yet finalized.



2. As discussed in the Note to financial statements No.13, the financial statements of PPC Asian Insulator Company Limited, an associated company, as at March 31, 2017, 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 financial statements, as at March 31, 2017, included an investment of Baht 6.61 million and a share of profit for the three-month period ended March 31, 2017 in the amount of Baht 0.26 million. I am unable to satisfactorily review the appropriateness of the balance of such investment in the associated company.

Since the matter discussed in No.1 and No.2 above have significant effect on the interim financial information for the three-month period ended March 31, 2017. My conclusion is qualified on the interim financial information for the three-month period ended March 31, 2017.

Qualified Conclusion on the Consolidated Interim Financial Information

Except for the possible effect on the consolidated interim financial information due to the matter described in the Basis for qualified conclusion on the consolidated interim financial information paragraph No.1 and No.2, based on my review, nothing has come to my attention that causes me to believe that the accompanying consolidated interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting".

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".



Vichai Ruchitanont
Certified Public Accountant
Registration Number 4054

ANS Audit Co., Ltd

Bangkok, May 15, 2017

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES
 STATEMENTS OF FINANCIAL POSITION
 AS AT MARCH 31, 2017

Unit: Thousand Baht

	Notes	Consolidated financial statements		Separate financial statements	
		March 31, 2017	December 31, 2016	March 31, 2017	December 31, 2016
		"UNAUDITED" "REVIEWED"	"AUDITED"	"UNAUDITED" "REVIEWED"	"AUDITED"
ASSETS					
Current assets					
Cash and cash equivalents	5	382,117	291,162	54,964	56,060
Current investments	6	528,940	316,473	374,179	283,129
Trade and other receivables - net	4, 7	265,280	457,004	123,566	125,120
Current portion of receivables under finance lease contracts	8	9,707	9,479	-	-
Unbilled receivables	9	44,723	37,067	-	-
Inventories - net	10	398,244	447,342	126,071	123,635
Oil supplies	11	1,557	2,289	-	-
Non-current assets held for sale - net	12	218,923	218,923	-	-
Total current assets		1,849,491	1,779,739	678,780	587,944
Non-current assets					
Investments in associated company - net	13	6,609	6,346	-	-
Investments in subsidiaries	14	-	-	862,555	862,555
Pledged deposits at financial institution	15	6,869	6,869	-	-
Receivables under finance lease contracts - net	8	6,104	8,618	-	-
Property, plant, vessel and equipment - net	16	1,713,308	1,686,588	565,604	550,133
Intangible assets - net	17	1,959	2,440	1,724	2,253
Deferred tax assets	24	13,620	14,001	5,212	5,699
Other non-current assets		24,825	20,540	5,415	5,541
Total non-current assets		1,773,294	1,745,402	1,440,510	1,426,181
Total assets		3,622,785	3,525,141	2,119,290	2,014,125

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.....Director
 (Narong Thareratanavibool)

.....Director
 (Thanit Thareratanavibool)

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT MARCH 31, 2017

Unit: Thousand Baht

	Notes	Consolidated financial statements		Separate financial statements	
		March 31, 2017	December 31, 2016	March 31, 2017	December 31, 2016
		"UNAUDITED" "REVIEWED"	"AUDITED"	"UNAUDITED" "REVIEWED"	"AUDITED"
LIABILITIES AND SHAREHOLDERS' EQUITY					
Current liabilities					
Bank overdrafts and short-term loans from financial institutions	18	142,745	128,000	-	-
Trade and other payables	4, 19	173,770	143,653	69,814	58,147
Cash advance receive from disposal of asset	12	140,000	80,000	-	-
Advance received and deferred construction revenue	9	16,995	3,688	-	-
Income tax payable		9,583	7,835	6,658	4,039
Total current liabilities		483,093	363,176	76,472	62,186
Non-current liabilities					
Employee benefit obligations	20	28,486	29,320	17,387	18,774
Total non-current liabilities		28,486	29,320	17,387	18,774
Total liabilities		511,579	392,496	93,859	80,960

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.....Director
(Narong Thareratanavibool)

.....Director
(Thanit Thareratanavibool)

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES
 STATEMENTS OF FINANCIAL POSITION
 AS AT MARCH 31, 2017

Unit: Thousand Baht					
		Consolidated financial statements		Separate financial statements	
		March 31, 2017	December 31, 2016	March 31, 2017	December 31, 2016
		"UNAUDITED"	"AUDITED"	"UNAUDITED"	"AUDITED"
Notes	"REVIEWED"			"REVIEWED"	
Shareholders' equity					
Authorized share capital					
	Common shares 2,800,000,000 shares at Baht 0.25 each	700,000	700,000	700,000	700,000
Issued and fully paid-up share capital					
	Common shares 2,799,996,084 shares at Baht 0.25 each	699,999	699,999	699,999	699,999
	Premiums on share capital	902,769	902,769	902,769	902,769
Retained earnings (deficits)					
Appropriated					
	Legal reserve	23	70,000	70,000	70,000
	Unappropriated	22	(471,947)	351,408	259,142
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	-	-
	Actuarial gains	1,932	1,932	1,255	1,255
	Total shareholders' equity of the Company	2,421,517	2,403,018	2,025,431	1,933,165
	Non-controlling interests	689,689	729,627	-	-
	Total shareholders' equity	3,111,206	3,132,645	2,025,431	1,933,165
	Total liabilities and shareholders' equity	3,622,785	3,525,141	2,119,290	2,014,125

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.....Director
 (Narong Thareratanavibool)

.....Director
 (Thanit Thareratanavibool)

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES
 STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
 FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2017

"UNAUDITED"

"REVIEWED"

		Unit: Thousand Baht			
		Consolidated financial statements		Separate financial statements	
Notes		2017	2016	2017	2016
	4, 27, 28, 29				
Revenues					
		700,776	1,312,654	222,839	183,025
		7,004	8,160	-	-
		35,499	82,326	-	-
		12,942	8,294	-	-
		6,418	3,425	2,998	1,629
	14, 22	-	-	14,976	-
		<u>762,639</u>	<u>1,414,859</u>	<u>240,813</u>	<u>184,654</u>
Expenses					
		(678,019)	(1,178,597)	(124,169)	(107,054)
		(8,669)	(6,752)	-	-
		(33,490)	(74,548)	-	-
		(14,923)	(7,541)	-	-
		(4,045)	(10,101)	(1,934)	(993)
		(41,210)	(46,490)	(19,268)	(17,391)
		(890)	(2,323)	-	-
		-	-	-	(5,400)
	13	262	7	-	-
		<u>(780,984)</u>	<u>(1,326,345)</u>	<u>(145,371)</u>	<u>(130,838)</u>
		<u>(18,345)</u>	<u>88,514</u>	<u>95,442</u>	<u>53,816</u>
	25	(3,070)	(3,538)	(3,176)	(1,720)
		<u>(21,415)</u>	<u>84,976</u>	<u>92,266</u>	<u>52,096</u>
Other comprehensive income:					
Items that will not be reclassified to profit or loss					
	20	-	2,933	-	1,569
	24	-	(623)	-	(314)
		<u>-</u>	<u>2,310</u>	<u>-</u>	<u>1,255</u>
		<u>(21,415)</u>	<u>87,286</u>	<u>92,266</u>	<u>53,351</u>
Profit (loss) attributable to					
		18,499	75,504	92,266	52,096
		(39,914)	9,472	-	-
		<u>(21,415)</u>	<u>84,976</u>	<u>92,266</u>	<u>52,096</u>
Total comprehensive income (loss) attributable to					
		18,499	77,402	92,266	53,351
		(39,914)	9,884	-	-
		<u>(21,415)</u>	<u>87,286</u>	<u>92,266</u>	<u>53,351</u>
Earnings per share					
		0.01	0.03	0.03	0.02
		<u>2,799,996,084</u>	<u>2,799,996,084</u>	<u>2,799,996,084</u>	<u>2,799,996,084</u>

.....Director
 (Narong Tharatanavibool)

.....Director
 (Thanit Tharatanavibool)

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES
 STATEMENTS OF CHANGES IN SHAREHOLDER'S EQUITY
 FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2017

		Unit : Thousand Baht												
		Consolidated financial statements												
		Equity attributable to equity holders of the parent												
		Other components of shareholders' equity												
		Other comprehensive income												
		Retained earnings (deficits)												
		Difference on business combination under common control												
		Capital surplus from share premium of subsidiary												
		Gain on disposal of investment in subsidiaries												
		Total other components of shareholders' equity												
		Total												
		Total Shareholders' Equity												
Notes	Issued and paid-up share capital	Premiums on share capital	Appropriated to legal reserve	Unappropriated	Difference on business combination under common control	Capital surplus from share premium of subsidiary	Gain on disposal of investment in subsidiaries	Actuarial gains	Total other components of shareholders' equity	Equity holders of the Company	Non-controlling interests	Total		
	699,999	902,769	70,000	(490,446)	(3,259)	360,580	861,443	1,932	1,220,696	2,403,018	729,627	3,132,645		"UNAUDITED"
22	-	-	-	-	-	-	-	-	-	-	-	(24)		"REVIEWED"
	699,999	902,769	70,000	(471,947)	(3,259)	360,580	861,443	1,932	1,220,696	2,421,517	689,689	3,111,206		
	699,999	902,769	61,816	(524,115)	(3,259)	360,580	861,443	-	1,218,764	2,359,233	711,899	3,071,132		
23	-	-	2,604	(2,604)	-	-	-	-	-	-	-	-		
	699,999	902,769	64,420	(481,215)	(3,259)	360,580	861,443	1,898	1,220,662	2,436,635	721,783	3,158,418		

.....Director
 (Narong Thareeratunavibool)

.....Director
 (Thamit Thareeratunavibool)

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES
 STATEMENTS OF CHANGES IN SHAREHOLDER'S EQUITY
 FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2017

	Unit: Thousand Baht							"UNAUDITED" "REVIEWED"
	Separate financial statements							
	Notes	Issued and paid-up share capital	Premiums on share capital	Appropriated to legal reserve	Retained earnings (deficits)	Total other components of shareholders' equity		
Unappropriated						Other comprehensive income	Actuarial gains	
Balance as at January 1, 2017	699,999	902,769	70,000	259,142	1,255		1,933,165	
Changes in shareholders' equity for the period:								
Total comprehensive income for the period	-	-	-	92,266	-		92,266	
Balance as at March 31, 2017	699,999	902,769	70,000	351,408	1,255		2,025,431	
Balance as at January 1, 2016	699,999	902,769	61,816	279,716	-		1,944,300	
Changes in shareholders' equity for the period:								
Legal reserve	-	-	2,604	(2,604)	-		-	
Total comprehensive income for the period	-	-	-	52,096	1,255		53,351	
Balance as at March 31, 2016	699,999	902,769	64,420	329,208	1,255		1,997,651	

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.....Director
 (Narong Tharatanavibool)

.....Director
 (Thamit Tharatanavibool)

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

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2017

"UNAUDITED"

"REVIEWED"

Unit : Thousand Baht

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Cash Flows from Operating Activities				
Profit (loss) before income tax expenses	(18,345)	88,514	95,442	53,816
Adjustments to reconcile profit (loss) to cash provided by (used in)				
operating activities:				
Depreciation	34,754	36,999	15,700	15,555
Amortization of computer softwares	549	526	529	515
Gain on disposal asset	(92)	-	(94)	-
Unrealized (gain) loss on investments in Open-end Fund	(1,488)	(199)	(1,050)	186
Allowance for doubtful accounts	-	10,889	-	-
Reversal for devaluation of inventories	(4,785)	-	-	-
Loss on impairment of investment in associate	-	-	-	5,400
Share of gain from investment in associate	(262)	(7)	-	-
Dividend income	-	-	(14,976)	-
Unrealized (gain) loss on exchange rates	40	8	-	(87)
Estimation of employee benefit obligations	1,251	1,526	698	708
Interest income	(710)	(42)	-	(18)
Interest expenses	890	2,323	-	-
Gain from operating activities before changes				
in operating assets and liabilities	11,802	140,537	96,249	76,075
Changes in operating assets - (increase) decrease				
Current investments	(210,978)	232,347	(90,000)	168,451
Trade and other receivables	190,805	37,938	1,554	60,468
Unbilled receivables	(7,656)	(32,724)	-	-
Inventories	54,615	(243,840)	(2,436)	(40,838)
Other non-current assets	(3,301)	703	126	-

.....Director

(Narong Thareratanavibool)

.....Director

(Thanit Thareratanavibool)

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES
 STATEMENTS OF CASH FLOWS
 FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2017

"UNAUDITED"
 "REVIEWED"

Unit: Thousand Baht

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Changes in operating liabilities - increase (decrease)				
Trade and other payables	20,871	189,184	9,506	12,947
Advance received and deferred construction revenue	13,307	(23,096)	-	-
Cash provided by operating activities	69,465	301,049	14,999	277,103
Payment for employee benefit obligations	(2,085)	(1,467)	(2,085)	-
Interest paid	(159)	(484)	(70)	(43)
Net cash provided by operating activities	67,221	299,098	12,844	277,060
Cash Flows from Investing Activities				
Interest received	107	42	-	18
Dividend income from investments in subsidiary	-	-	14,976	-
Payment for purchases of assets	(53,641)	(13,265)	(29,465)	(1,578)
Proceeds from disposal of equipment	3,437	-	549	-
Cash advance receive from disposal of asset	60,000	-	-	-
Net cash provided by (used in) investing activities	9,903	(13,223)	(13,940)	(1,560)
Cash Flows from Financing Activities				
Increase in bank overdrafts and short-term loans from financial institutions	14,745	80,966	-	-
Interest paid	(890)	(2,449)	-	-
Subsidiary's dividend paid to non-controlling interests	(24)	-	-	-
Net cash provided by financing activities	13,831	78,517	-	-
Net increase (decrease) in cash and cash equivalents	90,955	364,592	(1,096)	275,500
Cash and cash equivalents at beginning of the periods	291,162	154,714	56,060	29,358
Cash and cash equivalents at end of the periods	382,117	519,306	54,964	304,858
Supplemental disclosures of cash flows information				
Non-cash transactions consisted of:				
Assets payable for plant and equipment	8,358	6,628	2,162	3,980

.....Director
 (Narong Thareratanavibool)

.....Director
 (Thanit Thareratanavibool)

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2017 (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 2016), 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, 2016. 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, 2016.

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.

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..... 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, 2016.

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

Accounting standards that became effective in the current accounting period

During the first quarter year 2017, the Company and its subsidiaries have adopted the revised financial reporting standards and interpretations (revised 2016) and new accounting treatment guidance which are effective for fiscal years beginning on or after January 1, 2017. These financial reporting 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 standards.

The adoption of these financial reporting standards does not have any significant impact on the Company and its subsidiaries’ financial statements.

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, 2016.

4. TRANSACTIONS WITH THE 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 periods ended March 31, 2017 and 2016 were as follows:



..... Director
(Narong Thareratanavibool)

..... Director
(Thanit Thareratanavibool)

Unit: Thousand Baht

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Sales of products and raw materials				
PPC Asian Insulators Co., Ltd.	532	781	532	781
AI Engineering Services Co., Ltd.	-	-	3	372
Sales of hybrid clay				
PPC Asian Insulators Co., Ltd.	25,985	36,883	25,985	36,883
Dividend income				
AI Engineering Services Co., Ltd.	-	-	14,976	-
Other income - rental and services				
PPC Asian Insulators Co., Ltd.	126	90	126	90
AI Engineering Services Co., Ltd.	-	-	333	312
AI Energy Public Co., Ltd.	-	-	283	242
AI Logistics Co., Ltd.	-	-	151	145
AI Ports and Terminals Co., Ltd.	-	-	62	87
Purchase of goods				
Samart Palm Co., Ltd.	-	3,426	-	-
Samart Palm oil Co., Ltd.	-	5,828	-	-
Samart Palm Industry Co., Ltd.	8,317	9,600	-	-
Purchase of scrap clay				
PPC Asian Insulators Co., Ltd.	9,797	17,332	9,797	17,332
Purchases of raw materials and consumed supply				
PPC Asian Insulators Co., Ltd.	-	8	-	8
AI Energy Public Co., Ltd.	-	-	-	94

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..... Director

(Narong Thareratanavibool)

..... Director

(Thanit Thareratanavibool)

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Management's remuneration

Management's remuneration for the three-month periods ended March 31, 2017 and 2016 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Short-term employee benefits	10,966	11,560	6,220	6,534
Long-term post-employment benefits	237	515	121	177
Total management's remuneration	11,203	12,075	6,341	6,711

Significant balances with related parties as at March 31, 2017 and December 31, 2016 were as follows:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Trade receivable				
PPC Asian Insulators Co., Ltd.	27,414	27,824	27,414	27,824
AI Engineering Services Co., Ltd.	-	-	-	926
Other receivable				
PPC Asian Insulators Co., Ltd.	103	102	103	102
AI Engineering Services Co., Ltd.	-	-	27	20
AI Logistics Co., Ltd.	-	-	3	2
Trade payable				
PPC Asian Insulators Co., Ltd.	16,373	19,201	16,373	19,201
Samart Palm Industry Co., Ltd.	785	-	-	-

..... Director

(Narong Thareratanavibool)

..... Director

(Thanit Thareratanavibool)

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at March 31, 2017 and December 31, 2016 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Cash on hand	330	540	105	105
Deposit at bank - saving	380,724	288,535	54,859	54,911
- current	133	1,163	-	1,044
Fixed deposits due within 3 months	930	924	-	-
Total cash and cash equivalents	382,117	291,162	54,964	56,060

6. CURRENT INVESTMENTS

Current investments as at March 31, 2017 and December 31, 2016 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Investment in Open-end Fund-Debt securities	526,462	314,721	372,139	282,139
<u>Add</u> Allowance for adjustment	2,478	1,311	2,040	990
Investment in Open-end Fund-Fair value	528,940	316,032	374,179	283,129
Fixed deposits	-	441	-	-
Total current investments	528,940	316,473	374,179	283,129

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 or loss

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7. TRADE AND OTHER RECEIVABLES - NET

Trade and other receivables as at March 31, 2017 and December 31, 2016 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Trade receivables				
Trade receivable - related parties	27,414	27,824	27,414	28,750
Trade receivable - state enterprises	92,807	260,322	64,090	86,681
Trade receivables - others	130,035	136,609	19,431	6,258
Post date cheques	-	13,033	-	-
Total trade receivables	250,256	437,788	110,935	121,689
Less Allowance for doubtful accounts	(8,328)	(8,328)	-	-
Total trade receivables - net	241,928	429,460	110,935	121,689
Other receivables				
Other receivables - related parties	103	102	133	124
Prepaid expense	6,460	5,859	4,186	1,752
Deposit for inventories	8,247	3,693	8,191	1,468
Revenue Department receivable	3,273	13,834	121	87
Advance payment to subcontractors	5,237	3,780	-	-
Others	338	582	-	-
Total other receivables	23,658	27,850	12,631	3,431
Less Allowance for doubtful accounts	(306)	(306)	-	-
Total other receivables - net	23,352	27,544	12,631	3,431
Total trade and other receivables - net	265,280	457,004	123,566	125,120

..... Director
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(Thanit Thareratanavibool)

As at March 31, 2017 and December 31, 2016, outstanding balances of trade receivables aged by number of months were as follows:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Related parties				
Current	15,145	10,452	15,145	11,378
Overdue				
Within 3 months	12,269	17,372	12,269	17,372
Total	27,414	27,824	27,414	28,750
State enterprises				
Current	89,075	246,475	60,358	83,451
Overdue				
Within 3 months	1,623	1,108	1,623	1,108
Over 3 months to 12 months	2,109	12,739	2,109	2,122
Total	92,807	260,322	64,090	86,681
Others				
Current	114,949	135,556	13,243	2,541
Overdue				
Within 3 months	6,758	5,758	6,188	3,717
Over 12 months	8,328	8,328	-	-
Total	130,035	149,642	19,431	6,258
<u>Less</u> Allowance for doubtful accounts	(8,328)	(8,328)	-	-
Total trade receivables - net	241,928	429,460	110,935	121,689

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(Thanit Thareratanavibool)

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8. RECEIVABLE UNDER FINANCE LEASE CONTRACTS - NET

Receivable under finance lease contracts as at March 31, 2017 and December 31, 2016 consisted of:

	Unit: Thousand Baht	
	Consolidated financial statements	
	2017	2016
Due within one year		
Value of minimum lease payment receivable	11,556	11,556
Deferred revenue - finance lease	(1,849)	(2,077)
Present value of minimum lease payment receivable	<u>9,707</u>	<u>9,479</u>
Due over one year but with five years		
Value of minimum lease payment receivable	6,741	9,639
Deferred revenue - finance lease	(637)	(1,012)
Present value of minimum lease payment receivable	<u>6,104</u>	<u>8,613</u>

As at March 31, 2017 and December 31, 2016, AI Logistics Company Limited (“the subsidiary”) had receivable under finance lease contracts for hire-purchase Vessel with the 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 the subsidiary when last installment is paid. (Profit on sales of assets under finance lease contract and interest income from finance lease contract had been recorded in the other income)

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..... Director
(Narong Thareratanavibool)

..... Director
(Thanit Thareratanavibool)

9. UNBILLED RECEIVABLES/ADVANCE RECEIVED AND DEFERRED-CONSTRUCTION REVENUE

Unbilled receivables/advance received and deferred construction revenue as at March 31, 2017 and December 31, 2016 consisted of:

	Unit: Thousand Baht	
	Consolidated financial statements	
	2017	2016
Unbilled receivables		
Contract value	381,908	381,544
Recognition of income by the percentage of completion	356,848	322,353
<u>Less</u> Value of billing construction	(312,125)	(285,286)
Total	44,723	37,667
Advance received and deferred construction revenue		
Contract value	123,900	45,488
Value of billing construction	48,261	4,497
<u>Less</u> Recognition of income by the percentage of completion	(31,266)	(809)
Total	16,995	3,688

10. INVENTORIES - NET

Inventories as at March 31, 2017 and December 31, 2016 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Raw materials and chemicals	152,881	199,013	71,747	69,129
Work in process	143,954	143,191	23,186	23,496
Finished goods	107,818	108,822	30,679	26,326
Supplies	7,452	10,347	1,743	1,353
Goods in transit	3,440	8,055	3,440	8,055
Total inventories	415,545	469,428	130,795	128,359
<u>Less</u> Allowance for devaluation of inventories	(17,301)	(22,086)	(4,724)	(4,724)
Total inventories - net	398,244	447,342	126,071	123,635

..... Director
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(Thanit Thareratanavibool)

11. OIL SUPPLIES

Oil supplies as at March 31, 2017 and December 31, 2016 consisted of:

	Unit: Thousand Baht	
	Consolidated financial statements	
	2017	2016
Bunker oil	770	1,796
Lubricants	787	493
Total oil supplies	1,557	2,289

12. NON-CURRENT ASSETS HELD FOR SALE - NET

Non-current assets held for sale as at March 31, 2017 and December 31, 2016 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements			
	2016	Transfers in	Transfers out	2017
Non-current assets held for sale	267,936	-	-	267,936
<u>Less</u> Accumulated depreciation	(49,013)	-	-	(49,013)
Non-current assets held for sale - net	218,923	-	-	218,923

At November 3, 2016, AI Ports and Terminals Company Limited (“the subsidiary”) made contracts for sale of land, buildings and machineries with a company for the selling amount of Bath 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. As at March 31, 2017, the subsidiary had received the amount of Baht 140 million which is shown under current liabilities.

The subsidiary also made a rental agreement of land, buildings and machineries with a company for the period of 9 months from November 21, 2016 to June 20, 2017 for rental fee of Bath 0.50 million per month.

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(Thanit Thareratanavibool)

13. INVESTMENTS IN ASSOCIATED COMPANY - NET

Investments in associated company as at March 31, 2017 and December 31, 2016 consisted of:

Company	Nature of business	Percentage of investment (%)		Unit: Million Baht		Unit: Thousand Baht	
		2017	2016	Issued share capital		Separate financial statements	
		2017	2016	2017	2016	Equity method	Cost method
PPC Asian Insulators	Producing and distributing electronics insulators	25.10	25.10	263	263	6,609	66,000
Company Limited	and ceramic					6,346	66,000
	Less Provision for diminution in investment					-	(66,000)
	Total investments in associate - net					6,609	-

The consolidated and separate financial statements for the three-month periods ended March 31, 2017 and 2016, 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 March 31, 2017 and December 31, 2016, amounted to Baht 6.61 million and Baht 6.35 million, respectively, representing 0.18% of total assets in the consolidated financial statements.

The equity of net gain of the associated company in the consolidated financial statements for the three-month periods ended March 31, 2017 and 2016, amounted to Baht 0.26 million and Baht 0.01 million, respectively, representing (1.22%) and 0.01% of consolidated net profit(loss), respectively.

As at March 31, 2017, the management of the Company has considered the net realizable value from investments in associate and passed a resolution to set up fully provision for diminution of investment in associate in the separate financial statements

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..... Director
(Narong Tharcratanavibool)

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(Thanit Tharcratanavibool)

14. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries as at March 31, 2017 and December 31, 2016, and dividend income from the investment during for the three-month periods ended March 31, 2017 and 2016, consisted of:

Company	Nature of business	Percentage of investment (%)		Unit : Million Baht		Unit : Thousand Baht							
		2017	2016	Issued share capital	2016	Cost method	2016	2017	2016	2017	2016	2017	2016
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	14,976	-	-	-	-	-
AI Energy Public Company Limited													
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													
Company Limited	Local and overseas logistics for passenger, merchandise, parcel and other materials	100.00	100.00	209	209	-	-	-	-	-	-	-	-
AI Ports and Terminals Company Limited													
Company Limited	(1) Servicing port (2) Producing and distributing ice cube (3) Trading electrical equipment	100.00	100.00	460	460	-	-	-	-	-	-	-	-
Total investments in subsidiaries													
						862,555	862,555	14,976	-	-	-	-	-

15. PLEDGED DEPOSITS AT FINANCIAL INSTITUTION

AI Energy Public Company Limited ("the subsidiary") has pledged fixed deposit at bank as collateral for the issuance of bank guarantee.

..... Director

(Narong Tharatanavibool)

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(Thanit Tharatanavibool)

16. PROPERTY, PLANT, VESSEL AND EQUIPMENT - NET

Property, plant, vessel and equipment as at March 31, 2017 and December 31, 2016 consisted of:

		Unit: Thousand Baht									
		Consolidated financial statements									
		Land	Land improvement	Building and building improvement	Utility system	Machinery, accessories and tools	Vessel and improvement	Office furniture and equipment	Motor vehicles	Fixed assets under construction and installation	Total
At cost											
As at December 31, 2016		236,132	47,023	836,715	65,951	1,391,155	119,768	32,817	94,154	25,814	2,849,529
Purchases during period		-	-	-	-	3,563	-	200	-	58,168	61,931
Transfers in (Transfer out) during period		-	-	-	-	23,674	-	-	-	(23,674)	-
Disposal /written-off during period		-	-	-	-	(244)	-	(5)	(2,996)	-	(3,245)
As at March 31, 2017		236,132	47,023	836,715	65,951	1,418,148	119,768	33,012	91,158	60,308	2,908,215
Accumulated Depreciation											
As at December 31, 2016		-	19,131	292,788	35,787	643,560	96,750	27,973	40,962	-	1,156,951
Depreciation for the period		-	696	7,626	1,171	21,092	2,812	559	798	-	34,754
Disposals for the period		-	-	-	-	(238)	-	(4)	(2,546)	-	(2,788)
As at March 31, 2017		-	19,827	300,414	36,958	664,414	99,562	28,528	39,214	-	1,188,917
Allowances for impairment											
As at December 31, 2016		-	-	-	-	(5,990)	-	-	-	-	(5,990)
As at March 31, 2017		-	-	-	-	(5,990)	-	-	-	-	(5,990)
Book value											
As at December 31, 2016		236,132	27,892	543,927	30,164	741,605	23,018	4,844	53,192	25,814	1,686,588
As at March 31, 2017		236,132	27,196	536,301	28,993	747,744	20,206	4,484	51,944	60,308	1,713,308

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(Narong Tharatanavibool)

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(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
At cost									
As at December 31, 2016	61,576	14,822	414,148	20,201	643,760	23,121	15,821	5,447	1,198,896
Purchases during period	-	-	-	-	1,657	86	-	29,883	31,626
Transfers in (Transfer out) during period	-	-	-	-	8,300	-	-	(8,300)	-
Disposal /written-off during period	-	-	-	-	(238)	(5)	(2,996)	-	(3,239)
As at March 31, 2017	61,576	14,822	414,148	20,201	653,479	23,202	12,825	27,030	1,227,283
Accumulated Depreciation									
As at December 31, 2016	-	14,822	181,098	19,309	397,170	20,732	9,642	-	642,773
Depreciation for the period	-	-	4,503	116	10,429	310	342	-	15,700
Disposals for the period	-	-	-	-	(234)	(4)	(2,546)	-	(2,784)
As at March 31, 2017	-	14,822	185,601	19,425	407,365	21,038	7,438	-	655,689
Allowances for impairment									
As at December 31, 2016	-	-	-	-	(5,990)	-	-	-	(5,990)
As at March 31, 2017	-	-	-	-	(5,990)	-	-	-	(5,990)
Book value									
As at December 31, 2016	61,576	-	233,050	892	240,600	2,389	6,179	5,447	550,133
As at March 31, 2017	61,576	-	228,547	776	240,124	2,164	5,387	27,030	565,604

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(Narong Tharatanavibool)

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(Thanit Tharatanavibool)

Depreciations in the statements of profit or loss for the three-month periods ended March 31, 2017 and 2016 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Cost of sales and services	28,998	33,814	13,451	13,473
Selling and administrative expenses	5,756	3,185	2,249	2,082
	<u>34,754</u>	<u>35,999</u>	<u>15,700</u>	<u>15,555</u>

The gross carrying amounts of equipment were fully depreciated but these items are still in active use by the Group as at March 31, 2017 and December 31, 2016, in the consolidated financial statement totaling approximately Baht 289.35 million and Baht 284.72 million respectively, and separate financial statements totaling approximately Baht 240.92 million and Baht 243.68 million, respectively.

17. INTANGIBLE ASSETS - NET

Intangible assets as at March 31, 2017 and December 31, 2016 consisted of:

	Unit : Thousand Baht	
	Computer Software	
	Consolidated financial statements	Separate financial statements
At cost		
As at December 31, 2016	21,850	21,006
Purchases during period	68	-
As at March 31, 2017	<u>21,918</u>	<u>21,006</u>
Accumulated amortization		
As at December 31, 2016	19,410	18,753
Amortization for the period	549	529
As at March 31, 2017	<u>19,959</u>	<u>19,282</u>
Net booked value		
As at December 31, 2016	2,440	2,253
As at March 31, 2017	<u>1,959</u>	<u>1,724</u>

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18. BANK OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

Bank overdrafts and short-term loans from financial institutions as at March 31, 2017 and December 31, 2016 consisted of:

	Unit : Thousand Baht	
	Consolidated financial statements	
	2017	2016
Promissory notes	126,000	128,000
Trust receipt	16,745	-
Total	142,745	128,000

	Credit Line (Unit : Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Bank overdrafts	32,000	32,000	12,000	12,000
Promissory notes	1,370,000	1,370,000	430,000	430,000
Letter of credit and trust receipt	270,000	270,000	-	-
Total	1,672,000	1,672,000	442,000	442,000

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(Narong Thareratanavibool)

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(Thanit Thareratanavibool)

19. TRADE AND OTHER PAYABLES

Trade and other payables as at March 31, 2017 and December 31, 2016 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Trade payables				
Trade payables - related parties	17,158	19,201	16,373	19,201
Trade payables - others	93,215	60,638	30,170	21,326
Total trade payables	110,373	79,839	46,543	40,527
Other payables				
Payables for purchase of assets	8,358	8,527	2,161	1,316
Other payables	8,182	3,290	1,931	326
Advances received for goods	5,053	4,602	4,928	4,477
Accrued bonus	4,990	-	3,105	-
Electricity payable	4,638	4,099	1,602	1,477
Accrued expenses	14,327	11,122	7,543	4,938
Retention	5,160	4,487	-	-
Revenue Department payables	12,689	27,687	2,001	5,086
Total other payables	63,397	63,814	23,271	17,620
Total trade and other payables	173,770	143,653	69,814	58,147

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20. EMPLOYEE BENEFIT OBLIGATIONS

Movement of the present value of employee benefits obligation for the three-month periods ended March 31, 2017 and 2016 were as follows:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statement	
	2017	2016	2017	2016
Employee benefit at beginning of periods	29,320	36,564	18,774	20,710
Included in profit or loss:				
Current service cost	1,091	1,341	594	602
Interest cost	160	185	104	106
Included in other comprehensive income:				
Actuarial (gains) losses arising from				
Financial assumptions changes	-	(5,618)	-	(2,524)
Experience adjustments	-	2,685	-	955
Benefit paid during the periods	(2,085)	(1,467)	(2,085)	-
Employee benefit obligations at end of periods	28,486	33,690	17,387	19,849

Employee benefit expenses in profit or loss for the three-month periods ended March 31, 2017 and 2016 were as follows:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statement	
	2017	2016	2017	2016
Cost of sales	866	863	568	576
Selling expenses	116	86	-	-
Administrative expenses	269	577	130	132
Total employee benefit expenses	1,251	1,526	698	708

The actuarial assumption of discount rate is estimated from weighted average of yield rate of government bonds as at the end of reporting date that reflects the estimated timing of benefit payments.

The actuarial assumption of mortality rate for reasonable estimation of probability of retirement in the future is estimated from mortality table.

..... Director
(Narong Thareratanavibool)

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(Thanit Thareratanavibool)

Principal actuarial assumptions as at March 31, 2017 and December 31, 2016 (represented by the weighted-average) were as follows:

	(Percentage (%)/annum)			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Discount rate	1.77 - 2.35	1.77 - 2.35	2.22	2.22
Salary increases rate	0.00 - 5.00	0.00 - 5.00	1.00 - 5.00	1.00 - 5.00
Mortality rate	100% of Thai Mortality Ordinary Tables of 2008		100% of Thai Mortality Ordinary Tables of 2008	
Turnover rate				
Under 31 years old	0 - 33	0 - 33	33	33
31 - 40 years old	0 - 14	0 - 14	14	14
41 - 50 years old	0 - 7	0 - 7	5	5
Above 50 years old	0	0	0	0

21. WARRANTS

Warrants AIE-W1

On April 21, 2015, the Annual General Meeting of the Company'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 are 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.

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(Narong Thareratanavibool)

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(Thanit Thareratanavibool)

22. DIVIDEND PAYMENT

The Board of Directors' Meeting No.1/2017 held on March 2, 2017 of AI Engineering Services Company Limited ("the subsidiary"), passed a resolution to pay dividends from the operation for the year 2016 to the shareholders of 20 million shares at Baht 0.75 per share, amount Baht 15 million. The dividend was paid to the shareholders on March 28, 2017.

23. 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 after deducting the accumulated loss brought forward (if any), until the reserve reaches 10 percent of the registered capital. The statutory reserve is not available for dividend distribution.

24. DEFERRED TAX

Deferred tax as at March 31, 2017 and December 31, 2016 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Deferred tax assets	18,383	13,554	5,620	5,897
Deferred tax liabilities	(4,763)	(4,553)	(408)	(198)
Deferred tax assets - net	13,620	14,001	5,212	5,699

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 March 31,	As at January 1,	
	2017	(Loss)	2017	2017	
				Profit	As at March 31,
				(Loss)	2017
Deferred tax assets					
Allowance for doubtful trade accounts receivable	149	-	149	-	-
Allowance for devaluation of inventories	945	-	945	945	945
Allowance for impairment of assets	1,198	-	1,198	1,198	1,198
Provision for long-term employee benefits	5,751	(171)	5,580	3,754	(277)
Tax loss carries forward	10,511	-	10,511	-	-
Total	18,554	(171)	18,383	5,897	(277)
Deferred tax liability					
Unrealized gain on investments in Open-end Fund	(262)	(234)	(496)	(198)	(210)
Depreciation	(4,291)	24	(4,267)	-	-
Total	(4,553)	(210)	(4,763)	(198)	(210)
Deferred tax assets - net	14,001	(381)	13,620	5,699	(487)
					5,212

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(Narong Thararatnavibool)

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(Thanit Thararatnavibool)

Unit: Thousand Baht

	Consolidated financial statements				Separate financial statements			
	Profit		Other comprehensive loss		Profit		Other comprehensive loss	
	As at January 1, 2016	(Loss)	As at March 31, 2016	loss	As at January 1, 2016	(Loss)	As at March 31, 2016	loss
Deferred tax assets								
Allowance for doubtful trade accounts receivable	311	-	311	-	-	-	-	-
Allowance for devaluation of inventories	961	(16)	945	-	945	-	-	945
Allowance for diminution in non-current assets held for sale	1,198	-	1,198	-	1,198	-	-	1,198
Provision for long-term employee benefits	6,674	281	6,332	(623)	4,142	142	(314)	3,970
Tax loss carries forward	12,217	(1,426)	10,791	-	-	-	-	-
Total	21,361	(1,161)	19,577	(623)	6,285	142	(314)	6,113
Deferred tax liability								
Unrealized gain on investments in Open-end Fund	(479)	353	(126)	-	-	(49)	-	(49)
Depreciation	(2,801)	(374)	(3,175)	-	-	-	-	-
Total	(3,280)	(21)	(3,301)	-	-	(49)	-	(49)
Deferred tax assets - net	18,081	(1,182)	16,276	(623)	6,285	93	(314)	6,064

As at March 31, 2017 and December 31, 2016, AI Energy Public Company Limited (“the subsidiary”) had the deferred tax asset for the carry forward of unused tax losses in financial statements Baht 10.51 million. The Company’s management believe that it is probable that future taxable profit will be not available against which the unused tax losses can be utilized.

..... Director

(Narong Tharatanavibool)

..... Director

(Thanit Tharatanavibool)

25. INCOME TAX EXPENSE

Income tax expense for the three-month periods ended March 31, 2017 and 2016 were as follows:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2016	2016
Current tax expense				
Current periods	(2,689)	(2,356)	(2,689)	(1,813)
Deferred tax expense				
Movement in temporary differences	(381)	(1,182)	(487)	93
Total	(3,070)	(3,538)	(3,176)	(1,720)

Income tax reduction

According to Royal Decree No. 577 B.E. 2557, dated November 10, 2014, the corporate income tax rate continued at 20 % on net profit for the accounting periods beginning on January 1, 2015 to December 31, 2015. The Act of Legislation amended Revenue Code No.42 B.E. 2559, dated March 3, 2016, grants the corporate income tax rate 20% on net profit for the accounting periods beginning on January 1, 2016 onwards.

26. FOREIGN CURRENCY TRANSACTIONS

As at March 31, 2017 and December 31, 2016, the Company and subsidiaries have outstanding assets and liabilities denominated in foreign currencies which are not covered by any hedging were as follows:

Particulars	Unit: Thousand							
	Consolidated financial statements				Separate financial statements			
	2017		2016		2017		2016	
	Foreign Currencies	Converted to Baht	Foreign Currencies	Converted to Baht	Foreign Currencies	Converted to Baht	Foreign Currencies	Converted to Baht
Assets								
USD	23.88	818.69	21.64	771.72	23.74	814.04	21.51	767.01
Total		818.69		771.72		814.04		767.01
Liabilities								
USD	269.06	9,436.31	378.23	13,943.81	163.50	5,659.45	323.09	11,632.08
EUR	164.00	6,091.71	-	-	164.00	6,091.71	-	-
Total		15,528.02		13,943.81		11,751.16		11,632.08

..... Director

(Narong Thareratanavibool)

..... Director

(Thanit Thareratanavibool)

27. 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.

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..... Director
(Narong Thareratanavibool)

..... Director
(Thanit Thareratanavibool)

The Company and subsidiaries have revenue, from sales of goods, vessel operating, port and terminal service revenues from local and overseas which are granted the promotional certificates for the three-month periods ended March 31, 2017 and 2016 was as follows:

	Unit: Thousand Baht					
	Consolidated financial statements			Separate financial statements		
	Promoted Activities	Non-promoted Activities	Total	Promoted Activities	Non-promoted Activities	Total
For the three-month period ended March 31, 2017						
Revenue from sales of goods	643,262	57,514	700,776	179,174	43,665	222,839
Revenue from production contract	-	7,004	7,004	-	-	-
Revenue from construction contract	-	35,499	35,499	-	-	-
Revenue from vessel operating	-	12,942	12,942	-	-	-
Other incomes	-	6,418	6,418	-	2,998	2,998
Dividend income	-	-	-	-	14,976	14,976
Total	643,262	119,377	762,639	179,174	61,639	240,813
For the three-month period ended March 31, 2016						
Revenue from sales of goods	1,009,601	303,053	1,312,654	127,129	55,896	183,025
Revenue from production contract	-	8,160	8,160	-	-	-
Revenue from construction contract	-	82,326	82,326	-	-	-
Revenue from vessel operating	-	8,294	8,294	-	-	-
Other incomes	-	3,425	3,425	-	1,629	1,629
Total	1,009,601	405,258	1,414,859	127,129	57,525	184,654

..... Director
(Narong Thareeratnavibool)

..... Director
(Thanit Thareeratnavibool)

28. PROVIDENT FUND

The Company and subsidiary' contributions for the employees' provident fund and recorded as expenses in the statements of profit or loss for the three-month periods ended March 31, 2017 and 2016 were as follows:

Unit: Thousand Baht

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Asian Insulators Public Company Limited	466	464	466	464
AI Engineering Services Company Limited	53	54	-	-
AI Energy Public Company Limited	310	348	-	-
AI Logistics Company Limited	6	6	-	-
Total	835	872	466	464

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29. SEGMENT INFORMATION

The segmented information for the three-month periods ended March 31, 2017 and 2016 was as follows:

		Unit: Thousand Baht						
		Consolidated financial statements						
		For the three-month period ended March 31, 2017						
		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 refine crude palm oil	Vessel operating	Port services	Total
Revenues from sales and services		222,835	35,499	477,941	7,004	12,942	-	756,221
Cost of sales and services		(124,169)	(33,490)	(553,850)	(8,669)	(14,923)	-	(735,101)
Gross profit (loss) by segment		98,666	2,009	(75,909)	(1,665)	(1,981)	-	21,120
Other income								6,418
Selling expenses								(4,045)
Administrative expenses								(41,210)
Finance costs								(890)
Share of gain from investments in associate								262
Income tax expenses								(3,070)
Loss for the period								(21,415)
Equity holders of the parent								18,499
Non-controlling interests								(39,914)
Property, plant, vessel and equipment - net		565,604	27	913,155		20,874	213,648	1,713,308

..... Director
(Narong Thararatnavibool)

..... Director
(Thanit Thararatnavibool)

Unit: Thousand Baht

Consolidated financial statements		For the three-month period ended March 31, 2016						
		Group of AI Energy Public Company Limited						
		Sale of biodiesel	Construction	Sale of biodiesel and vegetable oil and by product	Contract of refined crude palm oil	Vessel operating	Port services	Total
Sale of porcelain insulators and component								
	182,653	82,326	1,124,068	8,160	5,933	8,294	-	1,411,434
	(107,054)	(74,548)	(1,065,738)	(6,752)	(5,805)	(7,541)	-	(1,267,438)
Gross profit by segment	75,599	7,778	58,330	1,408	128	753	-	143,996
Other income								3,425
Selling expenses								(10,101)
Administrative expenses								(46,490)
Finance costs								(2,323)
Share of gain from investments in associate								7
Income tax expenses								(3,538)
Profit for the period								84,976
Equity holders of the parent								75,504
Non-controlling interests								9,472
Property, plant, vessel and equipment - net	581,582	49	893,586	21,004	41,384	425,160		1,962,765

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..... Director
(Narong Tharatanavibool)

..... Director
(Thanit Tharatanavibool)

30. COMMITMENT AND CONTINGENT LIABILITIES

Commitment and contingent liabilities as at March 31, 2017 and December 31, 2016 were as follows:

30.1 The Group has contingent liabilities on bank guarantees amount to Baht 355.74 million and Euro 3.95 million in year 2017 and amount to Baht 144.61 million and Euro 4.39 million in year 2016, issued by banks on behalf of the Group with respect to certain performance bonds required in the normal course of business of the Group.

30.2 Group has contingent liabilities on capital commitments were as follows:

	Unit: Thousand Baht			
	Contracted Balance			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Capital commitments				
Contracted but not provided for				
Utility systems	30,306	53,949	26,680	46,151
Machinery, accessories and tools	539	7,956	-	5,361
Total	30,845	61,905	26,680	51,512

30.3 AI Engineering Services Company Limited (“the subsidiary”) has outstanding commitments with major subcontractors and the purchase of construction equipment for construction work amount of Baht 39.75 million and Baht 80.88 million, respectively.

30.4 The Company is the guarantor for the repayment of loans from financial institutions for AI Engineering Services Company Limited (“the subsidiary”) amount of Baht 545 million.

30.5 AI Energy Public Company Limited (“the subsidiary”) received a letter from the Enforcement Department, Office of the Securities and Exchange Commission of Thailand, dated January 20, 2016, requesting for the facts about the subsidiary auditor’s disclaimer of opinion in the Company’s financial statements for the year 2014. The subsidiary management provided a clarification of the facts to the Enforcement Department, Office of the Securities and Exchange Commission of Thailand. The subsidiary also sent a letter to request a status update with respect to this matter. The Enforcement Department, Office of the Securities and Exchange Commission of Thailand replied by a letter, dated February 28, 2017, that the outcome has not been finalized.

30.6 At October 24, 2016, AI Energy Public Company Limited (“the subsidiary”) made a 5-year contract with a company for manufacturing edible oil products and allowed the use of “Pamola” trademark.

..... Director
(Narong Thareratanavibool)

..... Director
(Thanit Thareratanavibool)

31. EVENTS AFTER THE REPORTING PERIOD

The Board of Directors' Meeting No. 1/2017 held on February 28, 2017, passed a resolution to pay dividend for the year 2016 of Baht 0.075 per share for a total amount of Baht 210 million from the separate financial statements' retained earnings after deduction of legal reserves and exempt from income tax, according to the BOI Certificate No. 1478 (2)/2553. And shall be paid from the profit that is subject to the corporate income tax at the rate of 20%, of Baht 0.015 per share amounting of Baht 42 million. The dividends will be paid on May 22, 2017.

32. 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.

33. APPROVAL OF INTERIM FINANCIAL STATEMENT

These interim financial statements have been approved to issue by the Company's Board of Directors on May 15, 2017

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..... Director

(Narong Thareratanavibool)

..... Director

(Thanit Thareratanavibool)