

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
INTERIM FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITOR'S REPORT ON REVIEW OF  
INTERIM FINANCIAL INFORMATION  
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2018

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, 2018, 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, 2018, 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 Note to Financial Statements No. 27.5, the subsidiary, AI Energy Public Company Limited, 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 auditor's disclaimer of opinion in the subsidiary's financial statements for the year 2014 (Before restated). 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 auditor had expressed the disclaimer of opinion, with the Department of Special Investigation (DSI) for further legal proceedings.



2. As discussed in the Note to financial statements No.11, the financial statements of PPC Asian Insulator Company Limited, an associated company, as at March 31, 2018, 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, 2018, included an investment of Baht 4.51 million, representing 0.14% total assets in the consolidated financial statements, and a share of profit for the three-month period ended March 31, 2018 in the amount of Baht 1.88 million, representing 2.34% of consolidated net profit. I am unable to satisfactorily review the appropriateness of the balance of such investment in the associated company.

**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 14, 2018

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT MARCH 31, 2018

Unit: Thousand Baht

	Notes	Consolidated financial statements		Separate financial statements	
		March 31, 2018	December 31, 2017	March 31, 2018	December 31, 2017
		"UNAUDITED" "REVIEWED"	"AUDITED"	"UNAUDITED" "REVIEWED"	"AUDITED"
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and cash equivalents		118,839	127,687	58,042	55,498
Current investments	5	539,189	477,212	181,336	130,927
Trade and other receivables - net	4, 6	272,304	258,413	140,570	110,401
Current portion of receivables under finance lease contracts	7	6,949	8,618	-	-
Unbilled receivables	8	20,325	36,883	-	-
Inventories - net	9	359,763	355,725	202,895	201,753
Oil supplies	10	1,530	1,980	-	-
<b>Total current assets</b>		<b>1,318,899</b>	<b>1,266,518</b>	<b>582,843</b>	<b>498,579</b>
<b>Non-current assets</b>					
Investments in associated company - net	11	4,514	2,637	-	-
Investments in subsidiaries	12	-	-	862,941	862,555
Pledged deposits at financial institution	13	23,017	23,017	-	-
Property, plant, vessel and equipment - net	14	1,887,369	1,834,078	561,270	570,871
Intangible assets - net	15	6,621	1,438	6,412	1,200
Deferred tax assets - net	21	8,549	11,787	4,672	6,088
Deposit for purchase of assets		807	19,303	807	6,496
Other non-current assets		22,607	24,877	315	315
<b>Total non-current assets</b>		<b>1,953,484</b>	<b>1,917,137</b>	<b>1,436,417</b>	<b>1,447,525</b>
<b>Total assets</b>		<b>3,272,383</b>	<b>3,183,655</b>	<b>2,019,260</b>	<b>1,946,104</b>

.....Director  
(Narong Thareratanavibool)

.....Director  
(Thanit Thareratanavibool)

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT MARCH 31, 2018

		Unit: Thousand Baht				
		Consolidated financial statements		Separate financial statements		
		March 31, 2018	December 31, 2017	March 31, 2018	December 31, 2017	
		"UNAUDITED"	"AUDITED"	"UNAUDITED"	"AUDITED"	
Notes		"REVIEWED"		"REVIEWED"		
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>						
<b>Current liabilities</b>						
	Trade and other payables	4, 16	183,133	169,892	56,923	71,789
	Advance received and deferred construction revenue	8	-	7,062	-	-
	Income tax payable		14,255	11,007	6,051	2,803
	<b>Total current liabilities</b>		<b>197,388</b>	<b>187,961</b>	<b>62,974</b>	<b>74,592</b>
<b>Non-current liabilities</b>						
	Non-current provisions for employee benefits	17	26,783	30,497	17,728	18,526
	<b>Total non-current liabilities</b>		<b>26,783</b>	<b>30,497</b>	<b>17,728</b>	<b>18,526</b>
	<b>Total liabilities</b>		<b>224,171</b>	<b>218,458</b>	<b>80,702</b>	<b>93,118</b>
<b>Shareholders' equity</b>						
<b>Authorized share capital</b>						
	Common shares 2,800,000,000 shares at Baht 0.25 each		700,000	700,000	700,000	700,000
<b>Issued and fully paid-up share capital</b>						
	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
<b>Retained earnings (deficits)</b>						
	Appropriated					
	Legal reserve	20	70,000	70,000	70,000	70,000
	Unappropriated	19	(546,004)	(626,766)	263,527	178,963
<b>Other components of shareholders' equity</b>						
	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		4,455	1,932	2,263	1,255
	<b>Total shareholders' equity of the Company</b>		<b>2,349,983</b>	<b>2,266,698</b>	<b>1,938,558</b>	<b>1,852,986</b>
	Non-controlling interests		698,229	698,499	-	-
	<b>Total shareholders' equity</b>		<b>3,048,212</b>	<b>2,965,197</b>	<b>1,938,558</b>	<b>1,852,986</b>
	<b>Total liabilities and shareholders' equity</b>		<b>3,272,383</b>	<b>3,183,655</b>	<b>2,019,260</b>	<b>1,946,104</b>

.....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, 2018

"UNAUDITED"

"REVIEWED"

		Unit: Thousand Baht			
		Consolidated financial statements		Separate financial statements	
Notes		2018	2017	2018	2017
	4, 24, 25, 26				
<b>Revenues</b>					
		625,564	700,776	213,838	222,839
		16,651	7,004	-	-
		27,386	35,499	-	-
		13,682	12,942	-	-
		6,913	6,418	4,372	2,998
	12	-	-	-	14,976
		<u>690,196</u>	<u>762,639</u>	<u>218,210</u>	<u>240,813</u>
<b>Expenses</b>					
		(514,297)	(678,019)	(111,954)	(124,169)
		(12,147)	(8,669)	-	-
		(25,388)	(33,490)	-	-
		(13,704)	(14,923)	-	-
		(2,994)	(4,045)	(1,178)	(1,934)
		(37,714)	(41,210)	(16,053)	(19,268)
		-	(890)	-	-
	11	1,877	262	-	-
		<u>(604,367)</u>	<u>(780,984)</u>	<u>(129,185)</u>	<u>(145,371)</u>
		<u>85,829</u>	<u>(18,345)</u>	<u>89,025</u>	<u>95,442</u>
	22	(5,680)	(3,070)	(4,461)	(3,176)
		<u>80,149</u>	<u>(21,415)</u>	<u>84,564</u>	<u>92,266</u>
<b>Other comprehensive income:</b>					
<b>Items that will not be reclassified to profit or loss</b>					
	17	4,107	-	1,258	-
	21	(855)	-	(251)	-
		<u>3,252</u>	<u>-</u>	<u>1,007</u>	<u>-</u>
		<u>83,401</u>	<u>(21,415)</u>	<u>85,571</u>	<u>92,266</u>
<b>Profit (loss) attributable to</b>					
		80,762	18,499	84,564	92,266
		(613)	(39,914)	-	-
		<u>80,149</u>	<u>(21,415)</u>	<u>84,564</u>	<u>92,266</u>
<b>Total comprehensive income (loss) attributable to</b>					
		83,285	18,499	85,571	92,266
		116	(39,914)	-	-
		<u>83,401</u>	<u>(21,415)</u>	<u>85,571</u>	<u>92,266</u>
<b>Earnings per share</b>					
		0.03	0.01	0.03	0.03
		<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 Thareratanavibool)

.....Director  
 (Thanit Thareratanavibool)

Q

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
 STATEMENTS OF CHANGES IN SHAREHOLDER'S EQUITY  
 FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2018

"UNAUDITED"  
 "REVIEWED"

		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										
		Gain on disposal of investment in subsidiaries										
		Capital surplus from share premium of subsidiary										
		Actuarial gains										
		Total other components of shareholders' equity										
		Total Equity holders of the Company										
		Non-controlling interests										
		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	Total other components of shareholders' equity	Equity holders of the Company	Non-controlling interests	Total Shareholders' Equity
	Balance as at January 1, 2018	699,999	902,769	70,000	(626,766)	(3,259)	360,580	861,443	1,932	1,220,696	698,499	2,965,197
	Changes in shareholders' equity for the period:											
	Change in proportion of shareholders in subsidiary	-	-	-	-	-	-	-	-	-	(386)	(386)
	Total comprehensive income (loss) for the period	-	-	-	80,762	-	-	-	2,523	2,523	116	83,401
	Balance as at March 31, 2018	699,999	902,769	70,000	(546,004)	(3,259)	360,580	861,443	4,455	1,223,219	698,229	3,048,212
	Balance as at January 1, 2017	699,999	902,769	70,000	(490,446)	(3,259)	360,580	861,443	1,932	1,220,696	729,627	3,132,645
	Changes in shareholders' equity for the period:											
	Dividend paid	-	-	-	-	-	-	-	-	-	(24)	(24)
	Total comprehensive income (loss) for the period	-	-	-	18,499	-	-	-	-	-	(39,914)	(21,415)
	Balance as at March 31, 2017	699,999	902,769	70,000	(471,947)	(3,259)	360,580	861,443	1,932	1,220,696	689,690	3,111,206

.....Director  
 (Narong Tharatanavibool)

.....Director  
 (Thanit Tharatanavibool)

2

ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDER'S EQUITY

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2018

"UNAUDITED"  
"REVIEWED"

		Unit: Thousand Baht						
		Separate financial statements						
Notes	Issued and paid-up share capital	Premiums on share capital	Appropriated to legal reserve	Retained earnings		Total other components of shareholders' equity		Shareholders' Equity
				Unappropriated	Appropriated	Other comprehensive income	Actuarial gains	
	699,999	902,769	70,000	178,963		1,255		1,852,986
Balance as at January 1, 2018								
Changes in shareholders' equity for the period:								
Total comprehensive income for the period	-	-	-	84,564		1,007		85,571
Balance as at March 31, 2018	699,999	902,769	70,000	263,527		2,263		1,938,558
	699,999	902,769	70,000	259,142		1,255		1,933,165
Balance as at January 1, 2017								
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

Q

.....Director  
(Narong Tharatnavibool)

.....Director  
(Thanit Tharatnavibool)



ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES  
 STATEMENTS OF CASH FLOWS  
 FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2018

"UNAUDITED"  
 "REVIEWED"

Unit : Thousand Baht

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
<b>Cash Flows from Operating Activities</b>				
Profit (loss) before income tax expenses	85,829	(18,345)	89,025	95,442
Adjustments to reconcile profit (loss) to cash provided by (used in) operating activities:				
Depreciation	33,433	34,754	16,079	15,700
Amortization of computer softwares	205	549	176	529
Gain (loss) on disposal asset	7,614	(92)	5,741	(94)
Unrealized gain on investments in Open-end Fund	(928)	(1,488)	(408)	(1,050)
Allowance for devaluation of inventories	1,607	4,785	-	-
(Reversal) Impairment loss on asset	(5,874)	-	(5,874)	-
Share of gain from investment in associate	(1,877)	(262)	-	-
Dividend income	-	-	-	(14,976)
Unrealized loss on exchange rates	-	40	-	-
Non-current provisions for employee benefits	1,316	1,251	783	698
Interest income	(1,033)	(710)	-	-
Interest expenses	-	890	-	-
Gain from operating activities before changes in operating assets and liabilities	120,292	21,372	105,522	96,249
Changes in operating assets - (increase) decrease				
Trade and other receivables	(15,568)	190,805	(30,169)	1,554
Unbilled receivables	16,558	(7,656)	-	-
Inventories	(5,196)	45,045	(1,143)	(2,436)
Advance payment to subcontractors	-	-	-	-
Deposit for purchase of assets	16,193	-	(807)	-
Other non-current assets	6,811	(3,301)	6,496	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, 2018

"UNAUDITED"

"REVIEWED"

Unit : Thousand Baht

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Changes in operating liabilities - increase (decrease)				
Trade and other payables	250	20,871	(14,866)	9,506
Advance received and deferred construction revenue	(7,062)	13,307	-	-
Retention payables	(3,183)	-	-	-
Cash provided by operating activities	129,095	280,443	65,033	104,999
Payment for employee benefit obligations	(923)	(2,085)	(321)	(2,085)
Income tax paid	(601)	(159)	(49)	(70)
Net cash provided by operating activities	127,571	278,199	64,663	102,844
Cash Flows from Investing Activities				
Interest received	776	107	-	-
Increase in current investments	(61,048)	(210,978)	(50,000)	(90,000)
Dividend income from investments in subsidiary	-	-	-	14,976
Payment for investment in subsidiary	(386)	-	(386)	-
Payment for purchases of assets	(72,432)	(53,641)	(6,478)	(29,465)
Payment for purchases of intangible assets	(5,388)	-	(5,388)	-
Cash advance receive from disposal of asset	-	60,000	-	-
Proceeds from disposal of assets	2,059	3,437	133	549
Net cash used in investing activities	(136,419)	(201,075)	(62,119)	(103,940)
Cash Flows from Financing Activities				
Decrease in bank overdrafts and short-term loans from financial institutions	-	14,745	-	-
Interest paid	-	(890)	-	-
Subsidiary's dividend paid to non-controlling interests	-	(24)	-	-
Net cash provided by financing activities	-	13,831	-	-
Net increase (decrease) in cash and cash equivalents	(8,848)	90,955	2,544	(1,096)
Cash and cash equivalents at beginning of the periods	127,687	291,162	55,498	56,060
Cash and cash equivalents at end of the periods	118,839	382,117	58,042	54,964
Supplemental disclosures of cash flows information				
Non-cash transactions consisted of:				
Assets payable for plant and equipment	18,000	8,358	1,404	2,162

.....Director  
(Narong Thareratanavibool)

.....Director  
(Thanit Thareratanavibool)

**ASIAN INSULATORS PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**THE CONDENSED NOTES TO THE INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE-MONTH PERIODS ENDED MARCH 31, 2018 (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 have been prepared in accordance with Thai Accounting Standard No. 34 (Revised 2017), Interim Financial Reporting.

The interim financial statements consist of primary financial information (i.e. statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in shareholders’ equity, and statement of cash flows). The Company has chosen to present the interim financial statements in a format consistent with the annual financial statements, in compliance with Thai Accounting Standard No. 1, Presentation of Financial Statements. The notes to the interim financial statements are prepared in a condensed format. Additional notes are presented as required by the Securities and Exchange Commission under the Securities and Exchange Act.

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 convenience only, for 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.

The interim financial statements have been prepared to provide information in addition to that included in the financial statements for the year ended December 31, 2017. 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, 2017.

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

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

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.

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 subsidiaries (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, 2017.

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

#### **New financial reporting standards**

##### **a. Financial reporting standards that became effective in the current year**

During the 1st quarter of 2018, the Company and its subsidiaries have adopted the revised financial reporting standards and interpretations (revised 2017) which are effective for fiscal years beginning on or after 1 January 2018. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes and clarifications directed towards disclosures in the notes to financial statements. The adoption of these financial reporting standards does not have any significant impact on the Company and its subsidiaries’ financial statements.

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

During the 1st quarter of 2018, the Federation of Accounting Professions issued the financial reporting standard TFRS 15 Revenue from Contracts with Customers, which is effective for fiscal years beginning on or after 1 January 2019. Key principles of this standard are summarised below.

#### **TFRS 15 Revenue from Contracts with Customers**

TFRS 15 supersedes TAS 11 Construction Contracts and TAS 18 Revenue, together with related Interpretations. Entities are to apply this standard to all contracts with customers unless those contracts fall within the scope of other standards. The standard establishes a five-step model to account for revenue arising from contracts with customers, with revenue being recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The standard requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model.

At present, the management of the Company and its subsidiaries is evaluating the impact of this standard to the financial statements in the year when it is adopted.

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

### 3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements are prepared using the same accounting policies and methods of computation used for preparation of the financial statements for the year ended December 31, 2017.

### 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, 2018 and 2017 were as follows:

		Unit: Thousand Baht			
		Consolidated financial statements		Separate financial statements	
	Pricing Policy	2018	2017	2018	2017
<b>Sales of products and raw materials</b>					
PPC Asian Insulators Co., Ltd.	Mutually agreed	603	532	603	532
AI Engineering Services Co., Ltd.	Market Price	-	-	-	3
<b>Sales of hybrid clay</b>					
PPC Asian Insulators Co., Ltd.	Mutually agreed	16,030	25,985	16,030	25,985
<b>Dividend income</b>					
AI Engineering Services Co., Ltd.	As declared	-	-	-	14,976
<b>Other income - rental and services</b>					
PPC Asian Insulators Co., Ltd.	Mutually agreed	140	126	140	126
AI Engineering Services Co., Ltd.	Mutually agreed	-	-	290	333
AI Energy Public Co., Ltd.	Mutually agreed	-	-	252	283
AI Logistics Co., Ltd.	Mutually agreed	-	-	188	151
AI Ports and Terminals Co., Ltd.	Mutually agreed	-	-	50	62
<b>Purchase of goods</b>					
Samart Palm Industry Co., Ltd.	Market Price	-	8,317	-	-
<b>Purchases of scrap clay</b>					
PPC Asian Insulators Co., Ltd.	Mutually agreed	5,090	9,797	5,090	9,797

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

## Management's remuneration

Management's remuneration for the three-month periods ended March 31, 2018 and 2017 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Short-term employee benefits	11,074	10,966	5,877	6,220
Long-term post-employment benefits	294	237	110	121
Total management's remuneration	11,368	11,203	5,987	6,341

Significant balances with related parties as at March 31, 2018 and December 31, 2017 were as follows:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
<b>Trade receivable</b>				
PPC Asian Insulators Co., Ltd.	13,202	8,435	13,202	8,435
<b>Other receivable</b>				
PPC Asian Insulators Co., Ltd.	49	98	49	98
AI Engineering Services Co., Ltd.	-	-	13	8
AI Logistics Co., Ltd.	-	-	2	1
<b>Trade payable</b>				
PPC Asian Insulators Co., Ltd.	5,394	6,088	5,394	6,088

## 5. CURRENT INVESTMENTS

Current investments as at March 31, 2018 and December 31, 2017 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Investment in Open-end Fund-Debt securities	533,638	473,627	180,168	130,168
<u>Add</u> Unrealized gains on changes in fair value of investments	4,530	3,116	1,168	759
Investment in Open-end Fund-Fair value	538,168	476,743	181,336	130,927
Fixed deposits	1,021	469	-	-
Total current investments	539,189	477,212	181,336	130,927

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

6. TRADE AND OTHER RECEIVABLES - NET

Trade and other receivables as at March 31, 2018 and December 31, 2017 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Trade receivables				
Trade receivable - related parties	13,202	8,435	13,202	8,435
Trade receivable - state enterprises	145,516	114,883	106,051	87,823
Trade receivables - others	106,450	128,160	16,176	11,497
Total trade receivables	265,168	251,478	135,429	107,755
Less Allowance for doubtful accounts	(8,328)	(8,328)	-	-
Total trade receivables - net	256,840	243,150	135,429	107,755
Other receivables				
Other receivables - related parties	49	98	64	107
Prepaid insurance	2,503	2,297	2,038	1,185
Prepaid expense	3,432	1,998	2,461	538
Deposit for inventories	390	554	334	554
Revenue Department receivable	2,206	1,508	244	262
Advance payment to subcontractors	6,814	8,499	-	-
Others	376	615	-	-
Total other receivables	15,770	15,569	5,141	2,646
Less Allowance for doubtful accounts	(306)	(306)	-	-
Total other receivables - net	15,464	15,263	5,141	2,646
Total trade and other receivables - net	272,304	258,413	140,570	110,401

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

As at March 31, 2018 and December 31, 2017, outstanding balances of trade receivables aged by number of months were as follows:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
<b>Related parties</b>				
Current	13,202	6,610	13,202	6,610
Overdue				
Within 3 months	-	1,825	-	1,825
<b>Total</b>	<b>13,202</b>	<b>8,435</b>	<b>13,202</b>	<b>8,435</b>
<b>State enterprises</b>				
Current	104,925	114,335	104,925	87,491
Overdue				
Within 3 months	40,424	383	959	167
Over 3 months to 12 months	167	165	167	165
<b>Total</b>	<b>145,516</b>	<b>114,883</b>	<b>106,051</b>	<b>87,823</b>
<b>Others</b>				
Current	92,916	112,486	14,857	7,318
Overdue				
Within 3 months	5,206	7,346	1,319	4,179
Over 12 months	8,328	8,328	-	-
<b>Total</b>	<b>106,450</b>	<b>128,160</b>	<b>16,176</b>	<b>11,497</b>
<u>Less Allowance for doubtful accounts</u>	<u>(8,328)</u>	<u>(8,328)</u>	<u>-</u>	<u>-</u>
<b>Total trade receivables - net</b>	<b>256,840</b>	<b>243,150</b>	<b>135,429</b>	<b>107,755</b>

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)



**7. RECEIVABLE UNDER FINANCE LEASE CONTRACTS - NET**

Receivable under finance lease contracts as at March 31, 2018 and December 31, 2017 consisted of:

	Unit: Thousand Baht	
	Consolidated financial statements	
	2018	2017
Due within one year		
Value of minimum lease payment receivable	7,704	9,630
Deferred revenue - finance lease	(755)	(1,012)
Present value of minimum lease payment receivable	6,949	8,618

As at March 31, 2018 and December 31, 2017, AI Logistics Company Limited (“the subsidiary”) had receivable under finance lease contracts for hire-purchase of Vessel with a local 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. (Interest income from finance lease contract had been recorded in the other income)

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

Unbilled receivables/advance received and deferred construction revenue as at March 31, 2018 and December 31, 2017 consisted of:

	Unit: Thousand Baht	
	Consolidated financial statements	
	2018	2017
Unbilled receivables		
Contract value	135,757	380,783
Recognition of income by the percentage of completion	33,686	380,783
Less Value of billing construction	(13,361)	(343,900)
Total	20,325	36,883
Advance received and deferred construction revenue		
Contract value	-	134,927
Value of billing construction	-	13,362
Less Recognition of income by the percentage of completion	-	(6,300)
Total	-	7,062

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

9. INVENTORIES - NET

Inventories as at March 31, 2018 and December 31, 2017 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Raw materials and chemicals	189,786	167,178	119,528	116,566
Work in process	108,790	92,610	34,634	36,331
Finished goods	60,090	83,310	44,476	33,142
Supplies	8,174	6,270	1,101	732
Goods in transit	7,880	19,706	7,880	19,706
Total inventories	374,720	369,074	207,619	206,477
Less Allowance for devaluation of inventories	(14,957)	(13,349)	(4,724)	(4,724)
Total inventories - net	359,763	355,725	202,895	201,753

10. OIL SUPPLIES

Oil supplies as at March 31, 2018 and December 31, 2017 consisted of:

	Unit: Thousand Baht	
	Consolidated financial statements	
	2018	2017
Bunker oil	1,193	1,558
Lubricants	337	422
Total oil supplies	1,530	1,980

Q

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

**11. INVESTMENTS IN ASSOCIATED COMPANY - NET**

Investments in associated company as at March 31, 2018 and December 31, 2017 consisted of:

Company	Nature of business	Percentage of investment (%)		Unit: Million Baht		Unit: Thousand Baht			
		2018	2017	Issued share capital		Consolidated financial statements		Separate financial statements	
		2018	2017	2018	2017	Equity method	2018	2017	Cost method
PPC Asian Insulators Company Limited	Producing and distributing electronics insulators and ceramic	25.10	25.10	263	263	4,514	2,637	66,000	66,000
						-	-	(66,000)	(66,000)
<u>Less</u> Provision for diminution in investment						4,514	2,637	-	-
Total investments in associate - net									

The consolidated and separate financial statements for the three-month periods ended March 31, 2018 and 2017, 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, 2018 and December 31, 2017, amounted to Baht 4.51 million and Baht 2.64 million, respectively, representing 0.14 and 0.01 of total assets in the consolidated financial statements, representing.

The equity of net gain of the associated company in the consolidated financial statements for the three-month periods ended March 31, 2018 and 2017 amounted to Baht 1.88 million and Baht 0.26 million, respectively, representing 2.34 and 1.22 of consolidated net profit(loss), respectively.

As at March 31, 2018, 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.

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

## 12. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries as at March 31, 2018 and December 31, 2017, and dividend income from the investment during for the three -month periods ended March 31, 2018 and 2017, consisted of:

Company	Nature of business	Percentage of investment (%)		Unit : Million Baht		Unit: Thousand Baht				
		2018	2017	2018	2017	Separate financial statements		Dividend		
				Issued share capital		Cost method	2017		2018	
<b>Subsidiaries directly held by the Company</b>										
AI Engineering Services Company Limited	Undertake construction and install electrical transmission power sub-station and trading electrical equipment	100.00	99.84	200	200	197,386	197,000	-	-	14,976
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	-	-	-
<b>Subsidiaries held by AI Energy Public Company Limited</b>										
AI Logistics 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	(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						862,941	862,555	-	-	14,976

## 13. PLEDGED DEPOSITS AT FINANCIAL INSTITUTION

The subsidiary has pledged fixed deposit at bank as collateral for the issuance of bank guarantee (Note 27.1).

..... Director

(Narong Tharatanavibool)

..... Director

(Thanit Tharatanavibool)

#### 14. PROPERTY, PLANT, VESSEL AND EQUIPMENT - NET

Property, plant, vessel and equipment as at March 31, 2018 and December 31, 2017 consisted of:

	Unit: Thousand Baht	
	Consolidated financial statements	Separate financial statements
Book value as at December 31, 2017	1,834,078	570,871
Additions/Transfers in during the period (Cost)	124,175	40,896
Disposals/Transfers out during the period (Book value)	(37,451)	(34,418)
Depreciation charge for the period	(33,433)	(16,079)
<b>Book value as at March 31, 2018</b>	<b>1,887,369</b>	<b>561,270</b>

Depreciations in the statements of profit or loss for the three-month periods ended March 31, 2018 and 2017 consisted of:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cost of sale and service	28,185	28,998	14,255	13,451
Selling and administrative expenses	5,248	5,756	1,824	2,249
	<b>33,433</b>	<b>34,754</b>	<b>16,079</b>	<b>15,700</b>

As at March 31, 2018 and December 31, 2017 interest incurred on loans used for a Purify Glycerin project of AI Energy Public Company Limited, totaling to Baht 2.37 million and Baht 1.67 million, respectively, have been capitalized as part of cost of construction in process.

The gross carrying amounts of equipment were fully depreciated but these items are still in active use by the Group as at March 31, 2018 and December 31, 2017, in the consolidate financial statement totaling approximately Baht 403.90 million and Baht 400.06 million respectively, and separate financial statements totaling approximately Baht 249.83 million and Baht 248.03 million, respectively.

#### 15. INTANGIBLE ASSETS - NET

Intangible assets as at March 31, 2018 and December 31, 2017 consisted of:

	Unit: Thousand Baht	
	Consolidated financial statements	Separate financial statements
Book value as at December 31, 2017	1,438	1,200
Additions/Transfers in during the period (Cost)	5,388	5,388
Amortization for the period (Book value)	(205)	(176)
<b>Book value as at March 31, 2018</b>	<b>6,621</b>	<b>6,412</b>

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

## 16. TRADE AND OTHER PAYABLES

Trade and other payables as at March 31, 2018 and December 31, 2017 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Trade payables				
Trade payables - related parties	5,394	6,088	5,394	6,088
Trade payables - others	105,319	90,959	24,347	46,380
Total trade payables	110,713	97,047	29,741	52,468
Other payables				
Payables for purchase of assets	17,570	21,392	1,405	3,394
Other payables	5,064	4,410	-	-
Advances received for goods	3,941	1,609	3,937	1,606
Electricity payable	4,203	4,152	1,402	1,158
Fine from the delay of work	-	4,929	-	-
Accrued bonus	4,647	-	3,249	-
Accrued dividend	3,356	-	1,518	-
Accrued expenses	11,804	15,635	5,518	7,519
Retention	8,050	5,415	-	-
Revenue Department payables	10,421	13,703	6,789	4,656
Others	3,364	1,600	3,364	988
Total other payables	72,420	72,845	27,182	19,321
Total trade and other payables	183,133	169,892	56,923	71,789

Q

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

## 17. NON-CURRENT PROVISIONS FOR EMPLOYEE BENEFITS

Movement of the present value of Non-current provisions for employee benefits for the three-month periods ended March 31, 2018 and 2017 were as follows:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
<b>Non-current provisions for employee benefits</b>				
<b>at beginning of periods</b>	30,497	29,320	18,526	18,774
Included in profit or loss:				
Current service cost	1,145	1,091	664	594
Interest cost	171	160	117	104
Included in other comprehensive income:				
Actuarial (gains) losses arising from				
Financial assumptions changes	(546)	-	804	-
Experience adjustments	(3,561)	-	(2,062)	-
Benefit paid during the periods	(923)	(2,085)	(321)	(2,085)
<b>Non-current provisions for employee benefits</b>				
<b>at end of periods</b>	<u>26,783</u>	<u>28,486</u>	<u>17,728</u>	<u>17,387</u>

Employee benefit expenses in profit or loss for the three-month periods ended March 31, 2018 and 2017 were as follows:

	Unit: Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Cost of sales	901	866	637	568
Selling expenses	182	116	-	-
Administrative expenses	233	269	144	130
<b>Total employee benefit expenses</b>	<u>1,316</u>	<u>1,251</u>	<u>781</u>	<u>698</u>

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 Thararatnavibool)

..... Director  
(Thanit Thararatnavibool)

Principal actuarial assumptions as at as at March 31, 2018 and December 31, 2017 (represented by the weighted-average) were as follows:

	(Percentage (%)/annum)			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Discount rate	1.77 - 2.85	1.77 - 2.35	2.21	2.22
Salary increases rate	1.00 - 5.00	0.00 - 5.00	1.00 - 5.00	1.00 - 5.00
Mortality rate	100% of Thai Mortality Ordinary Tables of 2017	100% of Thai Mortality Ordinary Tables of 2008	100% of Thai Mortality Ordinary Tables of 2017	100% of Thai Mortality Ordinary Tables of 2008
Turnover rate				
Under 31 years old	0 - 40	0 - 33	21 - 32	33
31 - 40 years old	0 - 28	0 - 14	5 - 22	14
41 - 50 years old	0 - 7	0 - 7	5 - 7	5
Above 50 years old	0	0	0	0

## 18. 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.

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)



**19. 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 2017 Annual General Shareholders' Meeting held on April 27, 2017, passed a resolution to pay such dividends. The dividend was paid on March 28, 2017.

**20. LEGAL RESERVE**

Under the provisions of the Thai Public Company Limited Act B.E. 2535, the Company is required to appropriate at least 5% of its annual net income after deduction of the deficit brought forward (if any) as legal reserve until the reserve equal to 10% of authorized share capital. The reserve is not available for dividend distribution.



..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

## 21. DEFERRED TAX

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, 2018	Profit (Loss)	Comprehensive loss	As at March 31, 2018	As at January 1, 2018	Profit (Loss)	Comprehensive loss	As at March 31, 2018
<b>Deferred tax assets</b>								
Allowance for doubtful trade accounts receivable	149	-	-	149	-	-	-	-
Allowance for devaluation of inventories	945	-	-	945	945	-	-	945
Allowance for impairment of assets	1,590	(1,175)	-	415	1,590	(1,175)	-	415
Non-current provisions for employee benefits	6,019	73	(855)	5,237	3,705	92	(251)	3,546
Tax loss carries forward	8,127	(1,064)	-	7,063	-	-	-	-
<b>Total</b>	<b>16,830</b>	<b>(2,166)</b>	<b>(855)</b>	<b>13,809</b>	<b>6,240</b>	<b>(1,083)</b>	<b>(251)</b>	<b>4,906</b>
<b>Deferred tax liability</b>								
Unrealized gain on investments in Open-end Fund	(434)	(185)	-	(619)	(152)	(82)	-	(234)
Depreciation	(4,609)	(32)	-	(4,641)	-	-	-	-
<b>Total</b>	<b>(5,043)</b>	<b>(217)</b>	<b>-</b>	<b>(5,260)</b>	<b>(152)</b>	<b>(82)</b>	<b>-</b>	<b>(234)</b>
<b>Deferred tax assets - net</b>	<b>11,787</b>	<b>(2,383)</b>	<b>(855)</b>	<b>8,549</b>	<b>6,088</b>	<b>(1,165)</b>	<b>(251)</b>	<b>4,672</b>

Q

..... Director  
(Narong Tharatanavibool)

..... Director  
(Thanit Tharatanavibool)

As at March 31, 2018 and December 31, 2017, AI Energy Public Company Limited (“the subsidiary”) had the deferred tax asset for the carry forward of unused tax losses in financial statements Baht 7.06 million and Baht 8.13 million, respectively, 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.

## 22. TAX EXPENSE

Tax expense the three-month periods ended March 31, 2018 and 2017 were as follows:

Unit: Thousand Baht

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
<b>Current tax expense</b>				
Current periods	(3,297)	(2,689)	(3,296)	(2,689)
<b>Deferred tax expense</b>				
Movement in temporary differences	(2,383)	(381)	(1,165)	(487)
<b>Total</b>	<b>(5,680)</b>	<b>(3,070)</b>	<b>(4,461)</b>	<b>(3,176)</b>

### Income tax reduction

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.

## 23. FOREIGN CURRENCY TRANSACTIONS

As at March 31, 2018 and December 31, 2017, 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			
	2018		2017		2018		2017	
	Foreign Currencies	Converted to Baht	Foreign Currencies	Converted to Baht	Foreign Currencies	Converted to Baht	Foreign Currencies	Converted to Baht
<b>Assets</b>								
USD	30.47	946.40	31.58	1,026.77	30.34	942.18	31.45	1,022.48
Total		946.40		1,026.77		942.18		1,022.48
<b>Liabilities</b>								
USD	447.59	14,052.92	1,120.57	36,797.00	367.00	11,526.00	1,059.83	34,802.09
EUR	389.28	15,108.19	50.00	1,969.69	38.00	1,474.80	50.00	1,969.69
Total		29,161.11		38,766.69		13,000.80		36,771.78

..... Director

(Narong Thareratanavibool)

..... Director

(Thanit Thareratanavibool)

**24. PROMOTIONAL PRIVILEGES**

The Company and 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 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, 2018 and 2017 was as follows:

	Unit: Thousand Baht					
	Consolidated financial statements			Separate financial statements		
	Promoted Activities	Non-promoted Activities	Total	Promoted Activities	Non-promoted Activities	Total
<b>For the three-month period ended March 31, 2018</b>						
Revenue from sales of goods	552,247	73,317	625,564	154,318	59,520	213,838
Revenue from production contract	-	16,651	16,651	-	-	-
Revenue from construction contract	-	27,386	27,386	-	-	-
Revenue from vessel operating	-	13,682	13,682	-	-	-
Other incomes	-	6,913	6,913	-	4,372	4,372
<b>Total</b>	<b>552,247</b>	<b>137,949</b>	<b>690,196</b>	<b>154,318</b>	<b>63,892</b>	<b>218,210</b>
<b>For the three-month period ended March 31, 2017</b>						
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
<b>Total</b>	<b>643,262</b>	<b>119,377</b>	<b>762,639</b>	<b>179,174</b>	<b>61,639</b>	<b>240,813</b>

..... Director

(Narong Tharatanavibool)

..... Director

(Thanit Tharatanavibool)

## 25. 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, 2018 and 2017 were as follows:

Unit: Thousand Baht

	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Asian Insulators Public Company Limited	470	466	470	466
AI Engineering Services Company Limited	46	53	-	-
AI Energy Public Company Limited	338	310	-	-
AI Logistics Company Limited	7	6	-	-
Total	861	835	470	466

Q

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

## 26. SEGMENT INFORMATION

The segmented information for the three-month periods ended March 31, 2018 and 2017 was as follows:

		Consolidated financial statements						
		For the three-month period ended March 31, 2018						
		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 rebind crude palm oil	Vessel operating	Port services	Total
Revenues from sales and services		213,838	27,386	411,725	16,651	13,683	-	683,283
Cost of sales and services		(111,954)	(25,388)	(402,343)	(12,147)	(13,704)	-	(565,536)
Gross profit (loss) by segment		101,884	1,998	9,382	4,504	(21)	-	117,747
Other income								6,913
Selling expenses								(2,994)
Administrative expenses								(37,714)
Share of gain from investments in associate								1,877
Income tax expenses								(5,680)
Profit for the period								80,149
Defined benefit plan actuarial gains - net of income tax								3,252
Total comprehensive income for the period								83,401
Equity holders of the parent								83,285
Non-controlling interests								116
Property, plant, vessel and equipment - net		561,270	11	1,101,145		21,461	203,482	1,887,369

..... Director

(Narong Tharatanavibool)

..... Director

(Thanit Tharatanavibool)

Unit: Thousand Baht

Consolidated financial statements							
For the three-month period ended March 31, 2017							
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	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)	-	2,120
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

3

..... Director  
(Narong Tharatanavibool)

..... Director  
(Thanit Tharatanavibool)



## 27. COMMITMENT AND CONTINGENT LIABILITIES

Commitment and contingent liabilities as at March 31, 2018 and December 31, 2017 were as follows:

27.1 The Group has contingent liabilities on bank guarantees amount to Baht 345.81 million and Baht 192.77 million, respectively, issued by banks on behalf of the Group with respect to certain performance bonds required in the normal course of business of the Group.

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

	Contracted Balance			
	Consolidated financial statements		Separate financial statements	
	2018	2017	2018	2017
Capital commitments				
Contracted but not provided for :				
Utility systems (Unit: Million Baht)	133	33,911	106	2,900
Machinery, accessories and tools (Unit: Million Baht)	2,151	73,170	2,118	5,314
Machinery, accessories and tools (Unit: Million Euro)	146	146	-	-

27.3 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 75.93 million and Baht 91.12 million, respectively.

27.4 The Company is the guarantor for the repayment of loans from financial institutions for AI Engineering Services Company Limited (“the subsidiary”) amount of Baht 645 million.

27.5 AI Energy Public Company Limited (“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 auditor’s disclaimer of opinion in the subsidiary’s financial statements for the year 2014(Before restated). 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 AI Energy Public Company Limited (“the subsidiary”) in case of the preparation of incorrect financial statements for the year 2014 (Before restated), as the subsidiary auditor had expressed the disclaimer of opinion, with the Department of Special Investigation (DSI) for further legal proceedings.

27.6 At October 24, 2016, AI Energy Public Company Limited (“the subsidiary”) entered into a 5-years contract with a company for production services on edible oil products and granting the use of “Pamola” trademark.

27.7 The Company and a subsidiary had overdrafts and short-term loans credit facilities with four local commercial bank totaling amount of Baht 998 million. The Company and a subsidiary has a commitment under the conditions of this loan agreement.

..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)

**28. EVENTS AFTER THE REPORTING PERIOD**

The 2018 Annual General Meeting of Shareholders of the Company held on April 27, 2018, passed a resolution to pay dividend for the year 2017 of Baht 0.05 per share for a total amount of Baht 140 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.

**29. 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.

**30. APPROVAL OF INTERIM FINANCIAL STATEMENT**

These interim financial statements have been approved to issue by the Company's Board of Directors on May 14, 2018.



..... Director  
(Narong Thareratanavibool)

..... Director  
(Thanit Thareratanavibool)