

Kulthorn Kirby Public Company Limited
and its subsidiaries
Report and consolidated interim financial statements
For the three-month and nine-month periods ended
30 September 2017

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Kulthorn Kirby Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Kulthorn Kirby Public Company Limited and its subsidiaries as at 30 September 2017, the related consolidated statements of comprehensive income for the three-month and nine-month periods ended 30 September 2017, the consolidated statements of changes in shareholders' equity and cash flows for the nine-month period then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of Kulthorn Kirby Public Company Limited for the same period. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

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.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*.

Satida Ratananurak

Certified Public Accountant (Thailand) No. 4753

EY Office Limited

Bangkok: 8 November 2017

Kulthorn Kirby Public Company Limited and its subsidiaries

Statements of financial position

As at 30 September 2017

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	As at	As at	As at	As at
	<u>Note</u> 30 September 2017 (Unaudited but reviewed)	31 December 2016 (Audited)	30 September 2017 (Unaudited but reviewed)	31 December 2016 (Audited)
Assets				
Current assets				
Cash and cash equivalents	271,067	316,891	199,085	251,943
Trade and other receivables	2, 3 1,682,856	1,823,548	881,440	1,057,857
Short-term loans to related parties	2 -	-	141,422	156,137
Inventories	4 2,386,733	2,327,113	1,316,940	1,402,491
VAT receivable	52,490	53,048	30,900	34,282
Other current assets	189,148	46,286	47,602	14,790
Total current assets	4,582,294	4,566,886	2,617,389	2,917,500
Non-current assets				
Investments in subsidiaries	5 -	-	2,846,872	2,834,372
Property, plant and equipment	6 2,856,048	3,019,407	1,271,818	1,322,221
Goodwill on business combination	7 -	-	-	-
Other intangible assets	8 70,487	75,271	26,113	27,368
Deferred tax assets	95,208	83,231	40,199	33,376
Other non-current assets	2,314	2,112	1,196	992
Total non-current assets	3,024,057	3,180,021	4,186,198	4,218,329
Total assets	7,606,351	7,746,907	6,803,587	7,135,829

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

Kulthorn Kirby Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 30 September 2017

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	As at	As at	As at	As at	
	<u>Note</u> 30 September 2017 (Unaudited but reviewed)	31 December 2016 (Audited)	30 September 2017 (Unaudited but reviewed)	31 December 2016 (Audited)	
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans from financial institutions	9	2,832,901	2,801,694	1,294,564	1,269,636
Trade and other payables	2, 10	1,161,722	1,003,574	1,037,249	988,147
Short-term loans from related parties	2	-	-	761,577	887,026
Current portion of long-term loans	11	200,000	200,000	200,000	200,000
Current portion of liabilities under financial lease agreements	12	62,755	67,705	7,933	13,165
Dividend payable		39,303	848	39,299	844
Income tax payable		5,158	6,845	-	-
Other current liabilities		38,178	32,307	31,384	14,860
Total current liabilities		4,340,017	4,112,973	3,372,006	3,373,678
Non-current liabilities					
Long-term loans, net of current portion	11	650,000	800,000	650,000	800,000
Liabilities under financial lease agreements, net of current portion	12	79,028	125,690	3,593	8,977
Provision for long-term employee benefits		183,603	170,278	88,026	81,801
Total non-current liabilities		912,631	1,095,968	741,619	890,778
Total liabilities		5,252,648	5,208,941	4,113,625	4,264,456

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

Kulthorn Kirby Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 30 September 2017

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	As at 30 September 2017 (Unaudited but reviewed)	As at 31 December 2016 (Audited)	As at 30 September 2017 (Unaudited but reviewed)	As at 31 December 2016 (Audited)
Shareholders' equity				
Share capital				
Registered				
1,200,000,000 ordinary shares of Baht 1 each	1,200,000	1,200,000	1,200,000	1,200,000
Issued and fully paid up				
1,200,000,000 ordinary shares of Baht 1 each	1,200,000	1,200,000	1,200,000	1,200,000
Share premium	700,000	700,000	700,000	700,000
Retained earnings				
Appropriated - statutory reserve	120,000	120,000	120,000	120,000
Unappropriated	134,207	321,138	669,962	851,373
Other components of shareholders' equity	199,496	196,828	-	-
Total shareholders' equity	2,353,703	2,537,966	2,689,962	2,871,373
Total liabilities and shareholders' equity	7,606,351	7,746,907	6,803,587	7,135,829
	-	-	-	-

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

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Directors
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(Unaudited but reviewed)

Kulthorn Kirby Public Company Limited and its subsidiaries

Statements of comprehensive income

For the three-month period ended 30 September 2017

(Unit: Thousand Baht except earnings per share expressed in Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2017	2016	2017	2016
Profit or loss:					
Revenues					
Sales and service income	2, 15	2,115,619	1,741,520	1,152,014	851,524
Other income					
Income from scrap sales	2	68,828	43,381	45,011	25,955
Interest income	2	26	8	1,785	890
Dividend income		5	3	5	3
Others		2,158	6,990	6,147	5,066
Total revenues		2,186,636	1,791,902	1,204,962	883,438
Expenses					
Cost of sales and services	2	2,152,361	1,651,137	1,189,866	811,084
Selling expenses		29,619	21,938	16,498	9,847
Administrative expenses		97,612	99,745	48,610	55,253
Loss on exchange		276	754	4,493	2,387
Total expenses		2,279,868	1,773,574	1,259,467	878,571
Profit (loss) before finance cost and income tax		(93,232)	18,328	(54,505)	4,867
Finance cost		(44,801)	(43,792)	(31,599)	(29,137)
Loss before income tax		(138,033)	(25,464)	(86,104)	(24,270)
Income tax	13	15,660	3,175	11,985	5,782
Loss for the period		(122,373)	(22,289)	(74,119)	(18,488)
Other comprehensive income:					
<i>Other comprehensive income to be reclassified</i>					
<i>to profit or loss in subsequent periods:</i>					
Exchange differences on translation of financial statements in foreign currency		(1,649)	(259)	-	-
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax		(1,649)	(259)	-	-
Other comprehensive income for the period		(1,649)	(259)	-	-
Total comprehensive income for the period		(124,022)	(22,548)	(74,119)	(18,488)
Basic loss per share (Baht)					
Loss attributable to equity holders of the Company	14	(0.10)	(0.02)	(0.06)	(0.02)

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

(Unaudited but reviewed)

Kulthorn Kirby Public Company Limited and its subsidiaries**Statements of comprehensive income**

For the nine-month period ended 30 September 2017

(Unit: Thousand Baht except earnings per share expressed in Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
Profit or loss:					
Revenues					
Sales and service income	2, 15	6,939,982	6,408,123	3,922,525	3,581,926
Other income					
Income from scrap sales	2	183,687	114,902	133,817	88,945
Gain on exchange		12,822	-	1,346	-
Interest income	2	566	378	6,153	6,242
Dividend income		6	4	6	4
Others		10,999	13,015	17,924	17,426
Total revenues		7,148,062	6,536,422	4,081,771	3,694,543
Expenses					
Cost of sales and services	2	6,670,900	5,840,406	3,845,064	3,249,976
Selling expenses		96,650	77,930	55,788	41,656
Administrative expenses		301,711	306,532	150,265	159,068
Loss on exchange		-	11,189	-	7,925
Total expenses		7,069,261	6,236,057	4,051,117	3,458,625
Profit before finance cost and income tax		78,801	300,365	30,654	235,918
Finance cost		(136,957)	(139,332)	(94,613)	(91,990)
Profit (loss) before income tax		(58,156)	161,033	(63,959)	143,928
Income tax	13	(8,775)	(50,552)	2,548	(25,997)
Profit (loss) for the period		(66,931)	110,481	(61,411)	117,931
Other comprehensive income:					
<i>Other comprehensive income to be reclassified</i>					
<i>to profit or loss in subsequent periods:</i>					
Exchange differences on translation of financial statements in foreign currency		2,668	4,556	-	-
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax		2,668	4,556	-	-
Other comprehensive income for the period		2,668	4,556	-	-
Total comprehensive income for the period		(64,263)	115,037	(61,411)	117,931
Basic earnings per share (Baht)					
Profit (loss) attributable to equity holders of the Company	14	(0.06)	0.09	(0.05)	0.10

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

(Unaudited but reviewed)

Kulthorn Kirby Public Company Limited and its subsidiaries

Cash flow statements

For the nine-month period ended 30 September 2017

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Cash flows from operating activities				
Profit (loss) before tax	(58,156)	161,033	(63,959)	143,928
Adjustments to reconcile profit (loss) before tax to net cash provided by (paid from) operating activities:				
Unrealised (gain) loss on exchange	(604)	16,871	(3,284)	9,601
Reduction of inventory to net realisable value (reversal)	40,813	(5,776)	15,033	9,528
Allowance for doubtful accounts (reversal)	(990)	6,059	-	7,822
Depreciation and amortisation	356,929	373,229	157,869	166,204
Loss (gain) on sales of property, plant and equipment	(97)	801	(73)	(408)
Write-off withholding tax deducted at source	-	225	-	225
Provision for long-term employee benefits	13,493	13,340	6,225	6,225
Dividend income	(6)	(4)	(6)	(4)
Subsidies income from Government grants	(432)	-	(432)	-
Interest income	(566)	(378)	(6,153)	(6,242)
Deferred interest	8,063	11,116	813	1,550
Interest expenses	120,372	118,480	90,830	86,123
Profit from operating activities before changes in operating assets and liabilities	478,819	694,996	196,863	424,552
Operating assets (increase) decrease				
Trade and other receivables	127,327	516,658	165,830	495,759
Inventories	(100,433)	51,598	70,518	(17,431)
Other current assets	(124,394)	74,802	(17,820)	29,856
Other non-current assets	(202)	1,273	(204)	523
Operating liabilities increase (decrease)				
Trade and other payables	152,935	(274,525)	41,960	(88,670)
Other current liabilities	(4,695)	(6,126)	5,540	(4,127)
Cash flows from operating activities	529,357	1,058,676	462,687	840,462
Cash paid for long-term employee benefits	(168)	(667)	-	(667)
Cash received from interest income	566	378	6,090	6,981
Cash paid for interest expenses	(120,578)	(118,943)	(91,217)	(88,215)
Cash paid for income tax	(40,350)	(71,587)	(15,884)	(53,903)
Net cash flows from operating activities	368,827	867,857	361,676	704,658

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

(Unaudited but reviewed)

Kulthorn Kirby Public Company Limited and its subsidiaries

Cash flow statements (continued)

For the nine-month period ended 30 September 2017

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Cash flows from investing activities				
Proceeds from sales of property, plant and equipment	135	5,118	82	5,376
Acquisition of property, plant and equipment and intangible assets	(190,856)	(239,670)	(100,404)	(125,745)
Cash receipt form Government grants	8,559	-	8,559	-
Decrease in short-term loans to related parties	-	-	14,715	149,350
Dividend income	6	4	6	4
Cash paid for additional investment in subsidiaries	-	-	(12,500)	(200,000)
Net cash flows used in investing activities	(182,156)	(234,548)	(89,542)	(171,015)
Cash flows from financing activities				
Increase (decrease) in bank overdrafts and short-term loans from financial institutions	50,017	(128,129)	43,431	(188,002)
Increase (decrease) in short-term loans from related parties	-	-	(125,449)	108,003
Repayment of long-term loans	(150,000)	(263,200)	(150,000)	(263,200)
Cash paid for liabilities under financial lease agreements	(59,588)	(62,739)	(11,429)	(13,611)
Dividend paid	(81,545)	(179,953)	(81,545)	(179,953)
Net cash flows used in financing activities	(241,116)	(634,021)	(324,992)	(536,763)
Increase in translation adjustments	8,621	18,418	-	-
Net increase (decrease) in cash and cash equivalents	(45,824)	17,706	(52,858)	(3,120)
Cash and cash equivalents at beginning of period	316,891	173,031	251,943	112,585
Cash and cash equivalents at end of period	271,067	190,737	199,085	109,465

Supplement cash flows information

1) Non-cash related transaction for investing activities

Net increase in trust receipts and

other accounts payable for purchases of fixed assets

	3,369	31,934	5,817	38,297
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2) Non-cash related transaction for financing activities

Dividend payable

	39,303	853	39,299	849
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Assets acquired under financial lease agreements

	87	7,298	-	3,576
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The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Kulthorn Kirby Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity

For the nine-month period ended 30 September 2017

(Unit: Thousand Baht)

	Consolidated financial statements							
	Issued and fully paid-up share capital	Share premium	Retained earnings		Other components of shareholders' equity			Total shareholders' equity
Appropriated			Unappropriated	Other comprehensive income	Exchange differences on translation of financial statements in foreign currency	Surplus from business combination under common control	Total other components of shareholders' equity	
Balance as at 1 January 2016	1,200,000	700,000	120,000	437,835	(16,207)	207,898	191,691	2,649,526
Profit for the period	-	-	-	110,481	-	-	-	110,481
Other comprehensive income for the period	-	-	-	-	4,556	-	4,556	4,556
Total comprehensive income for the period	-	-	-	110,481	4,556	-	4,556	115,037
Dividend paid (Note 16)	-	-	-	(180,000)	-	-	-	(180,000)
Balance as at 30 September 2016	<u>1,200,000</u>	<u>700,000</u>	<u>120,000</u>	<u>368,316</u>	<u>(11,651)</u>	<u>207,898</u>	<u>196,247</u>	<u>2,584,563</u>
Balance as at 1 January 2017	1,200,000	700,000	120,000	321,138	(11,070)	207,898	196,828	2,537,966
Profit for the period	-	-	-	(66,931)	-	-	-	(66,931)
Other comprehensive income for the period	-	-	-	-	2,668	-	2,668	2,668
Total comprehensive income for the period	-	-	-	(66,931)	2,668	-	2,668	(64,263)
Dividend paid (Note 16)	-	-	-	(120,000)	-	-	-	(120,000)
Balance as at 30 September 2017	<u>1,200,000</u>	<u>700,000</u>	<u>120,000</u>	<u>134,207</u>	<u>(8,402)</u>	<u>207,898</u>	<u>199,496</u>	<u>2,353,703</u>

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

(Unaudited but reviewed)

Kulthorn Kirby Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity (continued)

For the nine-month period ended 30 September 2017

(Unit: Thousand Baht)

	Separate financial statements				Total shareholders' equity
	Issued and fully paid-up share capital	Share premium	Retained earnings		
			Appropriated	Unappropriated	
Balance as at 1 January 2016	1,200,000	700,000	120,000	786,395	2,806,395
Profit for the period	-	-	-	117,931	117,931
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	117,931	117,931
Dividend paid (Note 16)	-	-	-	(180,000)	(180,000)
Balance as at 30 September 2016	<u>1,200,000</u>	<u>700,000</u>	<u>120,000</u>	<u>724,326</u>	<u>2,744,326</u>
Balance as at 1 January 2017	1,200,000	700,000	120,000	851,373	2,871,373
Profit for the period	-	-	-	(61,411)	(61,411)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(61,411)	(61,411)
Dividend paid (Note 16)	-	-	-	(120,000)	(120,000)
Balance as at 30 September 2017	<u>1,200,000</u>	<u>700,000</u>	<u>120,000</u>	<u>669,962</u>	<u>2,689,962</u>

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

Kulthorn Kirby Public Company Limited and its subsidiaries

Notes to interim financial statements

For the three-month and nine-month periods ended 30 September 2017

1. General information

1.1 Corporate information

Kulthorn Kirby Public Company Limited ("the Company") is a public company incorporated and domiciled in Thailand. The Company is principally engaged in the manufacture and distribution of hermetic compressors. The registered address of the Company is 126 Soi Chalongkrung 31, Chalongkrung Road, Khwaeng Lamplatew, Khet Latkrabang, Bangkok.

1.2 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (revised 2016) Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events, and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language interim financial statements.

1.3 Basis of consolidation

The interim consolidated financial statements included the financials statements of Kulthorn Kirby Public Company Limited and its subsidiaries ("the Group") and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2016. There have been change in the composition of its subsidiaries from establishment of a new subsidiary of the Company during the current period as discussed in Note 5.

1.4 New financial reporting standards

(a) Financial reporting standards that became effective in the current period

During the period, 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 1 January 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. However, one standard involves changes to key principles, which are summarised below.

TAS 27 (revised 2016) Separate Financial Statements

This revised standard stipulates an additional option to account for investments in subsidiaries, joint ventures and associates in separate financial statements under the equity method, as described in TAS 28 (revised 2016) Investments in Associates and Joint Ventures. However, the entity is to apply the same accounting treatment for each category of investment. If an entity elects to account for such investments using the equity method in the separate financial statements, it has to adjust the transaction retrospectively.

This standard does not have any significant impact on the Company and its subsidiaries' financial statements because the management has decided to continue accounting for such investments under the cost method in the separate financial statements.

(b) Financial reporting standards that will become effective in the future

During the period, the Federation of Accounting Professions issued a number of the revised financial reporting standards and interpretations (revised 2017) which is 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 directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards.

The management of the Company and its subsidiaries believe that the revised financial reporting standards and interpretations will not have any significant impact on the financial statements when they are initially applied.

1.5 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 31 December 2016, with the Company applying the below accounting policy for Government grants in the current period.

Government grants related to assets

Government grants are recognised when there is reasonable assurance that the grants will be received and all attached conditions will be complied with. Government grants related to assets are presented as deferred income and are recognised in profit or loss on a systematic basis over the useful life of the assets.

2. Related party transactions

During the periods, the Company and its subsidiaries had significant business transactions with related parties mainly in respect of sales and purchases of goods. Such transactions, which have been concluded on commercial terms and bases agreed upon in the ordinary course of businesses between the Company and those related parties, are summarised below.

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the three-month periods ended 30 September				Pricing policy
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	
<i><u>Transactions with subsidiaries</u></i>					
<i>(eliminated from the consolidated financial statements)</i>					
Purchases of goods	-	-	253,204	256,658	Market price
Sales and service income and scrap sales	-	-	47,786	45,978	Approximate market price
Interest expenses	-	-	7,755	6,864	Interest rate at 0.25 - 5.80 percent per annum (2016: 0.25 - 5.80 percent per annum)
Other income	-	-	4,784	2,765	Mutually agreed price as stipulated in the contract
Interest income	-	-	1,784	891	Interest rate at 3.25 - 5.80 percent per annum (2016: 3.25 - 5.80 percent per annum)
Rental income	-	-	834	633	Mutually agreed price as stipulated in the contract
Other expenses	-	-	229	232	Mutually agreed price as stipulated in the contract
<i><u>Transactions with related parties</u></i>					
Sales and service income and scrap sales	128,026	167,181	61,851	96,493	Approximate market price
Purchases of goods	14,916	16,651	14,895	16,613	Market price
Rental expense	3,413	4,677	-	1,264	Mutually agreed price as stipulated in the contract
Other expenses	1,875	5,257	1,584	3,088	Mutually agreed price as stipulated in the contract
Other income	97	115	41	34	Mutually agreed price as stipulated in the contract

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September				Pricing policy
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	
<i><u>Transactions with subsidiaries</u></i>					
<i>(eliminated from the consolidated financial statements)</i>					
Purchases of goods	-	-	952,800	866,983	Market price
Sales and service income and scrap sales	-	-	122,161	173,315	Approximate market price
Interest expenses	-	-	23,122	19,808	Interest rate at 0.25 - 5.80 percent per annum (2016: 0.25 - 5.80 percent per annum)
Other income	-	-	10,816	10,999	Mutually agreed price as stipulated in the contract
Interest income	-	-	5,630	5,957	Interest rate at 3.25 - 5.80 percent per annum (2016: 3.25 - 5.80 percent per annum)
Rental income	-	-	2,502	1,898	Mutually agreed price as stipulated in the contract
Other expenses	-	-	1,628	1,074	Mutually agreed price as stipulated in the contract
Sales of assets	-	-	9	549	Mutually agreed price
<i><u>Transactions with related parties</u></i>					
Sales and service income and scrap sales	436,917	473,419	215,908	264,797	Approximate market price
Purchases of goods	49,651	49,507	49,575	48,316	Market price
Rental expense	10,240	14,031	-	3,791	Mutually agreed price as stipulated in the contract
Other expenses	7,377	10,384	5,473	6,176	Mutually agreed price as stipulated in the contract
Other income	318	526	107	359	Mutually agreed price as stipulated in the contract

(Unaudited but reviewed)

The outstanding balances of the accounts as at 30 September 2017 and 31 December 2016 between the Company and those related parties are as follows:

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
<u>Trade and other receivables - related parties</u>				
(Note 3)				
Subsidiary companies	-	-	73,861	41,453
Related companies (related by common director/shareholder)	112,987	105,827	46,244	49,762
Trade and other receivables - related parties	112,987	105,827	120,105	91,215
<u>Trade and other payables - related parties</u>				
(Note 10)				
Subsidiary companies	-	-	392,183	341,275
Related companies (related by common director/shareholder)	15,365	26,356	8,917	17,956
Total trade and other payables - related parties	15,365	26,356	401,100	359,231

Short-term loans to and short-term loans from related parties

During the nine-month period ended 30 September 2017, short-term loans between the Company and its subsidiaries had the following movements:

	(Unit: Thousand Baht)			
	Separate financial statements			Balance as at 30 September 2017
	Balance as at 1 January 2017	Increase during the year	Decrease during the year	
<u>Short-term loans to subsidiary</u>				
Kulthorn Materials and Controls Co., Ltd.	156,000	-	(19,000)	137,000
Total	156,000	-	(19,000)	137,000

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Separate financial statements			Balance as at 30 September 2017
	Balance as at 1 January 2017	Increase during the year	Decrease during the year	
<u>Short-term loans from subsidiaries</u>				
Kulthorn Metal Product Co., Ltd.	23,500	-	(3,000)	20,500
Kulthorn Premier Co., Ltd.	615,000	-	-	615,000
Total	638,500	-	(3,000)	635,500

On 1 August 2013, the Company entered into Liquidity Management Agreement (Cash Sweep) with its subsidiaries to balance out cash shortfalls and surpluses of each company. The Company assigns a commercial bank to transfer the balance of the Company and its subsidiaries to the specified accounts in accordance with the terms and condition set forth in the agreement, for liquidity management purposes under terms and conditions of the Agreement.

Each transfer of balances from one account to another account will be treated as lending between the Company and its subsidiaries and interest will be calculated at agreed rate as stipulated in the Agreement.

As at 30 September 2017 and 31 December 2016, the Company and its subsidiaries had outstanding short-term loans from the above agreement as follows:

	(Unit: Thousand Baht)	
	30 September 2017	31 December 2016
<u>Short-term loans to related parties</u>		
Kulthorn Steel Co., Ltd.	4,422	-
Kulthorn Metal Product Co., Ltd.	-	137
Total short-term loans to related parties	4,422	137
<u>Short-term loans from related parties</u>		
Kulthorn Premier Co., Ltd.	70,228	73,701
Kulthorn Kirby Foundry Co., Ltd.	28,492	160,914
Kulthorn Metal Product Co., Ltd.	6,174	-
Kulthorn Steel Co., Ltd.	-	6,629
Kulthorn Research and Development Company Limited	12,218	-
Kulthorn Materials and Controls Co., Ltd.	8,965	7,282
Total short-term loans from related parties	126,077	248,526

(Unaudited but reviewed)

Directors and management's remuneration

During the three-month and nine-month periods ended 30 September 2017 and 2016, the Company and its subsidiaries had employee benefit expenses payable to their directors and management as below.

(Unit: Thousand Baht)

For the three-month periods ended 30 September

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Short-term employee benefits	10,524	10,357	4,871	4,389
Post-employment benefits	351	386	216	245
Total	<u>10,875</u>	<u>10,743</u>	<u>5,087</u>	<u>4,634</u>

(Unit: Thousand Baht)

For the nine-month periods ended 30 September

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Short-term employee benefits	31,228	30,265	13,982	13,881
Post-employment benefits	1,053	1,155	648	734
Total	<u>32,281</u>	<u>31,420</u>	<u>14,630</u>	<u>14,615</u>

Guarantee obligations with related parties

The Company and its subsidiaries have outstanding guarantee obligations with its related parties, as described in Note 17.4.

(Unaudited but reviewed)

3. Trade and other receivables

The outstanding balance of trade accounts receivable as at 30 September 2017 and 31 December 2016 categorised by their aging from due dates are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
<u>Trade receivables - related parties</u>				
Not yet due	83,141	74,499	66,593	48,665
Overdue				
Less than 3 months	21,925	21,214	21,217	12,208
3 - 6 months	77	370	826	1,307
6 - 12 months	1,423	3,842	1,075	3,416
Over 12 months	5,194	4,741	-	-
Total trade receivables - related parties	111,760	104,666	89,711	65,596
<u>Trade receivables - unrelated parties</u>				
Not yet due	1,242,186	1,324,810	649,328	796,783
Overdue				
Less than 3 months	275,589	302,412	103,988	152,827
3 - 6 months	3,884	33,560	882	7,099
6 - 12 months	400	19,290	-	15
Over 12 months	80,256	74,138	9,934	15,596
Total	1,602,315	1,754,210	764,132	972,320
Less: Allowance for doubtful debts	(38,835)	(39,825)	(8,240)	(8,240)
Total trade receivables - unrelated parties	1,563,480	1,714,385	755,892	964,080
Total trade receivables - net	1,675,240	1,819,051	845,603	1,029,676
<u>Other receivables</u>				
Other receivables - related parties	1,227	1,161	30,394	25,619
Others	6,389	3,336	5,443	2,562
Total other receivables	7,616	4,497	35,837	28,181
Total trade and other receivables - net	1,682,856	1,823,548	881,440	1,057,857

(Unaudited but reviewed)

4. Reduction of inventory to net realisable value

Movements in the reduction of inventory to net realisable value account during the nine-month period ended 30 September 2017 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Balance as at 1 January 2017	151,666	79,604
Reduction of inventory to net realisable value during the period	40,813	15,033
Balance as at 30 September 2017	192,479	94,637

5. Investments in subsidiaries

As at 30 September 2017 and 31 December 2016, the Company has long-term investments in ordinary share of the following companies:

Company's name	Paid-up capital		Shareholding percentage		Cost		Dividend received during the nine-month periods ended	
	30 September	31 December	30 September	31 December	30 September	31 December	30 September	30 September
	2017	2016	2017	2016	2017	2016	2017	2016
			(%)	(%)				
Kulthorn Kirby Foundry Company Limited	575,000	575,000	100	100	739,999	739,999	-	-
Kulthorn Premier Company Limited	1,260,000	1,260,000	100	100	1,936,751	1,936,751	-	-
Kulthorn Steel Company Limited	400,000	400,000	100	100	399,999	399,999	-	-
kulthorn Materials and Controls Company Limited	650,000	650,000	100	100	540,630	540,630	-	-
Kulthorn Research and Development Company Limited	12,500	-	100	-	12,500	-	-	-
Total					3,629,879	3,617,379	-	-
Less: Allowance for impairment loss on investments in subsidiaries					(783,007)	(783,007)	-	-
Total investments in subsidiaries - net					2,846,872	2,834,372	-	-

On 14 December 2016, the Company's Board of Director's Meeting passed a resolution approving the establishment of a new company named Kulthorn Research and Development Company Limited to engage in provision of services with respect to technology research and development for products and manufacturing, with a registered share capital of Baht 50 million, comprising 500,000 ordinary shares of Baht 100 each. The Company holds 100 percent interest in this subsidiary. The subsidiary has registered its establishment with the Ministry of Commerce on 13 January 2017 and called up its first capital payment at 25% of its registered share capital. The subsidiary already received share capital payment, amounting to Baht 12.5 million on 26 January 2017.

(Unaudited but reviewed)

6. Property, plant and equipment

Movements of the property, plant and equipment account during the nine-month period ended 30 September 2017 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 1 January 2017	3,019,407	1,322,221
Acquisitions during the period - at cost	190,588	104,544
Disposals during the period - net book value at disposal date	(38)	(9)
Depreciation for the period	(348,740)	(154,938)
Translation adjustment	(5,169)	-
Net book value as at 30 September 2017	<u>2,856,048</u>	<u>1,271,818</u>

The Company and its subsidiaries pledged their land and buildings thereon with financial institutions as collateral to secure loans as discussed in Note 11.

In addition, the Company and its subsidiaries have entered into negative pledge memorandums, which are part of the short-term credit facility agreements with 3 financial institutions. Under these memorandums, the Company and its subsidiaries are not allowed to dispose, transfer, mortgage or provide any lien on their land and buildings thereon and machinery, except to use as collateral for the syndicated loans to pay off the debts to those financial institutions as described in Note 9.

7. Goodwill on business combination

	(Unit: Thousand Baht)	
	Consolidated financial statements	
	30 September 2017	31 December 2016
Goodwill on business combination	37,620	37,620
Less: Accumulated impairment loss	(37,620)	(37,620)
Net book value	<u>-</u>	<u>-</u>

(Unaudited but reviewed)

8. Other intangible assets

Movements of the other intangible assets account during the nine-month period ended 30 September 2017 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 1 January 2017	75,271	27,368
Acquisitions during the period - at cost	3,550	1,676
Amortisation for the period	(8,189)	(2,931)
Translation adjustment	(145)	-
Net book value as at 30 September 2017	<u>70,487</u>	<u>26,113</u>

9. Bank overdrafts and short-term loans from financial institutions

		(Unit: Thousand Baht)			
	Interest rate	Consolidated		Separate	
	(percent per annum)	financial statements		financial statements	
		30 September	31 December	30 September	31 December
		2017	2016	2017	2016
Bank overdrafts	7.12 - 7.13	4,235	14,900	-	-
Short-term loans	3.25 - 4.38	819,500	545,689	559,500	250,689
Trust receipts	4.25 - 4.57	1,647,881	1,434,558	656,164	468,571
Packing credit	4.32 - 5.66	361,285	806,547	78,900	550,376
Total		<u>2,832,901</u>	<u>2,801,694</u>	<u>1,294,564</u>	<u>1,269,636</u>

The Company and its subsidiaries have entered into negative pledge memorandums, which are part of the short-term credit facility agreements with 3 financial institutions. Under the agreements, the Company and its subsidiaries are required to comply with certain conditions including maintaining interest bearing debt to EBITDA plus extraordinary item and non-cash items ratio not exceeding 5:1 for the consolidated financial statements and debt to equity ratio for the consolidated financial statements not exceeding 2.75:1. The Company and its subsidiaries are not allowed to dispose, transfer, mortgage or provide any lien on their assets, both existing and to be acquired in the future, except to use as collateral for the syndicated loan to pay off the debt to those financial institutions.

(Unaudited but reviewed)

10. Trade and other payables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2017	2016	2017	2016
Trade payables - related parties	9,192	18,028	395,910	322,591
Trade payables - unrelated parties	759,357	724,386	429,964	492,946
Other payables - related parties	6,173	7,948	2,663	33,999
Other payables - unrelated parties	203,894	153,318	128,616	93,550
Accrued interest expenses to related parties	-	-	2,527	2,641
Accrued interest expenses to unrelated parties	1,890	2,288	742	1,015
Accrued expenses - related parties	-	380	-	-
Accrued expenses - unrelated parties	181,216	97,226	76,827	41,405
Total trade and other payables	<u>1,161,722</u>	<u>1,003,574</u>	<u>1,037,249</u>	<u>988,147</u>

11. Long-term loans

(Unit: Thousand Baht)

	Consolidated and Separate	
	financial statements	
	30 September	31 December
	2017	2016
Long-term loans	850,000	1,000,000
Less: current portion	<u>(200,000)</u>	<u>(200,000)</u>
Long-term loans, net of current portion	<u>650,000</u>	<u>800,000</u>

Movement of long-term loans during the nine-month period ended 30 September 2017 are summarised below.

(Unit: Thousand Baht)

	Consolidated and Separate
	financial statements
Balance as at 1 January 2017	1,000,000
Less: Repayment during the period	<u>(150,000)</u>
Balance as at 30 September 2017	<u>850,000</u>

(Unaudited but reviewed)

In December 2016, the Company and its subsidiaries entered into a Credit Facility Agreement with three financial institutions to obtain long-term syndicated loans facility amounting to Baht 2,000 million.

In December 2016, the Company drew down a Baht 1,000 million loans from financial institutions, and the loan shall be repaid within the year 2021. The repayment of the principal is to be made in 20 quarterly installments, of Baht 50 million each, with the first installment to be paid in March 2017.

The loan is subject to interest at the rate with reference to THBFIX+3%, and interest is to be paid on a monthly basis.

Under the loan agreement, the Company and its subsidiaries have to comply with certain conditions including maintaining interest bearing debt to EBITDA plus extraordinary item and non-cash items ratio for the consolidated financial statements not exceeding 5:1 and debt to equity ratio for the consolidated financial statements not exceeding 2.75:1. As at 31 December 2016, the Company and its subsidiaries were able to maintain and comply with all conditions as specified in the loan agreement.

The above long-term loans from financial institutions are guaranteed by mortgage of the Company's and its subsidiaries' properties and plant thereon.

12. Liabilities under financial lease agreements

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
Liabilities under financial lease agreements	153,088	212,770	12,160	23,588
Less: Deferred interest expenses	(11,305)	(19,375)	(634)	(1,446)
Total	141,783	193,395	11,526	22,142
Less: Portion due within one year	(62,755)	(67,705)	(7,933)	(13,165)
Liabilities under financial lease agreements, net of current portion	79,028	125,690	3,593	8,977

The Company and its subsidiaries have entered into the finance lease agreements for rental of machinery and motor vehicles for use in their operation, whereby they are committed to pay rental on a monthly basis. The terms of the agreements are generally between 3 and 5 years.

(Unaudited but reviewed)

13. Income tax

Interim corporate income tax was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax expenses for the three-month and nine-month periods ended 30 September 2017 and 2016 are made up as follows:

(Unit: Thousand Baht)

	Consolidated financial statements			
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Current income tax:				
Interim corporate income tax charge	(11,835)	1,807	20,752	52,436
Deferred tax:				
Relating to origination and reversal of temporary differences	(3,825)	(4,982)	(11,977)	(1,884)
Income tax expense (revenue) reported in the statements of comprehensive income	(15,660)	(3,175)	8,775	50,552

(Unit: Thousand Baht)

	Separate financial statements			
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Current income tax:				
Interim corporate income tax charge	(11,429)	(2,661)	4,275	28,261
Deferred tax:				
Relating to origination and reversal of temporary differences	(556)	(3,121)	(6,823)	(2,264)
Income tax expense (revenue) reported in the statements of comprehensive income	(11,985)	(5,782)	(2,548)	25,997

14. Earnings per share

Basic earnings per share is calculated by dividing profit (loss) for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

(Unaudited but reviewed)

15. Segment information

The Company and its subsidiaries are organised into business units based on its products and services. During the current period, the Company and its subsidiaries have not changed the organisation of their reportable segments.

The following tables present revenue and profit information regarding the Company and its subsidiaries' operating segments for the three-month and nine-month periods ended 30 September 2017 and 2016, respectively.

(Unit: Million Baht)

	For the three-month periods ended 30 September															
	Compressors										Adjustments and					
	and parts		Enameled wire		Steel sheet		Steel coil center		Others		Total Segments		eliminations		Consolidated	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Revenue																
External customers	1,276	998	362	305	241	218	219	201	18	19	2,116	1,741	-	-	2,116	1,741
Inter-segment	45	44	92	89	95	110	81	75	23	18	336	336	(336)	(336)	-	-
Total revenue	1,321	1,042	454	394	336	328	300	276	41	37	2,452	2,077	(336)	(336)	2,116	1,741
Results																
Segment gross profit (loss)	(90)	39	6	(10)	(3)	27	38	32	(6)	(6)	(55)	82	19	9	(36)	91
Other income															71	50
Selling and distribution expenses															(29)	(22)
Administrative expenses															(98)	(100)
Loss on exchange															-	(1)
Finance cost															(45)	(44)
Loss before income tax															(137)	(26)
Income tax															15	3
Loss for the period															(122)	(23)

(Unaudited but reviewed)

(Unit: Million Baht)

For the nine-month periods ended 30 September

	Compressors										Adjustments and					
	and parts		Enameled wire		Steel sheet		Steel coil center		Others		Total Segments		eliminations		Consolidated	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Revenue																
External customers	4,280	4,070	1,126	900	833	687	640	695	61	56	6,940	6,408	-	-	6,940	6,408
Inter-segment	108	156	280	363	419	293	285	270	89	65	1,181	1,147	(1,181)	(1,147)	-	-
Total revenue	<u>4,388</u>	<u>4,226</u>	<u>1,406</u>	<u>1,263</u>	<u>1,252</u>	<u>980</u>	<u>925</u>	<u>965</u>	<u>150</u>	<u>121</u>	<u>8,121</u>	<u>7,555</u>	<u>(1,181)</u>	<u>(1,147)</u>	<u>6,940</u>	<u>6,408</u>
Results																
Segment gross profit (loss)	(17)	341	35	(32)	81	81	146	156	(8)	(12)	237	534	32	34	269	568
Other income															195	128
Selling and distribution expenses															(96)	(78)
Administrative expenses															(302)	(307)
Gain (loss) on exchange															13	(11)
Finance cost															(137)	(139)
Profit (loss) before income tax															(58)	161
Income tax															(9)	(51)
Profit (loss) for the period															<u>(67)</u>	<u>110</u>

(Unaudited but reviewed)

16. Dividends

Dividends	Approved by	Total dividends (Million Baht)	Dividend per share (Baht)
Final dividends for 2015	Annual General Meeting of the shareholders on 23 April 2016	180	0.15
Total for 2016		180	0.15
Final dividends for 2016	Annual General Meeting of the shareholders on 20 April 2017	120	0.10
Total for 2017		120	0.10

17. Commitment and contingent liabilities

17.1 Capital commitments

As at 30 September 2017, the subsidiaries have capital commitments of approximately EUR 1.7 million and Baht 35.7 million (totaling approximately Baht 95.9 million) (31 December 2016: Baht 0.4 million), relating to acquisition of machinery.

17.2 Operating lease commitments

The Company and its subsidiaries have entered into several lease agreements in respect of the lease of land, motor vehicles, and office equipment. The terms of the agreements are generally between 1 and 3 years. Future minimum lease payments required under these operating leases agreements were as follows:

	(Unit: Million Baht)			
	Consolidated financial statements		Separate financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
<u>Payable:</u>				
In up to 1 year	23.8	30.2	-	5.1
In over 1 and up to 3 years	13.5	26.3	-	3.4

(Unaudited but reviewed)

17.3 Long-term service commitments

- a) The Company and its subsidiaries have commitments relating to service agreements payable in the future as follows:

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2017	2016	2017	2016
<u>Payable:</u>				
In up to 1 year	12.4	8.5	5.1	2.8
In over 1 year	6.0	0.1	4.3	-

- b) A subsidiary company entered into technical license and royalty agreement with an oversea company. Under the agreement the subsidiary company has obliged to pay license and royalty fee to that company at the rate stipulated in the agreement. The agreement has been in effect since 15 July 2004 and shall continue unless cancelled by either party.

As at 30 September 2017, the subsidiary has outstanding royalty fees amounting to Baht 17.6 million (31 December 2016: Baht 17.6 million) which was included in other current liabilities.

- c) The Company and its subsidiaries have commitments related to sales commissions payable to sale agents at the rate stipulated in the agreements or rate agreed between parties.

17.4 Guarantees

- a) As at 30 September 2017, the Company and Kulthorn Materials and Controls Company Limited have contingent liability relating to the guarantee of credit facility of Suzhou Kulthorn Magnet Wire Co., Ltd. to an oversea branch of a commercial bank amounting to RMB 60 million or equivalent to Baht 304 million (31 December 2016: RMB 60 million or equivalent to Baht 313 million).
- b) As at 30 September 2017, there were outstanding bank guarantees of approximately Baht 67.3 million (31 December 2016: Baht 78.8 million), the Company only: Baht 8.3 million (31 December 2016: Baht 19.7 million) issued by the banks on behalf of the Company and its subsidiaries in respect of certain performance bonds as required in the normal course of business of the Company and its subsidiaries. These include letter of guarantee to guarantee electricity usage amounting to Baht 65.9 million (31 December 2016: Baht 77.3 million), the Company only: Baht 8.2 million (31 December 2016: Baht 19.6 million) and to guarantee import duty and others amounting to Baht 1.4 million (31 December 2016: Baht 1.4 million), the Company only: Baht 0.1 million (31 December 2016: Baht 0.1 million).

17.5 Litigation

During the year 2016, a foreign subsidiary was sued for compensation for damages caused by production delay arising from a strike staged by subsidiary's employees during September 2014. Subsequently on 1 August 2017, the local court ordered the subsidiary to settle compensation to that company amounting to approximately RMB 1.8 million. As at 30 September 2017, the subsidiary has already settled such compensation in full amount.

18. Foreign currency risk

The Company and its subsidiaries' exposure to foreign currency risk arises mainly from purchases and sales of goods in foreign currencies. The Company and its subsidiaries seek to reduce this risk by entering into forward exchange contracts which generally mature within one year, when they consider appropriate.

Below is the summary of the Company and its subsidiaries' foreign currencies-denominated financial assets/liabilities.

Foreign currency	As at 30 September 2017					
	Consolidated financial statements		Separate financial statements		Exchange rate	
	Financial assets	Financial liabilities	Financial assets	Financial liabilities	Buying	Selling
	(Million)	(Million)	(Million)	(Million)	(Baht per one foreign currency unit)	
US dollar	19	15	14	3	33.2043	33.5324
Japanese yen	0.2	3	-	1	0.2927	0.3001
RMB	-	7	-	5	4.9497	5.0659
Euro	-	0.2	-	0.1	38.9463	39.6762

Foreign currency	As at 31 December 2016					
	Consolidated financial statements		Separate financial statements		Exchange rate	
	Financial assets	Financial liabilities	Financial assets	Financial liabilities	Buying	Selling
	(Million)	(Million)	(Million)	(Million)	(Baht per one foreign currency unit)	
US dollar	17	27	15	18	35.6588	36.0025
Japanese yen	-	2	-	0.1	0.3046	0.3113
RMB	-	-	-	9	5.0831	5.2165
Euro	-	0.2	-	0.1	37.3791	38.1362

(Unaudited but reviewed)

Forward exchange contracts

The Company and its subsidiaries had outstanding forward exchange contract with maturities less than one year as follows:

As at 30 September 2017					
Consolidated financial statements					
Foreign currency	Bought	Sold	Contractual maturity date	Contractual exchange rate	
	amount	amount		Bought amount	Sold amount
	(Million)	(Million)		(Baht per one foreign currency unit)	
US Dollar	0.3	11.2	12 March - 2 April 2018	33.81	32.91 - 33.27

As at 31 December 2016					
Consolidated financial statements					
Foreign currency	Bought	Sold	Contractual maturity date	Contractual exchange rate	
	amount	amount		Bought amount	Sold amount
	(Million)	(Million)		(Baht per one foreign currency unit)	
US Dollar	-	0.9	7 March - 21 June 2017	-	34.68 - 35.80

As at 30 September 2017					
Separate financial statements					
Foreign currency	Bought	Sold	Contractual maturity date	Contractual exchange rate	
	amount	amount		Bought amount	Sold amount
	(Million)	(Million)		(Baht per one foreign currency unit)	
US Dollar	-	11.2	12 March - 2 April 2018	-	32.91 - 33.27

As at 31 December 2016					
Separate financial statements					
Foreign currency	Bought	Sold	Contractual maturity date	Contractual exchange rate	
	amount	amount		Bought amount	Sold amount
	(Million)	(Million)		(Baht per one foreign currency unit)	
US Dollar	-	0.6	19 - 21 June 2017	-	35.66 - 35.80

(Unaudited but reviewed)

19. Fair values of financial instruments

As at 30 September 2017, the Company and its subsidiaries had the following financial liabilities that were measured at fair value using different level of input as follow:

	(Unit: Million Baht)	
	Consolidated	Separate
	<u>financial statements</u>	<u>financial statements</u>
	<u>Level 2</u>	<u>Level 2</u>
Financial liabilities measured at fair value		
Derivatives		
Foreign currency forward contracts	3.1	2.9

During the current period, there were no transfers within the fair value hierarchy.

20. Approval of interim financial statements

These interim financial statements have been authorised for issue by the Company's authorised directors on 8 November 2017.