

Karmarts Public Company Limited and its subsidiaries
Review report and consolidated interim financial statements
For the three-month and six-month periods ended
30 June 2016

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Karmarts Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Karmarts Public Company Limited and its subsidiaries as at 30 June 2016, the related consolidated statements of income and comprehensive income for the three-month and six-month periods ended 30 June 2016, and the related consolidated statements of changes in shareholders' equity and cash flows for the six-month periods then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of Karmarts 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*.

Pimjai Manitkajohnkit

Certified Public Accountant (Thailand) No. 4521

EY Office Limited

Bangkok: 11 August 2016

Karmarts Public Company Limited and its subsidiaries
Statement of financial position

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2016	31 December 2015	30 June 2016	31 December 2015
		(Unaudited	(Audited)	(Unaudited	(Audited)
		but reviewed)		but reviewed)	
Assets					
Current assets					
Cash and cash equivalents		12,823	15,618	8,994	10,410
Current investments	7	11,539	76,500	11,539	76,500
Trade and other receivables	3, 4	284,937	222,663	284,937	222,650
Current portion of finance lease receivables		34	40	34	40
Short-term loans to related parties	4	65,956	2,656	65,956	10,473
Short-term loans to unrelated person and parties	5	52,677	-	52,677	-
Current portion of long-term loans to unrelated persons and parties		420	772	420	772
Inventories	6	248,214	198,339	248,249	198,702
Other current assets	8	53,515	21,945	53,433	21,769
Total current assets		730,115	538,533	726,239	541,316
Non-current assets					
Finance lease receivables - net of current portion		395	430	395	430
Long-term loans to unrelated persons and parties - net of current portion		25,744	983	25,744	983
Investments in joint venture	9	3,077	-	3,563	-
Investments in associate	10	70,406	70,668	71,030	71,030
Investments in subsidiaries	11	-	-	2,500	2,500
Investment properties	12	115,000	115,000	115,000	115,000
Property, plant and equipment	13	226,430	229,090	226,362	221,713
Intangible assets	14	11,902	9,466	11,902	8,059
Deferred tax assets		7,199	11,364	7,199	11,364
Other non-current assets	3	24,051	25,649	24,051	24,838
Total non-current assets		484,204	462,650	487,746	455,917
Total assets		1,214,319	1,001,183	1,213,985	997,233

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

Karmarts Public Company Limited and its subsidiaries

Statement of financial position (continued)

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	<u>Note</u>	30 June 2016	31 December 2015	30 June 2016	31 December 2015
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans from banks	15	251,993	133,948	251,993	133,948
Trade and other payables	4, 16	103,327	57,563	103,240	55,438
Current portion of liabilities under finance lease agreements		2,363	2,702	2,363	2,702
Income tax payable		32,594	22,775	32,594	22,775
Other current liabilities		9,955	10,516	7,699	8,232
Total current liabilities		400,232	227,504	397,889	223,095
Non-current liabilities					
Liabilities under finance lease agreements - net of current portion		4,977	5,746	4,977	5,746
Provision for long-term employee benefits		12,047	11,132	12,047	11,132
Deferred tax liabilities		40,766	40,719	40,766	40,719
Total non-current liabilities		57,790	57,597	57,790	57,597
Total liabilities		458,022	285,101	455,679	280,692

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

Karmarts Public Company Limited and its subsidiaries

Statement of financial position (continued)

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	<u>Note</u>	30 June 2016	31 December 2015	30 June 2016	31 December 2015
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity					
Share capital					
Registered					
660,000,000 ordinary shares of Baht 0.60 each		396,000	396,000	396,000	396,000
Issued and fully paid up					
659,568,809 ordinary shares of Baht 0.60 each		395,741	395,741	395,741	395,741
Share premium		83,396	83,396	83,396	83,396
Capital reduction surplus		15,267	15,267	15,267	15,267
Retained earnings					
Appropriated - statutory reserve	17	39,574	33,588	39,574	33,588
Unappropriated		180,462	148,738	182,821	147,042
Other components of shareholders' equity		41,472	41,507	41,507	41,507
Equity attributable to owners of the Company		755,912	718,237	758,306	716,541
Non-controlling interests of the subsidiaries		385	(2,155)	-	-
Total shareholders' equity		756,297	716,082	758,306	716,541
Total liabilities and shareholders' equity		1,214,319	1,001,183	1,213,985	997,233

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

Directors

(Unaudited but reviewed)

Karmarts Public Company Limited and its subsidiaries**Income statement****For the three-month period ended 30 June 2016**

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2016	2015	2016	2015
Revenues					
Sales	4	393,768	284,197	393,768	284,224
Income from bus service operator		140	1,258	-	-
Income from warehouse rental and warehouse services		5,234	4,697	5,234	4,697
Gain on disposal of investment in subsidiary	2.2	611	-	428	-
Other income	4	4,344	3,171	4,746	3,351
Total revenues		404,097	293,323	404,176	292,272
Expenses					
Cost of sales	4	175,024	126,732	175,088	126,759
Cost of bus service operator		690	1,783	-	-
Cost of warehouse rental and warehouse services		-	176	-	176
Selling expenses		116,000	64,475	115,998	64,475
Administrative expenses		30,180	34,353	27,492	34,987
Total expenses		321,894	227,519	318,578	226,397
Profit before share of loss from investments in joint venture and associate, finance cost and income tax expenses					
Share of loss from investments in joint venture and associate		(243)	(115)	-	-
Profit before finance cost and income tax expenses		81,960	65,689	85,598	65,875
Finance cost	4	(2,973)	(2,815)	(2,938)	(2,778)
Profit before income tax expenses		78,987	62,874	82,660	63,097
Income tax (expenses)	18	(17,482)	1,621	(17,482)	1,621
Profit for the periods		61,505	64,495	65,178	64,718
Profit or loss attributable to:					
Equity holders of the Company		61,738	64,821	65,178	64,718
Non-controlling interests of the subsidiaries		(233)	(326)		
		61,505	64,495		
					(Unit: Baht)
Basic earnings per share	19				
Profit attributable to equity holders of the Company		0.094	0.098	0.099	0.098
Weighted average number of common stock (shares)		659,568,809	659,568,809	659,568,809	659,568,809

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

(Unaudited but reviewed)

Karmarts Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 30 June 2016

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Profit for the periods	<u>61,505</u>	<u>64,495</u>	<u>65,178</u>	<u>64,718</u>
Other comprehensive income:				
<i>Other comprehensive income to be reclassified to profit or loss in subsequent period:</i>				
Share of loss from exchange rate differences on translation of joint venture's financial statements in foreign currency	-	-	-	-
Total comprehensive income for the periods	<u>61,505</u>	<u>64,495</u>	<u>65,178</u>	<u>64,718</u>
Total comprehensive income attributable to:				
Equity holders of the Company	61,738	64,821	<u>65,178</u>	<u>64,718</u>
Non-controlling interests of the subsidiaries	<u>(233)</u>	<u>(326)</u>		
	<u>61,505</u>	<u>64,495</u>		

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

(Unaudited but reviewed)

Karmarts Public Company Limited and its subsidiaries**Income statement****For the six-month period ended 30 June 2016**

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2016	2015	2016	2015
Revenues					
Sales	4	717,579	574,854	717,579	574,881
Income from bus service operator		942	1,264	-	-
Income from warehouse rental and warehouse services		9,148	9,672	9,148	9,672
Gain on disposal of investment in subsidiary	2.2	611	-	428	-
Other income	4	13,821	5,253	14,933	5,627
Total revenues		742,101	591,043	742,088	590,180
Expenses					
Cost of sales	4	315,703	259,181	316,073	259,208
Cost of bus service operator		1,718	3,731	-	-
Cost of warehouse rental and warehouse services		134	665	134	665
Selling expenses		197,431	140,848	197,428	140,848
Administrative expenses		53,374	61,891	51,056	61,343
Total expenses		568,360	466,316	564,691	462,064
Profit before share of loss from investments in joint venture and associate, finance cost and income tax expenses					
Share of loss from investments in joint venture and associate		(713)	(193)	-	-
Profit before finance cost and income tax expenses		173,028	124,534	177,397	128,116
Finance cost	4	(5,823)	(5,830)	(5,746)	(5,756)
Profit before income tax expenses		167,205	118,704	171,651	122,360
Income tax expenses	18	(37,547)	(13,109)	(37,547)	(13,109)
Profit for the periods		129,658	105,595	134,104	109,251
Profit or loss attributable to:					
Equity holders of the Company		130,049	106,246	134,104	109,251
Non-controlling interests of the subsidiaries		(391)	(651)		
		129,658	105,595		
					(Unit: Baht)
Basic earnings per share	19				
Profit attributable to equity holders of the Company		0.197	0.161	0.203	0.166
Weighted average number of common stock (shares)		659,568,809	659,568,809	659,568,809	659,568,809

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

(Unaudited but reviewed)

Karmarts Public Company Limited and its subsidiaries

Statement of comprehensive income

For the six-month period ended 30 June 2016

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Profit for the periods	<u>129,658</u>	<u>105,595</u>	<u>134,104</u>	<u>109,251</u>
Other comprehensive income:				
<i>Other comprehensive income to be reclassified to profit or loss in subsequent period:</i>				
Share of loss from exchange rate differences on translation of joint venture's financial statements in foreign currency	(35)	-	-	-
Total comprehensive income for the periods	<u>129,623</u>	<u>105,595</u>	<u>134,104</u>	<u>109,251</u>
Total comprehensive income attributable to:				
Equity holders of the Company	130,014	106,246	<u>134,104</u>	<u>109,251</u>
Non-controlling interests of the subsidiaries	(391)	(651)		
	<u>129,623</u>	<u>105,595</u>		

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

(Unaudited but reviewed)

Karmarts Public Company Limited and its subsidiaries**Statement of cash flows****For the six-month period ended 30 June 2016**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Cash flows from operating activities				
Profit before tax	167,205	118,704	171,651	122,360
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities: -				
Depreciation and amortisation	15,945	15,134	14,283	11,475
Increase (decrease) in allowance for doubtful accounts	15,618	3,592	(286)	13,382
Increase in allowance for reducing cost of inventories to net realisable value	1,382	1,383	1,382	1,383
Increase (decrease) in allowance for impairment of assets	(2,430)	9,021	(2,430)	500
Unrealised loss (gain) on exchange rate	(4,724)	1,753	(4,724)	1,753
Gain on disposal of current investments	(2,262)	(129)	(2,262)	(129)
Unrealised loss (gain) on change in the fair value of current investments	(1,040)	251	(1,040)	251
Gain on disposal of investment in subsidiary	(611)	-	(428)	-
Fixed assets and intangible assets written off	7,143	39	89	39
Loss (gain) on disposal of fixed assets and intangible assets	(132)	4,753	(132)	4,753
Interest income	(2,528)	(2,141)	(2,871)	(2,530)
Dividend income	(322)	(360)	(322)	(360)
Provision for long-term employee benefits	978	820	978	820
Interest expenses	2,787	3,066	2,787	2,993
Share of loss from investments in joint venture and associate	713	193	-	-
Profit from operating activities before changes in operating assets and liabilities: -	197,722	156,079	176,675	156,690
Operating assets (increase) decrease				
Trade and other receivables	(75,225)	(51,676)	(59,334)	(52,051)
Finance lease receivables	924	979	924	979
Inventories	(51,035)	(10,970)	(50,707)	(10,445)
Other current assets	(28,340)	(4,182)	(28,434)	(3,929)
Other non-current assets	1,598	1,527	787	1,528
Operating liabilities increase (decrease)				
Trade and other payables	44,401	(4,023)	46,439	(4,248)
Other current liabilities	(561)	(1,808)	(533)	(1,820)
Cash from operating activities	89,484	85,926	85,817	86,704
Cash paid for long-term employee benefits	(63)	-	(63)	-
Cash paid for income tax	(23,516)	(5,547)	(23,516)	(5,547)
Net cash from operating activities	65,905	80,379	62,238	81,157

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

(Unaudited but reviewed)

Karmarts Public Company Limited and its subsidiaries**Statement of cash flows (continued)****For the six-month period ended 30 June 2016**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Cash flows from investing activities				
Interest received	1,902	2,141	2,245	2,530
Dividend received	322	360	322	360
Increase in short-term loans to related parties	(63,300)	-	(55,483)	(10)
Decrease (increase) in short-term loans to unrelated person and parties	(55,663)	30,000	(55,663)	30,000
Increase in long-term loans to unrelated persons and parties	(24,347)	-	(24,347)	-
Proceeds from disposal of equipment and intangible assets	376	2,408	376	2,408
Proceeds from disposal of investment in subsidiary	611	-	428	-
Proceeds from disposal and redeem of current investments	105,365	7,500	105,365	7,500
Purchase of current investments	(37,102)	(14,742)	(37,102)	(14,742)
Purchases of land, equipment and intangible assets	(21,197)	(12,663)	(21,197)	(12,660)
Change in non-controlling interests of the subsidiary from disposal of investment in subsidiary	2,931	-	-	-
Increase in investments in joint venture	(3,563)	-	(3,563)	-
Net cash from (used in) investing activities	(93,665)	15,004	(88,619)	15,386
Cash flows from financing activities				
Decrease in restricted bank deposits	-	648	-	-
Increase in bank overdrafts and short-term loans from banks	122,534	1,312	122,534	1,312
Decrease in short-term loan from related person	-	(10,000)	-	(10,000)
Cash paid under finance leases	(1,886)	(2,064)	(1,886)	(2,064)
Cash paid for finance transaction cost	(800)	-	(800)	-
Interest paid	(2,544)	(2,858)	(2,544)	(2,784)
Dividend paid	(92,339)	(79,147)	(92,339)	(79,147)
Net cash from (used in) financing activities	24,965	(92,109)	24,965	(92,683)
Net increase (decrease) in cash and cash equivalents	(2,795)	3,274	(1,416)	3,860
Cash and cash equivalents at beginning of periods	15,618	59,712	10,410	54,568
Cash and cash equivalents at end of periods	12,823	62,986	8,994	58,428
	-		-	
Supplemental cash flows information: -				
Non-cash transactions: -				
Undue installments for acquisition of intangible assets	1,590	-	1,590	-
Purchases of vehicles under finance leases	543	4,240	543	4,240
Sales of equipment and vehicles that have not yet been collected	-	14	-	14
Transfer inventories to equipment	-	91	-	91
Transfer equipment to inventories	222	173	222	173
Transfer investment properties to property and plant	-	63,000	-	63,000
Transfer equipment to intangible assets	359	-	359	-

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

(Unaudited but reviewed)

Karmarts Public Company Limited and its subsidiaries**Statement of changes in shareholders' equity****For the six-month period ended 30 June 2016**

(Unit: Thousand Baht)

Consolidated financial statements											
Equity attributable to owners of the Company											
	Equity attributable to owners of the Company					Other components of shareholders' equity					
	Issued and paid-up		Capital reduction surplus	Retained earnings		Surplus on revaluation of assets	Exchange rate differences on translation of financial statements in foreign currency	Total other components of shareholders' equity	Total equity attributable to owners of the Company	Non-controlling interests of the subsidiaries	Total shareholders' equity
	share capital	Share premium		Appropriated - statutory reserve	Unappropriated						
Balance as at 1 January 2015	395,741	83,396	15,267	23,296	107,663	7,378	-	7,378	632,741	(903)	631,838
Profit for the period	-	-	-	-	106,246	-	-	-	106,246	(651)	105,595
Other comprehensive income for the period	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	106,246	-	-	-	106,246	(651)	105,595
Dividend paid (Note 23)	-	-	-	-	(79,147)	-	-	-	(79,147)	-	(79,147)
Transfer to statutory reserve (Note 17)	-	-	-	5,462	(5,462)	-	-	-	-	-	-
Balance as at 30 June 2015	395,741	83,396	15,267	28,758	129,300	7,378	-	7,378	659,840	(1,554)	658,286
Balance as at 1 January 2016	395,741	83,396	15,267	33,588	148,738	41,507	-	41,507	718,237	(2,155)	716,082
Profit for the period	-	-	-	-	130,049	-	-	-	130,049	(391)	129,658
Other comprehensive income for the period	-	-	-	-	-	-	(35)	(35)	(35)	-	(35)
Total comprehensive income for the period	-	-	-	-	130,049	-	(35)	(35)	130,014	(391)	129,623
Dividend paid (Note 23)	-	-	-	-	(92,339)	-	-	-	(92,339)	-	(92,339)
Transfer to statutory reserve (Note 17)	-	-	-	5,986	(5,986)	-	-	-	-	-	-
Change in non-controlling interests of the subsidiary											
from disposal of investment in subsidiary	-	-	-	-	-	-	-	-	-	2,931	2,931
Balance as at 30 June 2016	395,741	83,396	15,267	39,574	180,462	41,507	(35)	41,472	755,912	385	756,297

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

(Unaudited but reviewed)

Karmarts Public Company Limited and its subsidiaries
Statement of changes in shareholders' equity (continued)
For the six-month period ended 30 June 2016

(Unit: Thousand Baht)

	Separate financial statements							
						Other components of		
						shareholders' equity		
	Issued and paid-up share capital	Share premium	Capital reduction surplus	Retained earnings Appropriated - statutory reserve	Unappropriated	Surplus on revaluation of assets	Total other components of shareholders' equity	Total shareholders' equity
Balance as at 1 January 2015	395,741	83,396	15,267	23,296	109,773	7,378	7,378	634,851
Profit for the period	-	-	-	-	109,251	-	-	109,251
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	109,251	-	-	109,251
Dividend paid (Note 23)	-	-	-	-	(79,147)	-	-	(79,147)
Transfer to statutory reserve (Note 17)	-	-	-	5,462	(5,462)	-	-	-
Balance as at 30 June 2015	<u>395,741</u>	<u>83,396</u>	<u>15,267</u>	<u>28,758</u>	<u>134,415</u>	<u>7,378</u>	<u>7,378</u>	<u>664,955</u>
Balance as at 1 January 2016	395,741	83,396	15,267	33,588	147,042	41,507	41,507	716,541
Profit for the period	-	-	-	-	134,104	-	-	134,104
Other comprehensive income for the period	-	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	134,104	-	-	134,104
Dividend paid (Note 23)	-	-	-	-	(92,339)	-	-	(92,339)
Transfer to statutory reserve (Note 17)	-	-	-	5,986	(5,986)	-	-	-
Balance as at 30 June 2016	<u>395,741</u>	<u>83,396</u>	<u>15,267</u>	<u>39,574</u>	<u>182,821</u>	<u>41,507</u>	<u>41,507</u>	<u>758,306</u>

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

Karmarts Public Company Limited and its subsidiaries

Notes to consolidated interim financial statements

For the three-month and six-month periods ended 30 June 2016

1. Corporate information

Karmarts 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 consumer products, and the provision of warehouse rental and warehouse services. The Company’s registered address is 81-81/1, Soi Phetchakasem 54 sub 3, Phetchakasem Road, Bangduan, Phasicharoen, Bangkok.

2. Basis of preparation and accounting policies

2.1 Basis for the preparation of consolidated interim financial statements

These interim financial statements have been prepared in accordance with Accounting Standard 34 (revised 2015) “Interim Financial Reporting” with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, income, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

These 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. This interim financial information 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 financial statements.

2.2 Basis of consolidation

These consolidated interim financial statements are prepared by applying the same basis as that applied for the preparation of the consolidated financial statements for the year ended 31 December 2015. There have been significant changes in the composition of the group of company during the current period as follows.

(Unaudited but reviewed)

On 20 January 2016, the Company paid for an investment in Karmarts Vietnam Company Limited, registered and established in Vietnam, in a total of USD 98,000 or approximately Baht 3.56 million. As a result, the Company holds 49% of the issued and paid-up shares of USD 200,000 in this company. The Company has recorded the investments in this company as investments in joint venture since the investment date.

During the current quarter, the Company sold the investment in My Bus Company Limited (a subsidiary) to a third party for 8,564,511 shares, or 95.16% of shareholding in the subsidiary at a price of Baht 0.05 per share or amounting to Baht 0.428 million, resulting in gain incurred from sale of investment in subsidiary of Baht 0.61 million as presented in the consolidated profit or loss (separate profit or loss: gain of Baht 0.428 million). As a result of the transaction, My Bus Company Limited was no longer the subsidiary of the Company.

Details of the net assets value of My Bus Company Limited as at the disposal date are as follows:

	(Unit: Thousand Baht)
Total assets	8,017
Total liabilities	(70,891)
Net assets value	(62,874)
Less: Non-controlling interests of the subsidiary	2,931
Net assets value attributable to the Company's investment	(59,943)
Less: Allowance for doubtful accounts recognised in the prior periods	59,760
Net assets value attributable to the Company's investment after deducting allowance for doubtful accounts	(183)
Selling price	428
Gain on disposal of investment in subsidiary	611

2.3 New financial reporting standards

During the period, the Company and its subsidiaries have adopted the revised and new financial reporting standards and accounting treatment guidance issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after 1 January 2016. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, 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's financial statements.

(Unaudited but reviewed)

2.4 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 2015.

3. Trade and other receivables

	Consolidated financial statements		(Unit: Thousand Baht) Separate financial statements	
	30 June 2016	31 December 2015	30 June 2016	31 December 2015
Trade receivables - related parties				
Aged on the basis of due dates				
Not yet due	1,619	3,203	1,619	3,597
Past due				
1 - 3 months	1,052	483	1,052	521
4 - 6 months	1,693	382	1,693	50
7 - 12 months	-	8	-	22
Over 12 months	-	14	-	6,188
Total	4,364	4,090	4,364	10,378
Less: Allowance for doubtful accounts	-	-	-	(6,288)
Net	4,364	4,090	4,364	4,090
Trade receivables - unrelated parties				
Aged on the basis of due dates				
Post dated cheques	4,812	2,469	4,812	2,469
Not yet due	152,111	108,339	152,111	108,339
Past due				
1 - 3 months	109,823	77,635	109,823	77,635
4 - 6 months	6,096	1,739	6,096	1,739
7 - 12 months	2,631	2,026	2,631	2,026
Over 12 months	9,126	3,913	9,126	3,913
Returned cheques	1,641	1,442	1,641	1,442
Total	286,240	197,563	286,240	197,563
Less: Allowance for doubtful accounts	(8,326)	(3,237)	(8,326)	(3,237)
Net	277,914	194,326	277,914	194,326
Other receivables				
Advance to related persons and parties	1,078	22,121	1,078	31,748
Other receivables	18,238	10,295	18,238	10,271
Total	19,316	32,416	19,316	42,019
Less: Allowance for doubtful accounts	(16,657)	(8,169)	(16,657)	(17,785)
Net	2,659	24,247	2,659	24,234
Total trade and other receivables - net	284,937	222,663	284,937	222,650

(Unaudited but reviewed)

On 22 December 2014, the Company entered into an agreement to sell all of the inventories, that are related to the project to upgrade the 470MHz Mobile Telephone Network to CDMA2000 1X to a non-related party at a price of Baht 28.1 million (including VAT). This agreement requires the buyer to make payment to the Company in monthly installments, within 10 years. As at 30 June 2016, the Company had such account receivable balance of Baht 22.7 million (31 December 2015: Baht 24.0 million), with the portion due in over 12 months amounting to Baht 20.0 million (31 December 2015: Baht 21.3 million) and was classified as other non-current assets in the statement of financial position.

4. Related party transactions

During the periods, the Company and its subsidiaries had significant business transactions with related parties, which have been concluded on commercial terms and bases agreed upon in the ordinary course of business between the Company and those companies.

The relationship between the Company and the related parties is summarised below.

Name of related parties	Relationship with the Company
My Bus Co., Ltd.*	Subsidiary
J KOS Laboratories Co., Ltd.	Subsidiary
The Iconic Property Co., Ltd.	Associate
The Iconic Property Charan Sanit Wong13 Co., Ltd.	Subsidiary of the associate
The Iconic Property Phetkasem Co., Ltd.	Subsidiary of the associate
Bangwaek Condominium Co., Ltd.	Subsidiary of the associate
Karmarts Vietnam Co., Ltd.	Joint venture
Karmarts Malaysia Sdn. Bhd.**	Related company
June Laboratories Co., Ltd.	Common shareholder/ director with the subsidiary

* The Company sold the investment in that company as discussed in Note 11.

** The Company has planned to invest in that company as discussed in Note 9.

(Unaudited but reviewed)

Such significant transactions are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	For the three-month periods ended		For the three-month periods ended		
	30 June		30 June		Transfer Pricing Policy
	2016	2015	2016	2015	
<u>Transactions with subsidiaries</u>					
(Eliminated from consolidated financial statements)					
Sales of goods	-	-	-	29	Approximate cost
Interest income	-	-	150	195	1.50 percent per annum
Purchases of goods	-	-	97	-	Near market price
Management fee income	-	-	271	-	Contract price
Rental income	-	-	247	-	Contract price
<u>Transactions with joint venture and associate</u>					
Sales of goods	1,580	-	1,580	-	Near market price
Interest income	246	-	246	-	1.50 percent per annum
<u>Transactions with related persons and companies</u>					
Sales of goods	1,319	-	1,319	-	Near market price
Purchases of goods	1,149	-	1,149	-	Near market price
Interest income	-	4	-	4	1.50 percent per annum

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	For the six-month periods ended		For the six-month periods ended		
	30 June		30 June		Transfer Pricing Policy
	2016	2015	2016	2015	
<u>Transactions with subsidiaries</u>					
(Eliminated from consolidated financial statements)					
Sales of goods	-	-	-	29	Approximate cost
Interest income	-	-	343	389	1.50 percent per annum
Purchases of goods	-	-	119	-	Near market price
Management fee income	-	-	541	-	Contract price
Rental income	-	-	494	-	Contract price
<u>Transactions with joint venture and associate</u>					
Sales of goods	1,580	-	1,580	-	Near market price
Interest income	288	-	288	-	1.50 percent per annum
<u>Transactions with related persons and companies</u>					
Sales of goods	6,402	-	6,402	-	Near market price
Purchases of goods	1,969	-	1,969	-	Near market price
Interest income	-	7	-	7	1.50 percent per annum
Interest expenses	-	187	-	187	9 percent per annum

(Unaudited but reviewed)

The outstanding balances of the related transactions as at 30 June 2016 and 31 December 2015 have been shown in the statements of financial position as follows:

	Consolidated financial		(Unit: Thousand Baht)	
	statements		Separate financial	
	30 June 2016	31 December 2015	30 June 2016	31 December 2015
<u>Trade and other receivables - related persons and parties (Note 3)</u>				
Joint venture	2,312	-	2,312	-
Associate	310	22	310	22
Subsidiary	-	-	-	15,915
Related companies	2,820	6,523	2,820	6,523
Director	-	19,666	-	19,666
Total	5,442	26,211	5,442	42,126
Less: Allowance for doubtful accounts - subsidiary	-	-	-	(15,915)
Net	5,442	26,211	5,442	26,211
<u>Short-term loans to related parties</u>				
Associate	65,956	2,656	65,956	2,656
Subsidiary	-	-	-	51,662
Total	65,956	2,656	65,956	54,318
Less: Allowance for doubtful accounts - subsidiary	-	-	-	(43,845)
Net	65,956	2,656	65,956	10,473
<u>Trade and other payables - related persons and parties (Note 16)</u>				
Trade payables - related company	686	42	686	42
Accrued management benefits	510	1,000	510	1,000
Total	1,196	1,042	1,196	1,042

(Unaudited but reviewed)

During the current period, the balances of loans to related parties and the movements are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements			
	1 January			30 June
	2016	Increase	Decrease	2016
<u>Short-term loans to related party</u>				
Associate				
The Iconic Property Co.,Ltd.	2,656	63,300	-	65,956

(Unit: Thousand Baht)

	Separate financial statements				
	1 January		Increase in allowance for doubtful accounts	Transfer to loans to unrelated party	30 June
	2016	Increase			2016
<u>Short-term loans to related parties</u>					
Associate					
The Iconic Property Co.,Ltd.	2,656	63,300	-	-	65,956
Subsidiary					
My Bus Co.,Ltd.	7,817	650	(2,986)	(5,481)	-
Total	10,473	63,950	(2,986)	(5,481)	65,956

As at 30 June 2016 and 31 December 2015, short-term loans to such associate and subsidiary mature at call and carry interest at a rate of 1.5 percent per annum.

Directors and managements benefits

During the three-month and six-month periods ended 30 June 2016 and 2015, the Company and its subsidiaries had employee benefit expenses of their directors and managements as below.

(Unit: Million Baht)

	Consolidated / Separate financial statements			
	For the three-month periods ended		For the six-month periods ended	
	30 June		30 June	
	2016	2015	2016	2015
Short-term employee benefits	4	5	9	10
Post-employment benefits	2	1	4	3
Total	6	6	13	13

(Unaudited but reviewed)

5. Short-term loans to unrelated person and parties

As at 30 June 2016, the Company had short-term loans to unrelated person and parties amounting to Baht 53 million which carried interest at a rate of 1.5% - 15.0% per annum (31 December 2015: Nil).

6. Inventories

Movements in the allowance for reducing cost of inventories to net realisable value during the six-month period ended 30 June 2016 are summarised below.

	(Unit: Thousand Baht) Consolidated / Separate financial statements
Balance as at 1 January 2016	15,130
Increase in allowance for reducing cost of inventories to net realisable value	1,382
Balance as at 30 June 2016	16,512

7. Current Investments

	(Unit: Thousand Baht) Consolidated / Separate financial statements			
	30 June 2016		31 December 2015	
	Cost	Fair value	Cost	Fair value
Trading securities - ordinary shares	11,745	11,539	27,884	26,500
Unrealised loss from change in fair value of investments	(206)		(1,246)	
Allowance for impairment on current investments	-		(138)	
Investments in trading securities - net	11,539		26,500	
Bank deposit	-		50,000	
Total current investments - net	11,539		76,500	

As at 31 December 2015, the Company had an eight-month special savings deposit amounting to Baht 50 million which carried interests at the rate of 1.0 - 6.5 percent per annum (30 June 2016: Nil).

During the six-month period ended 30 June 2016, the Company sold trading securities with book value totaling Baht 53.12 million (2015: Baht 7.50 million) and recognised gain (after tax) on sale amounting to Baht 1.81 million (2015: Baht 0.10 million) in profit or loss.

8. Other current assets

Allowance for impairment loss on other current assets amounted to Baht 0.12 million as of 30 June 2016 (31 December 2015: Baht 2.55 million).

9. Investments in joint venture

Investments in joint venture represent investments in entity which is jointly controlled by the Company and other party. Details of these investments are as follows:

(Unit: Thousand Baht)

Joint venture's name	Nature of business	Country of incorporation	Consolidated financial statements					
			Shareholding percentage (%)		Cost		Carrying amounts based on equity method	
			30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015
Karmarts Vietnam Company Limited	Distribution of cosmetic products	Vietnam	49	-	3,563	-	3,077	-

(Unit: Thousand Baht)

Joint venture's name	Nature of business	Country of incorporation	Separate financial statements			
			Shareholding percentage (%)		Cost	
			30 June 2016	31 December 2015	30 June 2016	31 December 2015
Karmarts Vietnam Company Limited	Distribution of cosmetic products	Vietnam	49	-	3,563	-

On 20 January 2016, the Company paid for an investment in Karmarts Vietnam Company Limited, registered and established in Vietnam, in a total of USD 98,000 or approximately Baht 3.56 million. As a result, the Company holds 49% of the issued and paid-up shares of USD 200,000 in this company. The Company has recorded the investments in this company as investments in joint venture since the investment date.

Investments in this joint venture were determined on the basis of financial information provided by this company's management. This was unaudited by its external auditor due to time constraints.

(Unaudited but reviewed)

On 23 February 2015, the Company entered into the Memorandum of Understanding to establish Karmarts Malaysia Sdn. Bhd., the new joint venture in Malaysia which the Company will hold 51,000 ordinary shares (or 51% of the total 100,000 issued and paid-up shares) at MYR 10 per share, or a total of MYR 510,000 or approximately Baht 4.9 million. The said joint venture has been in the process of registration.

As at 30 June 2016, the Company had commitments amounting to USD 98,000 in respect of the unpaid shares in Karmarts Vietnam Company Limited (31 December 2015: Nil).

10. Investments in associate

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Consolidated financial statements					
			Shareholding percentage (%)		Cost		Carrying amounts based on equity method	
			30 June 2016	31 December 2015	30 June 2016	31 December 2015	30 June 2016	31 December 2015
The Iconic Property Company Limited	Properties development	Thailand	33.33	33.33	71,030	71,030	70,406	70,668

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Separate financial statements			
			Shareholding percentage (%)		Cost	
			30 June 2016	31 December 2015	30 June 2016	31 December 2015
The Iconic Property Company Limited.	Properties development	Thailand	33.33	33.33	71,030	71,030

During the first quarter of current year, the associate established its three subsidiaries which are The Iconic Property Charan Sanit Wong13 Co., Ltd., The Iconic Property Phetkasem Co., Ltd., and Bangwaek Condominium Co., Ltd.. The subsidiaries each have registered share capital of Baht 1 million and are engaged in property development business.

(Unaudited but reviewed)

11. Investments in subsidiaries

(Unit: Thousand Baht)

Company's name	Paid-up	Shareholding		Separate financial statements	
	share capital	percentage (%)		Cost method	
	Million Baht	30 June 2016	31 December 2015	30 June 2016	31 December 2015
My Bus Company Limited	9.20	-	95.16	-	9,173
J KOS Laboratories Company Limited	3.25	70.00	70.00	2,500	2,500
Total				2,500	11,673
Less: Allowance for impairment on investments - My Bus Company Limited				-	(9,173)
Net				2,500	2,500

During the current quarter, the Company sold the investment in My Bus Company Limited (a subsidiary) to a third party for 8,564,511 shares, or 95.16% of shareholding in the subsidiary at a price of Baht 0.05 per share or amounting to Baht 0.428 million, resulting in gain incurred from sale of investment in subsidiary of Baht 0.61 million as presented in the consolidated profit or loss (separate profit or loss: gain of Baht 0.428 million). As a result of the transaction, My Bus Company Limited was no longer the subsidiary of the Company.

As at 30 June 2016, the Company had commitments amounting to approximately Baht 4.5 million in respect of the unpaid shares in J KOS Laboratories Company Limited (31 December 2015: the Company had commitments amounting to approximately Baht 55 million and Baht 4.5 million in respect of the unpaid shares in My Bus Company Limited and J KOS Laboratories Company Limited, respectively).

12. Investment properties

Movements of the investment properties during the six-month period ended 30 June 2016 were as summarised below.

(Unit: Thousand Baht)

	Consolidated / Separate financial statements
1 January 2016	115,000
Increase/(decrease) in fair value during the period	-
30 June 2016	115,000

(Unaudited but reviewed)

During the first quarter of the year 2015, the Company transferred some plots of the land and buildings which had been used in the past for the provision of warehouse rental services to be used as a factory and as its own warehousing space, as discussed in Note 13.

Majority of investment properties were placed as collateral for short-term and long-term credit facilities granted by commercial banks.

13. Property, plant and equipment

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
<u>Cost</u>		
1 January 2016	377,756	309,718
Acquisitions	17,250	17,250
Transfer to inventories	(313)	(313)
Transfer to intangible assets	(1,825)	(1,825)
Disposals / write-off	(3,156)	(3,156)
Decrease from disposal of investment in subsidiary	(67,960)	-
30 June 2016	321,752	321,674
<u>Accumulated depreciation</u>		
1 January 2016	132,039	88,005
Depreciation during the period	12,653	11,698
Depreciation of disposals / write-off / transfer-out	(4,391)	(4,391)
Decrease from disposal of investment in subsidiary	(44,979)	-
30 June 2016	95,322	95,312
<u>Allowance for impairment</u>		
1 January 2016	16,627	-
Decrease from disposal of investment in subsidiary	(16,627)	-
30 June 2016	-	-
<u>Net book value</u>		
1 January 2016	229,090	221,713
30 June 2016	226,430	226,362

(Unaudited but reviewed)

The Company arranged for independent professional valuers to appraise the value of the land at the end of the year 2015. The land was revalued using the market approach. The Company recorded the resulting increase in asset values, totaling approximately Baht 42.7 million, in “surplus on revaluation of assets” in the statement of changes in shareholders' equity for the year 2015.

Had the land been carried in the financial statements based on historical cost, its net book value as of 30 June 2016 would have been Baht 56.6 million (31 December 2015: Baht 53.3 million).

As at 30 June 2016, the Company had vehicles under finance lease agreements with net book value amounting to Baht 7.3 million (31 December 2015: Baht 9.4 million).

As at 30 June 2016, certain items of buildings and equipment have been fully depreciated but are still in use. The gross carrying amount before deducting accumulated depreciation and allowance for impairment of those assets amounted to approximately Baht 46.1 million (The Company only: Baht 46.1 million) (31 December 2015: Baht 42.3 million, the Company only: Baht 42.2 million).

During the first quarter of the year 2015, the Company transferred some plots of land and buildings which had been used in the past for the provision of warehouse rental services and previously recorded as investment properties to be used as a factory and as its own warehousing space, because the purpose of using these assets has been changed, as discussed in Note 12.

The Company has placed a majority of its land with structures thereon as collateral for short-term and long-term credit facilities granted by commercial banks.

14. Intangible assets

Movements of the intangible assets during the six-month period ended 30 June 2016 were summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at 1 January 2016	9,466	8,059
Acquisitions	6,080	6,080
Transfer from equipment - net book value	359	359
Write-off - net book value	(11)	(11)
Amortisation during the period	(3,292)	(2,585)
Decrease from disposal of investment in subsidiary - net book value	(700)	-
Net book value as at 30 June 2016	11,902	11,902

(Unaudited but reviewed)

15. Bank overdrafts and short-term loans from banks

(Unit: Thousand Baht)

	Interest rate (percent per annum)		Consolidated / Separate financial statements	
	30 June	31 December	30 June	31 December
	2016	2015	2016	2015
Trust receipts	3.22% - 4.25%	3.08% - 3.68%	221,993	133,948
Short-term loans from banks	4.25%	-	30,000	-
			251,993	133,948

During the current period, the Company has entered into a 1-year credit facility of loan agreement amounting to Baht 50 million with a local financial institution. The loan carries interest at MLR less 2% per annum and is to be repaid in monthly installments, the first of which will be due in 25 August 2016. The loan contains covenants relating to various matters stipulated in the agreement. As at 30 June 2016, the balance of this loan was Baht 30 million (31 December 2015: Nil).

Bank overdrafts and short-term loans from banks are secured by the mortgage of the Company's land with structures thereon and investment properties. Short-term loans from banks are guaranteed by certain director of the Company.

16. Trade and other payables

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June	31 December	30 June	31 December
	2016	2015	2016	2015
Trade payables - related parties	686	42	686	42
Trade payables - unrelated parties	18,607	8,413	18,602	8,409
Other payables - unrelated parties	30,166	8,237	30,166	6,167
Accrued expenses - unrelated parties	53,358	39,871	53,276	39,820
Accrued management benefits	510	1,000	510	1,000
Total trade and other payables	103,327	57,563	103,240	55,438

17. Statutory reserve

Pursuant to Section 116 of the Public Limited Companies Act B.E. 2535, the Company is required to set aside to a statutory reserve at least 5 percent of its net profit after deducting accumulated deficit brought forward (if any), until the reserve reaches 10 percent of the registered capital. The statutory reserve is not available for dividend distribution. At present, the statutory reserve has fully been set aside.

18. 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 six-month periods ended 30 June 2016 and 2015 are made up as follows:

	(Unit: Thousand Baht)			
	Consolidated / Separate financial statements			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2016	2015	2016	2015
Current income tax:				
Interim corporate income tax charge	14,867	(4,591)	33,335	11,803
Deferred tax:				
Reversal of temporary differences relating to deferred tax	2,615	2,970	4,212	1,306
Income tax expenses (income) reported in the income statements	17,482	(1,621)	37,547	13,109

19. Earnings per share

Basic earnings per share is calculated by dividing profit 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.

20. Foreign currency risk

The Company is exposed to foreign currencies risk arising mainly from purchases of finished goods and equipment that are denominated in foreign currencies.

The significant balances of financial assets and liabilities denominated in foreign currencies are summarised below.

Currency	Financial assets		Financial liabilities		Average exchange rate	
	30 June	31 December	30 June	31 December	30 June	31 December
	2016	2015	2016	2015	2016	2015
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
US dollar	-	-	6.4	3.8	35.3436	36.2538
Yen	-	-	0.1	-	0.3461	-
Yuan	-	-	1.3	-	5.3568	-

(Unaudited but reviewed)

Foreign exchange forward contracts outstanding of the Company are summarised below.

As at 30 June 2016					
Currency	Bought	Sold	Contractual exchange rate		Contractual maturity date
	amount	amount	Bought amount	Sold amount	
	(Million)	(Million)	(Baht per 1 foreign currency unit)		
					Within
US dollar	1.05	-	35.24 - 35.35	-	December 2016

As at 31 December 2015, the Company and its subsidiaries had no foreign exchange forward contracts outstanding.

21. Fair value of financial instruments

The Company and its subsidiaries use the market approach to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards, except that the cost approach or income approach is used when there is no active market or when a quoted market price is not available.

Fair value hierarchy

In applying the above-mentioned valuation techniques, the Company and its subsidiaries endeavor to use relevant observable inputs as much as possible. TFRS 13 *Fair Value Measurement* establishes a fair value hierarchy categorising such inputs into three levels as follows:

Level 1 - Use of quoted market prices in an observable active market for such assets or liabilities

Level 2 - Use of other observable inputs for such assets or liabilities, whether directly or indirectly

Level 3 - Use of unobservable inputs such as estimates of future cash flows

As at 30 June 2016 and 31 December 2015, the Company and its subsidiaries had the following assets that were measured at fair value using different levels of inputs as follows:

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated / Separate financial statements	
	Level 1	
	30 June 2016	31 December 2015
Financial assets measured at fair value		
Investments in trading securities	11,539	26,500

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

22. Commitments and contingent liabilities

22.1 Operating lease and service agreements commitments

The Company and its subsidiaries have entered into several lease agreements in respect of the lease of land, building space, vehicle and service agreements. The terms of the non-cancellable agreements are generally between 1 and 3 years.

Future minimum payments required under these non-cancellable operating lease and service agreements were as follows:

	(Unit: Million Baht)	
	<u>30 June 2016</u>	<u>31 December 2015</u>
Payable within:		
1 year	7.4	5.4
2 to 3 years	6.0	1.2

22.2 Commitments in respect of purchases of finished goods and capital expenditure

As at 30 June 2016, the Company had commitments in respect of purchases of finished goods, equipment and computer programme of approximately Yuan 0.9 million and USD 0.3 million (31 December 2015: Baht 5.9 million and USD 0.2 million).

22.3 Guarantees

As at 30 June 2016 and 31 December 2015, there were outstanding bank guarantees of Baht 0.5 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.

As at 30 June 2016 and 31 December 2015, the Company had a guarantee commitment in respect of a bank guarantee provided on behalf of StarCom Co., Ltd. amounting to Baht 10 million.

(Unaudited but reviewed)

23. Dividends

Dividends	Approved by	Total dividends (Thousand Baht)	Dividend per share (Baht)
Final dividends for 2014	Annual General Meeting of the shareholders on 28 April 2015	39,574	0.06
Interim dividends for 2015	Board of Directors' meeting on 13 May 2015	39,573	0.06
		<u>79,147</u>	<u>0.12</u>
Final dividends for 2015	Annual General Meeting of the shareholders on 26 April 2016	46,169	0.07
Interim dividends for 2016	Board of Directors' meeting on 13 May 2016	46,170	0.07
		<u>92,339</u>	<u>0.14</u>

24. Segment information

The Company and its subsidiaries are organised into business units based on their products and services. During the current period, the Company and its subsidiaries have changed the organisation of their reportable segments by cancellation of manufacture and distribution of NGV cars and gas tank business segment and bus service operator segment.

(Unaudited but reviewed)

The following tables present revenue and profit information regarding the Company and its subsidiaries' operating segments for the periods of three months and six months ended 30 June 2016 and 2015, respectively.

(Unit: Thousand Baht)

	Manufacture and distribution of consumer products segment	Bus service operator segment	Warehouse rental and warehouse service segment	Total reportable segments	Adjustments and eliminations	Consolidated financial statements
For the three months ended 30 June 2016						
Sales and service income						
Revenue from external customers	393,768	140	5,234	399,142	-	399,142
Inter-segment revenue	119	-	-	119	(119)	-
Total revenue	393,887	140	5,234	399,261	(119)	399,142
Operating results						
Segment profit (loss)	76,036	(1,654)	5,234	79,616	(2,459)	77,157
Other income						4,214
Gain on disposal of investment in subsidiary						611
Loss on sale of assets						221
Share of loss from investments in joint venture and associate						(243)
Finance cost						(2,973)
Profit before income tax expenses						78,987
Income tax expenses						(17,482)
Net profit for the period						61,505

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Manufacture and distribution of consumer products segment	Bus service operator segment	Warehouse rental and warehouse service segment	Total reportable segments	Adjustments and eliminations	Consolidated financial statements
For the six months ended 30 June 2016						
Sales and service income						
Revenue from external customers	717,579	942	9,148	727,669	-	727,669
Inter-segment revenue	119	-	-	119	(119)	-
Total revenue	717,698	942	9,148	727,788	(119)	727,669
Operating results						
Segment profit (loss)	154,322	(3,114)	9,014	160,222	(915)	159,307
Other income						13,691
Gain on disposal of investment in subsidiary						611
Loss on sale of assets						132
Share of loss from investments in joint venture and associate						(713)
Finance cost						(5,823)
Profit before income tax expenses						167,205
Income tax expenses						(37,547)
Net profit for the period						129,658

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Manufacture and distribution of consumer products segment	Distribution of NGV car and gas tank business segment	Bus service operator segment	Warehouse rental and warehouse service segment	Total reportable segments	Adjustments and eliminations	Consolidated financial statements
For the three months ended 30 June 2015							
Sales and service income							
Revenue from external customers	284,182	15	1,258	4,697	290,152	-	290,152
Inter-segment revenue	-	28	-	-	28	(28)	-
Total revenue	<u>284,182</u>	<u>43</u>	<u>1,258</u>	<u>4,697</u>	<u>290,180</u>	<u>(28)</u>	<u>290,152</u>
Operating results							
Segment profit (loss)	70,666	(36)	(6,420)	4,521	68,731	-	68,731
Other income							860
Loss on sale of assets							(3,787)
Share of loss from investments in associate							(115)
Finance expenses							<u>(2,815)</u>
Profit before income tax expenses							62,874
Tax income							<u>1,621</u>
Net profit for the period							<u>64,495</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Manufacture and distribution of consumer products segment	Distribution of NGV car and gas tank business segment	Bus service operator segment	Warehouse rental and warehouse service segment	Total reportable segments	Adjustments and eliminations	Consolidated financial statements
For the six months ended 30 June 2015							
Sales and service income							
Revenue from external customers	574,839	15	1,264	9,672	585,790	-	585,790
Inter-segment revenue	-	28	-	-	28	(28)	-
Total revenue	574,839	43	1,264	9,672	585,818	(28)	585,790
Operating results							
Segment profit (loss)	128,010	(36)	(12,753)	9,007	124,228	-	124,228
Other income							5,253
Loss on sale of assets							(4,754)
Share of loss from investments in associate							(193)
Finance expenses							(5,830)
Profit before income tax expenses							118,704
Income tax expenses							(13,109)
Net profit for the period							105,595

(Unaudited but reviewed)

The following table presents segment assets of the Company and its subsidiaries' operating segments as at 30 June 2016 and 31 December 2015:

(Unit: Thousand Baht)

	Manufacture and distribution of consumer products segment	Bus service operator segment	Warehouse rental and warehouse service segment	Total reportable segments	Adjustments and eliminations	Consolidated financial statements
Segment assets						
As at 30 June 2016	1,102,031	-	115,000	1,217,031	(2,712)	1,214,319
As at 31 December 2015	887,095	9,920	115,000	1,012,015	(10,832)	1,001,183

25. Event after the reporting period

On 11 August 2016, the Company's Board of Directors Meeting passed a resolution to approve the payment of an interim dividend of Baht 0.07 per share, from the operating results of the second quarter of 2016, or a total of Baht 46.17 million. The dividend payment will be made on 9 September 2016.

26. Approval of consolidated interim financial statements

These consolidated interim financial statements were authorised for issue by the Audit Committee and the Company's Board of Directors on 11 August 2016.