

REVIEW REPORT OF INDEPENDENT AUDITOR

To the shareholders of Siam Steel International Public Company Limited

I have reviewed the accompanying consolidated statement of financial position as at 30 September 2015, and the related consolidated statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period ended 30 September 2015, and condensed notes to financial statements of Siam Steel International Public Company Limited and its subsidiaries and joint ventures. I have also reviewed the separate statement of financial position as at 30 September 2015, and the related separate statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period ended 30 September 2015 and condensed notes to financial statements of Siam Steel International Public Company Limited. Management is responsible for the preparation and presentation of these interim financial information in accordance with Accounting Standard No. 34, "Interim financial reporting". My responsibility is to issue a concluding report on these interim financial information based on my review.

Scope of Review

I conducted my review in accordance with Standard on Review Engagements Code 2410 "Review of Interim Financial Information performed by the Independent Auditor of the Entity". A review of interim financial information consists of making enquiries, 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 on the interim financial information.

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 No. 34, "Interim financial reporting".

Mr. Somckid Tiatragul

Certified Public Accountant

Registration No. 2785

Bangkok, Thailand

16 November 2015

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED, SUBSIDIARIES AND JOINT VENTURES

STATEMENTS OF FINANCIAL POSITION

(Unit : Thousand Baht)

	Notes	Consolidated F/S		Separate F/S	
		30 September 2015	30 June 2015	30 September 2015	30 June 2015
		(Unaudited but Reviewed)	(Audited)	(Unaudited but Reviewed)	(Audited)
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	5	329,461	269,479	162,228	96,086
Temporary investment		5,078	5,049	-	-
Trade accounts receivable from sales and services					
- general customers - net	7	392,337	395,979	254,491	239,525
- related companies	6, 7	7,611	15,398	8,231	26,724
Trade accounts receivable from construction work					
- general customers - net	7	16,386	1,791	16,386	1,791
- related companies - net	6, 7	1,027	1,027	2,014	2,014
Unbilled accrued income - general customers		4,336	12,753	4,336	12,753
Inventories - net	8	340,678	365,112	245,033	274,535
Receivables from and advances to related companies	6	5,965	6,098	8,002	7,913
Refundable value added tax		14	14	-	-
Other current assets		26,461	28,074	21,885	21,382
Total current assets		1,129,354	1,100,774	722,606	682,723
NON - CURRENT ASSETS					
Restricted deposit with bank		154	268	-	-
Retentions receivable		79,384	80,664	79,384	80,664
Investments					
- Subsidiary companies - net	9	-	-	34,399	32,399
- Associated companies	9	701,661	685,836	162,627	162,627
- Other companies - net	9	53,442	53,442	49,712	49,712
- Joint ventures - net	9	-	-	-	-
Property, plant and equipment - net	10	533,551	541,391	519,903	528,193
Assets not used in operation - net		168,817	168,817	168,817	168,817
Income tax withheld at sources	11	23,794	21,061	14,378	13,172
Deferred income tax asset - net	11	101,142	100,909	99,036	111,611
Other non - current assets - net		28,417	27,837	19,382	19,352
Total non - current assets		1,690,362	1,680,225	1,147,638	1,166,547
TOTAL ASSETS		2,819,716	2,780,999	1,870,244	1,849,270

The accompanying notes form an integral part of these interim financial statements.

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED, SUBSIDIARIES AND JOINT VENTURES

STATEMENTS OF FINANCIAL POSITION

(Unit : Thousand Baht)

	Notes	Consolidated F/S		Separate F/S	
		30 September 2015	30 June 2015	30 September 2015	30 June 2015
		(Unaudited but Reviewed)	(Audited)	(Unaudited but Reviewed)	(Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Trade accounts payable - general suppliers		113,923	104,875	90,699	80,350
Payables to and advances from related companies	6	46,615	58,335	22,012	35,280
Advances and deposits from customers					
- general customers		35,702	33,522	34,525	32,381
- related companies	6	3,482	3,482	5,035	5,035
Accrued income tax	11	77	77	-	-
Other current liabilities	12	89,206	90,068	84,086	80,249
Total current liabilities		289,005	290,359	236,357	233,295
NON - CURRENT LIABILITIES					
Liabilities under employee benefits obligation		23,605	23,260	20,615	20,366
Other non - current liabilities		1,737	1,721	1,737	1,721
Total non - current liabilities		25,342	24,981	22,352	22,087
TOTAL LIABILITIES		314,347	315,340	258,709	255,382
SHAREHOLDERS' EQUITY					
Share capital - common share at Baht 1 par value					
- Registered 593,125,849 shares		593,126	593,126	593,126	593,126
- Issued and paid - up 593,125,849 shares		593,126	593,126	593,126	593,126
Premium on share capital		72,404	72,404	72,404	72,404
Retained earnings					
- Appropriated for legal reserve		59,312	59,312	59,312	59,312
- Unappropriated		1,595,713	1,553,582	886,693	869,046
Shareholders' equity attributable to the Company's shareholders		2,320,555	2,278,424	1,611,535	1,593,888
Non - controlling interests in subsidiaries		184,814	187,235	-	-
TOTAL SHAREHOLDERS' EQUITY		2,505,369	2,465,659	1,611,535	1,593,888
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		2,819,716	2,780,999	1,870,244	1,849,270

The accompanying notes form an integral part of these interim financial statements.

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE THREE - MONTH PERIODS ENDED 30 SEPTEMBER

(Unit : Thousand Baht)

	Notes	Consolidated F/S		Separate F/S	
		2015	2014	2015	2014
REVENUES					
Sales and services - net	13	492,264	433,022	346,162	271,050
Revenues from construction work	13	27,439	-	27,439	-
Total revenues		519,703	433,022	373,601	271,050
COSTS					
Costs of sales and services	13	360,930	330,433	241,811	213,592
Costs of construction work	13	23,366	-	23,366	-
Total costs		384,296	330,433	265,177	213,592
Gross income		135,407	102,589	108,424	57,458
Dividend income		-	-	-	10,199
Other income		9,110	12,579	12,931	14,313
Income before expenses		144,517	115,168	121,355	81,970
Selling expenses		(46,587)	(38,219)	(48,483)	(37,769)
Administrative expenses		(71,618)	(69,740)	(42,830)	(37,236)
Loss on foreign exchange rates		(2,412)	(13,675)	(1,673)	(13,951)
Reversal of allowance for doubtful debts and bad debt - net		25	15	25	15
Reversal of allowance for decline value of investment	9	-	1,425	2,000	1,425
Total expenses		(120,592)	(120,194)	(90,961)	(87,516)
Income (loss) from operations		23,925	(5,026)	30,394	(5,546)
Equity in net income of associated companies - net		15,825	17,121	-	-
Income (loss) before finance cost and income tax		39,750	12,095	30,394	(5,546)
Financial costs		(273)	(969)	(172)	(930)
Income (loss) before income tax		39,477	11,126	30,222	(6,476)
Income tax benefits (income tax)	11	233	24	(12,575)	2,230
Income (loss) for the period		39,710	11,150	17,647	(4,246)
Other comprehensive income		-	-	-	-
Total comprehensive income (loss) for the period		39,710	11,150	17,647	(4,246)

STATEMENTS OF COMPREHENSIVE INCOME (CONTINUED)

FOR THE THREE - MONTH PERIODS ENDED 30 SEPTEMBER

(Unit : Thousand Baht)

	Consolidated F/S		Separate F/S	
	2015	2014	2015	2014
Attribution of income (loss)				
The Company's shareholders	42,131	6,969	17,647	(4,246)
Non - controlling interests in subsidiaries	(2,421)	4,181	-	-
Total	39,710	11,150	17,647	(4,246)
Attribution of comprehensive income (loss)				
The Company's shareholders	42,131	6,969	17,647	(4,246)
Non - controlling interests in subsidiaries	(2,421)	4,181	-	-
Total	39,710	11,150	17,647	(4,246)
Basic earnings (loss) per share				
Income (loss) of the Company's shareholders (Baht per share)	0.07	0.01	0.03	(0.01)
Weighted average number of common shares (share)	593,125,849	593,125,849	593,125,849	593,125,849

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE - MONTH PERIODS ENDED 30 SEPTEMBER

(Unit : Thousand Baht)

	Shareholders' equity of the Company						
	Paid - up share capital	Premium on share capital	Retained earnings		Total	Non-controlling interests	Total
			Appropriated for legal reserve	Unappropriated			
Consolidated F/S							
Balance as at 1 July 2014	593,126	72,404	59,312	1,612,609	2,337,451	192,931	2,530,382
Comprehensive income for the period	-	-	-	6,969	6,969	4,181	11,150
Dividend payment of subsidiary company	-	-	-	-	-	(9,801)	(9,801)
Balance as at 30 September 2014	593,126	72,404	59,312	1,619,578	2,344,420	187,311	2,531,731
Balance as at 1 July 2015	593,126	72,404	59,312	1,553,582	2,278,424	187,235	2,465,659
Comprehensive income (loss) for the period	-	-	-	42,131	42,131	(2,421)	39,710
Balance as at 30 September 2015	593,126	72,404	59,312	1,595,713	2,320,555	184,814	2,505,369

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE - MONTH PERIODS ENDED 30 SEPTEMBER

(Unit : Thousand Baht)

	Paid - up share capital	Premium on share capital	Retained earnings		Total
			Appropriated for legal reserve	Unappropriated	
Separate F/S					
Balance as at 1 July 2014	593,126	72,404	59,312	936,710	1,661,552
Comprehensive loss for the period	-	-	-	(4,246)	(4,246)
Balance as at 30 September 2014	593,126	72,404	59,312	932,464	1,657,306
Balance as at 1 July 2015	593,126	72,404	59,312	869,046	1,593,888
Comprehensive income for the period	-	-	-	17,647	17,647
Balance as at 30 September 2015	593,126	72,404	59,312	886,693	1,611,535

STATEMENTS OF CASH FLOWS

FOR THE THREE - MONTH PERIODS ENDED 30 SEPTEMBER

(Unit : Thousand Baht)

	Consolidated F/S		Separate F/S	
	2015	2014	2015	2014
Cash flows from operating activities				
Income (loss) before income tax	39,477	11,126	30,222	(6,476)
Adjustments to reconcile income (loss) before income tax to net cash provided from (used in) operating activities:				
Depreciation	11,156	11,350	10,355	10,568
Reversal of allowance for doubtful debts and bad debt - net	(25)	(15)	(25)	(15)
Provision for decline value of inventories - net	6,357	13,167	6,357	13,167
Reversal of allowance for decline value of investment - net	-	(1,425)	(2,000)	(1,425)
Gain on sales of property, plant and equipment	(129)	(176)	(129)	(176)
Unrealized gain on revaluation of temporary investment	(29)	-	-	-
Unrealized loss on foreign exchange	2,515	13,848	2,515	13,849
Financial costs	273	969	172	930
Equity in net income of associated companies - net	(15,825)	(17,121)	-	-
Employee benefits obligation expenses	179	291	176	230
Cash provided from operations before changes in operating assets and liabilities	43,949	32,014	47,643	30,652
Decrease (increase) in operating assets;				
Trade accounts receivable from sales and services				
- general customers	2,312	1,532	(16,296)	(22,660)
- related companies	7,787	9,158	18,492	11,253
Trade accounts receivable from construction work - general customers	(14,596)	-	(14,596)	-
Unbilled accrued income - general customers	8,418	-	8,418	-
Inventories	18,077	(43,560)	23,145	(8,788)
Receivables from and advances to related companies	133	578	(89)	750
Other current assets	1,613	2,693	(503)	776
Retentions receivable	-	(7,888)	-	(7,888)
Other non - current assets	(580)	(4,124)	(30)	194
Increase (decrease) in operating liabilities;				
Trade accounts payable - general suppliers	9,048	2,323	10,349	8,745
Payables to and advances from related companies	(11,720)	(22,294)	(13,268)	(8,121)
Advances and deposits from customers	2,193	21,179	2,159	21,229
Other current liabilities	(755)	1,366	3,944	7,112
Employee benefits obligation	(100)	-	(100)	-
Other non - current liabilities	16	(406)	16	(347)
Cash provided from (used in) operations	65,795	(7,429)	69,284	32,907
Interest payment	(7)	(702)	-	(691)
Income tax payment	(2,733)	(2,793)	(1,206)	(1,005)
Net cash provided from (used in) operating activities	63,055	(10,924)	68,078	31,211

STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE THREE - MONTH PERIODS ENDED 30 SEPTEMBER

(Unit : Thousand Baht)

	Consolidated F/S		Separate F/S	
	2015	2014	2015	2014
Cash flows from investing activities				
Decrease (increase) in restricted deposits with banks	114	(15)	-	-
Acquisition of property, plant and equipment	(3,316)	(2,274)	(2,065)	(2,242)
Proceeds from sales of property, plant and equipment	129	486	129	486
Net cash used in investing activities	(3,073)	(1,803)	(1,936)	(1,756)
Cash flows from financing activities				
Decrease in short - term loan from financial institution	-	(53,461)	-	(53,461)
Dividend paid to non - controlling interests by subsidiary	-	(9,801)	-	-
Net cash used in financing activities	-	(63,262)	-	(53,461)
Increase (decrease) in cash and cash equivalents - net	59,982	(75,989)	66,142	(24,006)
Cash and cash equivalents at beginning of period	269,479	333,078	96,086	114,888
Cash and cash equivalents at end of period	329,461	257,089	162,228	90,882

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED, SUBSIDIARIES AND JOINT VENTURES
CONDENSED NOTES TO INTERIM FINANCIAL STATEMENTS
AS AT 30 SEPTEMBER 2015 (Unaudited but reviewed)

(With comparative information for the year ended 30 June 2015 (Audited))

1. NATURE OF OPERATIONS

The Company was incorporated as a juristic company on 28 August 1979 under the Civil and Commercial code of Thailand and became a public company on 27 December 1993. The Company's core businesses are manufacturing and sales of steel office equipment and furniture and furniture parts, and the construction business.

2. GENERAL INFORMATION AND BASIS OF INTERIM FINANCIAL STATEMENTS PREPARATION

These condensed interim financial statements for the three-month period ended 30 September 2015 have been prepared in accordance with 'TAS No. 34 'Interim Financial Reporting' which do not include all of the information required in annual financial statements in accordance with 'TFRSs, and should be read in conjunction with the financial statements for the year ended 30 June 2015.

The interim financial statements are officially prepared in Thai language. The translation of these financial statements into other language should conform to the Thai financial report.

During 2014, The Federation of Accounting Professions announced the application of Thai Accounting Standards and Thai Financial Reporting Standards and many Accounting and Financial Reporting Standard Interpretations. These become effective for the preparation of financial statements which fiscal years begin on or after 1 January 2015. The Company has adopted the application of those standards and interpretations for the preparation of financial statements effective 1 July 2015. These accounting standards do not have significant impact on the financial position and results of operations for the period.

Basis of consolidation preparation

The interim consolidated financial statements included the financial statements of Siam Steel International Public Company Limited and its subsidiaries and joint ventures and have been prepared on the same basis as applied for the consolidated financial statements for the year ended 30 June 2015. There have been no changes in the structure of its subsidiaries during the period.

These interim financial statements were approved by Board of Directors on 16 November 2015.

3. SIGNIFICANT ACCOUNTING POLICIES

These interim financial statements have been prepared by using the same accounting policies and methods of computation as were used in the preparation of the financial statements for the year ended 30 June 2015.

4. ESTIMATES AND JUDGEMENT

When preparing the interim financial statements, management undertake judgments, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgments, estimates and assumptions made by management.

The judgments, estimates and assumptions, including the key sources of information applied for the preparation of interim financial statements, are the same as those applied in the preparation of annual financial statements for the year ended 30 June 2015.

5. CASH AND CASH EQUIVALENTS

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	30 September	30 June	30 September	30 June
	2015	2015	2015	2015
Cash	304	300	194	190
Deposits with financial institutions				
- Current accounts	73	245	163	245
- Savings accounts	299,084	268,934	161,871	95,651
- Fixed accounts due within 3 months	30,000	-	-	-
Total	<u>329,461</u>	<u>269,479</u>	<u>162,228</u>	<u>96,086</u>

Savings deposits with banks bear interest at the floating rates determined by banks.

6. TRANSACTIONS WITH RELATED COMPANIES

A portion of the Company's assets, liabilities, revenues, costs and expenses arose from transactions with related companies which are related through common shareholding and/or directorship. These financial statements reflected the effects of significant transactions with related companies based on market prices in the normal course of business, or based on the basis mutually agreed to for transactions with non-comparative market prices.

As at 30 September 2015 and 30 June 2015, the account balances with related companies are as follows:

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	30 September 2015	30 June 2015	30 September 2015	30 June 2015
Trade accounts receivable from sales and services				
<u>Subsidiary companies</u>				
Sri Chareon International Co., Ltd.	-	-	676	11,188
Siam Okamura International Co., Ltd.	-	-	146	181
Siam Steel OC Co., Ltd.	-	-	-	16
Total	-	-	822	11,385
<u>Associated companies</u>				
Siam Okamura Steel Co., Ltd.	36	29	29	29
Siam Steel Service Center Public Company Limited	21	11	21	11
Total	57	40	50	40
<u>Related companies</u>				
Hirokoh (Thailand) Ltd.	1,229	8,667	1,229	8,667
Lucky - Kingdom Center (Nakornratchasima) Co., Ltd.	2,698	3,097	2,698	3,097
Lucky - Kingdom Center (Chiangmai) Co., Ltd.	2,515	2,092	2,515	2,092
Siam Chitose Co., Ltd.	550	1,113	550	1,113
Unity Service Co., Ltd.	30	32	30	32
Others	532	357	337	298
Total	7,554	15,358	7,359	15,299
Total trade accounts receivable from sales and services – related companies	7,611	15,398	8,231	26,724
Accounts receivable from construction work				
<u>Joint Venture</u>				
Siam Steel-Kanok Furniture	-	-	2,954	2,954
<u>Less</u> Allowance for doubtful accounts	-	-	(940)	(940)
Net	-	-	2,014	2,014

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	30 September	30 June	30 September	30 June
	2015	2015	2015	2015
<u>Outstanding balances and portion of other</u>				
<u>joint ventures' partner</u>				
Siam Steel-Kanok Furniture	1,506	1,506	-	-
<u>Less</u> Allowance for doubtful accounts	(479)	(479)	-	-
Net	<u>1,027</u>	<u>1,027</u>	<u>-</u>	<u>-</u>
Total accounts receivable from construction work				
- related companies – net	<u>1,027</u>	<u>1,027</u>	<u>2,014</u>	<u>2,014</u>
Receivables from and advances				
<u>Subsidiary companies</u>				
Sri Chareon International Co., Ltd.	-	-	1,018	1,018
Siam Okamura International Co., Ltd.	-	-	1,019	797
Total	<u>-</u>	<u>-</u>	<u>2,037</u>	<u>1,815</u>
<u>Associated companies</u>				
Siam Okamura Steel Co., Ltd.	<u>1,272</u>	<u>1,425</u>	<u>1,272</u>	<u>1,425</u>
<u>Related companies</u>				
Siam Chitose Co., Ltd.	4,673	4,673	4,673	4,673
Unity Service Co., Ltd.	20	-	20	-
Total	<u>4,693</u>	<u>4,673</u>	<u>4,693</u>	<u>4,673</u>
Total receivables from and advances to related				
companies	<u>5,965</u>	<u>6,098</u>	<u>8,002</u>	<u>7,913</u>

There is no interest charge for the above receivables and advances.

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	30 September	30 June	30 September	30 June
	2015	2015	2015	2015
Trade accounts payable				
<u>Subsidiary companies</u>				
Siam Okamura International Co., Ltd.	-	-	359	35
<u>Associated companies</u>				
Siam Okamura Steel Co., Ltd.	27,036	34,739	3,558	12,527
Siam Steel Service Center Public Company Limited	59	21	59	21
Total	<u>27,095</u>	<u>34,760</u>	<u>3,617</u>	<u>12,548</u>
<u>Related companies</u>				
Siam Chitose Co., Ltd.	16,053	20,700	16,053	20,700
Formica (Thailand) Co., Ltd.	1,005	983	1,005	983
Hirokoh (Thailand) Ltd.	80	34	80	34
Others	1,484	938	-	-
Total	<u>18,622</u>	<u>22,655</u>	<u>17,138</u>	<u>21,717</u>
Total trade accounts payable - related companies	<u>45,717</u>	<u>57,415</u>	<u>21,114</u>	<u>34,300</u>
Advances from				
<u>Subsidiary companies</u>				
Siam Okamura International Co., Ltd.	-	-	-	60
Total	<u>-</u>	<u>-</u>	<u>-</u>	<u>60</u>
<u>Related companies</u>				
Unity Service Co., Ltd.	898	914	898	914
Others	-	6	-	6
Total	<u>898</u>	<u>920</u>	<u>898</u>	<u>920</u>
Total advances from related companies	<u>898</u>	<u>920</u>	<u>898</u>	<u>980</u>
Total trade accounts payable and advances from related companies	<u>46,615</u>	<u>58,335</u>	<u>22,012</u>	<u>35,280</u>

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	30 September	30 June	30 September	30 June
	2015	2015	2015	2015
Advances and deposit from customers				
<u>Subsidiary companies</u>				
Siam Okamura International Co., Ltd.	-	-	1,553	1,553
<u>Related company</u>				
Formica (Thailand) Co., Ltd.	3,482	3,482	3,482	3,482
Total advances and deposits from customers				
- related companies	3,482	3,482	5,035	5,035

The significant transactions with related companies for the three-month periods ended 30 September 2015 and 2014 are as follows :

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	For the three-month periods ended 30 September			
	2015	2014	2015	2014
Sales and services income	11,898	19,150	23,667	19,310
Revenues from sales of raw materials, factory supplies and others	6,514	9,622	7,049	9,157
Rental revenue	3,512	3,778	5,878	5,848
Dividend income	-	-	-	10,199
Purchases of finished goods	93,749	114,315	30,566	34,129
Purchases of raw materials	1,860	1,862	1,860	1,862
Administrative and other expenses	14,019	22,579	2,698	2,697
<u>Key management personnel compensation</u>				
Short-term employee benefits	3,839	4,317	3,150	3,150
Post-employment benefits	50	110	50	92
Total	3,889	4,427	3,200	3,242

7. TRADE ACCOUNTS RECEIVABLE

As at 30 September 2015 and 30 June 2015, the aged analysis of accounts receivable are as follows:

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	30 September 2015	30 June 2015	30 September 2015	30 June 2015
Trade accounts receivable from sales and services				
<u>Trade accounts receivable – general customers</u>				
Current	204,767	186,294	147,956	119,152
Overdue:				
Less than 3 months	68,824	100,714	15,188	22,647
3 months – 6 months	16,223	16,215	2,586	6,958
6 months – 12 months	12,712	3,246	996	1,258
Over 12 months	134,761	134,480	132,715	134,480
Total	437,287	440,949	299,441	284,495
<u>Less</u> Allowance for doubtful accounts	(44,950)	(44,970)	(44,950)	(44,970)
Net	392,337	395,979	254,491	239,525
<u>Trade accounts receivable - related companies</u>				
Current	7,605	9,092	8,231	20,418
Overdue:				
Less than 3 months	6	6,306	-	6,306
Total	7,611	15,398	8,231	26,724
Trade accounts receivable – construction work				
<u>Trade accounts receivable – general customers</u>				
Current	16,386	1,791	16,386	1,791
<u>Trade accounts receivable - related companies</u>				
Overdue:				
Over 12 months	1,506	1,506	2,954	2,954
Total	1,506	1,506	2,954	2,954
<u>Less</u> Allowance for doubtful accounts	(479)	(479)	(940)	(940)
Net	1,027	1,027	2,014	2,014

8. INVENTORIES

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	30 September 2015	30 June 2015	30 September 2015	30 June 2015
Finished goods	172,189	171,935	76,544	83,569
Work in process	50,544	62,581	50,544	62,581
Raw materials and supplies	160,451	164,534	160,451	164,534
Goods in transit	-	2,211	-	-
Total	383,184	401,261	287,539	310,684
<u>Less</u> Allowance for decline value of inventories	(42,506)	(36,149)	(42,506)	(36,149)
Net	340,678	365,112	245,033	274,535

During the period, the movements in allowance for decline value of inventories are as follows:

	In Thousand Baht	
	Consolidated F/S	Separate F/S
Balance as at 1 July 2015	36,149	36,149
<u>Add</u> Allowance for decline value of inventories	6,357	6,357
Balance as at 30 September 2015	42,506	42,506

9. INVESTMENTS IN SUBSIDIARIES AND RELATED COMPANIES

At the Extraordinary Shareholders' meeting of Sri Chareon International Co. Ltd. No.1/2015 and No. 2/2015 held on 4 June 2015 and 30 July 2015, respectively, its shareholders passed a resolution to reduce its share capital by 6,100,000 common shares, at Baht 10 par value, totaling Baht 61.00 million for reduction of its deficits as at 31 March 2015. Sri Chareon International Co., Ltd. registered its share reduction on 13 July 2015 and 8 September 2015. The remaining registered share capital is Baht 14.00 million. The Company therefore, write-off investment in subsidiary and reversed allowance for decline value of investment of Baht 61.00 million.

After Sri Chareon International Co. Ltd. reduce its share capital to reduction of its deficits, the Company evaluates net investment in Sri Chareon International Co. Ltd. as at 30 September 2015 which has net asset amount (calculated from shareholding of the Company at 99.99 percent) exceed the investment cost, the Company therefore, reversed provision for impairment of investment of Baht 2.00 million.

As at 30 September 2015 and 30 June 2015, the balances of investments in subsidiaries and related companies are shown on the following pages:

(In Thousand Baht)

Type of business	Consolidated F/S										
	Paid-up Share capital		Percentage of shareholding		Cost method		Equity method		Dividend income		
	30 September 2015	30 June 2015	30 September 2015	30 June 2015	30 September 2015	30 June 2015	30 September 2015	30 June 2015	30 September 2015	30 September 2014	
<u>Investments</u>											
<u>Associated companies - equity method</u>											
Siam Okamura Steel Co., Ltd.	Manufacturing of steel furniture	88,000	88,000	40	40	35,199	35,199	104,826	105,797		
Siam Steel Service Center Public Company Limited	Steel cutting services and manufacturing of element steel parts	639,998	639,998	22.76	22.76	127,428	127,428	591,881	574,985		
						<u>162,627</u>	<u>162,627</u>	<u>696,707</u>	<u>680,782</u>		
<u>Indirect associated company – equity method</u>											
Lucky-Kingdom Center Co., Ltd.	Investment in shares	20,000	12,000	24	40	4,800	4,800	4,954	5,054		
	Total investments in associated companies					<u>167,427</u>	<u>167,427</u>	<u>701,661</u>	<u>685,836</u>		
<u>Related companies - cost method</u>											
Formica (Thailand) Co., Ltd.	Manufacturing of melamine laminated product	199,150	199,150	5	5	38,052	38,052			-	-
Panasonic Eco Solutions Steel (Thailand) Co., Ltd.	Manufacturing of electrical conduit pipes	170,000	170,000	5	5	11,660	11,660			-	-
	Total investment in related companies					<u>49,712</u>	<u>49,712</u>			<u>-</u>	<u>-</u>
<u>Other company - cost method</u>											
Siam Auto Bags Co., Ltd.	Sales parts and accessories of car	39,900	39,900	6.39	6.39	5,000	5,000				
	Less Allowance for decline value of investments					(1,270)	(1,270)				
	Net					<u>3,730</u>	<u>3,730</u>				
	Total investment by cost method – net					<u>53,442</u>	<u>53,442</u>				

(In Thousand Baht)

Type of business	Paid-up Share capital		Percentage of shareholding		Separate F/S Cost method		Dividend income		
	30 September	30 June	30 September	30 June	30 September	30 June	30 September	30 September	
	2015	2015	2015	2015	2015	2015	2015	2014	
<u>Investments accounted for by cost method</u>									
<u>Subsidiary companies</u>									
Sri Chareon International Co., Ltd.	Distribution of steel furniture	14,000	75,000	99.99	99.99	14,000	75,000	-	-
Siam Okamura International Co., Ltd.	Distribution of steel furniture	20,000	20,000	51	51	10,199	10,199	-	10,199
Siam Steel OC Co., Ltd.	Distribution of finished buildings, wall and relating products	20,000	20,000	51	51	10,200	10,200	-	-
Total investment in subsidiary companies						34,399	95,399	-	10,199
<u>Less</u> Allowance for decline in value of investments						-	(63,000)		
Net						34,399	32,399		
<u>Associated companies</u>									
Siam Okamura Steel Co., Ltd.	Manufacturing of steel furniture	88,000	88,000	40	40	35,199	35,199	-	-
Siam Steel Service Center Public Company Limited	Steel cutting services and manufacturing of element steel parts	639,998	639,998	22.76	22.76	127,428	127,428	-	-
Total investment in associated companies						162,627	162,627	-	-
<u>Related companies</u>									
Formica (Thailand) Co., Ltd.	Manufacturing of melamine laminated products	199,150	199,150	5	5	38,052	38,052	-	-
Panasonic Eco Solutions Steel (Thailand) Co., Ltd.	Manufacturing of electrical conduit pipes	170,000	170,000	5	5	11,660	11,660	-	-
Total investments in related companies						49,712	49,712	-	-
<u>Joint ventures</u>									
Siam Steel – Kanok Furniture	Interior decoration service	100	100	49	49	49	49	-	-
Total investments in joint ventures						49	49	-	-
<u>Less</u> Allowance for decline in value of investments						(49)	(49)		
Net						-	-		
Total dividend income from investments accounted for by cost method								-	10,199

Movements in investments in associated companies for the three-month period ended 30 September 2015 are as follows:

	In Thousand Baht	
	Consolidated F/S	Separate F/S
Net book value balance as at 1 July 2015	685,836	162,627
Share of profits of investment - equity method	16,896	-
Share of loss of investment - equity method	(1,071)	-
Net book value as at 30 September 2015	701,661	162,627

10. PROPERTY, PLANT AND EQUIPMENT

Movements in property, plant and equipment for the three-month period ended 30 September 2015 are as follow:

	In Thousand Baht	
	Consolidated F/S	Separate F/S
Net book value balance as at 1 July 2015	541,391	528,193
Purchase during the period	3,316	2,065
Depreciation for the period	(11,156)	(10,355)
Net book value as at 30 September 2015	533,551	519,903

11. INCOME TAX

Income tax expenses for the years ended 30 September 2015 and 2014 are as follows :

	(Unit : Thousand Baht)			
	Consolidated F/S		Separate F/S	
	2015	2014	2015	2014
Current tax expense under the Revenue Code	-	2,332	-	-
The amount of deferred income tax expense (benefit) relating to temporary differences	(233)	(2,356)	12,575	(2,230)
Income tax expenses (income tax benefit)	(233)	(24)	12,575	(2,230)

	(Unit : Thousand Baht)			
	Consolidated F/S		Separate F/S	
	2015	2014	2015	2014
Prepaid income tax at the beginning of the period	(20,984)	(10,660)	(13,172)	(9,143)
<u>Add</u> Tax withheld at sources during the period	(2,733)	(1,005)	(1,206)	(1,005)
<u>Add</u> Income tax payment	-	(1,788)	-	-
<u>Less</u> Income tax for the period	-	2,332	-	-
Prepaid income tax at the ending of the period	<u>(23,717)</u>	<u>(11,121)</u>	<u>(14,378)</u>	<u>(10,148)</u>
Accrued income tax	77	3,160	-	-
Income tax withheld at sources	<u>(23,794)</u>	<u>(14,281)</u>	<u>(14,378)</u>	<u>(10,148)</u>
	<u>(23,717)</u>	<u>(11,121)</u>	<u>(14,378)</u>	<u>(10,148)</u>

Income tax as at 30 September 2015 and 30 June 2015, which were resulted from temporary differences between those assets/liabilities for income tax computation purpose and assets/liabilities for accounting purpose are summarized below :

	(Unit : Thousand Baht)			
	Consolidated F/S		Separate F/S	
	30 September 2015	30 June 2015	30 September 2015	30 June 2015
<u>Deferred income tax assets</u>				
From allowance for doubtful accounts of trade accounts receivable from sales and service	257	261	257	261
From allowance for doubtful accounts of trade accounts receivable from construction work	96	96	188	188
From allowance for obsolete and decline value in inventories	8,501	7,230	8,501	7,230
From allowance for decline value of investments in subsidiary and other companies	-	-	10	12,610
From reserve for employee benefits obligation	4,721	4,652	4,123	4,074
From loss carried forward not exceed 5 years	101,412	101,244	99,771	99,771
Total	<u>114,987</u>	<u>113,483</u>	<u>112,850</u>	<u>124,134</u>
<u>Deferred income tax liabilities</u>				
From equity in net income of associated companies	31	51	-	-
From the difference of depreciation of fixed assets between accounting base and tax base	13,814	12,523	13,814	12,523
Total	<u>13,845</u>	<u>12,574</u>	<u>13,814</u>	<u>12,523</u>
Net	<u>101,142</u>	<u>100,909</u>	<u>99,036</u>	<u>111,611</u>

12. OTHER CURRENT LIABILITIES

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	30 September 2015	30 June 2015	30 September 2015	30 June 2015
Accrued construction costs	27,969	30,441	27,969	30,441
Accrued employee expenses	19,421	20,029	18,211	14,695
Accrued compensation for defective products	8,543	8,679	8,543	8,679
Accrued retentions	6,092	5,023	6,092	5,023
Accrued incentive expenses	4,630	3,837	4,630	3,837
Accrued commissions	-	2,509	-	2,509
Accrued rental and utilities expenses	2,230	2,433	2,230	2,433
Accrued transportation	1,897	2,233	1,897	2,232
Accrued consulting service	2,082	882	2,082	882
Other accrued expenses	8,880	9,312	7,889	7,579
Other liabilities	7,462	4,690	4,543	1,939
Total	89,206	90,068	84,086	80,249

13. SEGMENTAL FINANCIAL INFORMATION

	In Thousand Baht					
	Domestic		Export		Total	
	For the three-month periods ended 30 September					
	2015	2014	2015	2014	2015	2014
Consolidated						
Sales and services - net	441,065	412,610	51,199	20,412	492,264	433,022
Costs of sales and services	(314,817)	(311,013)	(46,113)	(19,420)	(360,930)	(330,433)
Gross profit	<u>126,248</u>	<u>101,597</u>	<u>5,086</u>	<u>992</u>	<u>131,334</u>	<u>102,589</u>
Revenues from construction work	27,439	-	-	-	27,439	-
Costs of construction work	(23,366)	-	-	-	(23,366)	-
Gross profit	<u>4,073</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,073</u>	<u>-</u>
Total gross profit	<u>130,321</u>	<u>101,597</u>	<u>5,086</u>	<u>992</u>	<u>135,407</u>	<u>102,589</u>
Loss on exchange rate					(2,412)	(13,675)
Depreciation					11,156	11,350
Reversal of allowance for doubtful debts					25	15
Income before income tax					39,497	11,126
Trade accounts receivable from sales and services - net					399,948	437,310
Inventories - net					340,678	420,618
Property, plant and equipment - net					533,551	572,088
Assets not use in operation - net					168,817	168,819
Other assets					1,376,722	1,262,819
Total assets as at 30 September					<u>2,819,716</u>	<u>2,861,654</u>

	In Thousand Baht					
	Domestic		Export		Total	
	For the three-month periods ended 30 September					
	2015	2014	2015	2014	2015	2014
Separate F/S						
Sales and services - net	294,963	250,638	51,199	20,412	346,162	271,050
Costs of sales and services	(195,698)	(194,172)	(46,113)	(19,420)	(241,811)	(213,592)
Gross profit	99,265	56,466	5,086	992	104,351	57,458
Revenues from construction work	27,439	-	-	-	27,439	-
Costs of construction work	(23,366)	-	-	-	(23,366)	-
Gross profit	4,073	-	-	-	4,073	-
Total gross profit	103,338	56,466	5,086	992	108,424	57,458
Loss on exchange rate					(1,673)	(13,951)
Depreciation					10,355	10,568
Reversal of allowance for doubtful debts					25	15
Income (loss) before income tax					30,222	(6,476)
Trade accounts receivable from sales and services - net					262,722	310,798
Inventories - net					245,033	295,818
Property, plant and equipment - net					519,903	558,058
Assets not use in operation - net					168,817	168,819
Other assets					673,769	588,536
Total assets as at 30 September					1,870,244	1,922,029

14. GUARANTEE

As at 30 September 2015, the Company and subsidiaries have outstanding guarantees of approximately Baht 260.19 million and Baht 1.56 million, respectively, which were issued by certain local banks in respect of certain performance bonds required in the normal course of business of the Company.

15. COMMITMENT

15.1 As at 30 September 2015, the Company had outstanding commitments for the project work of the Company with major contractor of Baht 48.03 million.

15.2 As at 30 September 2015, subsidiary company has various operating lease agreement covering its office premises, showroom, warehouse and related utility service and vehicles for periods of 1 – 3 years. Under the terms of these agreements, the Company is committed to pay the rental as follow:

	In Thousand Baht
Within 1 year	6,773
2 - 3 year	1,012

16. DISCLOSURE OF FINANCIAL INSTRUMENTS

16.1 Interest Rate Risk

The interest rate risk arises from future movements in market interest rates that will affect the results of the Company and its subsidiaries operations and their cash flows. The Company's and subsidiaries' exposure to interest rate risk relate primarily to their cash and cash equivalents, short - term investment, and restricted deposit with bank as follows:

	In Thousand Baht			
	Consolidated F/S			
	30 September 2015			
	Floating rate	Fixed rate	None - interest	Total
<u>Financial assets / liabilities</u>				
Cash and cash equivalents	299,461	30,000	-	329,461
Restricted deposit with bank	154	-	-	154

	In Thousand Baht			
	Separate F/S			
	30 September 2015			
	Floating rate	Fixed rate	None - interest	Total
<u>Financial assets / liabilities</u>				
Cash and cash equivalents	162,228	-	-	162,228

	In Thousand Baht			
	Consolidated F/S			
	30 June 2015			
	Floating rate	Fixed rate	None - interest	Total
<u>Financial assets / liabilities</u>				
Cash and cash equivalents	269,479	-	-	269,479
Restricted deposit with bank	268	-	-	268

	In Thousand Baht			
	Separate F/S			
	30 June 2015			
	Floating rate	Fixed rate	None - interest	Total
<u>Financial assets / liabilities</u>				
Cash and cash equivalents	96,086	-	-	96,086

As of 30 September 2015 and 30 June 2015, the financial instruments classified by the periods of time from the statement of financial position date to their maturity dates are as follows :

	In Thousand Baht				
	Consolidated F/S				
	30 September 2015				
	At call	1 - 6 months	7 - 12 months	Total	Interest rate
<u>Financial assets / liabilities</u>					
Cash and cash equivalents	299,461	30,000	-	329,461	0.125 - 0.9%
Restricted deposit with bank	154	-	-	154	0.125 - 0.9%

	In Thousand Baht				
	Separate F/S				
	30 September 2015				
	At call	1 - 6 months	7 - 12 months	Total	Interest rate
<u>Financial assets / liabilities</u>					
Cash and cash equivalents	162,228	-	-	162,228	0.125 - 0.9%

	In Thousand Baht				
	Consolidated F/S				
	30 June 2015				
	At call	1 - 6 months	7 - 12 months	Total	Interest rate
<u>Financial assets / liabilities</u>					
Cash and cash equivalents	269,479	-	-	269,479	0.125 – 1.5%
Restricted deposit with bank	268	-	-	268	0.125 – 1.5%

	In Thousand Baht				
	Separate F/S				
	30 June 2015				
	At call	1 - 6 months	7 - 12 months	Total	Interest rate
<u>Financial assets / liabilities</u>					
Cash and cash equivalents	96,086	-	-	96,086	0.125 – 1.5%

16.2 Foreign Exchange Risk

The Company's exposure to foreign currency risk arises mainly from trading transactions that are denominated in foreign currencies.

As at 30 September 2015, the balances of financial assets and liabilities denominated in foreign currencies are as follows:

Foreign currency	Financial assets (Thousand)	Financial liabilities (Thousand)	Average exchange rate as at 30 September 2015 (Baht per 1 foreign currency unit)
USD	411	14	36.36960
JPY	658	7,834	0.303415
AUD	6,391	489	25.48685

As at 30 September 2015, the Company's foreign currency denominated assets and liabilities which were not covered by hedging agreement are as follows:

	USD (Thousand)	JPY (Thousand)	AUD (Thousand)
<u>Financial assets</u>			
Cash and cash equivalents	225	658	-
Trade accounts receivable – net	186	-	6,391
<u>Financial liabilities</u>			
Advances from customers	3	7,798	159
Other current liabilities	11	-	330
Trade accounts payable	-	36	-

17. EVENT AFTER THE REPORTING PERIOD

At the Annual General Meeting of the Company's shareholders No.1/2015 held on 28 October 2015, the shareholders passed a resolution to change its fiscal year from 30 June to 31 December each year. The first accounting period, after the change is for the period from 1 July 2015 to 31 December 2015. The Company changes its accounting period for its financial statement to be comparable with other listed companies in same industries.