

REVIEW REPORT OF INDEPENDENT AUDITOR

To the shareholders of Siam Steel International Public Company Limited

I have audited the accompanying consolidated financial statements of Siam Steel International Public Company Limited and subsidiaries, comprising the consolidated statement of financial position as at 31 December 2015, the related consolidated statements of profit or loss and other comprehensive income, changes in shareholders' equity and cash flows for the period from 1 July 2015 to 31 December 2015, and notes disclosure summarizing significant accounting policies and other explanatory information. I have also audited the separate financial statements of Siam Steel International Public Company Limited, comprising the separate statement of financial position as at 31 December 2015, the related separate statements of profit or loss and other comprehensive income, changes in shareholders' equity and cash flows for the period from 1 July 2015 to 31 December 2015, and notes disclosure summarizing significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

The Company's management is responsible for the preparation and the fair presentation of these financial statements in accordance with Thai Financial Reporting Standards and for such internal controls as management determines to be necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Thai Standards on Auditing. Those standards require that I perform the audit under ethical requirements, including planning and performing the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidences about the amounts and disclosures in the financial statements. The selected audit procedures depend on the auditor's judgment, including the assessment of risks of material misstatement on the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of financial statements.

I believe that the audit evidences I have obtained are sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the consolidated financial position as at 31 December 2015 and the consolidated results of operations and cash flows for the period from 1 July 2015 to 31 December 2015 of Siam Steel International Public Company Limited and subsidiaries, and the separate financial position as at 31 December 2015 and the results of operations and cash flows for the period from 1 July 2015 to 31 December 2015 of Siam Steel International Public Company Limited, in accordance with Thai Financial Reporting Standards.

Mr. Somckid Tiatragul

Certified Public Accountant

Registration No. 2785

Bangkok, Thailand

29 February 2016

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

(Unit : Baht)

	Notes	Consolidated F/S		Separate F/S	
		31 December 2015	30 June 2015 (Restated)	31 December 2015	30 June 2015
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	5	379,515,930	269,361,714	242,870,745	96,086,239
Temporary investment	6	-	5,049,249	-	-
Trade accounts receivable from sales and services					
- general customers - net	8	474,223,910	395,978,847	272,585,681	239,524,837
- related companies	7, 8	6,844,733	15,397,556	21,617,852	26,723,573
Trade accounts receivable from construction work					
- general customers - net	8	10,593,666	1,790,500	10,593,665	1,790,500
- related companies - net	7, 8	-	2,014,124	-	2,014,124
Unbilled accrued income - general customers		160,415	12,753,547	160,415	12,753,547
Inventories - net	9	324,121,936	365,112,256	228,817,830	274,534,693
Receivables from and advances to related companies	7	5,867,676	6,097,579	6,873,855	7,912,521
Refundable value added tax		13,934	13,934	-	-
Other current assets	10	33,944,087	28,074,067	28,912,364	21,383,169
Total current assets		1,235,286,287	1,101,643,373	812,432,407	682,723,203
NON - CURRENT ASSETS					
Restricted deposit with bank	11	7,353,872	268,456	7,216,682	-
Long-term loan to related company	12	100,000,000	-	100,000,000	-
Retentions receivable		81,746,690	80,664,394	81,746,690	80,664,394
Investments					
- Subsidiary companies - net	13	-	-	34,399,230	32,399,300
- Associated companies	13	713,929,220	685,835,992	162,627,400	162,627,400
- Other companies - net	13	52,149,012	53,442,400	49,712,400	49,712,400
- Joint ventures - net	13	22,152	-	-	-
Property, plant and equipment - net	16	578,714,335	541,391,420	566,214,626	528,193,080
Assets not used in operation - net		168,814,743	168,816,523	168,814,743	168,816,523
Income tax withheld at sources		17,219,765	19,971,017	9,893,431	13,171,570
Deferred income tax asset - net	17	100,377,932	100,909,259	97,812,607	111,610,573
Other non - current assets - net		32,740,572	27,836,624	19,381,985	19,351,585
Total non - current assets		1,853,068,293	1,679,136,085	1,297,819,794	1,166,546,825
TOTAL ASSETS		3,088,354,580	2,780,779,458	2,110,252,201	1,849,270,028

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

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SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

(Unit : Baht)

	Notes	Consolidated F/S		Separate F/S	
		31 December 2015	30 June 2015 (Restated)	31 December 2015	30 June 2015
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Short - term loans from financial institution	18	24,000,000	-	24,000,000	-
Trade accounts payable - general suppliers		122,203,056	104,874,785	92,096,066	80,349,706
Payables to and advances from related companies	7	38,905,996	58,334,836	17,282,624	35,280,008
Advances and deposits from customers					
- general customers		44,391,437	33,522,488	42,747,068	32,380,790
- related companies	7	3,659,205	3,482,325	5,211,705	5,034,825
Accrued income tax		113,010	77,208	-	-
Liability from loss in excess of investment in joint venture	13	-	353,749	-	-
Other current liabilities	19	105,831,791	89,954,495	95,194,375	80,249,376
Total current liabilities		339,104,495	290,599,886	276,531,838	233,294,705
NON - CURRENT LIABILITIES					
Long - term loans from financial institution	18	200,000,000	-	200,000,000	-
Liabilities under employee benefits obligation	20	24,049,783	23,260,194	20,963,598	20,366,481
Other non - current liabilities		1,826,872	1,720,897	1,826,872	1,720,897
Total non - current liabilities		225,876,655	24,981,091	222,790,470	22,087,378
TOTAL LIABILITIES		564,981,150	315,580,977	499,322,308	255,382,083
SHAREHOLDERS' EQUITY					
Share capital - common share at Baht 1 par value					
- Registered 593,125,849 shares		593,125,849	593,125,849	593,125,849	593,125,849
- Issued and paid - up 593,125,849 shares		593,125,849	593,125,849	593,125,849	593,125,849
Premium on share capital		72,403,683	72,403,683	72,403,683	72,403,683
Retained earnings					
- Appropriated for legal reserve	21	59,312,585	59,312,585	59,312,585	59,312,585
- Unappropriated		1,610,538,558	1,553,121,416	886,087,776	869,045,828
Shareholders' equity attributable to the Company's shareholders		2,335,380,675	2,277,963,533	1,610,929,893	1,593,887,945
Non - controlling interests in subsidiaries		187,992,755	187,234,948	-	-
TOTAL SHAREHOLDERS' EQUITY		2,523,373,430	2,465,198,481	1,610,929,893	1,593,887,945
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		3,088,354,580	2,780,779,458	2,110,252,201	1,849,270,028

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

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SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

(Unit : Baht)

	Notes	Consolidated F/S		Separate F/S	
		For the	For the	For the	For the
		period from 1 July 2015 to 31 December 2015	year ended 30 June 2015 (Restated)	period from 1 July 2015 to 31 December 2015	year ended 30 June 2015
REVENUES					
Sales and services - net	7, 25	937,641,460	1,636,444,580	578,757,198	968,253,854
Revenues from construction work	7, 25	52,866,612	22,408,220	52,866,612	22,408,220
Total revenues		990,508,072	1,658,852,800	631,623,810	990,662,074
COSTS					
Costs of sales and services	24, 25	(714,559,832)	(1,323,594,581)	(429,594,626)	(796,960,109)
Costs of construction work	24, 25	(44,364,618)	(19,830,423)	(44,364,618)	(19,830,423)
Total costs		(758,924,450)	(1,343,425,004)	(473,959,244)	(816,790,532)
Gross income		231,583,622	315,427,796	157,664,566	173,871,542
Gain (Loss) on foreign exchange rates	25	2,405,655	(25,256,729)	3,026,465	(26,147,632)
Dividend income	13	23,897,760	2,494,881	26,090,610	50,564,741
Other income	23	17,824,262	39,481,806	24,943,125	51,661,856
Income before expenses		275,711,299	332,147,754	211,724,766	249,950,507
Selling expenses	24	(83,580,890)	(152,052,677)	(87,361,039)	(156,679,398)
Administrative expenses	24	(156,567,605)	(283,501,973)	(94,530,928)	(160,640,127)
Reversal of allowance for doubtful debts and bad debt - net	24	200,544	84,930	200,544	84,930
Reversal of allowance for decline value of investment	13	-	1,424,914	1,999,930	1,424,914
Total expenses		(239,947,951)	(434,044,806)	(179,691,493)	(315,809,681)
Income (loss) from operations		35,763,348	(101,897,052)	32,033,273	(65,859,174)
Equity in net income of associated companies and joint venture - net	13	28,469,129	51,404,906	-	-
Income (loss) before finance cost and income tax		64,232,477	(50,492,146)	32,033,273	(65,859,174)
Financial costs		(1,394,103)	(1,661,523)	(1,193,360)	(1,593,680)
Income (loss) before income tax		62,838,374	(52,153,669)	30,839,913	(67,452,854)
Income tax	17	(2,556,275)	(2,768,977)	(13,797,965)	(210,981)
Income (loss) for the period/year		60,282,099	(54,922,646)	17,041,948	(67,663,835)
Other comprehensive income		-	-	-	-
Comprehensive income (loss) for the period/year		60,282,099	(54,922,646)	17,041,948	(67,663,835)

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

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONTINUED)

(Unit : Baht)

	Consolidated F/S		Separate F/S	
	For the period from 1 July 2015 to 31 December 2015	For the year ended 30 June 2015 (Restated)	For the period from 1 July 2015 to 31 December 2015	For the year ended 30 June 2015
Attribution of income (loss)				
The Company's shareholders	57,417,142	(59,027,312)	17,041,948	(67,663,835)
Non - controlling interests in subsidiaries	2,864,957	4,104,666	-	-
Total	60,282,099	(54,922,646)	17,041,948	(67,663,835)
Attribution of comprehensive income (loss)				
The Company's shareholders	57,417,142	(59,027,312)	17,041,948	(67,663,835)
Non - controlling interests in subsidiaries	2,864,957	4,104,666	-	-
Total	60,282,099	(54,922,646)	17,041,948	(67,663,835)
Basic earnings (loss) per share				
Income (loss) of the Company's shareholders (Baht per share)	0.10	(0.10)	0.03	(0.11)
Weighted average number of common shares (share)	593,125,849	593,125,849	593,125,849	593,125,849

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

(Unit : Baht)

	Note	Shareholders' equity of the Company						Total
		Paid - up share capital	Premium on share capital	Retained earnings		Total	Non-controlling interests	
				Appropriated for legal reserve	Unappropriated (Restated)			
Consolidated F/S								
For the year ended 30 June 2015								
Balance as at 1 July 2014 - as previously reported		593,125,849	72,403,683	59,312,585	1,612,609,121	2,337,451,238	192,930,982	2,530,382,220
Cumulative effect adjustment for change in accounting policy for investment in joint venture	2	-	-	-	(460,393)	(460,393)	-	(460,393)
Balance as at 1 July 2014 - as restated		593,125,849	72,403,683	59,312,585	1,612,148,728	2,336,990,845	192,930,982	2,529,921,827
Comprehensive income (loss) for the year		-	-	-	(59,027,312)	(59,027,312)	4,104,666	(54,922,646)
Dividend payment of subsidiary company		-	-	-	-	-	(9,800,700)	(9,800,700)
Balance as at 30 June 2015		593,125,849	72,403,683	59,312,585	1,553,121,416	2,277,963,533	187,234,948	2,465,198,481
For the period from 1 July 2015 to 31 December 2015								
Balance as at 1 July 2015		593,125,849	72,403,683	59,312,585	1,553,121,416	2,277,963,533	187,234,948	2,465,198,481
Comprehensive income for the period		-	-	-	57,417,142	57,417,142	2,864,957	60,282,099
Dividend payment of subsidiary company		-	-	-	-	-	(2,107,150)	(2,107,150)
Balance as at 31 December 2015		593,125,849	72,403,683	59,312,585	1,610,538,558	2,335,380,675	187,992,755	2,523,373,430

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

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

(Unit : Baht)

	Paid - up share capital	Premium on share capital	Retained earnings		Total
			Appropriated for legal reserve	Unappropriated	
Separate F/S					
For the year ended 30 June 2015					
Balance as at 1 July 2014	593,125,849	72,403,683	59,312,585	936,709,663	1,661,551,780
Comprehensive loss for the year	-	-	-	(67,663,835)	(67,663,835)
Balance as at 30 June 2015	593,125,849	72,403,683	59,312,585	869,045,828	1,593,887,945
For the period from 1 July 2015 to 31 December 2015					
Balance as at 1 July 2015	593,125,849	72,403,683	59,312,585	869,045,828	1,593,887,945
Comprehensive income for the period	-	-	-	17,041,948	17,041,948
Balance as at 31 December 2015	593,125,849	72,403,683	59,312,585	886,087,776	1,610,929,893

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

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS

(Unit : Baht)

	Consolidated F/S		Separate F/S	
	For the period from 1 July 2015 to 31 December 2015	For the year ended 30 June 2015 (Restated)	For the period from 1 July 2015 to 31 December 2015	For the year ended 30 June 2015
Cash flows from operating activities				
Income (loss) before income tax	62,838,374	(52,153,669)	30,839,913	(67,452,854)
Adjustments to reconcile income (loss) before income tax to net cash provided from (used in) operating activities:				
Depreciation	22,241,642	44,756,274	20,637,693	41,583,504
Reversal of allowance for doubtful debts and bad debt - net	(200,544)	(84,930)	(200,544)	(84,930)
Provision for decline value of inventories - net	7,236,300	20,851,272	7,236,300	20,851,272
Allowance (reversal of allowance) for decline value of investment - net	1,293,388	(154,914)	(1,999,930)	(1,424,914)
Gain on sales of property, plant and equipment	(528,246)	(6,994)	(142,290)	(308,390)
Dividend income	(23,897,760)	(2,494,881)	(26,090,610)	(50,564,741)
Unrealized gain on revaluation of temporary investment	-	(14,064)	-	-
Unrealized loss (gain) on foreign exchange	(2,102,853)	28,221,199	(2,102,853)	28,221,199
Financial costs	1,394,103	1,661,523	1,193,360	1,593,680
Equity in net income of associated companies and joint venture - net	(28,469,129)	(51,792,140)	-	-
Employee benefits obligation expenses	482,011	1,226,967	353,197	917,828
Cash provided from (used in) operations before changes in operating assets and liabilities	40,287,286	(9,984,357)	29,724,236	(26,668,346)
Decrease (increase) in operating assets;				
Trade accounts receivable from sales and services				
- general customers	(76,927,606)	13,434,550	(31,743,386)	19,709,357
- related companies	8,552,823	7,137,658	5,105,721	(2,618,835)
Trade accounts receivable from construction work				
- general customers	(8,803,165)	(1,790,500)	(8,803,165)	(1,790,500)
- related companies	2,014,124	1,349,612	2,159,598	2,646,298
Unbilled accrued income - general customers	12,593,132	(12,753,547)	12,593,132	(12,753,547)
Inventories	33,754,020	4,261,920	38,480,563	4,810,973
Receivables from and advances to related companies	229,903	(3,019,001)	1,038,666	(3,398,019)
Other current assets	(2,430,796)	(9,532,209)	(7,527,134)	(7,597,828)
Other non - current assets	(4,903,948)	(7,140,689)	3,247,739	(3,860,161)
Increase (decrease) in operating liabilities;				
Trade accounts payable - general suppliers	17,325,824	(9,043,498)	11,743,913	(2,768,373)
Payables to and advances from related companies	(19,428,840)	(11,758,148)	(17,997,384)	4,081,332
Advances and deposits from customers				
- general customers	10,781,129	12,907,505	10,278,458	14,400,684
- related companies	176,880	-	176,880	-
Other current liabilities	15,877,296	(280,672)	14,791,375	4,567,425
Employee benefits obligation	(99,796)	(875,225)	(99,796)	(875,224)
Other non - current liabilities	105,975	(770,305)	105,975	(330,316)
Cash provided from (used in) operations	29,104,241	(27,856,906)	63,275,391	(12,445,080)
Interest payment	(849,644)	(708,762)	(849,644)	(708,762)
Income tax payment	(2,551,837)	(2,615,110)	-	-
Net cash provided from (used in) operating activities	25,702,760	(31,180,778)	62,425,747	(13,153,842)

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS (CONTINUED)

(Unit : Baht)

	Consolidated F/S		Separate F/S	
	For the period from 1 July 2015 to 31 December 2015	For the year ended 30 June 2015 (Restated)	For the period from 1 July 2015 to 31 December 2015	For the year ended 30 June 2015
Cash flows from investing activities				
Decrease (increase) in restricted deposits with banks	(7,353,872)	56,129	(7,216,682)	-
Decrease (increase) in temporary investment	5,049,249	(5,035,185)	-	-
Acquisition of property, plant and equipment	(59,581,800)	(10,060,215)	(58,659,371)	(6,540,572)
Proceeds from sales of property, plant and equipment	547,269	5,399,738	144,202	3,773,009
Increase in long-term loan to related company	(100,000,000)	-	(100,000,000)	-
Dividend received from related company	23,897,760	2,494,881	26,090,610	50,564,741
Received back from investment in joint venture	-	-	-	16,000
Dividend received from associated company	-	37,870,560	-	-
Net cash provided for (used in) investing activities	(137,441,394)	30,725,908	(139,641,241)	47,813,178
Cash flows from financing activities				
Increase (decrease) in short - term loan from financial institution	24,000,000	(53,460,579)	24,000,000	(53,460,579)
Increase in long - term loan from financial institution	200,000,000	-	200,000,000	-
Dividend paid to non - controlling interests by subsidiary	(2,107,150)	(9,800,700)	-	-
Net cash provided for (used in) financing activities	221,892,850	(63,261,279)	224,000,000	(53,460,579)
Increase (decrease) in cash and cash equivalents - net	110,154,216	(63,716,149)	146,784,506	(18,801,243)
Cash and cash equivalents at beginning of period/year	269,361,714	333,077,863	96,086,239	114,887,482
Cash and cash equivalents at end of period/year	379,515,930	269,361,714	242,870,745	96,086,239

SIAM STEEL INTERNATIONAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
NOTES TO FINANCIAL STATEMENTS
AS AT 31 DECEMBER 2015 AND 30 JUNE 2015

1. GENERAL INFORMATION

The Company was incorporated as a juristic company on 28 August 1979 under the Civil and Commercial code of Thailand and become 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 the construction services and installing of the solar farm equipment. The Company's registered office is located at 51 Moo 2 Poochao Road, Bangyaparak, Phrapradaeng, Samuthprakarn.

During the year, the Company changed 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 statements to be comparable with other listed companies in the same industry.

As at 31 December 2015 and 30 June 2015, the Company major shareholders are as follows:

<u>Name</u>	Percentage of Shareholding	
	31 December 2015	30 June 2015
Mr. Pongsak Pongphundacha	26.73	26.73
Mr. Wanchai Kunanantakul	17.19	17.19
Mr. Surapol Kunanantakul	16.53	16.53
Mr. Amnuay Witchayawilat	2.44	2.52
Thai NVDR Company Limited	2.05	2.39

2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENT

(a) *Statement of compliance*

The accompanying financial statements have been officially prepared in accordance with the Accounting Act B.E. 2543 and Thai Financial Reporting Standards issued under the Accounting Professions Act B.E. 2547 and the financial reporting requirements promulgated by the Securities and Exchange Commission under the Securities and Exchange Act B.E. 2535. These are officially prepared in Thai language. The translation of these financial statements to other language must be in compliance with the official report in Thai.

The financial statements have been prepared on a historical cost basis, except as otherwise disclosed specifically.

The Federation of Accounting Professions has issued new and revised TFRS effective for annual accounting periods beginning on or after 1 January 2015. The initial application of these new and revised TFRS has resulted in changes in certain accounting policies of the Company as follow:-

TFRS 10 Consolidated Financial Statements

TFRS 10 prescribes requirements for the preparation of consolidated financial statements and replaces the part dealing with consolidated financial statements as included in TAS 27: Consolidated and Separate Financial Statements. This standard changes the principles from considering whether control exists. Under this standard, an investor is deemed to have control over an investee if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns, even if it holds less than half of the shares or voting rights. This important change requires the management to exercise a lot of judgement when reviewing whether the Company has control over the investees and determine which entities have to be included for preparation of the consolidated financial statements.

TFRS 11 Joint Arrangement

As a result of TFRS 11, the Company has changed its accounting policy for its interests in joint arrangements. Under TFRS 11, the Company classifies its interests in joint arrangements as either joint operations or joint ventures depending on the Company's right to the assets and obligations for the liabilities of the arrangements. When making this assessment, the Company considers the structure of the arrangements, the legal form of any separate vehicles, the contractual terms of the arrangements and other facts and circumstances. Previously, the structure of the arrangement was the sole focus of classification.

The Company has re-evaluated its involvement in its only joint arrangement and has reclassified the investment from jointly controlled entity to joint venture. As a consequence, the Company has changed its accounting policy for the investment in joint venture from proportionate consolidation to the equity method; accordingly, there has been impact on the recognized assets, liabilities and comprehensive income of the Company. Further details of the effects of the change are set out as follow:

	(Unit : Thousand Baht)		
	Effect of changes in accounting policies		
	As previously reported	Effect	As restated
Consolidated statement of financial position at 30 June 2015			
Cash and cash equivalents	269,479	(117)	269,362
Trade accounts receivable from construction work	1,027	987	2,014
Refundable value added tax	21,061	(1,090)	19,971
Total assets	2,781,000	(220)	2,780,780

(Unit : Thousand Baht)

	Effect of changes in accounting policies		
	As previously reported	Effect	As restated
Liability from loss on investment exceed its cost in joint venture	-	354	354
Other current liabilities	90,068	(114)	89,954
Retained earnings - unappropriated	1,553,582	(460)	1,553,122
Total liabilities and shareholders' equity	2,781,000	(220)	2,780,780

Consolidated statement of profit or loss and other comprehensive income for the year ended 30 June 2015

Administrative expenses	282,619	(387)	282,232
Equity in net income of associated companies and joint venture - net	51,792	(387)	51,405
Loss for the year	54,923	-	54,923

TFRS 13 Fair Value Measurement

This standard provides guidance on how to measure fair value and stipulates disclosures related to fair value measurements. Entities are to apply the guidance under this standard if they are required by other accounting standards to measure their assets or liabilities at fair value. The effect of the change from the adoption of this standard is to be recognized prospectively.

Based on the preliminary analysis, the management believes that this standard will not have any significant impact on the financial statements.

In addition to the above new and revised TFRS, the FAP has issued a number of other new and revised TFRS which are effective for the fiscal years beginning on or after 1 January 2016 and have not been adopted in the preparation of these financial statements. However, some of those new and revised TFRS are not relevant to the Company's operations.

A number of new and revised TFRS have been issued but are not yet effective and have not been applied in the preparation of these financial statements. Those new and revised TFRS that may be relevant to the Company's operations, which become effective for annual financial periods beginning on or after 1 January 2016, are set out below. The Company does not plan to adopt these TFRS early.

TFRS	Topic
TAS 1 (revised 2015)	Presentation of Financial Statements
TAS 2 (revised 2015)	Inventories
TAS 7 (revised 2015)	Statement of Cash Flows
TAS 8 (revised 2015)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (revised 2015)	Events After the Reporting Period
TAS 11 (revised 2015)	Construction Contracts
TAS 12 (revised 2015)	Income Taxes
TAS 16 (revised 2015)	Property, Plant and Equipment
TAS 17 (revised 2015)	Leases
TAS 18 (revised 2015)	Revenue
TAS 19 (revised 2015)	Employee Benefits
TAS 21 (revised 2015)	The Effects of Changes in Foreign Exchange Rates
TAS 23 (revised 2015)	Borrowing Costs
TAS 24 (revised 2015)	Related Party Disclosures
TAS 26 (revised 2015)	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (revised 2015)	Separate Financial Statements
TAS 28 (revised 2015)	Investments in Associates and Joint Ventures
TAS 33 (revised 2015)	Earnings Per Share
TAS 34 (revised 2015)	Interim Financial Reporting
TAS 36 (revised 2015)	Impairment of Assets
TAS 37 (revised 2015)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (revised 2015)	Intangible Assets
TAS 40 (revised 2015)	Investment Property
TFRS 2 (revised 2015)	Share-based Payment
TFRS 3 (revised 2015)	Business Combinations
TFRS 5 (revised 2015)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 8 (revised 2015)	Operating Segments
TFRS 10 (revised 2015)	Consolidated Financial Statements
TFRS 11 (revised 2015)	Joint Arrangements
TFRS 12 (revised 2015)	Disclosure of Interests in Other Entities
TFRS 13 (revised 2015)	Fair Value Measurement
TSIC 15 (revised 2015)	Operating Leases – Incentives
TSIC 25 (revised 2015)	Income Taxes – Changes in the Tax Status of an Enterprise or its Shareholders
TSIC 27 (revised 2015)	Evaluating the Substance of Transactions in the Legal Form of a Lease
TFRIC 1 (revised 2015)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (revised 2015)	Determining Whether an Arrangement Contains a Lease
TFRIC 10 (revised 2015)	Interim Financial Reporting and Impairment
TFRIC 14 (revised 2015)	TAS 19 (revised 2015) <i>Employee Benefits</i> – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
TFRIC 17 (revised 2015)	Distributions of Non-cash Assets to Owners
TFRIC 18 (revised 2015)	Transfers of Assets from Customers

The Company has made a preliminary assessment of the potential initial impact on the consolidated and separate financial statements of these new and revised TFRS and expects no material impact on the financial statements in the period of initial application.

(b) Basis of measurement

The financial statements have been prepared on the historical cost basis except for the following items, which are measured on an alternative basis on each reporting date.

<i>Items</i>	<i>Measurement bases</i>
Non-derivative financial instruments at fair value through profit or loss	Fair value
Net defined benefit liability	Present value of the defined benefit obligation, limited as explained in Note 20

(c) Use of judgements and estimates

The preparation of financial statements in conformity with TFRS requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

Assumptions and estimation uncertainties

Information about significant areas of estimation uncertainties that have a significant risk of resulting in a material adjustments to the amounts recognised in the financial statements is included in the following notes:

Note 17	Current and deferred taxation
Note 20	Measurement of defined employee benefit obligations
Note 28	Valuation of financial instruments

Measurement of fair values

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

The Company has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the CFO.

The Company regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the Company assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which such valuations should be classified.

When measuring the fair value of an asset or a liability, the Company uses market observable data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs from the valuation techniques as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or liability might be categorized in different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company has made a preliminary assessment of the potential initial impact on the consolidated and separate financial statements of these new and revised TFRS and expects that there will be no material impact on the financial statements in the period of initial application.

Basis of consolidation

The consolidated financial statements include the accounts of the Company and its subsidiaries for which the Company owns shares more than 50% of voting right as follows:

Company	Percentage of shareholding		Type of business
	31 December 2015	30 June 2015	
<u>Subsidiaries</u>			
Siam Okamura International Co., Ltd.	51	51	Distribution of office furniture and furniture used for public
Sri Chareon International Co., Ltd.	99.99	99.99	Distribution of office furniture and furniture parts
Siam Steel OC Co., Ltd.	51	51	Distribution of equipment, office furniture and industrial parts.

Significant intercompany transactions with subsidiaries and joint ventures included in the consolidated financial statements have been eliminated.

The consolidated financial statements have been prepared with the same accounting policy for the same accounting transactions or accounting events used by the Company.

As of 31 December 2015 and 30 June 2015, the total assets of subsidiaries represent 15.70 percent and 17.02 percent, respectively, of the total assets in the consolidated financial statements, and total revenues of subsidiaries for the period from 1 July 2015 to 31 December 2015 and for the year ended 30 June 2015, represent 39.65 percent and 40.41 percent, respectively, of the total revenues in the consolidated financial statements.

These financial statements were authorized by the Company's authorized director on 29 February 2016.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies set out below have been applied consistently to all fiscal periods presented in these financial statements.

Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date.

Non-monetary assets and liabilities measured at cost in foreign currencies are translated into the functional currency at the exchange rates at the dates of the transactions.

Foreign currency differences are recognized in profit or loss as incurred.

Cash and cash equivalents

Cash and cash equivalents include cash on hand and highly liquid cash in banks (which do not have restriction of usage) that are readily convertible to cash on maturity date with insignificant risk of change in value.

Restricted deposit with bank is presented under non - current assets in the statement of financial position.

Related parties

Related parties comprise enterprises and individuals that control, or are controlled by the Company, whether directly or indirectly, or which are under common control with the Company.

They also include associated companies and individuals which directly or indirectly own a voting interest in the Company that gives them significant influence over the Company, key management personnel, directors and officers with authority in the planning and directing the Company's operations.

Trade accounts receivable and allowance for doubtful accounts

Trade accounts receivable are stated at the net realizable value. The Company provides allowance for doubtful accounts equal to the estimated collection losses that may incur in the collection process. The estimated losses are based on historical collection experiences coupled with a review of the current status of receivables.

Inventories

Cost of goods sold comprises costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. In the case of own manufactured inventories and work-in-progress, moving average cost method is used which includes an appropriate share of production overheads based on normal operating capacity.

The Company and its subsidiaries value their inventories as follows:

	Valuation Method
Merchandises - The Company	Lower of cost (moving average method) or net realizable value
- The Subsidiary	Lower of cost (moving average method and first-in first-out method) or net realizable value
Own manufactured finished goods	Lower of cost (moving average method) or net realizable value
Work in process	Lower of cost (moving average method)
Raw materials	Cost (specific identification method)
Supplies	Cost (moving average method)

Net realizable value is the estimate of the selling price in the ordinary course of business, less the costs of completion and selling expenses. Provision is taken up in the books, where necessary, for obsolete, slow - moving and defective inventories, based on the physical status of inventories.

Investments in related companies

Investments in subsidiaries in separate financial statements are presented by the cost method. The Company recognizes gain or loss on sale in the statement of profit or loss and other comprehensive income in the period which investments are sold. When there is an indication of impairment on investment, the Company will recognize loss from impairment as expense out rightly in the statement of comprehensive income. The Company recognizes dividends income when the subsidiaries declare the payments of their dividends.

Investments in securities of related and other companies that are not subsidiaries, not associated companies and/or not joint ventures, held as “General investment”, are valued at costs.

The Company makes the adjustments to devalue those investments when there is an indication of impairment.

Subsidiaries

Subsidiaries are entities controlled by the Company. The Company controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

Loss of control

When the Company loses control over a subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related non-controlling interests and other components of equity. Any resulting gain or loss is recognised in profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

Interests in equity-accounted investees

The Company's interests in equity-accounted investees comprise interests in associates and a joint venture.

Associates are those entities in which the Company has significant influence, but not control or joint control, over the financial and operating policies. A joint venture is an arrangement in which the Company has joint control, whereby the Group has rights to the net assets of the arrangement, rather than rights to its assets and obligations for its liabilities.

Interests in associates and joint ventures are accounted for using the equity method. They are recognised initially at cost, which includes transaction costs. Subsequent to initial recognition, the consolidated financial statements include the Company's share of the profit or loss and other comprehensive income of equity-accounted investees, until the date on which significant influence or joint control ceases.

Transactions eliminated on consolidation

Intra-company balances and transactions, and any unrealised income or expenses arising from intra-company transactions, are eliminated. Unrealised gains arising from transactions with associate companies and jointly control entity are eliminated against the investment to the extent of the Company's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

Property, plant and equipment

Recognition and measurement

Owned assets

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use, the costs of dismantling and removing the items and restoring the site on which they are located, and capitalised borrowing costs. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognised net within other income in profit or loss.

Expenditures for expansion, renewal and betterment, which result in a substantial increase in an asset current replacement value, are capitalized. Repair and maintenance costs are recognized as expenses when incurred.

Subsequent costs

The cost of replacing part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company, and its cost can be measured reliably. The carrying amount of the replaced part is derecognized. The costs of the day-to-day servicing of property, plant and equipment are recognized in profit or loss as incurred.

Depreciation

Depreciation is calculated based on the depreciable amount, which is the cost of an asset, or other amount substituted for cost, less its residual value.

Depreciation is charged to profit or loss on a straight-line basis over the estimated useful lives of each component of an item of property, plant and equipment. The estimated useful lives are as follows:

	<u>Year</u>
Buildings and improvements	3 - 20
Leasehold right and improvements	10
Improvements of leased factory	5
Machinery and equipment	5 - 10
Furniture, fixtures and office equipment	5
Transportation equipment	5

No depreciation is provided on freehold land or assets under construction.

Depreciation methods, useful lives and residual values are reviewed at each financial year-end and adjusted if appropriate.

Impairment

The carrying amounts of the Company's assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the assets' recoverable amounts are estimated.

An impairment loss is recognised if the carrying amount of an asset exceeds its recoverable amount. The impairment loss is recognised in profit or loss.

Assets not used in operation

Assets not used in operation are stated at costs which are measured initially with their costs, including transaction costs. Moreover, after recognition, they are measured at costs net of accumulated depreciation and allowance for impairment (if any).

The difference between the net disposal proceeds and the carrying amount of the asset is recognized in profit or loss in the period when the asset is derecognized.

Lease payments

Payments made under operating leases are recognised in profit or loss on a straight line basis over the term of the lease. Lease incentives received are recognised in profit or loss as an integral part of the total lease expense, over the term of the lease.

Contingent lease payments are accounted for by revising the minimum lease payments over the remaining term of the lease when the lease adjustment is confirmed.

Determining whether an arrangement contains a lease

At inception of an arrangement, the Company determines whether such an arrangement is or contains a lease. A specific asset is the subject of a lease if fulfilment of the arrangement is dependent on the use of that specified asset. An arrangement conveys the right to use the asset if the arrangement conveys to the Company the right to control the use of the underlying asset.

At inception or upon reassessment of the arrangement, the Company separates payments and other consideration required by such an arrangement into those for the lease and those for other elements on the basis of their relative fair values. If the Company concludes that it is impracticable to separate the payments reliably, an asset and a liability are recognised at an amount equal to the fair value of the underlying asset. Subsequently the liability is reduced as payments are made and an imputed finance charge on the liability is recognised using the Company's incremental borrowing rate.

Interest-bearing liabilities

Interest-bearing liabilities are recognised initially at fair value less attributable transaction charges. Subsequent to initial recognition, interest-bearing liabilities are stated at amortised cost with any difference between cost and redemption value being recognised in profit or loss over the period of the borrowings on an effective interest basis.

Trade and other accounts payable

Trade and other accounts payable are stated at cost.

Revenue recognition

Revenue excludes value added taxes and is arrived at after deduction of trade discounts and volume rebates.

Sales of goods and services rendered

Revenue is recognised in profit or loss when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognised if there is continuing management involvement with the goods or there are significant uncertainties regarding recovery of the consideration due, associated costs or the probable return of goods. Service income is recognised as services are provided.

Revenues from construction services are recognized on the basis of percentage of completion. The recognized revenues, which are not due for billing as per contracts, are shown under the caption of "Unbilled accrued income" in the statement of financial position. Provision for foreseeable loss on project will be made in the accounts as soon as the possibility of loss is ascertained.

Interest income

Interest income is recognized in profit or loss as it accrues.

Other income

Other income is recognized on an accrual basis.

Finance costs

Finance costs comprise interest expense on borrowings, unwinding of the discount on provisions and contingent consideration, losses on disposal of available-for-sale financial assets that are recognized in profit or loss.

Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognized in profit or loss using the effective interest method.

Income tax

The income tax expense for the year comprises current and deferred income taxes. Current and deferred income taxes are recognized in profit or loss, except to the extent that they relate to items recognized directly in equity or other comprehensive income.

Current income tax

Current income tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the end of the reporting period, and any adjustment to tax payable in respect of earlier years.

Deferred income tax

Deferred income tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities and the amounts of corresponding items used for income tax computation purpose. Deferred income tax is measured by applying the tax rate to the temporary differences which are expected to be reversed, using tax rate enacted or substantively enacted at the end of the reporting period.

Deferred income tax assets are recognized to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilized. Deferred tax assets are reviewed at the end of each reporting period and reduced to the extent that the related tax benefit will be realized.

Employee benefits

Short-term employment benefits

Salaries, wages, bonuses, contribution to the social security and provident fund, are recognised as expenses when incurred on the accrual basis.

Post-employment benefits (Defined contribution plan)

The Company, subsidiaries and its employees have jointly established a provident fund plan whereby monthly contributions are made by employees and by the Company. The fund's assets are held in a separate trusteed fund from the Company's assets. The Company's contribution to the fund is recognised as expenses when incurred.

Post-employment benefits (Defined benefit plan)

The Company has obligations in respect of the severance payments they must make to employees upon retirement under the labour law. The Company accounts for this obligation in its accounts for each accounting period.

The obligations under the defined benefit plan are determined by a professionally qualified independent actuary based on actuarial techniques, using the projected unit credit method.

Actuarial gains or losses for the computation of post-employee benefits is recognized in other comprehensive income.

Segment reporting

Segment results that are reported to the Company's CEO (the chief operating decision maker) include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Basic earnings per share

The Company presents basic earnings per share for its common shares. Basic earnings per share is calculated by dividing the profit or loss attributable to common shareholders of the Company by the weighted average number of ordinary shares outstanding during the period/year.

Provisions for liabilities and charges and contingent assets

The Company and subsidiaries account for estimated liabilities and accrued expenses in the books of accounts when legal or constructive obligations occurred as the results of past events with probable outflows of resources to settle the obligations, and where a reliable estimate of the amount can be made. The contingent asset will be recognized as a separate asset only when the realization is virtually certain.

4. CRITICAL ACCOUNTING ESTIMATES, ASSUMPTION AND JUDGMENT AND CAPITAL RISK MANAGEMENT

4.1 Critical accounting estimates, assumption and judgments

4.1.1 Construction revenues

The stage of completion of any construction contract is assessed by management by taking into consideration all information available at the reporting date. In this process, management carries out significant judgement about milestone, actual work performed and the estimated costs to complete the work. Significant assumptions are required to estimate the total contract costs and the recoverable variation works that will affect the stage of completion. Actual outcome, in terms of actual costs or revenues, may be higher or lower than estimates at the reporting date, which would affect the revenues and profit to be recognised in future years will be accounted for as an adjustment to the amounts recorded to date.

4.1.2 Allowance for project losses

The Company reviews its construction work-in-progress to determine whether there is any indication of foreseeable losses. Identified possible losses are recognised immediately in the statement of comprehensive income when it is probable that total contract costs will exceed total contract revenues as determined by the management.

4.1.3 Impairment of receivables

The Company and subsidiaries account for allowance for doubtful accounts equal to the estimated collection losses that may incur should the customers be unable to pay for their accounts. The estimated losses are based on historical collection experiences couple with a review of outstanding receivables at the reporting date.

4.1.4 Allowance for obsolete, slow-moving and defective inventories

The Company and subsidiaries estimates allowances for obsolete, slow-moving and defective inventories to reflect impairment of inventories. The allowances are based on the consideration of inventory turnovers and deterioration of each category.

4.1.5 Plant equipment and computer software

Management regularly determines the estimated useful lives and residual values of plant equipment and computer software and will revise the depreciation and amortization charge where useful lives and residual values previously estimated have changed or subject to be written down or if asset is no longer in used.

4.1.6 Post-employment benefits under defined benefit plans

The obligation under defined benefit plan is determined based on actuarial valuation. Inherent within this calculation is assumption as to discount rate, future salary adjustment, mortality rate and other demographic factor. In determining the appropriate discount rate, management selects an interest rate that reflects the current economic situation. The mortality rate is based on publicly available mortality table for the country. Actual post-retirement cost may ultimately differ from this estimate.

4.1.7 Deferred tax assets

The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the Company future taxable income against which the deductible temporary differences can be utilized. In addition, management judgment is required in assessing the impact of any legal or economic limits or uncertainties in various tax jurisdictions.

4.2 Capital risk management

Objectives of the Company in the management of capital are to safeguard its ability to continue as a going concern in order to provide returns for shareholders and benefits for other stakeholders, and to maintain optimal capital structures to reduce the cost of capital.

In order to maintain or adjust the capital structures, the Company may adjust the amount of dividends payment for shareholders, return capital to shareholders, issue new shares, or sell assets to reduce debts.

5. CASH AND CASH EQUIVALENTS

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	30 June			
	31 December 2015	2015 (Restated)	31 December 2015	30 June 2015
Cash	300	300	190	190
Deposits with financial institutions				
- Current accounts	254	245	254	245
- Savings accounts	378,962	268,817	242,427	95,651
Total	<u>379,516</u>	<u>269,362</u>	<u>242,871</u>	<u>96,086</u>

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

The currencies denomination of cash and cash equivalents as at 31 December 2015 and 30 June 2015 are as follows:

	In Thousand Baht			
	Consolidated F/S		Consolidated F/S	
	30 June			
	31 December 2015	2015 (Restated)	31 December 2015	30 June 2015
THB	353,488	261,936	216,843	88,660
USD	25,833	7,246	25,833	7,246
JPY	195	180	195	180
Total	<u>379,516</u>	<u>269,362</u>	<u>242,871</u>	<u>96,086</u>

6. TEMPORARY INVESTMENT

Movements during the period/year are as follow:

	In Thousand Baht	
	Consolidated F/S	
	31 December 2015	30 June 2015
Beginning balance of the period/year	5,049	-
<u>Add</u> Addition	-	5,035
<u>Less</u> Disposition	(5,049)	-
Unrealized gain from change in value	-	14
Ending balance of the period/year	-	5,049

The subsidiary has temporary investment in open-end mutual fund which yields more return than general saving deposits. The said investment does not have any restriction for redemption. Temporary investments of the subsidiary as at 30 June 2015 were denominated entirely in Thai Baht.

7. 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.

Name	Country of incorporation	Type of Business	Relationship
Sri Chareon International Co., Ltd.	Thailand	Distribution of office furniture	Subsidiaries Companies
Siam Okamura International Co., Ltd.	Thailand	Distribution of office furniture and furniture used for public	Subsidiaries Companies
Siam Steel OC Co.,Ltd.	Thailand	Distribution of equipment, office furniture and industrial pasts.	Subsidiaries Companies
Bangphra Green Energy Co., Ltd.	Thailand	Manufacturing and distribution of solar equipment	Subsequently indirect subsidiary of Company
Siam Okamura Steel Co., Ltd.	Thailand	Manufacturer and distribution of Office Automation furniture for export	Associated Companies
Siam Steel Service Center Plc.	Thailand	Manufacturer and distribution of primary steel parts for various industries.	Associated Companies
Unity Service Co., Ltd.	Thailand	Providing of utilities and nursing facilities	Co-director
Formica (Thailand) Ltd.	Thailand	Manufacturing and distribution of plastic laminate products	Co-director
Panasonic Eco Solutions Steel (Thailand) Co., Ltd.	Thailand	Manufacturing and distribution of electrical appliance and supplies for construction such as electric wire, pipe and downstream equipment	Co-director

Name	Country of incorporation	Type of Business	Relationship
Siam Chitose Co., Ltd	Thailand	Manufacturing and distribution of furniture and furniture parts.	Co-director
Lucky-Kingdom Center (Nakornratchasima) Co., Ltd.	Thailand	Distribution of office furniture	Co-director
Lucky-Kingdom Center (Chiangmai) Co., Ltd.	Thailand	Distribution of office furniture	Co-director
Union Autoparts Manufacturing Co., Ltd.	Thailand	Manufacturing and distribution of motorcycles and motorcycle parts.	Co-director
Hirokoh (Thailand) Co., Ltd.	Thailand	Distribution and rental of movable instant office, movable instant restroom	Co-director
Mr.Surapol Kunanantakul Mr.Sittichai Kunanantakul	-	-	Company's Directors

As at 31 December 2015 and 30 June 2015, the account balances with related companies are as follows:

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	31 December 2015	30 June 2015 (Restated)	31 December 2015	30 June 2015
Trade accounts receivable from sales and services				
<u>Subsidiary companies</u>				
Sri Chareon International Co., Ltd.	-	-	14,593	11,188
Siam Okamura International Co., Ltd.	-	-	625	181
Siam Steel OC Co., Ltd.	-	-	384	16
Total	-	-	15,602	11,385
<u>Associated companies</u>				
Siam Okamura Steel Co., Ltd.	28	29	24	29
Siam Steel Service Center Public Company Limited	14	11	14	11
Total	42	40	38	40
<u>Related companies</u>				
Hirokoh (Thailand) Ltd.	818	8,667	818	8,667
Lucky - Kingdom Center (Nakornratchasima) Co., Ltd.	2,164	3,097	2,164	3,097
Lucky - Kingdom Center (Chiangmai) Co., Ltd.	2,461	2,092	2,461	2,092
Siam Chitose Co., Ltd.	203	1,113	203	1,113
Unity Service Co., Ltd.	30	32	30	32
Others	1,127	357	302	298
Total	6,803	15,358	5,978	15,299
Total trade accounts receivable from sales and services – related companies	6,845	15,398	21,618	26,724

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	31 December 2015	30 June 2015 (Restated)	31 December 2015	30 June 2015
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
Receivables from and advances				
<u>Subsidiary companies</u>				
Sri Chareon International Co., Ltd.	-	-	-	1,018
Siam Okamura International Co., Ltd.	-	-	1,006	797
Total	-	-	1,006	1,815
<u>Associated companies</u>				
Siam Okamura Steel Co., Ltd.	1,175	1,425	1,175	1,425
<u>Related companies</u>				
Siam Chitose Co., Ltd.	4,673	4,673	4,673	4,673
Unity Service Co., Ltd.	20	-	20	-
Total	4,693	4,673	4,693	4,673
Total receivables from and advances to related companies	5,868	6,098	6,874	7,913
Long-term loan to related company				
<u>Subsequently indirect subsidiary company</u>				
Bangphra Green Energy Co., Ltd.	100,000	-	100,000	-

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

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	31 December 2015	30 June 2015	31 December 2015	30 June 2015
Trade accounts payable				
<u>Subsidiary companies</u>				
Sri Chareon International Co., Ltd.	-	-	20	-
Siam Okamura International Co., Ltd.	-	-	752	35
Total	-	-	772	35

	In 'Thousand Baht			
	Consolidated F/S		Separate F/S	
	31 December 2015	30 June 2015	31 December 2015	30 June 2015
<u>Associated companies</u>				
Siam Okamura Steel Co., Ltd.	18,058	34,739	5,863	12,527
Siam Steel Service Center Public Company Limited	30	21	30	21
Total	18,088	34,760	5,893	12,548
<u>Related companies</u>				
Siam Chitose Co., Ltd.	8,826	20,700	8,826	20,700
Formica (Thailand) Co., Ltd.	819	983	819	983
Hirokoh (Thailand) Ltd.	10	34	10	34
Others	10,260	938	-	-
Total	19,915	22,655	9,655	21,717
Total trade accounts payable - related companies	38,003	57,415	16,230	34,300
Advances from				
<u>Subsidiary companies</u>				
Siam Okamura International Co., Ltd.	-	-	60	60
<u>Related companies</u>				
Unity Service Co., Ltd.	898	914	898	914
Others	5	6	5	6
Total	903	920	903	920
Total advances from related companies	903	920	963	980
Total trade accounts payable and advances from related companies	38,906	58,335	17,283	35,280
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.	3,659	3,482	3,659	3,482
Total advances and deposits from customers - related companies	3,659	3,482	5,212	5,035

The significant transactions with related companies for the period from 1 July 2015 to 31 December 2015 and for the year ended 30 June 2015 and pricing policy are as follows :

	The Policy of Pricing
Sales and services	Cost plus margin or agreed price
Income from construction	Cost plus margin
Income from sales of raw materials, factory supplies and others	Cost plus margin
Rental revenue	Agreed price
Purchases of raw materials	Cost plus margin or agreed price
Purchases of finished goods	Agreed price
Land and factory rental	Agreed price
Administrative and other expenses	Cost plus margin or agreed price

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	For the period from 1 July 2015 to 31 December 2015	For the year ended 30 June 2015	For the period from 1 July 2015 to 31 December 2015	For the year ended 30 June 2015
Sales and services income				
- Subsidiaries	-	-	30,099	26,550
- Associated companies	206	1,646	157	523
- Related companies	22,486	57,963	17,361	48,357
Revenues from sales of raw materials, factory supplies and others				
- Subsidiaries	-	-	2,091	7,531
- Associated companies	4,229	9,442	3,638	8,654
- Related companies	7,526	15,828	6,275	15,107
Rental revenue				
- Subsidiaries	-	-	4,732	6,359
- Associated companies	-	3,105	-	3,105
- Related companies	7,143	13,929	7,142	13,929
Dividend income				
- Subsidiaries	-	-	2,193	10,199
- Associated companies	-	-	-	37,871
- Related companies	23,898	2,495	23,898	2,495

In Thousand Baht

	Consolidated F/S		Separate F/S	
	For the period from 1 July 2015 to 31 December 2015	For the year ended 30 June 2015	For the period from 1 July 2015 to 31 December 2015	For the year ended 30 June 2015
Purchases of finished goods				
- Subsidiaries	-	-	3,548	1,854
- Associated companies	122,531	263,035	12,923	34,956
- Related companies	68,926	122,546	40,649	104,340
Purchases of raw materials				
- Subsidiaries	-	-	6	-
- Associated companies	39	2,050	39	2,050
- Related companies	3,203	6,383	3,203	6,383
Administrative and other expenses				
- Subsidiaries	-	-	180	60
- Associated companies	18,728	42,031	-	-
- Related companies	5,462	12,043	5,386	11,690
Land and factory rental				
- Associated companies	-	2,711	-	-
<u>Key management personnel compensation</u>				
Current employment benefits	9,912	16,394	8,511	13,630
Post-employment benefits	99	392	99	366
Total	10,011	16,786	8,610	13,996

8. TRADE ACCOUNTS RECEIVABLE

As at 31 December 2015 and 30 June 2015, the aged analysis of accounts receivable are as follows:

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	31 December 2015	30 June 2015 (Restated)	31 December 2015	30 June 2015
Trade accounts receivable from sales and services				
<u>Trade accounts receivable – general customers</u>				
Current	247,310	186,294	135,189	119,152
Overdue:				
Less than 3 months	124,325	100,714	42,523	22,647
3 months – 6 months	4,430	16,215	2,611	6,958
6 months – 12 months	7,836	3,246	1,632	1,258
Over 12 months	135,243	134,480	135,551	134,480
Total	519,144	440,949	317,506	284,495
<u>Less</u> Allowance for doubtful accounts	(44,920)	(44,970)	(44,920)	(44,970)
Net	474,224	395,979	272,586	239,525
<u>Trade accounts receivable - related companies</u>				
Current	6,798	9,092	21,618	20,418
Overdue:				
Less than 3 months	47	6,306	-	6,306
Total	6,845	15,398	21,618	26,724
Trade accounts receivable – construction work				
<u>Trade accounts receivable – general customers</u>				
Current	10,594	1,791	10,594	1,791
<u>Trade accounts receivable - related companies</u>				
Overdue:				
Over 12 months	-	2,954	-	2,954
<u>Less</u> Allowance for doubtful accounts	-	(940)	-	(940)
Net	-	2,014	-	2,014

The currency denomination of trade accounts receivable as at 31 December 2015 and 30 June 2015 are as follows:

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	31 December	30 June	31 December	30 June
	2015	2015 (Restated)	2015	2015
THB	396,256	322,730	209,391	177,602
USD	7,713	6,987	7,713	6,987
AUD	132,030	130,791	132,030	130,791
JPY	584	584	584	584
Total	536,583	461,092	349,718	315,964
<u>Less</u> Allowance for doubtful accounts	(44,920)	(45,910)	(44,920)	(45,910)
Net	491,663	415,182	304,798	270,054

9. INVENTORIES

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	31 December	30 June	31 December	30 June
	2015	2015	2015	2015
Finished goods	158,600	168,599	64,819	80,233
Work in process	55,727	62,581	55,727	62,581
Raw materials and supplies	151,657	164,534	151,658	164,534
Goods in transit	1,524	5,547	-	3,336
Total	367,508	401,261	272,204	310,684
<u>Less</u> Allowance for decline value of inventories	(43,386)	(36,149)	(43,386)	(36,149)
Net	324,122	365,112	228,818	274,535

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

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	31 December	30 June	31 December	30 June
	2015	2015	2015	2015
Beginning balance of the period/year	36,150	15,298	36,150	15,298
<u>Add</u> Additional allowance	7,236	25,928	7,236	25,928
<u>Less</u> Reversal of allowance	-	(5,077)	-	(5,077)
Ending balance of the period/year	43,386	36,149	43,386	36,149

10. OTHER CURRENT ASSETS

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	31 December	30 June	31 December	30 June
	2015	2015	2015	2015
Prepaid expenses	27,069	19,723	24,917	15,885
Prepaid insurance	1,451	3,614	1,141	3,050
Undue input VAT	1,545	991	361	114
Cash advances	2,205	2,467	846	1,689
Others	1,674	1,279	1,647	645
Total	33,944	28,074	28,912	21,383

11. RESTRICTED DEPOSITS WITH BANK

As at 31 December 2015, Time deposits totaling Baht 7.22 million and Baht 0.27 million are restricted for usage as they have been placed as collaterals for long-term loan from financial institution as mentioned in Note 18.

As at 31 December 2015 and 30 June 2015, Time deposits totaling Baht 0.14 million and Baht 0.27 million, respectively, are restricted for usage as they have been placed as collaterals for bank guarantees in respect of certain agreements required in normal course of business of the subsidiary.

12. LONG-TERM LOAN TO RELATED COMPANY

	Interest rate		(หน่วย : พันบาท)			
	(% per annum)		Consolidated F/S		Separate F/S	
	31 December	30 June	31 December	30 June	31 December	30 June
	2015	2015	2015	2015	2015	2015
Bangphra Green Energy Co., Ltd.	8.0	-	100,000	-	100,000	-

On 11 December 2015, the Company entered into a long-term loan agreement with Bangphra Green Energy Co., Ltd., a subsequently subsidiary company, for a renewable energy - solar power plant project which will be started in 2016, for a total amount of Baht 440.00 million. Bangphra Green Energy Co., Ltd. withdraws the loans 2 times, Baht 100.00 million and Baht 340.00 million, on 16 December 2015 and 31 January 2016, respectively. This loan is collateralized the pledged of 1,000,000 common shares of Bangphra Green Energy Co., Ltd., at Baht 2.50 par value, giving the Company a right to purchase common share at Baht 2.50 par value. The loan is repayable within one year commencing the date the loan is fully withdrawn, within 31 January 2017, and bears interest at 8% per annum commencing from first withdrawal date.

13. INVESTMENTS IN SUBSIDIARIES AND RELATED COMPANIES

Investment in shares of Lucky-Kingdom Center Co., Ltd. is considered as indirect associated company invested by a subsidiary company. Such subsidiary company recognizes its equity in the net operating results of such indirect associated company based on net operating results from unaudited financial statements. However, the equity in such associated company is not significant.

Investments in securities of related companies that are not subsidiaries, not associated companies and/or not joint venture, held as “General investment”, are valued at cost. The Company makes the adjustment to devalue those investments when there is indication of impairment.

During the year 2015, the Company evaluates net investment in Formica (Thailand) Co., Ltd. from the audited 2014 financial statements. Formica (Thailand) Co., Ltd. has net asset amount (calculated from shareholding of the Company at 5 percent) exceeding the investment cost. The Company therefore, reversed provision for impairment of investment, of Baht 1.42 million.

At the Extraordinary Shareholders’ meeting of Sri Chareon International Co. Ltd. No.1/2015 held on 4 June 2015, its shareholders passed a resolution to reduce its share capital by 5,625,000 common shares, at Baht 10 par value totaling Baht 56,250,000 for reduction of its deficits as at 31 March 2015. Sri Chareon International Co., Ltd. registered its share reduction on 13 July 2015. The remaining registered share capital is Baht 18,750,000. During the period from 1 July 2015 to 31 December 2015, the Company evaluates net investment in Sri Chareon International Co. Ltd. from the audited financial statements for the period then ended. Sri Chareon International Co. Ltd. has net asset amount exceeding the investment cost. The Company therefore, reversed provision for impairment of investment, of Baht 2.00 million.

As at 31 December 2015 and 30 June 2015, the balances of investments in subsidiaries associated companies 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		
	31 Dec 2015	30 Jun 2015	31 Dec 2015	30 Jun 2015	31 Dec 2015	30 Jun 2015	31 Dec 2015	30 Jun 2015	31 Dec 2015	30 Jun 2015	
<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	107,200	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	601,767	574,985		
						<u>162,627</u>	<u>162,627</u>	<u>708,967</u>	<u>680,782</u>		
<u>Indirect associated company – equity method</u>											
Lucky-Kingdom Center Co., Ltd.	Investment in shares	12,000	12,000	40	40	4,800	4,800	4,962	5,054		
	Total investments in associated companies					<u>167,427</u>	<u>167,427</u>	<u>713,929</u>	<u>685,836</u>		
<u>Joint venture – equity method</u>											
Siam Steel - Kanok Furniture	Interior decoration service	100	100	49	49	49	49	22	(354)		
<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			23,898	-
Panasonic Eco Solutions Steel (Thailand) Co., Ltd.	Manufacturing of electrical conduit pipes	170,000	170,000	5	5	11,660	11,660			-	2,495
	Total investment in related companies					<u>49,712</u>	<u>49,712</u>			<u>23,898</u>	<u>2,495</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				
	<u>Less</u> Allowance for decline value of investments					(2,563)	(1,270)				
	Net					<u>2,437</u>	<u>3,730</u>				
	Total investment by cost method – net					<u>52,149</u>	<u>53,442</u>				

(In Thousand Baht)

Type of business	Separate F/S								
	Paid-up Share capital		Percentage of shareholding		Cost method		Dividend income		
	31 Dec 2015	30 Jun 2015	31 Dec 2015	30 Jun 2015	31 Dec 2015	30 Jun 2015	31 Dec 2015	30 Jun 2015	
<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	2,193	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	2,193	10,199
<u>Less</u> Allowance for decline in value of investments						-	(63,000)		
Net						32,399	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	-	37,870
Total investment in associated companies						162,627	162,627	-	37,870
<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	23,898	2,495
Total investments in related companies						49,712	49,712	23,898	2,495
<u>Less</u> Allowance for decline in value of investments						-	-		
Net						49,712	49,712		
<u>Joint venture</u>									
Siam Steel - Kanok Furniture	Interior decoration service	100	100	49	49	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								26,091	50,564

Associates and joint ventures

The following table summarises the financial information of the associates and joint venture as included in their own financial statements. The table also reconciles the summarized financial information to the carrying amount of the Company's interest in these associates and joint venture.

	In Thousand Baht					
	Siam Steel Service Center Public					
	Siam Okamura Steel Co., Ltd.		Company Limited		Siam Steel - Kanok Furniture	
	31 December 2015	30 June 2015	31 December 2015	30 June 2015	31 December 2015	30 June 2015
Revenue	623,199	689,187	4,357,502	5,102,187	794	-
Income (loss) for the period/year	7,841	178	244,444	364,383	767	(790)
Other comprehensive income	-	-	2,228	1,799	-	-
Total comprehensive income (loss)	7,841	178	200,136	321,433	767	(790)
Attributable to NCI	3,136	71	45,551	73,158	376	(387)
Attributable to investee's shareholders	4,705	107	154,585	248,275	391	(403)
Current assets	265,983	262,951	2,520,479	2,757,622	143	240
Non-current assets	162,598	172,892	1,338,672	1,385,095	-	2,224
Current liabilities	117,392	132,869	1,236,436	1,558,682	98	3,186
Non-current liabilities	7,987	7,613	59,778	54,837	-	-
Net assets	303,202	295,361	2,562,937	2,529,198	45	(722)
Attributable to NCI	121,250	118,115	583,324	575,645	22	(354)
Attributable to investee's shareholders	181,952	177,246	1,979,613	1,953,553	23	(368)

As at 31 December 2015 and 30 June 2015, the fair value of investment in Siam Steel Service Center Public Company Limited, which listed on the Stock Exchange of Thailand, amount of Baht 477.02 million (closing price Baht 32.75 per share, 14,565,600 common shares) and Baht 703.51 million (last quoting price Baht 48.30 per share, 14,565,600 common shares), respectively. For other investments in associates and joint venture are not publicly listed on the Stock Exchange of Thailand and consequently do not have published price.

During the years, the movements in investments in associated companies are as follows:

	(Unit : Thousand Baht)			
	Consolidated F/S		Separate F/S	
	31 December 2015	30 June 2015	31 December 2015	30 June 2015
<u>Investment in associated companies</u>				
Book value – beginning of the period/year	685,836	671,914	162,627	162,627
Share of income of investment - equity method	28,093	52,692	-	-
Share of loss of investment - equity method	-	(900)	-	-
Dividend income	-	(37,870)	-	-
Book value – end of the period/year	<u>713,929</u>	<u>685,836</u>	<u>162,627</u>	<u>162,627</u>
<u>Investment in joint venture</u>				
Book value – beginning of the period/year	(354)	33	-	16
Share of income of investment - equity method	376	-	-	-
Share of loss of investment - equity method	-	(387)	-	-
Allowance for impairment of investment	-	-	-	(16)
Book value – end of the period/year	<u>22</u>	<u>(354)</u>	<u>-</u>	<u>-</u>

14. NON - CONTROLLING INTERESTS

The following table summarises the information relating to each of the Group's subsidiaries that has a material non-controlling interest, before any intra-group eliminations:

	In Thousand Baht		
	Consolidated F/S		
	Siam Okamura International Co., Ltd.	Siam Steel OC Co., Ltd.	Total
Non-controlling interest percentage	49%	49%	49%
Current assets	408,075	14,428	422,503
Non-current assets	29,275	2,137	31,412
Current liabilities	63,721	2,937	66,658
Non-current liabilities	2,830	25	2,855
Net assets	<u>370,799</u>	<u>13,603</u>	<u>384,402</u>
Carrying amount of non-controlling interest	<u>181,692</u>	<u>6,666</u>	<u>188,358</u>

	In Thousand Baht		
	Consolidated F/S		
	Siam Okamura International Co., Ltd.	Siam Steel OC Co., Ltd.	Total
Revenue	170,005	6,457	176,462
Income for the period	2,795	200	2,995
Income allocated to non-controlling interest	1,370	98	1,468
Cash flows used in operating activities	(45,932)	(3,823)	(49,755)
Cash flows used in investing activities	(90)	(5)	(95)
Cash flows used in financing activities	(4,300)	-	(4,300)
Net decrease in cash and cash equivalents	(50,322)	(3,828)	(54,150)

15. PROPERTY, PLANT AND EQUIPMENT

	In Thousand Baht				
	Consolidated F/S				
	1 July 2015	Increase	Decrease	Transfer	31 December 2015
<u>At Cost</u>					
Land	209,152	-	-	-	209,152
Buildings and improvements	836,552	-	-	-	836,552
Leasehold right and improvements	1,746	-	-	-	1,746
Machinery and equipment	599,968	-	-	-	599,968
Furniture, fixtures and office equipment	265,186	1,807	837	-	266,156
Transportation equipment	26,642	450	1,044	-	26,048
Machinery and building under installation	700	57,325	-	-	58,025
Total	<u>1,939,946</u>	<u>59,582</u>	<u>1,881</u>	<u>-</u>	<u>1,997,647</u>
<u>Less Accumulated Depreciation</u>					
Buildings and improvements	573,141	12,854	-	-	585,995
Leasehold right and improvements	1,746	-	-	-	1,746
Machinery and equipment	544,040	5,441	-	-	549,481
Furniture, fixtures and office equipment	244,474	3,525	837	-	247,162
Transportation equipment	21,075	1,693	1,038	-	21,730
Total	<u>1,384,476</u>	<u>23,513</u>	<u>1,875</u>	<u>-</u>	<u>1,406,114</u>
<u>Less Allowance for impairments</u>					
Land	6,517	-	-	-	6,517
Buildings and improvements	7,562	-	1,260	-	6,302
Total	<u>14,079</u>	<u>-</u>	<u>1,260</u>	<u>-</u>	<u>12,819</u>
Property, plant and equipment – Net	<u>541,391</u>				<u>578,714</u>

	In Thousand Baht				
	Consolidated F/S				
	1 July 2015	Increase	Decrease	Transfer	
Allocation of depreciation for the year/period					
Cost	22,750				11,565
Selling and administration expense	24,527				11,948
<u>Less</u> Allowance for impairments amortization	(2,521)				(1,260)
Total	<u>44,756</u>				<u>22,253</u>

	In Thousand Baht				
	Consolidated F/S				
	1 July 2015	Increase	Decrease	Transfer	
At Cost					
Land	209,152	-	-	-	209,152
Buildings and improvements	832,817	-	390	4,125	836,552
Leasehold right and improvements	1,746	-	-	-	1,746
Machinery and equipment	586,842	1,493	-	11,633	599,968
Furniture, fixtures and office equipment	265,219	4,880	4,913	-	265,186
Transportation equipment	27,115	887	1,360	-	26,642
Machinery and building under installation	15,949	2,800	2,291	(15,758)	700
Total	<u>1,938,840</u>	<u>10,060</u>	<u>8,954</u>	<u>-</u>	<u>1,939,946</u>
<u>Less</u> Accumulated Depreciation					
Buildings and improvements	547,720	25,515	94	-	573,141
Leasehold right and improvements	1,746	-	-	-	1,746
Machinery and equipment	533,485	10,555	-	-	544,040
Furniture, fixtures and office equipment	239,602	7,602	2,730	-	244,474
Transportation equipment	18,212	3,605	742	-	21,075
Total	<u>1,340,765</u>	<u>47,277</u>	<u>3,566</u>	<u>-</u>	<u>1,384,476</u>
<u>Less</u> Allowance for impairments					
Land	6,517	-	-	-	6,517
Buildings and improvements	10,083	-	2,521	-	7,562
Total	<u>16,600</u>	<u>-</u>	<u>2,521</u>	<u>-</u>	<u>14,079</u>
Property, plant and equipment – Net	<u>581,475</u>				<u>541,391</u>
Allocation of depreciation for the year					
Cost	31,932				22,750
Selling and administration expense	22,368				24,527
<u>Less</u> Allowance for impairments amortization	(2,521)				(2,521)
Total	<u>51,779</u>				<u>44,756</u>

	In Thousand Baht				31 December 2015
	Separate F/S				
	1 July 2015	Increase	Decrease	Transfer	
At Cost					
Land	209,152	-	-	-	209,152
Buildings and improvements	836,552	-	-	-	836,552
Leasehold right and improvements	1,746	-	-	-	1,746
Machinery and equipment	599,968	-	-	-	599,968
Furniture, fixtures and office equipment	205,133	1,335	791	-	205,677
Transportation equipment	20,877	-	327	-	20,550
Machinery and building under installation	700	57,325	-	-	58,025
Total	1,874,128	58,660	1,118	-	1,931,670
Less Accumulated Depreciation					
Buildings and improvements	573,141	12,854	-	-	585,995
Leasehold right and improvements	1,746	-	-	-	1,746
Machinery and equipment	544,040	5,440	-	-	549,480
Furniture, fixtures and office equipment	196,632	2,126	790	-	197,968
Transportation equipment	16,297	1,477	327	-	17,447
Total	1,331,856	21,897	1,117	-	1,376,636
Less Allowance for impairments					
Land	6,517	-	-	-	6,517
Buildings and improvements	7,562	-	1,260	-	6,302
Total	14,079	-	1,260	-	12,819
Property, plant and equipment – Net	528,193				566,215
Allocation of depreciation for the year/period					
Cost	22,750				11,565
Selling and administration expense	21,355				10,332
<u>Less Allowance for impairments amortization</u>	<u>(2,521)</u>				<u>(1,260)</u>
Total	41,584				20,637

	In Thousand Baht				30 June 2015
	Separate F/S				
	1 July 2015	Increase	Decrease	Transfer	
At Cost					
Land	209,152	-	-	-	209,152
Buildings and improvements	832,817	-	390	4,125	836,552
Leasehold right and improvements	1,746	-	-	-	1,746
Machinery and equipment	586,842	1,493	-	11,633	599,968
Furniture, fixtures and office equipment	206,212	2,248	3,327	-	205,133
Transportation equipment	21,607	-	730	-	20,877
Machinery and building under installation	15,949	2,800	2,291	(15,758)	700
Total	1,874,325	6,541	6,738	-	1,874,128
Less Accumulated Depreciation					
Buildings and improvements	547,720	25,515	94	-	573,141
Leasehold right and improvements	1,746	-	-	-	1,746
Machinery and equipment	533,485	10,555	-	-	544,040
Furniture, fixtures and office equipment	194,182	4,905	2,455	-	196,632
Transportation equipment	13,897	3,130	730	-	16,297
Total	1,291,030	44,105	3,279	-	1,331,856
Less Allowance for impairments					
Land	6,517	-	-	-	6,517
Buildings and improvements	10,083	-	2,521	-	7,562
Total	16,600	-	2,521	-	14,079
Property, plant and equipment – Net	566,695				528,193
Allocation of depreciation for the year					
Cost	31,932				22,750
Selling and administration expense	19,469				21,355
Less Allowance for impairments amortization	(2,521)				(2,521)
Total	48,880				41,584

As at 31 December 2015 and 30 June 2015, the gross carrying amount of fully depreciated building and equipment which are still in use amounted to Baht 1,036.39 million and Baht 1,027.70 million, respectively, for the consolidated financial statements, and amounted to Baht 991.54 million and Baht 982.57 million, respectively, for the separate financial statements.

During 2014, the Company suspended its manufacturing line in Bangna factory and the operations of sales office - Prakanong branch. The Company therefore, reclassified the net book values of land, buildings, machinery and equipment of Bangna factory and land and buildings of sales office - Prakanong branch, totalling Baht 165.40 million and Baht 3.42 million, respectively, to assets not used in operations.

16. ASSETS NOT USED IN OPERATION

	In Thousand Baht			
	Consolidated and Separate F/S			
	1 July 2015	Increase	Decrease	
At Cost				
Land	41,091	-	-	41,091
Buildings and improvements	157,023	-	-	157,023
Machinery and equipment	41,864	-	-	41,864
Furniture, fixtures and office equipment	3,979	-	11	3,968
Total	243,957	-	11	243,946
<u>Less Accumulated Depreciation</u>				
Buildings and improvements	35,979	-	-	35,979
Machinery and equipment	36,122	-	-	36,122
Furniture, fixtures and office equipment	3,040	-	10	3,030
Total	75,141	-	10	75,131
Assets not use in operation - net	168,816			168,815

	Thousand Baht			
	Consolidated and Separate F/S			
	1 July 2015	Increase	Decrease	
At Cost				
Land	41,091	-	-	41,091
Buildings and improvements	157,023	-	-	157,023
Machinery and equipment	41,891	-	27	41,864
Furniture, fixtures and office equipment	4,074	-	95	3,979
Total	244,079	-	122	243,957
<u>Less Accumulated Depreciation</u>				
Buildings and improvements	35,979	-	-	35,979
Machinery and equipment	36,146	-	24	36,122
Furniture, fixtures and office equipment	3,132	-	92	3,040
Total	75,257	-	116	75,141
Assets not use in operation - net	168,822			168,816

As at 31 December 2015 and 30 June 2015, assets not used in operation are presented at cost less accumulated depreciation and allowance for impairment (if any). In March 2014, the Company hired an independent appraiser to appraise its assets not used in operation. Based on the report of the independent appraiser, the appraised value of land and related assets of the Bangna factory amounted to Baht 401.64 million. The Company considers the fair value of its land and buildings of Prakanong branch by comparing the appraised price from the Treasury Department which is approximately Baht 29.44 million (net of estimated selling expenses). The fair value is higher than the net book value. The Company, therefore, does not set allowance for impairment. As at 31 December 2015 and 30 June 2015, the Company considers the fair value of assets not used in operation with no significantly change from the latest appraisal in 2014.

17. INCOME TAX

Deferred income tax assets/liabilities as at 31 December 2015 and 30 June 2015 are as follows:

	In Thousand Baht			31 December 2015
	Consolidated F/S			
	1 July 2015	Recognized as income (expense)		
Profit/ (Loss)		Other Comprehensive income		
<u>Deferred income tax assets</u>				
From allowance for doubtful accounts of trade accounts receivable from sales and service	261	(6)	-	255
From allowance for doubtful accounts of trade accounts receivable from construction work	96	(96)	-	-
From allowance for decline value in inventories	7,230	1,447	-	8,677
From allowance for impairment of investments in related companies	-	439	-	439
From reserve for employee benefits obligation	4,652	159	-	4,811
From loss carried forward not exceed 5 years	101,244	97	-	101,341
Total	113,483	2,040	-	115,523
<u>Deferred income tax liabilities</u>				
From equity in net income of associated companies and joint venture	51	-	-	51
From the difference of depreciation of fixed assets between accounting base and tax base	12,523	2,571	-	15,094
Total	12,574	2,571	-	15,145
 Deferred income tax assets - net	 100,909	 (531)	 -	 100,378

	In Thousand Baht			
	Consolidated F/S			
	Recognized as income (expense)			
	1 July 2014	Profit/ (Loss)	Other Comprehensive income	30 June 2015
<u>Deferred income tax assets</u>				
From allowance for doubtful accounts of trade accounts receivable from sales and service	279	(18)	-	261
From allowance for doubtful accounts of trade accounts receivable from construction work	96	-	-	96
From allowance for decline value in inventories	3,060	4,170	-	7,230
From allowance for impairment of investments in related companies	54	(54)	-	-
From reserve for employee benefits obligation	4,391	261	-	4,652
From loss carried forward not exceed 5 years	100,647	597	-	101,244
Total	108,527	4,956	-	113,483
<u>Deferred income tax liabilities</u>				
From equity in net income of associated companies and joint venture	-	51	-	51
From the difference of depreciation of fixed assets between accounting base and tax base	8,259	4,264	-	12,523
Total	8,259	4,315	-	12,574
 Deferred income tax assets - net	 100,268	 641	 -	 100,909

	In Thousand Baht			
	Separate F/S			
	Recognized as income (expense)			
	1 July 2015	Profit/ (Loss)	Other Comprehensive income	31 December 2015
<u>Deferred income tax assets</u>				
From allowance for doubtful accounts of trade accounts receivable from sales and service	261	(6)	-	255
From allowance for doubtful accounts of trade accounts receivable from construction work	188	(188)	-	-
From allowance for decline value in inventories	7,230	1,447	-	8,677
From allowance for impairment of investments in subsidiary and related companies	12,610	(12,600)	-	10
From reserve for employee benefits obligation	4,074	120	-	4,194
From loss carried forward not exceed 5 years	99,771	-	-	99,771
Total	124,134	(11,227)	-	112,907
<u>Deferred income tax liabilities</u>				
From the difference of depreciation of fixed assets between accounting base and tax base	12,523	2,571	-	15,094
 Deferred income tax assets - net	 111,611	 (13,798)	 -	 97,813

	In Thousand Baht			
	Separate F/S			
	Recognized as income (expense)			
	1 July		Other	31 December
2015	Profit/ (Loss)	Comprehensive income	2015	
Deferred income tax assets				
From allowance for doubtful accounts of trade accounts receivable				
from sales and service	279	(18)	-	261
From allowance for doubtful accounts of trade accounts receivable				
from construction work	188	-	-	188
From allowance for decline value in inventories	3,060	4,170	-	7,230
From allowance for impairment of investments in subsidiary and related companies	12,895	(285)	-	12,610
From reserve for employee benefits obligation	3,888	186	-	4,074
From loss carried forward not exceed 5 years	99,771	-	-	99,771
Total	120,081	4,053	-	124,134
Deferred income tax liabilities				
From the difference of depreciation of fixed assets between accounting base and tax base	8,259	4,264	-	12,523
Deferred income tax assets - net	111,822	(211)	-	111,611

Income tax recognised in profit/loss:

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	31 December	30 June	31 December	30 June
	2015	2015	2015	2015
Current tax expense				
Current year	2,025	3,410	-	-
Deferred tax expense				
Movements in temporary differences	531	(641)	13,798	211
Total income tax expense	2,556	2,769	13,798	211

Income tax expenses for the period from 1 July 2015 to 31 December 2015 and for the year ended 30 June 2015 are as follows :-

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	For the period from 1 July 2015 to 31 December 2015	For the year ended 30 June 2015	For the period from 1 July 2015 to 31 December 2015	For the year ended 30 June 2015
Income (loss) before income tax	62,838	(52,154)	30,840	(67,453)
<u>Add</u> Transaction added back under the conditions of the Revenue Code	14,169	38,206	13,508	36,008
<u>Less</u> Other tax exempted income				
- Dividend income	(26,091)	(50,565)	(26,091)	(50,565)
- Others	(37,336)	(40,602)	(14,317)	(36,855)
<u>Less</u> Recognition of impairment in a subsidiary that reduced its registered share capital for reduction its deficits (Note 13), which was formerly added back for tax purpose	(63,000)	-	(63,000)	-
Net taxable income (loss)	<u>(49,420)</u>	<u>(105,115)</u>	<u>(59,060)</u>	<u>(118,865)</u>
Net taxable income (loss)				
- Net taxable loss of the Company	(59,060)	(118,865)	(59,060)	(118,865)
- Net taxable income of subsidiaries	10,126	17,053	-	-
- Net taxable income of subsidiary	(486)	(3,303)	-	-
	<u>(49,420)</u>	<u>(105,115)</u>	<u>(59,060)</u>	<u>(118,865)</u>
Current tax expense under the Revenue Code (income tax rate of 20%)				
- Current tax expense of the Company	-	-	-	-
- Current tax expense of subsidiaries	2,025	3,410	-	-
	<u>2,025</u>	<u>3,410</u>	<u>-</u>	<u>-</u>
The amount of deferred income tax expense (benefit) relating to temporary differences	531	(641)	13,798	211
Income tax expenses	<u>2,556</u>	<u>2,769</u>	<u>13,798</u>	<u>211</u>

18. INTEREST – BEARING LIABILITIES

	In Thousand	
	Consolidated F/S and Separate F/S	
	31 December 2015	30 June 2015
Current		
Short - term loan from financial institution (unsecured)	24,000	-
Long-term loan from financial institution (secured)	200,000	-

The periods to maturity of interest-bearing liabilities as at 31 December 2015 and 30 June 2015 are as follows:

	In Thousand	
	Consolidated F/S and Separate F/S	
	31 December 2015	30 June 2015
Within one year	24,000	-
After one year but within five years	200,000	-
Total	224,000	-

As at 31 December 2015, long-term loans from financial institution with interest at the rates of MLR – 0.5% per annum are collateralized by the pledge of 8,842,800 shares of an associated company. In addition, the Company has to deposit dividend received from such shares to the bank account accumulatively until it reach Baht 10.00 million as addition collateral. The Company also has to pledge shares belonging to the Company’s directors of 25,000,000 shares as collateral for this loan. This loan is repayable within December 2020.

As at 31 December 2015, the Company had unutilised credit facilities of Baht 56 million

Interest-bearing liabilities of the Company as at 31 December 2015 are denominated entirely in Thai Baht.

19. OTHER CURRENT LIABILITIES

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	31 December	30 June	31 December	30 June
	2015	2015	2015	2015
Accrued construction costs	27,884	30,441	27,884	30,441
Accrued employee expenses	28,408	20,029	23,152	14,695
Accrued compensation for defective products	8,808	8,679	8,808	8,679
Accrued retentions	6,623	5,023	6,623	5,023
Accrued incentive expenses	5,913	3,837	5,913	3,837
Accrued commissions	-	2,509	-	2,509
Accrued rental and utilities expenses	2,198	2,433	2,198	2,433
Accrued transportation	1,613	2,233	1,613	2,232
Accrued consulting service	5,149	882	5,149	882
Other liabilities	19,235	13,888	13,854	9,518
Total	105,831	89,954	95,194	80,249

20. LIABILITIES UNDER EMPLOYEE BENEFITS OBLIGATION

	In Thousand Baht			
	CONSOLIDATED F/S		SEPARATE F/S	
	31 December	30 June	31 December	30 June
	2015	2015	2015	2015
Statement of financial position				
Liabilities under employment benefits obligation	24,050	23,260	20,964	20,366
Statement of comprehensive income:				
<i>Recognized in profit or loss:</i>				
Post-employment benefits	889	2,179	697	1,802

The Company had established a defined benefit pension plan under the Thai Labour Protection Act B.E 2541 (1998) to provide retirement benefits to employees based on pensionable remuneration and length of service.

Movements in employee benefits obligation :

	In Thousand Baht			
	CONSOLIDATED F/S		SEPARATE F/S	
	For the	For the	For the	For the
	period from 1 July 2015 to 31 December 2015	year ended 30 June 2015	period from 1 July 2015 to 31 December 2015	year ended 30 June 2015
Beginning balance of the period/year	23,260	21,956	20,366	19,439
<i>Recognised in profit or loss</i>				
- Current service cost	482	1,179	353	918
- financial cost	407	1,000	344	884
<i>Paid during the year</i>	(99)	(875)	(99)	(875)
Ending balance of the period/year	24,050	23,260	20,964	20,366

Significant assumptions based on actuarial techniques as at report date are as follows;

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	31 December 2015	30 June 2015	31 December 2015	30 June 2015
Discount rate : Monthly staff	2.09% - 4.36%	2.09% - 4.36%	4.34%	4.34%
: Daily staff	4.30 %	4.30 %	4.30%	4.30%
Average future salary increment rate	4.34% - 6.16%	4.34% - 6.16%	4.34% - 6.09%	4.34% - 6.09%
Mortality rate	TMO 2008	TMO 2008	TMO 2008	TMO 2008
Normal retirement age	60 years	60 years	60 years	60 years

Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

	In Thousand Baht	
	31 December 2015	
	Consolidated F/S	Separate F/S
Discount rate (0.5% increment)	(828)	(628)
Discount rate (0.5% decrement)	883	665
Future salary growth (0.5% increment)	1,014	779
Future salary growth (0.5% decrement)	(955)	(738)
Employee turnover (0.5% increment)	(1,916)	(1,704)
Employee turnover (0.5% decrement)	2,172	1,937

21. LEGAL RESERVE

Under the provision of the Public Company Limited Act B.E. 2535, the Company is required to appropriate at least 5% of its annual net income after deduction of the deficit brought forward (if any) as legal reserve until the reserve reaches not less than 10% of the authorized capital.

22. PROVIDENT FUND

The Company established a provident fund under the Provident Fund Act (B.E. 2530). The fund is contributed to by the employees and the Company and is managed by Kasikorn Asset Management. The fund will be paid to the employees upon termination in accordance with the rules of the fund. The Company has contributes to provident fund for the period from 1 July 2015 to 31 December 2015 and for the year ended 30 June 2015 as follow :

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	For the period from 1 July 2015 to 31 December 2015	For the year ended 30 June 2015	For the period from 1 July 2015 to 31 December 2015	For the year ended 30 June 2015
Provident fund	2,331	4,723	1,831	3,750

23. OTHER INCOME

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	For the period from 1 July 2015 to 31 December 2015	For the year ended 30 June 2015	For the period from 1 July 2015 to 31 December 2015	For the year ended 30 June 2015
Rental revenue	7,143	17,034	11,874	23,393
Other service income	6,344	15,044	5,778	15,047
Utilities income	2,030	3,686	2,160	3,849
Interest income	1,404	2,530	939	1,327
Tax compensation income	903	1,188	903	1,188
Commission income	-	-	3,289	6,858
Total	17,824	39,482	24,943	51,662

24. EXPENSES BY NATURE

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	For the	For the year	For the	For the year
	period from	ended	period from	ended
1 July 2015 to	30 June 2015	1 July 2015 to	30 June 2015	
31 December 2015		31 December 2015		
Raw materials and supplies used	219,760	382,505	219,760	382,505
Changes in inventories of finished goods and work in process	15,523	(12,844)	22,267	(14,057)
Salaries, wages and other employee benefits	172,243	345,836	138,491	278,416
Subcontractor expenses	30,012	58,815	30,012	58,815
Reversal of allowance for doubtful debts	(200)	(85)	(200)	(85)
Depreciation	22,253	44,756	20,638	41,584
Rental expenses	6,206	16,026	2,928	7,054
Utilities expenses	13,306	29,369	12,569	27,414
Allowance for decline value of inventories	7,236	20,851	7,236	20,851
Reversal of allowance for impairment of investments	-	(1,425)	(2,000)	(1,425)
Other	512,533	893,666	201,950	331,528
Total	998,872	1,777,470	653,651	1,132,600

25. SEGMENTAL FINANCIAL INFORMATION

	In Thousand Baht					
	Domestic		Export		Total	
	For the	For the year	For the	For the year	For the	For the year
	period from	ended	period from	ended	period from	ended
1 Jul 15 to	30 Jun 2015	1 July 15 to	30 Jun 2015	1 July 15 to	30 Jun 2015	
31 Dec 15		31 Dec 15		31 Dec 15		
Consolidated						
Sales and services - net	862,370	1,525,327	75,271	111,117	937,641	1,636,444
Costs of sales and services	(646,058)	(1,216,542)	(68,562)	(107,052)	(714,620)	(1,323,594)
Gross profit	216,312	308,785	6,709	4,065	223,021	312,850
Revenues from construction work	52,867	22,408	-	-	52,867	22,408
Costs of construction work	(44,365)	(19,830)	-	-	(44,365)	(19,830)
Gross profit	8,502	2,578	-	-	8,502	2,578
Total gross profit	224,814	311,363	6,709	4,065	231,523	315,428
Gain (loss) on exchange rate					2,406	(25,257)
Depreciation					22,253	44,756
Allowance for doubtful debts					201	85
Income (loss) before income tax					62,838	(52,154)

	In Thousand Baht					
	Domestic		Export		Total	
	For the		For the		For the	
	period from	For the year	period from	For the year	period from	For the year
1 Jul 15 to	ended	1 July 15 to	ended	1 July 15 to	ended	
31 Dec 15	30 Jun 2015	31 Dec 15	30 Jun 2015	31 Dec 15	30 Jun 2015	
Trade accounts receivable from sales and services - net					481,069	411,376
Inventories - net					324,122	365,112
Property, plant and equipment - net					578,714	541,391
Assets not use in operation - net					168,815	168,816
Other assets					1,535,635	1,294,084
Total assets					<u>3,088,355</u>	<u>2,780,779</u>

	In Thousand Baht					
	Domestic		Export		Total	
	For the		For the		For the	
	period from	For the year	period from	For the year	period from	For the year
1 Jul 15 to	ended	1 July 15 to	ended	1 July 15 to	ended	
31 Dec 15	30 Jun 2015	31 Dec 15	30 Jun 2015	31 Dec 15	30 Jun 2015	
Separate F/S						
Sales and services - net	504,842	858,071	73,915	110,183	578,757	968,254
Costs of sales and services	(362,212)	(690,710)	(67,383)	(106,250)	(429,595)	(796,960)
Gross profit	<u>142,630</u>	<u>167,361</u>	<u>6,532</u>	<u>3,933</u>	<u>149,162</u>	<u>171,294</u>
Revenues from construction work	52,867	22,408	-	-	52,867	22,408
Costs of construction work	(44,365)	(19,830)	-	-	(44,365)	(19,830)
Gross profit	<u>8,502</u>	<u>2,578</u>	<u>-</u>	<u>-</u>	<u>8,502</u>	<u>2,578</u>
Total gross profit	<u>151,132</u>	<u>169,939</u>	<u>6,532</u>	<u>3,933</u>	<u>157,664</u>	<u>173,872</u>
Gain (loss) on exchange rate					3,026	(26,148)
Depreciation					20,638	41,584
Allowance for doubtful debts					200	85
Income (loss) before income tax					<u>30,840</u>	<u>(67,453)</u>
Trade accounts receivable from sales and services - net					294,203	266,248
Inventories - net					228,818	274,535
Property, plant and equipment - net					566,215	528,193
Assets not use in operation - net					168,815	168,816
Other assets					852,201	611,478
Total assets					<u>2,110,252</u>	<u>1,849,270</u>

26. GUARANTEE

As at 31 December 2015, the Company has outstanding guarantees of approximately Baht 242.89 million which were issued by certain local banks in respect of certain performance bonds required in the normal course of business of the Company.

As at 31 December 2015, the subsidiary has outstanding guarantees of approximately Baht 3.25 million which were issued by certain local banks in respect of certain performance bonds required in the normal course of business of the Company.

27. COMMITMENT

27.1 As at 31 December 2015, the Company had outstanding commitments for the project work of the Company with major contractor of Baht 48.03 million.

27.2 As at 31 December 2015 the Company had outstanding commitments for the construction of solar equipment of the Company of Baht 27.00 million.

27.3 As at 31 December 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:

	<u>In Thousand Baht</u>
Within 1 year	8,955
2 - 3 year	1,162

28. DISCLOSURE OF FINANCIAL INSTRUMENTS

28.1 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			
	31 December 2015			
	Floating rate	Fixed rate	None - interest	Total
<u>Financial assets / liabilities</u>				
Cash and cash equivalents	379,516	-	-	379,516
Restricted deposit with bank	137	7,217	-	7,354
Long-term loan to related company	-	100,000	-	100,000
Short term loan from financial institution	24,000	-	-	24,000
Long-term loan from financial institution	200,000	-	-	200,000

	In Thousand Baht			
	Consolidated F/S			
	30 June 2015 (Restated)			
	Floating rate	Fixed rate	None - interest	Total
<u>Financial assets / liabilities</u>				
Cash and cash equivalents	269,362	-	-	269,362
Restricted deposit with bank	268	-	-	268

	In Thousand Baht			
	Separate F/S			
	31 December 2015			
	Floating rate	Fixed rate	None - interest	Total
<u>Financial assets / liabilities</u>				
Cash and cash equivalents	242,871	-	-	242,871
Restricted deposit with bank	-	7,217	-	7,217
Long-term loan to related company	-	100,000	-	100,000
Short term loan from financial institution	24,000	-	-	24,000
Long-term loan from financial institution	200,000	-	-	200,000

	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 31 December 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					
	31 December 2015					
	At call	1 - 6 months	7 - 12 months	Over 12 months	Total	Interest rate
<u>Financial assets / liabilities</u>						
Cash and cash equivalents	379,516	-	-	-	379,516	0.125 – 0.90%
Restricted deposit with bank	137	7,217	-	-	7,354	1.50%
Long-term loan to related company	-	-	100,000	-	100,000	8.00%
Short term loan from financial institution	-	-	24,000	-	24,000	Prime Rate
Long-term loan from financial institution	-	-	-	200,000	200,000	MLR -0.5%

	In Thousand Baht				
	Consolidated F/S				
	30 June 2015 (Restated)				
	At call	1 - 6 months	7 - 12 months	Total	Interest rate
<u>Financial assets / liabilities</u>					
Cash and cash equivalents	269,362	-	-	269,362	0.125 – 1.5%
Restricted deposit with bank	268	-	-	268	0.125 – 1.5%

	In Thousand Baht					
	Separate F/S					
	31 December 2015					
	At call	1 - 6 months	7 - 12 months	Over 12 months	Total	Interest rate
<u>Financial assets / liabilities</u>						
Cash and cash equivalents	242,871	-	-	-	242,871	0.125 – 0.90%
Restricted deposit with bank	-	7,217	-	-	7,217	1.50%
Long-term loan to related company	-	-	100,000	-	100,000	8.00%
Short term loan from financial institution	-	-	24,000	-	24,000	Prime Rate
Long-term loan from financial institution	-	-	-	200,000	200,000	MLR -0.5%

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

28.2 Foreign Exchange Risk

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

As at 31 December 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 31 December 2015 (Baht per 1 foreign currency unit)
USD	934	31	36.08855
JPY	658	1,223	0.299604
AUD	6,391	489	26.28355

As at 31 December 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	719	658	-
Trade accounts receivable - net	215	-	6,391
<u>Financial liabilities</u>			
Advances from customers	20	1,031	158
Other current liabilities	11	-	330
Trade accounts payable	-	192	-

28.3 Liquidity Risk

Liquidity risk arises from the possibility that customers may not be able to settle obligations to the Company within the normal terms of trade. To manage this risk, the Company and its subsidiaries periodically assess the financial viability of customers.

28.4 Credit Risk

Credit risk is the risk that a counter party is unable or unwilling to meet a commitment that it entered into with the Company and its subsidiaries. To manage this risk, the Company and its subsidiaries periodically assess the financial viability of customers.

The carrying amount of accounts receivable recorded in the statement of financial positions, net of allowance for doubtful accounts, is the maximum exposure to credit risk.

28.5 Fair Value of Financial Instruments

Fair value is defined as the amount at which the instrument could be exchanged in a current transaction between knowledgeable willing parties on arm's length basis. Fair values are obtained from quoted market prices.

The following methods and assumptions are used to estimate the fair value of each class of financial instruments.

- Cash and cash equivalents, trade and non-trade receivables - net - the carrying values approximate their fair values due to the relative short-term maturity of these financial instruments.
- Short - term loan from financial institution and trade and non-trade payables - the carrying amounts of these financial liabilities approximate their fair values due to the relatively short - term maturity of these financial instruments.

Long - term investments in shares of subsidiaries and associated companies, and general investments - the carrying amounts of these financial assets approximate their fair values.

29. CONTINGENT LIABILITIES

During the year 2012, a contractor sued the Company as joint defendant with other party for compensation totaling approximately Baht 41.53 million, plus interest at the rate of 7.50 percent per annum from 24 March 2011 to the payment date. On 6 July 2012, the Company submitted a counterclaim to such contractor because the plaintiff was at fault by the delay and the delivery of a defect and the Company has lien to hold the payment. The default of the contract of the plaintiff affects damage to the Company because it was fined by the customer following the contract and modified the defect work by itself. The Company, therefore, counterclaimed for the fine following the contract of approximately Baht 22.72 million and the damage from modifying the defect work approximately Baht 26.76 million, plus interest at the rate of 7.50 percent per annum. Currently, such case is being considered by the Court of Appeal. The Company believes that there will be no damage from such case. The Company therefore, has not set up any provision in its accounts.

30. EVENT AFTER THE REPORTING PERIOD

At the meeting on 4 January 2016, the Company establishes a new subsidiary, “Siam International Energy Limited” which is incorporated for investing in renewable energy projects to expand the Company’s core business into alternative energy in the future, with share capital of Baht 1,000,000 (100,000 common shares, at Baht 10 par value), subsequently increase its share capital to Baht 50,000,000 (5,000,000 common share, at Bat 10 par value), at 100% shareholding.

On 27 January 2016, Siam International Energy Limited purchase common share of Bangphra Green Energy Co., Ltd., which is incorporated for manufacturing and distributing solar equipment, at 100% shareholding, Baht 10,000,000 (1,000,000 common shares, at Baht 10 par value). Bangphra Green Energy Co., Ltd. therefore, is an indirect subsidiary of the Company.

On 4 February 2016, Siam International Energy Limited establishes 3 new companies; Siam Green Energy Plus Limited, Siam New Power Limited, and Siam Wealth Energy Limited, to expand the Company’s core business into alternative energy in the future, with share capital of Baht 1,000,000 (100,000 common shares, at Baht 10 par value), each company.

At the meeting on 25 February 2016, the Company’s Board of Directors passed a resolution to propose the payment of a dividend of Baht 0.012 per share to the common shareholders, from operating result for the year ended 31 December 2015. The dividend payments must be approved at the Annual General Meeting of the Company’s shareholders.

31. SUPPLEMENTARY INFORMATION (UNAUDITED)

As explained in note 1, Change of the Company's accounting period, the consolidated financial statements and separate financial statement of the Company for the year ended 31 December 2015 have been first prepared under this new accounting period, presented from 1 July 2015 to 31 December 2015 which is in accordance with the required format of the financial statements presentation.

For the benefit of users in comparing and analyzing the financial information, the Company has prepared supplementary information in the form of consolidated statements of profit or loss and other comprehensive income for the twelve-month periods ended 31 December 2015 and 2014, as detailed below:

	In Thousand Baht			
	Consolidated F/S		Separate F/S	
	31 December 2015 (Unaudited)	31 December 2014 (Unaudited)	31 December 2015 (Unaudited)	31 December 2014 (Unaudited)
REVENUES				
Sales and services - net	1,710,711	1,854,557	1,060,475	1,040,239
Revenues from construction work	73,882	1,393	73,882	1,393
Total revenues	1,784,593	1,855,950	1,134,357	1,041,632
COSTS				
Costs of sales and services	1,355,385	1,489,586	835,410	859,239
Costs of construction work	62,947	1,248	62,947	1,248
Total costs	1,418,332	1,490,834	898,357	860,487
Gross income	366,261	365,116	236,000	181,145
Loss on foreign exchange rates	(2,484)	(8,610)	(2,044)	(9,242)
Dividend income	28,585	5,392	66,456	70,941
Other income	34,349	57,756	49,357	67,957
Income before expenses	426,711	419,654	349,769	310,801
Selling expenses	(159,894)	(160,351)	(166,728)	(161,197)
Administrative expenses	(295,858)	(286,100)	(176,684)	(160,541)
Reversal of allowance (allowance) for doubtful debts and bad debt - net	250	(58,920)	250	(58,920)
Reversal of allowance (allowance) for decline value of investment	(1,270)	1,425	2,000	1,425
Total expenses	(456,772)	(503,946)	(341,162)	(379,233)
Income (loss) from operations	(30,061)	(84,292)	8,607	(68,432)
Equity in net income of associated companies and joint venture - net	48,288	71,829	-	-
Income (loss) before finance cost and income tax	18,227	(12,463)	8,607	(68,432)

In Thousand Baht

	Consolidated F/S		Separate F/S	
	31 December 2015 (Unaudited)	31 December 2014 (Unaudited)	31 December 2015 (Unaudited)	31 December 2014 (Unaudited)
Financial costs	(1,855)	(4,639)	(1,636)	(4,073)
Income (loss) before income tax	16,372	(17,102)	6,971	(72,505)
Income tax	(2,675)	(17,517)	(14,595)	(5,385)
Income (loss) for the period/year	13,697	(34,619)	(7,624)	(77,890)
Other comprehensive income	-	13,568	-	5,230
Comprehensive income (loss) for the period/year	13,697	(21,051)	(7,624)	(72,660)
Attribution of income (loss)				
Portion of the Company's shareholders	13,026	(52,797)	(7,624)	(77,890)
Portion of non - controlling interests in subsidiary	671	18,178	-	-
Total	13,697	(34,619)	(7,624)	(77,890)
Attribution of comprehensive income (loss)				
Portion of the Company's shareholders	13,026	(43,305)	(7,624)	(72,660)
Portion of non - controlling interests in subsidiary	671	22,254	-	-
Total	13,697	(21,051)	(7,624)	(72,660)
Basic earnings (loss) per share				
Income (loss) of the Company's shareholders (Baht per share)	0.02	(0.09)	(0.01)	(0.12)
Weighted average number of common shares (share)	593,125,849	593,125,849	593,125,849	593,125,849