

INTERIM FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT ON REVIEW
OF INTERIM FINANCIAL INFORMATION
AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
FOR THE SECOND QUARTER ENDED JUNE 30, 2016

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Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors and Shareholders of AI Energy Public Company Limited:

I have reviewed the consolidated and separate statements of financial position as at June 30, 2016, and the related consolidated and separate statements of profit or loss and other comprehensive income for the three-month and six-month period ended June 30, 2016, consolidated and separate statements of changes in shareholders' equity, and consolidated and separate statements of cash flows for the six-month period ended June 30, 2016, and the condensed notes to the interim financial statements (Interim financial information) of AI Energy Public Company Limited and its subsidiaries and of AI Energy Public Company Limited, respectively. The management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

Except as mentioned in the Basis for Disclaimer of Conclusion on Interim Financial Information paragraph, I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Basis for Qualified Conclusion

1. I am unable to obtain sufficient and appropriate audit evidence regarding the opening balances for the year 2015 for the following reasons:

- 1.1 The predecessor auditor of AI Energy Public Company Limited, in his report dated March 24, 2015, expressed a disclaimer of opinion on the consolidated and separate financial statements for the year ended December 31, 2014 (before restatement), due to the fact that the Company had no effective internal control regarding the cost of sales and inventories, including the misappropriation of asset utilization. As a result, there is no proper information or controls by which to assure the validity and completeness of the manufacturing information and stock movement. This affects the costs of goods sold, inventory balances and related accounts.

According to the above matter, the Management has restated the Company's consolidated and separate financial position as at December 31, 2014 and the related consolidated and separate statements of profit or loss and other comprehensive income for the three-month period ended March 31, 2015 in order to correct the errors as described in Note to Financial Statements No. 28. I am unable to obtain sufficient and appropriate audit evidence for those transactions incurred in 2014 as there was no effective internal control as mentioned above.



- 1.2 As discussed in Note to Financial Statements No. 25.4, the Company received a letter from the Enforcement Department, Office of the Securities and Exchange Commission of Thailand, dated January 20, 2016, requesting for the facts about the Company auditor's disclaimer of opinion in the Company's financial statements for the year 2014. Management provided a clarification of the facts to the Enforcement Department, Office of the Securities and Exchange Commission of Thailand. The Company also sent a letter to request a status update with respect to this matter. The Enforcement Department, Office of the Securities and Exchange Commission of Thailand replied by a letter, dated February 28, 2017, that the outcome has not been finalized.
2. From my audit of the Company's financial statements for the year ended December 31, 2015, the Company's production yield during the period of January to June 2015 was significantly lower than normal production yields. I received clarification letters of such events from the Company's Audit Committee, Managing Director, Factory Manager, Accounting and Finance Manager, Quality Control Manager, and Logistics Supervisor.

Due to results No.1 as mentioned above effect on interim financial information for the six-month period ended June 30, 2016, My conclusion is qualified on interim financial information for the six-month period ended June 30, 2016.

I had expressed a disclaimer of conclusion on the interim financial information for the six-month period ended June 30, 2015 and had expressed a qualified opinion on the the financial position as at December 31, 2015, due to results as mentioned in No.1 and No. 2, above. Therefore, my conclusion is qualified for the possible effect of these matters on the comparability of the previous period's figures to those of this period.

Qualified Conclusion

Except for the possible effect on the interim financial information due to the matters described in the Basis for Qualified Conclusion Paragraph No.1 and the possible effect on the comparability of the previous period's figures to those of this period as described in the Basis for Qualified Conclusion Paragraph No.1 and No.2, based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting".

Emphasis of Matter

As discussed in Note to Financial Statements Note 28, the Company's financial statement for the year ended December 31, 2015 has been prepared and issued on March 29, 2016. In the year 2016, the Company retroactively adjusted the accounting error on the financial statements for the year ended December 31, 2015 and as at January 1, 2015.



Vichai Ruchitanont

Certified Public Accountant

Registration Number 4054

ANS Audit Co., Ltd

Bangkok, February 28, 2017

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2016

Unit : Thousands Baht

		Consolidated financial statements			Separate financial statements		
		June 30, 2016	December 31, 2015	January 1, 2015	June 30, 2016	December 31, 2015	January 1, 2015
		"UNAUDITED"	(RESTATED)	(RESTATED)	"UNAUDITED"	(RESTATED)	(RESTATED)
		Notes	"REVIEWED"			"REVIEWED"	
Assets							
Current assets							
Cash and cash equivalents	5	198,092	117,492	189,591	180,520	100,686	176,912
Current investment	6	231	231	89	231	231	89
Trade and other receivables - net	4, 7, 28	268,049	294,434	477,122	266,193	290,631	473,580
Inventories	8, 28	513,117	378,505	434,145	512,961	378,352	434,008
Oil supplies	9	1,415	1,987	2,368	-	-	-
Non-current assets held for sale - net		-	-	2,540	-	-	2,540
Total current assets		980,904	792,649	1,105,855	959,905	769,900	1,087,129
Non-current assets							
Investments in subsidiaries	10	-	-	-	435,073	435,073	435,073
Pledged deposits at financial institution	11	3,556	3,556	2,000	3,556	3,556	2,000
Property, plant, vessel and equipment - net	12, 28	1,373,394	1,388,457	1,377,913	890,431	893,481	850,804
Intangible assets - net	13	198	106	145	198	106	145
Deferred tax assets	20	9,402	10,289	764	9,402	10,289	764
Other non-current assets		15,275	12,705	16,179	15,229	12,658	15,653
Total non-current assets		1,401,825	1,415,113	1,397,001	1,353,889	1,355,163	1,304,439
Total assets		2,382,729	2,207,762	2,502,856	2,313,794	2,125,063	2,391,568

.....Director
(Anurag Tharatanavibool)

.....Director
(Noppol Tharatanavibool)

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENT OF FINANCIAL POSITION

AS AT JUNE 30, 2016

		Unit : Thousands Baht					
		Consolidated financial statements			Separate financial statements		
		June 30, 2016	December 31, 2015	January 1, 2015	June 30, 2016	December 31, 2015	January 1, 2015
		"UNAUDITED"	(RESTATED)	(RESTATED)	"UNAUDITED"	(RESTATED)	(RESTATED)
Notes		"REVIEWED"			"REVIEWED"		
Liabilities and shareholders' equity							
Current liabilities							
Bank overdrafts and short-term loans from							
	14	356,000	324,035	316,918	300,000	250,000	295,016
	4, 15, 28	177,702	104,778	203,115	173,995	101,510	199,253
		-	-	22,080	-	-	-
	28	3,913	3,765	28,671	2,925	2,925	28,671
		537,615	432,578	570,784	476,920	354,435	522,940
Non-current Liabilities							
Long-term loans from financial institutions - net							
		-	-	76,880	-	-	-
	16	12,943	14,455	11,932	10,789	11,258	9,425
		12,943	14,455	88,812	10,789	11,258	9,425
		550,558	447,033	659,596	487,709	365,693	532,365
Shareholders' equity							
Authorized share capital							
Common share 5,424,000,000 shares, at Baht 0.25 par value							
	17	1,356,000	1,356,000	1,130,000	1,356,000	1,356,000	1,130,000
Issued and paid - up share capital							
Common share 4,520,000,000 shares, at Baht 0.25 par value							
	17	1,130,000	1,130,000	1,130,000	1,130,000	1,130,000	1,130,000
		605,114	605,114	605,114	605,114	605,114	605,114
Retained earnings							
Appropriated							
	19, 28	6,362	6,362	6,362	6,362	6,362	6,362
	28	94,899	24,478	107,009	83,407	17,894	117,727
		(4,204)	(5,225)	(5,225)	1,202	-	-
		1,832,171	1,760,729	1,843,260	1,826,085	1,759,370	1,859,203
		2,382,729	2,207,762	2,502,856	2,313,794	2,125,063	2,391,568

.....Director
(Anurag Thararatnavibool)

.....Director
(Noppol Thararatnavibool)

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AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED JUNE 30, 2016

"UNAUDITED"

"REVIEWED"

		Unit : Thousands Baht			
Notes		Consolidated financial statements		Separate financial statements	
		2016	2015	2016	2015
4, 22, 23, 24					
Revenues					
	Revenues from sales of goods	1,125,479	884,126	1,118,778	876,690
	Revenues from production contract	15,939	11,420	15,939	11,420
	Revenues from vessel operating	7,930	2,300	-	-
	Other incomes	1,048	6,775	995	3,724
	Total Revenues	1,150,396	904,621	1,135,712	891,834
Expenses					
	Cost of sales	(1,052,869)	(907,238)	(1,051,155)	(910,232)
	Cost of production contract	(13,616)	(8,032)	(13,616)	(8,032)
	Cost of vessel operating	(6,890)	(5,533)	-	-
	Selling expenses	(9,081)	(10,007)	(8,489)	(9,417)
	Administrative expenses	(16,944)	(15,345)	(14,637)	(12,757)
	Finance costs	(2,845)	(2,107)	(2,343)	(1,166)
	Total Expenses	(1,102,245)	(948,262)	(1,090,240)	(941,604)
	Profit (loss) before income tax expenses	48,151	(43,641)	45,472	(49,770)
21	Tax income (Tax expense)	(1,150)	417	(326)	1,361
	Profit (loss) for the periods	47,001	(43,224)	45,146	(48,409)
	Other comprehensive income	-	-	-	-
	Total comprehensive income (loss) for the periods	47,001	(43,224)	45,146	(48,409)
Profit (Loss) attributable to :					
	Equity holders of the parent	47,001	(43,224)	45,146	(48,409)
	Non-controlling interests	-	-	-	-
		47,001	(43,224)	45,146	(48,409)
Total comprehensive income (loss) attributable to :					
	Equity holders of the parent	47,001	(43,224)	45,146	(48,409)
	Non-controlling interests	-	-	-	-
		47,001	(43,224)	45,146	(48,409)
Earnings (loss) per share					
Basic earning (loss) per share					
	Basic earnings (Loss) attributable per share (Baht)	0.01	(0.01)	0.01	(0.01)
	Weighted average number of common shares (share)	4,520,000,000	4,520,000,000	4,520,000,000	4,520,000,000

.....Director
(Anurag Thararatnavibool)

.....Director
(Noppol Thararatnavibool)

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AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2016

"UNAUDITED"

"REVIEWED"

		Unit : Thousands Baht			
		Consolidated financial statements		Separate financial statements	
	Notes	2016	2015	2016	2015
4, 22, 23, 24					
Revenues					
Revenues from sales of goods		2,255,574	1,706,613	2,242,941	1,692,440
Revenues from production contract		24,099	18,413	24,099	18,413
Revenues from vessel operating		16,224	8,213	-	-
Other incomes		3,138	12,525	3,070	6,949
Total Revenues		2,299,035	1,745,764	2,270,110	1,717,802
Expenses					
Cost of sales		(2,124,178)	(1,743,905)	(2,124,936)	(1,748,969)
Cost of production contract		(20,369)	(13,934)	(20,369)	(13,934)
Cost of vessel operating		(14,664)	(15,468)	-	-
Selling expenses		(18,180)	(20,638)	(17,004)	(19,442)
Administrative expenses		(44,103)	(32,744)	(37,656)	(25,134)
Finance costs		(5,167)	(5,323)	(4,045)	(3,050)
Total Expenses		(2,226,661)	(1,832,012)	(2,204,010)	(1,810,529)
Profit (loss) before income tax expenses		72,374	(86,248)	66,100	(92,727)
Tax income (Tax expense)	21	(1,953)	5,435	(587)	6,715
Profit (loss) for the periods		70,421	(80,813)	65,513	(86,012)
Other comprehensive income :					
<i>Items that will not be reclassified to profit or loss</i>					
Defined benefit plan actuarial losses	16	1,321	-	1,502	-
Income tax on other comprehensive income relating to items that will not be reclassified	20	(300)	-	(300)	-
Other comprehensive income (loss) for the periods, net of income tax		1,021	-	1,202	-
Total comprehensive income (loss) for the periods		71,442	(80,813)	66,715	(86,012)
Profit (Loss) attributable to :					
Equity holders of the parent		70,421	(80,813)	65,513	(86,012)
Non-controlling interests		-	-	-	-
		70,421	(80,813)	65,513	(86,012)
Total comprehensive income (loss) attributable to :					
Equity holders of the parent		71,442	(80,813)	66,715	(86,012)
Non-controlling interests		-	-	-	-
		71,442	(80,813)	66,715	(86,012)
Earnings (loss) per share					
Basic earning (loss) per share					
Basic earnings (Loss attributable) per share (Baht)		0.02	(0.02)	0.01	(0.02)
Weighted average number of common shares (share)		4,520,000,000	4,520,000,000	4,520,000,000	4,520,000,000

.....Director

(Anurag Thararatnavibool)

.....Director

(Noppol Thararatnavibool)



"UNAUDITED"
"REVIEWED"

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.....Director
(Anurag Tharcratanavibool)

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2016

	Unit : Thousands Baht								"UNAUDITED"
	Separate financial statements								"REVIEWED"
	Retained earnings				Other components of equity				
	Share capital		Premium on	Appropriated	Unappropriated		Other comprehensive		
	Issued and paid - up	common stocks	Legal reserve				income (loss)		Total shareholders' equity
Notes									
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The accompanying notes are an integral part of these financial statements.

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2016

"UNAUDITED"

"REVIEWED"

	Unit : Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Cash flows from operating activities				
Profit (loss) before income tax expense	72,374	(86,248)	66,100	(92,727)
Adjustments to reconcile profit before income tax expense				
to cash provided by (used in) operating activities:				
Depreciation	43,321	40,077	26,845	22,940
Amortization of computer softwares	24	21	24	21
Bad debts	10,888	-	10,888	-
(Reverse) doubtful debt	(163)	-	(163)	-
Gain on disposal of assets	-	(20)	-	-
Allowance for devaluation of inventories	-	8,243	-	8,243
Long-term employee benefit expenses	1,532	1,280	1,292	935
Interest income	(203)	(391)	(203)	(391)
Interest expenses	5,167	5,323	4,045	3,050
Unrealized (gain) loss on exchange rates	47	(28)	47	(28)
Profit (loss) from operating activities before changes in				
operating assets and liabilities	132,987	(31,743)	108,875	(57,957)
Changes in operating assets - (increase) decrease :				
Trade and other receivables	15,978	174,210	13,653	185,170
Inventories	(134,040)	(147,260)	(134,609)	(145,988)
Other non-current assets	(1,839)	2,718	(1,839)	-
Non-current assets held for sale	-	2,440	-	2,440
Changes in operating liabilities - increase (decrease)				
Trade and other payables	72,281	(10,478)	71,440	(19,425)
Cash provided by (used in) operating activities	85,367	(10,113)	57,520	(35,760)
Refunded of income tax	-	154	-	-
Income tax paid	(2,725)	(336)	(731)	-
Payment for employee benefit obligations	(1,724)	-	(259)	-
Net cash provided by (used in) operating activities	80,918	(10,295)	56,530	(35,760)

.....Director
(Anurag Thararatnavibool)

.....Director
(Noppol Thararatnavibool)

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES
 STATEMENTS OF CASH FLOWS
 FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2016

"UNAUDITED"

"REVIEWED"

Unit : Thousands Baht

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Cash flows from investing activities				
Increase in restricted deposits at financial institution	-	(1,136)	-	(1,136)
Increase in current investments	-	(116)	-	(116)
Interest received	215	391	215	391
Payment for purchases of building and equipment	(27,224)	(58,434)	(22,762)	(57,148)
Proceeds from disposal of equipment	-	41	-	-
Net cash used in investing activities	(27,009)	(59,254)	(22,547)	(58,009)
Cash flows from financing activities				
Interest paid	(5,274)	(5,259)	(4,149)	(3,148)
Increase in bank overdraft and short-term loans				
from financial institutions	31,965	121,876	50,000	49,984
Payment for long-term loans from financial institutions	-	(98,960)	-	-
Net cash provided financing activities	26,691	17,657	45,851	46,836
Net Increase (decrease) in cash and cash equivalents	80,600	(51,892)	79,834	(46,933)
Cash and cash equivalents at the beginning of the periods	117,492	189,591	100,686	176,912
Cash and cash equivalents at the ending of the periods	198,092	137,699	180,520	129,979

Additional disclosure items to cash flows statements

Non-cash flows items:

Assets payable for equipment	3,368	7,164	2,648	7,164
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.....Director
 (Anurag Thareratanavibool)

.....Director
 (Noppol Thareratanavibool)

AI ENERGY PUBLIC COMPANY LIMITED AND SUBSIDIARIES

NOTES TO THE INTERIM FINANCIAL STATEMENTS

FOR THE THREE-MONTH AND SIX-MONTH PERIOD ENDED JUNE 30, 2016 (UNAUDITED) (REVIEWED)

1. GENERAL INFORMATION

AI Energy Public Company Limited (“the Company”) was registered as a company under the Civil and Commercial Code of Thailand on October 4, 2006, and was registered as a public company limited with the Ministry of Commerce on May 9, 2013. The Company was listed on the Market for Alternative Investment (MAI) on January 6, 2014.

The Company’s main businesses are producing and distributing energy product (bio-diesel), vegetable/animal oil and fats.

The Company’s registered office is located at 55/2 Moo 8, Tambol Klongmadua, Amphur Krathum Baen, Samut Sakhon Province.

The Company is a subsidiary of Asian Insulators Public Company Limited which holds 59.59% of the Company's share capital.

2. BASIS FOR PRESENTATION OF THE INTERIM FINANCIAL STATEMENTS

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard No. 34, Interim Financial Reporting (revised 2015), including related interpretations and guidelines promulgated by the Federation of Accounting Professions (“FAP”), applicable rules and the regulations of the Securities and Exchange Commission.

The interim financial statements have been prepared in the Thai language and expressed in Thai Baht. Such interim financial statements have been prepared for domestic reporting purposes. For the convenience of the readers not conversant with the Thai language, an English version of the interim financial statements has been provided by translating from the Thai version of the interim financial statements.

Other than those specified in the notes to the annual and interim financial statements, all other balances presented in these interim financial statements are prepared under the historical cost basis.

The interim financial statements have been prepared to provide information additional to that included in the financial statements for the year ended December 31, 2015. They focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements for the year ended December 31, 2015.

The preparation of the interim financial statements in conformity with Thai Financial Reporting Standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgments about carrying amounts of assets and liabilities that are not readily apparent from other sources. Subsequent actual results may differ from these estimates.

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.....Director
(Anurag Tharateratanavibool)

.....Director
(Noppol Tharateratanavibool)

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, and in the period of the revision and future periods, if the revision affects both current and future periods.

Basis for preparation of the consolidated interim financial statements

The consolidated interim financial statements, related to the Company and its subsidiary (together referred to as the “Group”) are prepared using the same basis as were used for the consolidated financial statements for the year ended December 31, 2015.

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

New financial reporting standards

During the period, the Company has adopted the revised and new financial reporting standards issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after 1 January 2016. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, which most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Company’s financial statements.

3. Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended December 31, 2015.

4. Transactions with the related parties

Related parties are those parties linked to the Group and the Company as shareholders or by common shareholders or directors. Transactions with related parties are conducted at agreed prices on market value or, where no market value exists, at contractually agreed prices.



.....Director
(Anurag Thareratanavibool)

.....Director
(Noppol Thareratanavibool)

Significant transactions between the Company and related parties for the three-month and six-month periods ended June 30, 2016 and 2015 were as follows:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
For the three-month periods				
Purchase of goods				
Asian Insulators Public Company Limited	-	13,695	-	-
Samart Palm Company Limited	-	6,708	-	6,708
Samart Palm Oil Company Limited	4,465	6,688	4,465	6,688
Samart Palm Industry Company Limited	16,726	11,808	16,726	11,808
Rental and Service				
AI Ports and Terminals Company Limited	-	-	12,600	12,600
Transportation expenses				
AI Logistics Company Limited	-	-	5,267	8,393
AI Ports and Terminals Company Limited	-	-	117	2,682
Administrative expenses				
Asian Insulators Public Company Limited	444	576	235	304

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Unit : Thousand Baht

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
For the six-month periods				
Sale of finished goods				
Asian Insulators Public Company Limited	94	24	94	24
Purchase of goods				
Asian Insulators Public Company Limited	-	22,445	-	-
Samart Palm Company Limited	3,426	15,413	3,426	15,413
Samart Palm Oil Company Limited	10,293	16,062	10,293	16,062
Samart Palm Industry Company Limited	26,326	22,095	26,326	22,095
Rental and Service				
AI Ports and Terminals Company Limited	-	-	25,200	25,200
Transportation expenses				
AI Logistics Company Limited	-	-	13,318	8,393
AI Ports and Terminals Company Limited	-	-	296	10,010
Administrative expenses				
Asian Insulators Public Company Limited	918	1,116	477	569

Directors and management's remuneration

Directors and management's remuneration for the three-month and six-month periods ended June 30, 2016 and 2015 consisted of:

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
For the three-month periods				
Short-term employee benefits	4,302	4,467	3,439	3,626
Long-term post-employment benefits	275	157	253	78
Total directors and management's remuneration	4,577	4,624	3,692	3,704
For the six-month periods				
Short-term employee benefits	8,317	8,524	6,599	6,840
Long-term post-employment benefits	592	327	506	168
Total directors and management's remuneration	8,909	8,851	7,105	7,008

.....Director
(Anurag Tharateratanavibool)

.....Director
(Noppol Tharateratanavibool)

Significant balances with related parties as at June 30, 2016 and December 31, 2015 were as follows:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Trade receivables				
Asian Insulators Public Company Limited	-	14	-	14
AI Ports and Terminals Company Limited	-	-	-	22
AI Engineering Services Company Limited	-	4	-	4
PPC Asian Insulators Company Limited	-	4	-	4
Trade payables				
Asian Insulators Public Company Limited	2	1	-	-
AI Ports and Terminals Company Limited	-	-	25	55
AI Logistics Company Limited	-	-	1,049	2,288
Samart Palm Industry Company Limited	1,841	-	1,841	-
Other payables				
Asian Insulators Public Company Limited	2	2	-	-

Syndicated credit facilities with subsidiaries

As at June 30, 2016 and December 31, 2015, the Company had syndicated credit facilities with subsidiaries from financial institutions totaling Baht 500 million. These credit facilities are secured by the Company with its subsidiaries, and by pledge of fixed deposits, mortgage of land and structures and machinery of the subsidiaries.

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at June 30, 2016 and December 31, 2015 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Cash in hand	467	460	317	300
Deposit at bank - savings	196,609	116,033	179,247	99,446
- current	102	96	42	37
Fixed deposits due within 3 months	914	903	914	903
Total cash and cash equivalents	198,092	117,492	180,520	100,686

.....Director
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.....Director
(Noppol Thararatnavibool)

6. CURRENT INVESTMENT

Current investment as at June 30, 2016 and December 31, 2015 consisted of:

	Unit : Thousand Baht	
	Consolidated/Separate financial statements	
	2016	2015
Fixed deposits	231	231
Total current investment	231	231

7. TRADE AND OTHER RECEIVABLES - NET

Trade and other receivables as at June 30, 2016 and December 31, 2015 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Trade receivables				
Trade receivable - related parties	-	22	-	44
Trade receivable - others	271,615	279,837	270,881	278,896
Post date cheques	3,210	9,805	3,210	9,805
Total trade receivables	274,825	289,664	274,091	288,745
<u>Less</u> Allowance for doubtful accounts	(11,974)	(1,248)	(11,974)	(1,248)
Total trade receivables - net	262,851	288,416	262,117	287,497
Other receivables				
Prepaid interest	230	222	230	222
Prepaid insurance	2,011	3,305	1,815	1,647
Prepaid expense	332	-	-	-
Advance deposit	809	-	809	-
Revenue Department receivable	499	866	-	-
Undue input tax	853	475	761	380
Tax card	82	471	82	471
Others	688	985	685	720
Total other receivables	5,504	6,324	4,382	3,440
<u>Less</u> Allowance for doubtful accounts	(306)	(306)	(306)	(306)
Total other receivables - net	5,198	6,018	4,076	3,134
Total trade and other receivables - net	268,049	294,434	266,193	290,631

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.....Director
(Noppol Thararatnavibool)

As at June 30, 2016 and December 31, 2015, aging analysis for trade accounts receivable consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Related parties				
Current	-	22	-	44
Total	-	22	-	44
Others				
Current	257,893	273,279	257,159	272,338
Over due				
Within 3 months	4,958	2,727	4,958	2,727
Over 3 months to 12 months	-	12,388	-	12,388
Over 12 months	11,974	1,248	11,974	1,248
Total	274,825	289,642	274,091	288,701
<u>Less</u> Allowance for doubtful accounts	(11,974)	(1,248)	(11,974)	(1,248)
Total Trade receivables - net	262,851	288,416	262,117	287,497

8. INVENTORIES

Inventories as at June 30, 2016 and December 31, 2015 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Raw materials and chemicals	267,681	229,994	267,681	229,994
work in process	129,663	76,308	129,663	76,308
Finished goods	106,042	61,672	105,886	61,519
Supplies	9,731	10,531	9,731	10,531
Total inventories	513,117	378,505	512,961	378,352

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9. OIL SUPPLIES

Oil supplies as at June 30, 2016 and December 31, 2015 consisted of:

	Unit : Thousand Baht	
	Consolidated financial statements	
	2016	2015
Bunker oil	822	1,363
Lubricants	593	624
Total oil supplies	1,415	1,987

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10. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries as at June 30, 2016 and December 31, 2015 consisted of:

Company	Nature of business	Percentage of Holding (%)		Paid-up share capital (Million Baht)		Unit : Thousand Baht	
		2016		2016		2016	
		2015		2015		2015	
AI Logistics Company Limited	Local and overseas logistics for passenger, merchandise, parcel and other materials	100.00	100.00	209	209	82,678	82,678
AI Ports and Terminals	(1) Servicing port	100.00	100.00	460	460	352,395	352,395
Company Limited	(2) Producing and distributing ice cube						
	(3) Trading electrical equipment						
	vegetable fat and other fuel oil						
Total investments in subsidiaries						435,073	435,073

11. PLEDGED DEPOSITS AT FINANCIAL INSTITUTION

The Company has pledged fixed deposits at bank as collateral for the issuance of bank guarantee (Note 25.1).

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(Noppol Tharatanavibool)

12. PROPERTY, PLANT, VESSEL AND EQUIPMENT - NET

Property, Plant, Vessel and Equipment as at June 30, 2016 and December 31, 2015 consisted of:

Cost	Unit : Thousand Baht							
	Consolidated financial statements							
	Land	Land improvement	Building and building improvement	Utility systems	Machinery accessories and tools	Vessel and improvement	Office furniture and equipment	Motor vehicles
As at December 31, 2015	295,580	21,349	543,906	37,072	754,764	179,321	9,863	74,718
Purchases during the period	-	-	318	13	4,577	4,243	626	-
Transfers in (out) during the period	-	5,177	410	6,130	5,003	-	-	-
As at June 30, 2016	295,580	26,526	544,634	43,215	764,344	183,564	10,489	74,718
Accumulated depreciation								
As at December 31, 2015	-	2,023	128,568	12,650	222,775	135,558	7,214	24,394
Depreciation for the period	-	1,198	7,755	1,800	21,808	8,611	502	1,647
As at June 30, 2016	-	3,221	136,323	14,450	244,583	144,169	7,716	26,041
Net book value								
As at December 31, 2015	295,580	19,326	415,338	24,422	531,989	43,763	2,649	50,324
As at June 30, 2016	295,580	23,305	408,311	28,765	519,761	39,395	2,773	48,677

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Unit : Thousand Baht

	Separate financial statements						
	Land	Land improvement	Building and building improvement	Utility systems	Machinery accessories and tools	Office furniture and equipment	Fixed assets under construction and installation
Cost							Total
As at December 31, 2015	157,136	21,099	173,879	37,059	683,170	6,637	1,156,290
Purchases during the period	-	-	318	13	4,402	581	23,795
Transfers in (out) during the period	-	5,177	410	6,130	5,003	-	-
As at June 30, 2016	157,136	26,276	174,607	43,202	692,575	7,218	1,180,085
Accumulated depreciation							
As at December 31, 2015	-	1,805	41,678	12,639	179,543	4,324	262,809
Depreciation for the period	-	1,173	3,350	1,800	18,520	448	26,845
As at June 30, 2016	-	2,978	45,028	14,439	198,063	4,772	289,654
Net book value							
As at December 31, 2015	157,136	19,294	132,201	24,420	503,627	2,313	893,481
As at June 30, 2016	157,136	23,298	129,579	28,763	494,512	2,446	890,431

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Depreciations in the statements of profit or loss for the three-month and six-month periods ended June 30 were as follows:

Unit : Thousand Baht				
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
For the three-month periods				
Cost of sales and services	20,781	18,650	12,565	10,458
Selling and administrative expenses	1,101	1,325	1,034	1,247
	<u>21,882</u>	<u>19,975</u>	<u>13,599</u>	<u>11,705</u>

Unit : Thousand Baht				
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
For the six-month periods				
Cost of sales and services	41,118	37,657	24,776	20,675
Selling and administrative expenses	2,203	2,420	2,069	2,265
	<u>43,321</u>	<u>40,077</u>	<u>26,845</u>	<u>22,940</u>

The subsidiary has mortgaged land, buildings and port with banks as collateral for credit facilities obtained from a financial institution (Note 4,14). The loan agreement contains various obligations such as the benefits from the insurance policy are transferred to the lender, etc.

The gross carrying amounts of equipment were fully depreciated but these items are still in active use by the Company and subsidiaries as at June 30, 2016 and December 31, 2015, in the consolidated financial statement totaling approximately Baht 98.26 million and Baht 28.36 million respectively, and in the separate financial statements totaling approximately Baht 22.86 million and Baht 14.67 million, respectively.



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(Noppol Thareratanavibool)

13. INTANGIBLE ASSETS - NET

Intangible assets as at June 30, 2016 and December 31, 2015 consisted of:

	Unit : Thousand Baht	
	Consolidated	Separate
	financial statements	financial statements
Cost		
As at December 31, 2015	395	316
Purchases during the period	116	116
As at June 30, 2016	511	432
Accumulative amortization		
As at December 31, 2015	289	210
Amortization for the period	24	24
As at June 30, 2016	313	234
Book value		
As at December 31, 2015	106	106
As at June 30, 2016	198	198

14. BANK OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

Bank overdrafts and short-term loans from financial institutions as at June 30, 2016 and December 31, 2015 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Bank overdrafts	-	35	-	-
Promissory notes	356,000	324,000	300,000	250,000
Total	356,000	324,035	300,000	250,000
Credit facilities (Unit : Thousand Baht)				
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Bank overdrafts	50,000	50,000	15,000	15,000
Promissory notes	900,000	900,000	900,000	900,000
Total	950,000	950,000	915,000	915,000

These loans are secured by mortgage land with structure and port of a subsidiary. Under the terms of loan contract, the subsidiary cannot pledge its machinery, equipment and port as collateral for other loan (Note 12).

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15. TRADE AND OTHER PAYABLES

Trade and other payables as at June 30, 2016 and December 31, 2015 consisted of:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Trade payables				
Trade payables - related parties	1,843	1	2,915	2,343
Trade payables - other	133,147	64,671	131,232	60,956
Total trade payables	134,990	64,672	134,147	63,299
Other payables				
Advances received for goods	125	4,709	125	4,709
Retention	647	948	647	948
Revenue Department payable	24,811	19,990	24,433	19,596
Accrued bonus	3,000	-	3,000	-
Electricity payable	3,287	4,197	3,284	4,197
Accrued expenses	3,841	4,833	2,144	3,357
Payables for purchase of assets	1,150	716	1,150	716
Others payables	5,851	4,713	5,065	4,688
Total other payables	42,712	40,106	39,848	38,211
Total trade and other payables	177,702	104,778	173,995	101,510

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(Noppol Thareratanavibool)

16. EMPLOYEE BENEFIT OBLIGATIONS

Movement of the present value of employee benefit obligation and employee benefit expenses in the statement of profit or loss and other comprehensive income for the six-month periods ended June 30, 2016 and 2015 were as follows:

	Unit : Thousand Baht			
	Post - employment benefit plan			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Defined benefit obligations at beginning as at January 1,	14,455	11,932	11,258	9,425
Employee benefit expenses in the statements of profit or loss:				
Current service cost	1,398	1,083	1,185	778
Cost of interest	134	197	107	157
Benefit paid during the period Included	(1,724)	-	(259)	-
in other comprehensive income:				
Actuarial (gain) loss arising from				
Financial assumptions changes	(2,946)	-	(2,468)	-
Experience adjustments	1,626	-	966	-
Defined benefit obligations as at June 30,	12,943	13,212	10,789	10,360

Principal actuarial assumptions as at June 30, 2016 and December 31, 2015 (represented by the weighted - averages) consisted of:

	Post - employment benefit plan			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Discount rate	1.77 - 2.35% per annum	3.18 - 3.38% per annum	2.22% per annum	3.38% per annum
Future salary increase rate	0 - 5.00% per annum	5.00% per annum	5.00% per annum	5.00% per annum
Average staff turnover rate	0 - 12.00% per annum	0 - 15.00% per annum	0 - 12.00% per annum	0 - 15.00% per annum
Mortality rate	Thai Mortality	Thai Mortality	Thai Mortality	Thai Mortality
	Ordinary Table of 2008	Ordinary Table of 2008	Ordinary Table of 2008	Ordinary Table of 2008

The actuarial assumption of mortality rate for reasonable estimation of probability of retirement in the future is estimated from mortality table.

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17. SHARE CAPITAL

The 2015 Annual General Meeting of Shareholders held on April 21, 2015, passed the resolutions as follows:

- Approved to amendment in par value of ordinary shares from 1 Baht per share to 0.25 Baht per share. After the changing of par value, the Company has the ordinary shares of 4,520 million shares.
- Approved to increase in registered share capital of the Company from Baht 1,130 million (4,520 million shares at Baht 0.25 par value) to be Baht 1,356 million (5,424 million shares at Baht 0.25 par value). The Company registered its increased share capital for allocate to support the warrant No. 1. (AIE-W1) with the Ministry of Commerce on July 6, 2015 as described in Note 18.

18. WARRANTS

Warrants AIE-W1

On April 21, 2015, the Annual General Meeting of the Company's shareholders passed a resolution to issue and allocate of stock warrant for rights to purchase ordinary shares of (AIE-W1) for the existing shareholders, not exceeding 904,000,000 units (allocate 1 purchase ordinary share: 1 stock warrant unit). Details of the issue are as follows:

Type	:	In named certificate form and transferable
Price per unit of warrant	:	Baht 0.00
Exercise ratio	:	1 warrant to 5 ordinary shares
Exercise price	:	Baht 0.25 per share
Exercise date	:	The first exercise date is December 30, 2016 and the last exercise date is May 7, 2018
Issuance date of warrants	:	May 8, 2015
Maturity of warrants	:	3 years from the issuance date.

19. LEGAL RESERVE

Legal reserve is set up under the Public Limited Companies Act B.E. 2535. The Company is required to set aside to a statutory reserve at least 5 percent of its net income, until the reserve reaches 10 percent of the registered capital. The statutory reserve is not available for dividend distribution.

20. DEFERRED TAX

Deferred tax as at June 30, 2016 and December 31, 2015 consisted of:

	Unit : Thousand Baht	
	Consolidated/Separate financial statements	
	2016	2015
Deferred tax assets	12,947	13,090
Deferred tax liabilities	(3,545)	(2,801)
Deferred tax assets - net	9,402	10,289

Movements in deferred tax assets and deferred tax liabilities during the periods were as follows:

Unit : Thousand Baht				
Consolidated/Separate financial statements				
		Other		
As at January		comprehensive		As at June
1, 2016	Profit (loss)	loss		30, 2016
Deferred tax assets				
Allowance for doubtful accounts	311	(33)	-	278
Allowance on decline in value of inventories	16	(16)	-	-
Provision for long-term employee benefits	2,252	206	(300)	2,158
Tax loss carries forward	10,511	-	-	10,511
Total	13,090	157	(300)	12,947
Deferred tax liabilities				
Depreciation	(2,801)	(744)	-	(3,545)
Total	(2,801)	(744)	-	(3,545)
Deferred tax assets - net	10,289	(587)	(300)	9,402

Unit : Thousand Baht				
Consolidated/Separate financial statements				
		Other		
As at January		Comprehensive		As at June
1, 2015	Profit (loss)	income (loss)		30, 2015
Deferred tax assets				
Allowance for doubtful accounts	728	(417)	-	311
Allowance on decline in value of inventories	24	474	-	498
Allowance on decline in value of non-current assets held for sale	387	(387)	-	-
Provision for long-term employee benefits	1,885	187	-	2,072
Tax loss carries forward	-	6,652	-	6,652
Total	3,024	6,509	-	9,533
Deferred tax liabilities				
Depreciation	(2,260)	206	-	(2,054)
Total	(2,260)	206	-	(2,054)
Deferred tax assets - net	764	6,715	-	7,479

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(Noppol Thareratanavibool)

As at June 30, 2016 and December 31, 2015 the Company had deferred tax assets for the carries forward of unused tax losses in financial statements of Baht 10.51 million. The Company's management believe that it is probable that future taxable profit will be not available against which the unused tax losses can be utilized.

21. INCOME TAX EXPENSES

Income tax expenses for the three-month and six-month periods ended June 30, 2016 and 2015 were as follows:

	Unit : Thousand Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
For the three-month periods				
Current tax expense				
Current periods	(824)	(944)	-	-
Deferred tax expense				
Movements in temporary differences	(326)	1,361	(326)	1,361
Total	(1,150)	417	(326)	1,361
For the six-month periods				
Current tax expense				
Current periods	(1,366)	(1,280)	-	-
Deferred tax expense				
Movements in temporary differences	(587)	6,715	(587)	6,715
Total	(1,953)	5,435	(587)	6,715

Income tax reduction

According to Royal Decree No. 577 B.E. 2557, dated November 10, 2014, the corporate income tax rate continued at 20 % on net profit for the accounting periods beginning on January 1, 2015 to December 31, 2015. The Act of Legislation amended Revenue Code No.42 B.E. 2559, dated March 3, 2016, grants the corporate income tax rate 20% on net profit for the accounting periods beginning on January 1, 2016 onwards.

22. PROMOTIONAL PRIVILEGES

The Company and subsidiaries were granted promotional certificates by virtue of the Investment Promotion Act, B.E. 2520 (1977)

As a promoted industry, the Company and subsidiaries must strictly comply with certain terms and conditions stipulated in the promotional certificates.

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The Company and subsidiaries have revenues from sales of goods, vessel operating, port and terminal service revenues from local and overseas which are granted the promotional certificates for the three-month and six-month periods ended June 30, 2016 and 2015 as follows:

	Unit : Thousand Baht					
	Consolidated financial statements			Separate financial statements		
	Promoted	Non-promoted	Total	Promoted	Non-promoted	Total
	Activities	Activities		Activities	Activities	
For the three-month period ended June 30, 2016						
Revenues from sales of goods	800,373	325,106	1,125,479	800,373	318,405	1,118,778
Revenues from production contract	-	15,939	15,939	-	15,939	15,939
Revenues from vessel operating	-	7,930	7,930	-	-	-
Other incomes	-	1,048	1,048	-	995	995
Total	800,373	350,023	1,150,396	800,373	335,339	1,135,712

For the three-month period ended June 30, 2015

Revenues from sales of goods	690,892	193,234	884,126	690,893	185,797	876,690
Revenues from production contract	-	11,420	11,420	-	11,420	11,420
Revenues from vessel operating	2,300	-	2,300	-	-	-
Other incomes	-	6,775	6,775	-	3,724	3,724
Total	693,192	211,429	904,621	690,893	200,941	891,834

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Unit : Thousand Baht

	Consolidated financial statements		Separate financial statements		
	Promoted	Non-promoted	Promoted	Non-promoted	Total
	Activities	Activities	Activities	Activities	
Revenues from sales of goods	1,683,311	572,263	1,683,311	559,630	2,242,941
Revenues from production contract	-	24,099	-	24,099	24,099
Revenues from vessel operating	-	16,224	-	-	-
Other incomes	-	3,138	-	3,070	3,070
Total	1,683,311	615,724	1,683,311	586,799	2,270,110

For the six-month period ended June 30, 2016

For the six-month period ended June 30, 2015

Revenues from sales of goods	1,115,058	591,555	1,706,613	1,115,058	577,382	1,692,440
Revenues from production contract	-	18,413	18,413	-	18,413	18,413
Revenues from vessel operating	8,213	-	8,213	-	-	-
Other incomes	-	12,525	12,525	-	6,949	6,949
Total	1,123,271	622,493	1,745,764	1,115,058	602,744	1,717,802

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23. PROVIDENT FUND

The Company and subsidiary's contributions for the employees' provident fund and recorded as expenses in the statements of profit or loss for the three-month and six-month periods ended June 30, 2016 and 2015 were as follows :

Unit : Thousand Baht				
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
For the three-month periods				
AI Energy Public Company Limited	346	340	346	340
AI Logistic Company Limited	7	6	-	-
Total	353	346	346	340
For the six-month periods				
AI Energy Public Company Limited	694	675	694	675
AI Logistic Company Limited	13	12	-	-
Total	707	687	694	675

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24. SEGMENTS INFORMATION

The segments information the three-month and six-month periods ended June 30, 2016 and 2015 as follows:

	Unit : Thousand Baht				
	Consolidated financial statements				
	For the three-month period ended June 30, 2016				
	Sale of biodiesel and vegetable oil and by product	Contract of refine crude palm oil	Sale of ice cube	Vessel operating	Port services
					Total
Revenues from sales and services	1,118,777	15,939	6,702	7,930	-
Cost of sales and services	(1,047,344)	(13,616)	(5,525)	(6,890)	-
Gross profit by segment	71,433	2,323	1,177	1,040	-
Other income					75,973
Selling expenses					1,048
Administrative expenses					(9,081)
Finance costs					(16,944)
Tax expenses					(2,845)
Profit for the period					(1,150)
					47,001
Property, plant, vessel and equipment-net	890,431		20,873	40,586	421,504
					1,373,394

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(Noppol Tharatanavibool)

Unit : Thousand Baht

Consolidated financial statements

For the six-month period ended June 30, 2016

	Sale of biodiesel and vegetable oil and by product	Contract of refine crude palm oil	Sale of ice cube	Vessel operating	Port services	Total
Revenues from sales and services	2,242,940	24,099	12,634	16,224	-	2,295,897
Cost of sales and services	(2,112,848)	(20,369)	(11,330)	(14,664)	-	(2,159,211)
Gross profit by segment	130,092	3,730	1,304	1,560	-	136,686
Other income						3,138
Selling expenses						(18,180)
Administrative expenses						(44,103)
Finance costs						(5,167)
Tax expenses						(1,953)
Profit for the period						70,421
Property, plant, vessel and equipment-net	890,431		20,873	40,586	421,504	1,373,394

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.....Director
(Noppol Tharatanavibool)

Unit : Thousand Baht

Consolidated financial statements

For the three-month period ended June 30, 2015

	Sale of biodiesel and vegetable oil and by product	Contract of refine crude palm oil	Sale of ice cube	Vessel operating	Port services	Total
Revenues from sales and services	876,690	11,420	7,436	2,300	-	897,846
Cost of sales and services	(901,119)	(8,032)	(6,119)	(5,533)	-	(920,803)
Gross (loss) profit by segment	(24,429)	3,388	1,317	(3,233)	-	(22,957)
Other income						6,775
Selling expenses						(10,007)
Administrative expenses						(15,345)
Finance costs						(2,107)
Income tax revenue						417
Loss for the period						(43,224)
Property, plant, vessel and equipment-net	885,012		21,316	53,787	436,135	1,396,250

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.....Director
(Anurag Thareratanavibool)

.....Director
(Noppol Thareratanavibool)

25. COMMITMENT AND CONTINGENT LIABILITIES

25.1 As at June 30, 2016 and December 31, 2015, the Company and subsidiaries have commitment and contingent liabilities as follows:

Unit : Million Baht

Particulars	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Letters of guarantee issued by commercial banks	6.06	6.06	3.56	3.56

25.2 As at June 30, 2016 and December 31, 2015, the Company and subsidiaries have capital expenditure commitment as follows:

Unit : Million Baht

Particulars	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
The purchase of machinery and equipment	2.22	8.60	2.22	8.60

25.3 The Company has entered a lease contract of 15 tanks, at 23/1 Moo 7 Thajeen District, Amphoe Mueang, Samutsakhon and 5 tanks at 1/9 Moo 1 Tambon Had Sairee, Amphoe Mueang Chumphon, Chumphon amount 10 tanks by having lease period was 12 months, commencing from January 1, 2016 to December 31, 2016. The Company has to pay monthly rental amount of Baht 4.20 million per month.

25.4 The Company received a letter from the Enforcement Department, Office of the Securities and Exchange Commission of Thailand, dated January 20, 2016, requesting for the facts about the Company auditor's disclaimer of opinion in the Company's financial statements for the year 2014. Management provided a clarification of the facts to the Enforcement Department, Office of the Securities and Exchange Commission of Thailand. The Company also sent a letter to request a status update with respect to this matter. The Enforcement Department, Office of the Securities and Exchange Commission of Thailand replied by a letter, dated February 28, 2017, that the outcome has not been finalized.

26. LITIGATION

The Company was sued by the Official Receiver of Pamola Company Limited for transferring back the trademark "Pamola" to the debtor's assets and pays the compensation amount of Baht 3.75 million with an interest rate of 7.50% per annum. On June 8, 2016, the Supreme Court has ordered to dismiss the case.

27. CAPITAL MANAGEMENT

The management of the Group has the capital management policy to maintain a strong capital base by emphasis on planning and determining the operating strategies resulting in good business's performance and sustained good cash flows management. In addition, the Group considers investing in projects which have good rate of return, appropriate working capital management, maintain a strong financial position and appropriate investment structure as to maintain sustained future operations of the business and to maintain shareholders, investors, creditors and others interest's confidence.

..... Director
(Anurag Thareratanavibool)

..... Director
(Noppol Thareratanavibool)

28. CORRECTION OF ACCOUNTING ERROR

The Company's financial statement for the years ended December 31, 2015 and 2014 has been prepared and issued on March 29, 2016 and March 24, 2015, respectively. In the year 2016, the Company retroactively adjusted the accounting errors in the financial statements for the years ended December 31, 2015 and as at January 1, 2015.

The effects to consolidated and separate financial position as at December 31, 2015 and January 1, 2015, presented herewith for comparative purposes, are as follows:



Unit : Thousands Baht

	Consolidated financial statements		Separate financial statements	
	Before adjusted	Adjusted	After adjusted	Adjusted
Current liabilities				
Income tax payable	(840)	(2,925)	(3,765)	(2,925)
Shareholders' equity				
Retained earnings decrease	27,403	(2,925)	24,478	20,819
				(2,925)
				17,894

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Statement of financial position as at December 31, 2015

.....Director
(Anurag Tharatanavibool)

.....Director
(Noppol Tharatanavibool)

Unit : Thousands Baht

	Consolidated financial statements				
	Before adjusted and before new reclassification	The first adjusted	The second adjusted	After adjusted and before new reclassification	After adjusted and after new reclassification
Current assets					
Trade and other receivables - net	392,778	82,474	-	475,252	477,122
Inventories - net	471,808	(47,533)	9,870	434,145	434,145
Other current assets	1,870	-	-	1,870	-
Non-Current assets					
Property, plant, vessel and equipment - net	1,378,462	(549)	-	1,377,913	1,377,913
Current liabilities					
Trade and other payables	(128,514)	(45,903)	-	(174,417)	(203,115)
Other current liabilities	(28,698)	-	-	(28,698)	-
Income tax payable	(24,101)	(1,644)	(2,925)	(28,670)	(28,670)
Shareholders' equity					
Legal reserve	(6,515)	153	-	(6,362)	(6,362)
Retained earnings decrease	113,066	(13,002)	6,945	107,009	107,009

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Statement of financial position as at January 1, 2015

.....Director
(Anurag Tharatanavibool)

.....Director
(Noppol Tharatanavibool)

Unit : Thousands Baht

	Separate financial statements				
	Before adjusted and before new reclassification	The first adjusted	The second adjusted	After adjusted and before new reclassification	After adjusted and after new reclassification
Current assets					
Trade and other receivables - net	389,909	82,473	-	472,382	1,198
Inventories - net	471,671	(47,533)	9,870	434,008	-
Other current assets	1,198	-	-	1,198	(1,198)
Non-Current assets					
Property, plant, vessel and equipment - net	851,352	(548)	-	850,804	-
Current liabilities					
Trade and other payables	(125,634)	(45,903)	-	(171,537)	(27,716)
Other current liabilities	(27,716)	-	-	(27,716)	27,716
Income tax payable	(24,101)	(1,644)	(2,925)	(28,670)	-
Shareholders' equity					
Legal reserve	(6,515)	153	-	(6,362)	-
Retained earnings decrease	123,784	(13,002)	6,945	117,727	-

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Statement of financial position as at January 1, 2015

.....Director
(Anurag Tharatanavibool)

.....Director
(Noppol Tharatanavibool)

29. EVENTS AFTER THE REPORTING PERIOD

- 29.1 At November 3, 2016, the subsidiary made contracts for sale of land, buildings and machineries with a company for the amount of Baht 390 million. The subsidiary will receive monthly installment from July 2016 to June 2017. The transfer of ownership will take place once the full amount is paid. The subsidiary also made a rental agreement of land, buildings and machineries with such company for the period of 9 months from November 21, 2016 to June 20, 2017 for rental fee of Baht 0.5 million per month.
- 29.2 At November 1, 2016, the subsidiary made finance lease contracts for hire-purchase Vessel with a company. These agreements are repayable in 24 equal monthly installments up to the year 2018. The ownership of assets purchased under hire-purchase agreements will be transferred to buyer when last installment is paid.
- 29.3 At October 24, 2016, the Company made a 5-year contract with a company for manufacturing edible oil products and allowed the use of "Pamola" trademark.

30. APPROVAL OF INTERIM FINANCIAL STATEMENT

These interim financial statements have been approved to issue by the Company's Board of Directors on February 28, 2017.



..... Director
(Anurag Tharateratanavibool)

..... Director
(Noppol Tharateratanavibool)