

AAPICO Hitech Public Company Limited and its subsidiaries

Statement of financial position

As at 31 March 2017

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March	31 December	31 March	31 December
Note	2017	2016	2017	2016
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets				
Current assets				
Cash and cash equivalents	276,673	271,643	59,132	48,775
Current investments	2 191,258	207,599	147,299	161,424
Trade and other receivables	3, 4 2,085,736	1,880,813	731,509	616,790
Short-term loans to related parties	3 -	-	378,600	378,600
Inventories	5 1,196,367	1,044,852	94,393	93,535
Other current assets	296,650	273,497	49,246	45,691
	4,046,684	3,678,404	1,460,179	1,344,815
Non-current assets classified as held for sale	9 105,003	-	-	-
Total current assets	4,151,687	3,678,404	1,460,179	1,344,815
Non-current assets				
Long-term loans to related parties	3 14,000	-	2,143,442	2,121,346
Investments in associates	6 1,503,780	1,471,083	553,417	553,417
Investments in subsidiaries	7 -	-	2,726,127	2,726,127
Investments in joint ventures	8 74,185	74,264	82,500	82,500
Other long-term investments	9 11,375	99,781	-	-
Property, plant and equipment	10 5,147,278	5,298,283	1,113,620	1,144,424
Leasehold rights	11 134,791	134,396	-	-
Deposit for purchase of assets - unrelated parties	1,319	9,711	-	-
Goodwill	12 234,530	234,530	-	-
Other intangible assets	91,959	80,862	21,528	13,538
Deferred tax assets	12,831	13,727	5,975	5,975
Other non-current assets	17,803	18,293	2,634	2,613
Total non-current assets	7,243,851	7,434,930	6,649,243	6,649,940
Total assets	11,395,538	11,113,334	8,109,422	7,994,755

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

AAPICO Hitech Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2017

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		31 March 2017 (Unaudited but reviewed)	31 December 2016 (Audited)	31 March 2017 (Unaudited but reviewed)	31 December 2016 (Audited)
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans from banks	13	322,679	326,203	-	-
Trade and other payables	3	2,257,222	2,063,092	494,688	450,631
Current portion of long-term loans	13	508,301	603,325	491,400	582,400
Current portion of liabilities under finance lease agreements		6,340	5,771	1,558	1,183
Short-term loans from related parties	3	4,675	4,794	357,662	421,140
Provisions for product warranty		24,545	22,463	-	-
Other current liabilities		127,375	140,457	22,693	23,927
Total current liabilities		3,251,137	3,166,105	1,368,001	1,479,281
Non-current liabilities					
Long-term loans - net of current portion	13	410,338	493,097	304,800	386,400
Debentures	14	1,098,953	1,098,749	1,098,953	1,098,749
Liabilities under finance lease agreements - net of current portion		13,074	11,027	3,651	2,633
Provision for long-term employee benefits		106,271	103,901	16,684	16,053
Other non-current liabilities		1,400	4,324	-	-
Total non-current liabilities		1,630,036	1,711,098	1,424,088	1,503,835
Total liabilities		4,881,173	4,877,203	2,792,089	2,983,116

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

AAPICO Hitech Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 31 March 2017

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 March 2017 (Unaudited but reviewed)	31 December 2016 (Audited)	31 March 2017 (Unaudited but reviewed)	31 December 2016 (Audited)
Shareholders' equity				
Share capital				
Registered				
322,649,160 ordinary shares of Baht 1 each	322,649	322,649	322,649	322,649
Issued and fully paid up				
322,583,844 ordinary shares of Baht 1 each	322,584	322,584	322,584	322,584
Premium on ordinary shares	2,164,354	2,164,354	2,164,354	2,164,354
Treasury shares	15 (75,712)	(75,712)	(75,712)	(75,712)
Retained earnings				
Appropriated				
Statutory reserve - the Company	59,541	59,541	59,541	59,541
- subsidiaries	153,094	153,094	-	-
Treasury shares reserve	15 75,712	75,712	75,712	75,712
Unappropriated	3,627,432	3,403,401	2,770,854	2,465,160
Other components of shareholders' equity	(2,356)	(57,009)	-	-
Equity attributable to owners of the Company	6,324,649	6,045,965	5,317,333	5,011,639
Non-controlling interests of the subsidiaries	189,716	190,166	-	-
Total shareholders' equity	6,514,365	6,236,131	5,317,333	5,011,639
Total liabilities and shareholders' equity	11,395,538	11,113,334	8,109,422	7,994,755
	-	-	-	-

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

Directors

(Unaudited but reviewed)

AAPICO Hitech Public Company Limited and its subsidiaries**Income statement****For the three-month period ended 31 March 2017**

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

	Note	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
Revenues					
Sales and service income		3,828,809	3,818,090	508,904	594,228
Dividend income	6, 7	-	-	275,000	275,000
Other income		117,308	91,694	74,137	71,511
Total revenues		3,946,117	3,909,784	858,041	940,739
Expenses					
Cost of sales and services		3,532,935	3,550,265	474,632	582,924
Selling expenses		67,764	70,108	10,149	10,227
Administrative expenses		129,369	122,672	42,166	29,033
Loss from non-current assets classified as held for sale	9	61,789	-	-	-
Total expenses		3,791,857	3,743,045	526,947	622,184
Profit before share of profit (loss) from investments in associates and joint ventures, finance cost and income tax expenses					
		154,260	166,739	331,094	318,555
Share of profit from investments in associates	6	109,124	31,040	-	-
Share of loss from investments in joint ventures	8	(79)	(173)	-	-
Profit before finance cost and income tax expenses		263,305	197,606	331,094	318,555
Finance cost		(27,617)	(35,558)	(25,400)	(31,543)
Profit before income tax expenses		235,688	162,048	305,694	287,012
Income tax expenses	16	(7,893)	(6,053)	-	-
Profit for the period		227,795	155,995	305,694	287,012
Profit attributable to:					
Equity holders of the Company		224,031	146,145	305,694	287,012
Non-controlling interests of the subsidiaries		3,764	9,850		
		227,795	155,995		
Basic earnings per share					
	17				
Profit attributable to equity holders of the Company		0.71	0.45	0.97	0.89

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

(Unaudited but reviewed)

AAPICO Hitech Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 31 March 2017

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
Profit for the period		<u>227,795</u>	<u>155,995</u>	<u>305,694</u>	<u>287,012</u>
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Exchange differences on translation of financial statements in foreign currency		(28,661)	7,345	-	-
Loss on change in value of available-for-sale investments		-	(31,494)	-	-
Other comprehensive income to be reclassified to profit or loss in subsequent periods		(28,661)	(24,149)	-	-
Deficit on changes in value of available-for-sale investments - transferred to loss for the period	9	79,100	-	-	-
Other comprehensive income for the period		<u>50,439</u>	<u>(24,149)</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u><u>278,234</u></u>	<u><u>131,846</u></u>	<u><u>305,694</u></u>	<u><u>287,012</u></u>
Total comprehensive income attributable to:					
Equity holders of the Company		278,684	112,914	<u>305,694</u>	<u>287,012</u>
Non-controlling interests of the subsidiaries		(450)	18,932		
		<u>278,234</u>	<u>131,846</u>		

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

(Unaudited but reviewed)

AAPICO Hitech Public Company Limited and its subsidiaries

Cash flow statement

For the three-month period ended 31 March 2017

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Cash flows from operating activities				
Profit before tax	235,688	162,048	305,694	287,012
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities				
Depreciation and amortisation	166,616	179,738	31,561	35,138
Loss (gain) on disposal/ write-off of plant and equipment	(976)	(2)	-	1
Share of profit from investments in associates and joint ventures	(109,045)	(30,867)	-	-
Loss from non-current assets classified as held for sale	61,789	-	-	-
Loss on impairment of assets	-	22,159	-	18,000
Loss from disposal and write-off of assets	521	-	-	-
Reduction of inventory cost to net realisable value (reversal)	(4,250)	11,545	1,810	3,299
Dividend income from subsidiary and associate	-	-	(275,000)	(275,000)
Reversal of allowance for doubtful accounts	(99)	(154)	(405)	-
Provision for long-term employee benefits	3,330	3,289	631	581
Interest expenses	27,536	34,436	25,374	30,883
Profit from operating activities before changes in operating assets and liabilities	381,110	382,192	89,665	99,914
Operating assets (increase) decrease				
Current investments	16,341	(103,334)	14,125	(94,999)
Trade and other receivables	(203,941)	(305,665)	(114,314)	(124,195)
Inventories	(151,270)	(167,753)	(2,668)	14,003
Other current assets	(19,615)	(27,397)	(2,746)	(4,222)
Other non-current assets	490	2,194	(21)	88
Operating liabilities increase (decrease)				
Trade and other payables	184,056	339,131	34,296	82,467
Other current liabilities	(12,495)	2,008	(1,234)	11,199
Other non-current liabilities	(2,924)	4,012	-	-
Cash flows from (used in) operating activities	191,752	125,388	17,103	(15,745)
Cash paid for long-term employee benefits	(960)	(351)	-	-
Cash paid for income tax	(9,559)	(3,824)	(808)	(1,028)
Net cash flows from (used in) operating activities	181,233	121,213	16,295	(16,773)

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

(Unaudited but reviewed)

AAPICO Hitech Public Company Limited and its subsidiaries**Cash flow statement (continued)**

For the three-month period ended 31 March 2017

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Cash flows from investing activities				
Decrease (increase) in loans to related parties	(14,000)	-	(22,096)	120,269
Dividends received from subsidiary and associates	75,000	76,772	275,000	276,772
Proceeds from sales of equipment and intangible assets	11,001	11,971	-	-
Acquisitions of plant, equipment, intangible assets and leasehold rights	(38,675)	(40,774)	(6,167)	(7,733)
Net cash flows from investing activities	33,326	47,969	246,737	389,308
Cash flows from financing activities				
Decrease in bank overdrafts and short-term loans from banks	(3,524)	(366,005)	-	(371,426)
Increase (decrease) in loans from related parties	-	234	(63,478)	(84,500)
Repayment of long-term loans	(179,679)	(227,860)	(172,600)	(213,800)
Increase in long-term loans	5,132	301,269	-	300,000
Payment of liabilities under finance lease agreements	(2,267)	(667)	(296)	(204)
Interest paid	(18,975)	(25,810)	(16,301)	(22,099)
Net cash flows used in financing activities	(199,313)	(318,839)	(252,675)	(392,029)
Increase (decrease) in exchange differences on translation of financial statements in foreign currency	(10,216)	7,512	-	-
Net increase (decrease) in cash and cash equivalents	5,030	(142,145)	10,357	(19,494)
Cash and cash equivalents at beginning of period	271,643	338,199	48,775	28,077
Cash and cash equivalents at end of period	276,673	196,054	59,132	8,583
	-	-	-	-

Supplemental cash flows information

Non-cash items consist of

Increase (decrease) in accounts payable - purchases and

construction of assets

1,545 6,420 889 (230)

Purchase of equipments under financial lease agreements

4,883 - 1,689 -

Increase (decrease) in deposit for purchase of assets

(8,391) 978 - -

Transfer inventory to machinery and equipment

4,005 16,550 - 10,999

Transfer equipment to intangible assets

9,431 - 9,431 -

Transfer interest expense to work under construction

173 50 2 50

Increase (decrease) in dividend receivable

883 (693) - (1,772)

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

(Unaudited but reviewed)

AAPICO Hitech Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2017

(Unit: Thousand Baht)

Consolidated financial statements														
Equity attributable to the Company's shareholders														
								Other components of equity - other comprehensive income						
Issued and paid-up share capital	Premium on ordinary shares	Treasury shares	Retained earnings				Unappropriated	Exchange differences on translation of financial statements in foreign currency	Deficit on changes in value of available-for -sale investments	Total	Total equity attributable to shareholders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity	
			Appropriated		Treasury shares reserve									
			The Company	Subsidiaries										
Balance as at 1 January 2016	322,584	2,164,354	-	59,541	153,094	-	3,105,758	91,921	(95,755)	(3,834)	5,801,497	181,348	5,982,845	
Profit or loss for the period	-	-	-	-	-	-	146,145	-	-	-	146,145	9,850	155,995	
Other comprehensive income for the period	-	-	-	-	-	-	-	(1,737)	(31,494)	(33,231)	(33,231)	9,082	(24,149)	
Total comprehensive income for the period	-	-	-	-	-	-	146,145	(1,737)	(31,494)	(33,231)	112,914	18,932	131,846	
Balance as at 31 March 2016	322,584	2,164,354	-	59,541	153,094	-	3,251,903	90,184	(127,249)	(37,065)	5,914,411	200,280	6,114,691	
Balance as at 1 January 2017	322,584	2,164,354	(75,712)	59,541	153,094	75,712	3,403,401	22,091	(79,100)	(57,009)	6,045,965	190,166	6,236,131	
Profit or loss for the period	-	-	-	-	-	-	224,031	-	-	-	224,031	3,764	227,795	
Other comprehensive income for the period	-	-	-	-	-	-	-	(24,447)	79,100	54,653	54,653	(4,214)	50,439	
Total comprehensive income for the period	-	-	-	-	-	-	224,031	(24,447)	79,100	54,653	278,684	(450)	278,234	
Balance as at 31 March 2017	322,584	2,164,354	(75,712)	59,541	153,094	75,712	3,627,432	(2,356)	-	(2,356)	6,324,649	189,716	6,514,365	

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

(Unaudited but reviewed)

AAPICO Hitech Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the three-month period ended 31 March 2017

(Unit: Thousand Baht)

Separate financial statements

	Issued and paid-up share capital	Premium on ordinary shares	Treasury shares	Retained earnings			Total shareholders' equity
				Appropriated statutory reserve	Treasury shares reserve	Unappropriated	
Balance as at 1 January 2016	322,584	2,164,354	-	59,541	-	2,356,994	4,903,473
Profit or loss for the period	-	-	-	-	-	287,012	287,012
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	287,012	287,012
Balance as at 31 March 2016	322,584	2,164,354	-	59,541	-	2,644,006	5,190,485
Balance as at 1 January 2017	322,584	2,164,354	(75,712)	59,541	75,712	2,465,160	5,011,639
Profit or loss for the period	-	-	-	-	-	305,694	305,694
Other comprehensive income for the period	-	-	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-	305,694	305,694
Balance as at 31 March 2017	322,584	2,164,354	(75,712)	59,541	75,712	2,770,854	5,317,333

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