

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION OF CERTIFIED PUBLIC ACCOUNTANT

To the Board of Directors and Shareholders of Chukai Public Company Limited

I have reviewed the consolidated statement of financial position of Chukai Public Company Limited and its subsidiaries as at September 30, 2013, and the related consolidated statements of comprehensive income for the three-month and nine-month periods then ended, changes in shareholders' equity and cash flows for the nine-month period then ended, and the condensed notes to the financial statements. I have also reviewed the separate statement of financial position of Chukai Public Company Limited as at September 30, 2013, and the separate statements of comprehensive income for the three-month and nine-month periods then ended, changes in shareholders' equity and cash flows for the nine-month period then ended, and the condensed notes to the financial statements. 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

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

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting".

Emphasis of Matter

As explained in the Note 2 to the interim financial statements, during the nine-month period ended September 30, 2013, the Group has adopted Thai Accounting Standard No. 12, “Income taxes” for the preparation and presentation of these interim financial statements which have been restated for the effects of the adoption of this Thai Accounting Standard.

My conclusion on interim financial information is not affected in respect of this matter.

Bunjong Pichayaprasat
Certified Public Accountant
Registration Number 7147

ANS Audit Co., Ltd.
Bangkok, November 12, 2013

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES
INTERIM FINANCIAL STATEMENTS AND
REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION OF CERTIFIED PUBLIC ACCOUNTANT
THIRD QUARTER ENDED SEPTEMBER 30, 2013

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2013

Unit: Thousands Baht

	Note	Consolidated financial statements			Separate financial statements		
		September 30, 2013	December 31, 2012	January 1, 2012	September 30, 2013	December 31, 2012	January 1, 2012
		"Unaudited" "Reviewed"	"Audited" (Restated)	"Audited" (Restated)	"Unaudited" "Reviewed"	"Audited" (Restated)	"Audited" (Restated)
ASSETS							
Current assets							
Cash and cash equivalents		47,103	8,617	55,837	43,243	271	32,899
Trade and other receivables	4, 5	153,285	179,914	132,576	109,947	123,868	60,119
Short-term loans to related parties	4	-	-	-	83,500	49,000	30,000
Inventories	6	431,597	254,840	90,072	433,291	255,438	91,226
Other current assets		34,006	27,903	16,346	22,692	17,570	-
Non-current assets held for sale		-	-	5,066	-	-	6,455
Total current assets		665,991	471,274	299,897	692,673	446,147	220,699
Non-current assets							
Restricted cash and bank deposits	7	495	19,089	2,817	270	2,554	260
Investments in subsidiaries	8	-	-	-	174,991	174,991	174,991
Investment property		322,828	318,445	-	321,013	316,612	-
Property, plant and equipment	9	1,952,841	1,685,397	1,670,376	927,351	942,224	1,172,304
Advance payment		-	279,615	-	-	-	-
Deferred tax assets	2	6,074	15,335	29,320	-	8,428	20,155
Other non-current assets	4	37,673	25,669	42,708	15,118	8,517	13,220
Total non-current assets		2,319,911	2,343,550	1,745,221	1,438,743	1,453,326	1,380,930
Total assets		2,985,902	2,814,824	2,045,118	2,131,416	1,899,473	1,601,629

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2013

Unit: Thousands Baht

	Note	Unit: Thousands Baht					
		Consolidated financial statements			Separate financial statements		
		September 30, 2013	December 31, 2012	January 1, 2012	September 30, 2013	December 31, 2012	January 1, 2012
		"Unaudited"	"Audited"	"Audited"	"Unaudited"	"Audited"	"Audited"
		(Restated)	(Restated)		(Restated)	(Restated)	
LIABILITIES AND SHAREHOLDERS' EQUITY							
Current liabilities							
Bank overdrafts and short-term loans from financial institutions	10	33,292	375,290	127,295	27,633	82,817	118,789
Trade and other payables	4, 11	570,642	293,589	282,925	541,011	273,075	261,326
Current portion of long-term debts	12	260,205	248,420	224,965	109,607	136,895	127,795
Liability under repurchase agreement	15	79,981	95,782	89,771	-	-	-
Short-term loans from related parties	4	-	-	-	157,700	115,000	73,000
Accrued income tax	16	354	336	277	-	-	-
Other current liabilities		17,821	20,443	17,828	6,617	7,371	3,144
Total current liabilities		962,295	1,033,860	743,061	842,568	615,158	584,054
Non-current liabilities							
Long-term loans from financial institutions	13	225,708	230,043	49,603	214,078	229,157	44,409
Long-term liabilities under finance leases	14	552,593	383,616	255,364	82,301	90,541	135,094
Deferred tax liabilities	2	3,548	525	-	3,061	-	-
Employee benefit obligations		11,083	7,366	8,551	6,283	4,425	6,276
Other non-current liabilities	4	11,776	10,005	10,087	2,697	686	359
Total non-current liabilities		804,708	631,555	323,605	308,420	324,809	186,138
Total liabilities		1,767,003	1,665,415	1,066,666	1,150,988	939,967	770,192

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT SEPTEMBER 30, 2013

		Unit: Thousands Baht						
		Consolidated financial statements			Separate financial statements			
		September 30, 2013	December 31, 2012	January 1, 2012	September 30, 2013	December 31, 2012	January 1, 2012	
		"Unaudited"	"Audited"	"Audited"	"Unaudited"	"Audited"	"Audited"	
Note		"Reviewed"	(Restated)	(Restated)	"Reviewed"	(Restated)	(Restated)	
Shareholders' equity								
Share capital								
	Authorized share capital - 578,571,375 ordinary shares in 2013 and 506,250,000 ordinary shares in 2012 (January 1, 2012: 450,000,000 ordinary shares), Baht 1 par value	17	578,571	506,250	450,000	578,571	506,250	450,000
	Issued and paid-up share capital - 578,570,233 ordinary shares in 2013 and 506,249,953 ordinary shares in 2012 (January 1, 2012: 450,000,000 ordinary shares), fully paid-up		578,570	506,250	450,000	578,570	506,250	450,000
	Premium on ordinary shares		209,554	209,554	209,554	209,554	209,554	209,554
	Surplus arising from business combination under common control	2	39,196	39,196	39,196	-	-	-
Retained earnings								
	Appropriated to legal reserve		22,511	22,511	15,209	22,511	22,511	15,209
	Unappropriated	2	369,068	371,898	264,493	169,793	221,191	156,674
	Total shareholders' equity		1,218,899	1,149,409	978,452	980,428	959,506	831,437
	Total liabilities and shareholders' equity		2,985,902	2,814,824	2,045,118	2,131,416	1,899,473	1,601,629

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2013

"Unaudited"

"Reviewed"

		Unit: Thousands Baht			
		Consolidated financial statements		Separate financial statements	
Note		2013	2012	2013	2012
			(Restated)		(Restated)
	Revenue from sales and services	389,577	365,434	277,204	258,331
	Cost of sales and services	(310,036)	(261,079)	(241,195)	(220,869)
	Gross profit	79,541	104,355	36,009	37,462
	Other income	4,979	19,188	20,852	19,403
	Selling and service expenses	(9,546)	(13,013)	(5,281)	(7,086)
	Administrative expenses	(26,639)	(25,329)	(29,320)	(17,831)
	Finance costs	(17,914)	(15,527)	(8,561)	(8,015)
	Profit before income tax	30,421	69,674	13,699	23,933
	Tax expense	(10,097)	(10,355)	(8,222)	(4,050)
	Profit for the periods	20,324	59,319	5,477	19,883
	Other comprehensive income (loss)	-	-	-	-
	Total comprehensive income	20,324	59,319	5,477	19,883
Basic earnings per share					
	Profit attributable to equity holders of the Company (Baht)	3	0.035	0.103	0.009
	Weighted average number of ordinary shares (Shares)	3	578,570,233	578,570,233	578,570,233

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2013

"Unaudited"

"Reviewed"

Unit: Thousands Baht					
	Note	Consolidated financial statements		Separate financial statements	
		2013	2012	2013	2012
			(Restated)		(Restated)
Revenue from sales and services	4	1,074,709	965,368	740,484	706,403
Cost of sales and services	4	(811,445)	(683,919)	(628,491)	(597,335)
Gross profit		263,264	281,449	111,993	109,068
Other income	4	10,286	23,155	24,612	32,426
Selling and service expenses	4	(32,441)	(35,091)	(14,817)	(18,331)
Administrative expenses	4	(85,295)	(74,946)	(54,458)	(47,675)
Finance costs	4	(54,303)	(41,304)	(26,882)	(24,131)
Profit before income tax		101,511	153,263	40,448	51,357
Tax expense	2, 16	(23,984)	(24,135)	(11,489)	(9,660)
Profit for the periods		77,527	129,128	28,959	41,697
Other comprehensive income (loss)		-	-	-	-
Total comprehensive income		77,527	129,128	28,959	41,697
Basic earnings per share					
Profit attributable to equity holders of the Company (Baht)	2, 3	0.134	0.223	0.050	0.072
Weighted average number of ordinary shares (Shares)	3	578,570,233	578,570,233	578,570,233	578,570,233

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2013

"Unaudited"

"Reviewed"

Unit: Thousands Baht

Consolidated financial statements						
Note	Issued and paid-up share capital	Premium on ordinary shares	Surplus arising from business combination under common control	Retained earnings		Total
				Appropriated	Unappropriated (Restated)	
	506,250	209,554	39,196	22,511	357,088	1,134,599
Beginning balance as at January 1, 2013						
Accumulate of changes in accounting policy	2	-	-	-	14,810	14,810
Adjusted balance	506,250	209,554	39,196	22,511	371,898	1,149,409
Changes in shareholders' equity						
Total comprehensive income	-	-	-	-	77,527	77,527
Increase in ordinary shares	17	72,320	-	-	-	72,320
Dividend payment	17	-	-	-	(80,357)	(80,357)
Ending balance as at September 30, 2013	578,570	209,554	39,196	22,511	369,068	1,218,899
Beginning balance as at January 1, 2012						
Beginning balance as at January 1, 2012	450,000	209,554	39,196	15,209	235,173	949,132
Accumulate of changes in accounting policy	2	-	-	-	29,320	29,320
Adjusted balance	450,000	209,554	39,196	15,209	264,493	978,452
Changes in shareholders' equity						
Total comprehensive income	-	-	-	-	129,128	129,128
Increase in ordinary shares	56,250	-	-	-	-	56,250
Dividend payment	-	-	-	-	(62,500)	(62,500)
Ending balance as at September 30, 2012	506,250	209,554	39,196	15,209	331,121	1,101,330

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2013

"Unaudited"

"Reviewed"

Unit: Thousands Baht					
Separate financial statements					
Note	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Total
			Appropriated	Unappropriated (Restated)	
	506,250	209,554	22,511	212,763	951,078
2	-	-	-	8,428	8,428
	506,250	209,554	22,511	221,191	959,506
Changes in shareholders' equity					
	-	-	-	28,959	28,959
17	72,320	-	-	-	72,320
17	-	-	-	(80,357)	(80,357)
	578,570	209,554	22,511	169,793	980,428
Beginning balance as at January 1, 2012					
	450,000	209,554	15,209	136,519	811,282
2	-	-	-	20,155	20,155
	450,000	209,554	15,209	156,674	831,437
Changes in shareholders' equity					
	-	-	-	41,697	41,697
	56,250	-	-	-	56,250
	-	-	-	(62,500)	(62,500)
	506,250	209,554	15,209	135,871	866,884

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2013

"Unaudited"

"Reviewed"

	Unit: Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
Cash flows from operating activities				
Profit before income tax	101,511	153,263	40,448	51,357
Adjustments to reconcile profit before income tax to net cash provided by (used in) operating activities				
Depreciation	148,673	103,406	59,344	48,560
Doubtful accounts	394	531	48	2,322
Reversal of loss from obsolete stock	(624)	(120)	(624)	(120)
Loss from impairment of assets and written-off assets (reversal)	-	1,440	-	(980)
Gain on sales of assets	(1,137)	(432)	(921)	(190)
Provision	4,496	4,513	-	-
Unrealized (gain) loss on exchange rate	5,643	(5,082)	5,643	(5,082)
Interest incomes	(645)	(122)	(5,033)	(572)
Interest expenses	54,300	40,903	26,882	23,730
Provision incurred from the employee benefit obligations	3,857	1,130	1,998	885
Profit from operating activities before change in operating assets and liabilities	316,468	299,430	127,785	119,910
Change in operating assets (increase) decrease				
Trade and other receivables	5,917	(78,036)	(3,270)	(67,065)
Inventories	(152,236)	(112,302)	(169,234)	(84,606)
Other current assets	(6,103)	(18,417)	(5,122)	(16,299)
Restricted cash and bank deposits	18,595	(18)	2,284	(3)
Other non-current assets	(477)	(8,537)	(2,760)	(8,482)
Change in operating liabilities increase (decrease)				
Trade and other payables	266,450	124,289	255,378	153,538
Liability under repurchase agreement paid	(20,297)	-	-	-
Other current liabilities	(2,623)	(1,692)	(755)	1,089
Employee benefit obligations paid	(140)	(3,127)	(140)	(3,127)
Other non-current liabilities	1,771	(280)	2,012	259
Cash generated from operations	427,325	201,310	206,178	95,214

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2013

"Unaudited"

"Reviewed"

	Unit: Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
Interest received	632	119	1,846	727
Cash receipt from tax refund	3,909	24,156	-	5,693
Income tax paid	(27,119)	(20,893)	(3,840)	(2,738)
Net cash provided by operating activities	404,747	204,692	204,184	98,896
Cash flows from investing activities				
(Increase) decrease in short-term loans to related parties	-	-	(34,500)	25,800
Purchase of building and equipment	(122,565)	(68,135)	(56,907)	(43,628)
Cash receipt from sales of assets	6,393	967	6,000	650
Net cash used in investing activities	(116,172)	(67,168)	(85,407)	(17,178)
Cash flows from financing activities				
Decrease in bank overdrafts and short-term loans from financial institutions	(70,210)	(55,384)	(55,184)	(69,141)
Cash receipt from short-term loans from related parties	80,000	-	160,300	28,500
Repayment for short-term loans from related parties	(80,000)	-	(117,600)	(5,000)
Cash receipt from sales and leaseback agreement and finance lease agreement	49,500	53,428	27,000	-
Repayment for liabilities under finance leases	(156,904)	(160,519)	(38,001)	(70,033)
Cash receipt from long-term loans from financial institutions	43,937	92,500	28,937	92,500
Repayment for long-term loans from financial institutions	(72,806)	(36,268)	(68,544)	(32,506)
Interest paid	(55,899)	(41,992)	(25,006)	(23,075)
Dividend payment	(8,037)	(6,254)	(8,037)	(6,254)
Net cash used in financing activities	(270,419)	(154,489)	(96,135)	(85,009)
Net increase (decrease) in cash and cash equivalents	18,156	(16,965)	22,642	(3,291)
Cash and cash equivalents at the beginning of the periods	8,617	55,837	271	32,899
Cash and cash equivalents at the end of the periods	26,773	38,872	22,913	29,608

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CASH FLOWS
FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2013

Additional details of non-cash items

1. The Company and subsidiaries had transferred their machinery and equipment for rent to inventories at net book value in the amount of Baht 18.53 million (period 2012: Baht 61.98 million) in the separate financial statements and in the amount of Baht 34.44 million (period 2012: Baht 34.29 million) in the consolidated financial statements.
2. The Company had transferred its inventories to machinery and equipment for rent at net book value in the amount of Baht 10.54 million (period 2012: Baht 22.05 million).
3. Subsidiaries purchased the machinery and equipment for rent and vehicles at cost in the amount of Baht 380.19 million (period 2012: Baht 274.18 million) by cash payment in the amount of Baht 67.49 million (period 2012: Baht 11.10 million) and by entering into a finance lease agreement for the remainder.
4. The Company entered into a sale and leaseback agreement for machinery and equipment for rent with a company by cash received according to the lease agreement in the amount of Baht 27 million and the Company sold machinery and equipment for rent to the subsidiaries by entering into the finance lease agreements. The Company had cash received from the lease agreements in the amount of Baht 22.50 million (period 2012: Baht 53.43 million).
5. The Company received debt repayment from a trade receivable in the amount of Baht 20.33 million by land in the amount of Baht 22 million and by cash payment for the remainder.
6. The Company and subsidiaries had included interest from loans in the amount of Baht 0.56 million (period 2012: Baht 0.99 million) in the separate financial statements and in the amount of Baht 2.02 million (period 2012: Baht 0.99 million) in the consolidated financial statements as a part of construction in progress and machinery and equipment for rent.
7. The Company had transferred land and land improvement at book value in the amount of Baht 4.40 million (period 2012: Baht 316.61 million) to investment property.
8. The Company issued new 72.32 million ordinary shares at par value of Baht 1 each for a stock dividend (period 2012: 56.25 million ordinary shares at par value of Baht 1 each).

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND NINE-MONTH PERIODS ENDED SEPTEMBER 30, 2013 (UNAUDITED)
(REVIEWED)

1. GENERAL INFORMATION

Chukai Public Company Limited, “the Company” was incorporated in Thailand under the Civil and Commercial Code on May 26, 1997 and became a public company limited on June 8, 2005. The Company’s principal activities are to trade, repair and provide maintenance services, rental services and transportation services for cranes, forklifts, trailers and trucks.

On January 29, 2008, the Company was listed on the Stock Exchange of Thailand in Market for Alternative Investment (mai).

The office of the Company is at 42/62, Moo 14, Bangkaew, Bangplee, Samutprakarn.

2. BASIS OF PREPARATION OF THE INTERIM FINANCIAL STATEMENTS

The interim financial statements are prepared in accordance with Thai Accounting Standards (“TAS”) No. 34, Interim Financial Reporting (revised 2009) to provide information additional to that included in the financial statements for the year ended December 31, 2012. 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, 2012.

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 preparation of 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.

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 OF PREPARATION OF THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The consolidated interim financial statements consisted of the interim financial statements of Chukai Public Company Limited, and subsidiaries (together referred to as “the Group”) as follows:

Subsidiaries	Located in	Business Type	Percentage of holding		
			September 30,		December 31,
			2013	2012	2012
The Crane Lamechabang Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%	100%
The Crane Rayong Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%	100%
The Crane Heavy Lift Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%	100%
The Crane Service Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%	100%

All significant intercompany transactions and accounts are eliminated in preparing the consolidated interim financial statements.

The preparations of the consolidated interim financial statements have been based on the same accounting policies for the same or similar accounting transactions or accounting events.

Subsidiaries are an entity controlled by the Company. Control exists when the Company has the power, directly or indirectly through other subsidiaries, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

The surplus arising from business combination under common control is the difference between the net book value of such acquired investment and cost of acquired investment from restructuring into the Company under common control. These said investments are from merging the entities which have the same shareholders and management team. The said surplus is presented in the statement of financial position under shareholders’ equity.

Transition to new and revised TFRS

In the period 2013, the Group has adopted new and revised TFRS which are effective for the financial statements for the period beginning on or after January 1, 2013 as follows:

TAS/TFRS/TFI/FAP's Announcement	Topic
TAS 12	Income Taxes
TAS 20 (revised 2009)	Accounting for Government Grants and Disclosures of Government Assistance
TAS 21 (revised 2009)	The Effects of Changes in Foreign Exchange Rate
TFRS 8	Operating Segments
TFI 10	Government Assistance – No Specific Relation to Operating Activities
TFI 21	Income Taxes – Recovery of Revalued Non-Depreciable Assets
TFI 25	Income Taxes – Changes in the Tax Status of an Enterprise or its Shareholders
No. 34/2555	Accounting Guidance for Transfer and Transferred of Financial Assets

The TAS, TFRS, TFI and FAP's Announcement do not have any significant impacts on the financial statements, except TAS as follows:

Thai Accounting Standard (TAS) No. 12 – Income taxes

This TAS is the requirement to account for deferred tax assets and liabilities in the Group's financial statements. Deferred tax assets and liabilities are the amounts of income taxes recoverable and payable, respectively, in future periods in respect of temporary differences between the carrying amount of the assets or liabilities in the statement of financial position and the amount attributed to those assets or liabilities for tax purposes; and the carry forward of unused tax losses.

The Group adopted this TAS with effective from January 1, 2013 onward. The accumulate of the change were recognized retrospectively in the financial statements and the statements of financial position as at December 31, 2012 and January 1, 2012 and the statements of comprehensive income for the nine-month period ended September 30, 2012 as follows:

	Thousands Baht					
	Consolidated financial statements			Separate financial statements		
	September 30,	December 31,	January 1,	September 30,	December 31,	January 1,
	2013	2012	2012	2013	2012	2012
The statements of financial position						
Increase in deferred tax assets	6,074	15,335	29,320	-	8,428	20,155
Increase in deferred tax liabilities	3,548	525	-	3,061	-	-
Increase (decrease) in						
retained earnings	2,526	14,810	29,320	(3,061)	8,428	20,155

	Thousands Baht				
	Consolidated financial statements		Separate financial statements		
	2013	2012	2013	2012	
	The statements of comprehensive income				
for the nine-month periods ended September 30,					
Increase in tax expenses		12,284	11,937	11,489	9,660
Decrease in profit for the periods		(12,284)	(11,937)	(11,489)	(9,660)
Decrease in basic earnings per share (Baht per share)		(0.021)	(0.021)	(0.020)	(0.017)

New and revised Thai Financial Reporting Standards not yet effective

The Group has not yet adopted the new and revised Thai Financial Reporting Standards as follows:

- a) Thai Accounting Standards (TAS), Thai Financial Reporting Interpretations (TFRI) and Thai Interpretations (TI) which are effective for the financial statements for the period beginning on or after January 1, 2014 as follows:

TAS/TFRI/TI	Topic
TAS 12 (revised 2012)	Income Taxes
TFRI 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities

TAS/TFRI/TI	Topic
TFRI 4	Determining whether an Arrangement contains a Lease
TFRI 5	Rights to Interests arising from Decommission, Restoration and Environmental Rehabilitation Funds
TFRI 7	Applying the Restatement Approach under TAS 29 Financial Reporting in Hyperinflationary Economies
TFRI 10	Interim Financial Reporting and Impairment
TFRI 12	Service Concession Arrangements
TFRI 13	Customer Loyalty Programmes
TFRI 17	Distributions of Non-cash Assets to Owners
TFRI 18	Transfers of Assets from Customers
TI 15	Operating Leases-Incentives
TI 27	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
TI 29	Service Concession Arrangements: Disclosures
TI 32	Intangible Assets-Web Site Costs

- b) Thai Financial Reporting Standard (TFRS) which is effective for the financial statements for the period beginning on or after January 1, 2016 as follows:

TFRS	Topic
TFRS 4	Insurance Contracts

The management of the Group is assessing the impacts of these TAS, TFRI, TI and TFRS on the financial statements for the period in which they are initially applied.

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, 2012 except the adoption of new and revised TFRS as follows:

Income tax

Income tax expense for the period comprises current and deferred tax.

Current and deferred tax are recognized in profit or loss except to the extent that they relate to items recognized directly in shareholders' equity or in other comprehensive income.

Current tax is the expected tax payable on the taxable income for the period and any adjustment to tax payable in respect of previous periods, using tax rates enacted or substantively enacted at the end of reporting period date.

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes at the end of reporting period date by using tax rates enacted or substantively enacted at the end of reporting period date.

A deferred tax liability is recognised every transaction and a deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilised.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

Deferred tax assets are reviewed at the end of reporting period date and reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Basic earnings per share

Basic earnings per share for the three-month and nine-month periods ended September 30, 2013 and 2012 is calculated by dividing profit for the periods attributable to ordinary shareholders for the periods by the weighted average number of ordinary shares issued during the periods, after adjusting the number of ordinary shares to reflect the impact of the stock dividend as discussed in Note 17 to the interim financial statements. The prior period's basic earnings per share has been recalculated as if the stock dividend had been distributed at the beginning of the earliest period reported.

For the three-month periods ended September 30, 2013 and 2012

	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Comprehensive income (Thousands Baht)	20,324	59,319	5,477	19,883
Weighted average number of ordinary shares (shares)				
Issued ordinary shares at July 1	506,249,953	506,249,953	506,249,953	506,249,953
Effect of the stock dividend	72,320,280	72,320,280	72,320,280	72,320,280
Weighted average number of ordinary shares (shares)	578,570,233	578,570,233	578,570,233	578,570,233
Basic earnings per share (Baht)	0.035	0.103	0.009	0.034

For the nine-month periods ended September 30, 2013 and 2012

	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Comprehensive income (Thousands Baht)	77,527	129,128	28,959	41,697
Weighted average number of ordinary shares (shares)				
Issued ordinary shares at January 1	506,249,953	506,249,953	506,249,953	506,249,953
Effect of the stock dividend	72,320,280	72,320,280	72,320,280	72,320,280
Weighted average number of ordinary shares (shares)	578,570,233	578,570,233	578,570,233	578,570,233
Basic earnings per share (Baht)	0.134	0.223	0.050	0.072

4. TRANSACTIONS WITH RELATED PARTIES

The Company had transactions with related parties. These parties were related through common shareholders and/or directorships. The significant transactions with related parties as included in the financial statements are determined at the prices in line occurring in the normal course of business based on the market price in general or the price as stipulated in the agreement if no market price exists.

The significant balances of assets, liabilities and other transactions occurred with those related parties were as follows:

Significant transactions with related parties for the nine-month periods ended September 30, 2013 and 2012 as follows:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Subsidiaries				
The Crane Lamechabang Co., Ltd.				
Revenue from sales and services	-	-	50,878	22,836
Other income	-	-	3,734	4,057
Purchase of goods	-	-	1,149	15,870
Cost of sales and services	-	-	817	895
Selling and service expenses	-	-	377	182
Administrative expenses	-	-	11	-
Interest expenses	-	-	58	-
The Crane Rayong Co., Ltd.				
Revenue from sales and services	-	-	29,174	69,380
Interest income	-	-	4,827	537
Other income	-	-	3,430	3,686
Purchase of goods	-	-	138	382
Cost of sales and services	-	-	39	134
Selling and service expenses	-	-	11	-
Administrative expenses	-	-	151	-

Thousands Baht

	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
The Crane Heavy Lift Co., Ltd.				
Revenue from sales and services	-	-	1,206	7,406
Other income	-	-	519	3,595
Purchase of goods	-	-	6,482	13,444
Cost of sales and services	-	-	5	215
Interest expenses	-	-	479	153
The Crane Service Co., Ltd.				
Revenue from sales and services	-	-	15,050	35,624
Other income	-	-	4,215	4,384
Purchase of goods	-	-	37,288	12,060
Cost of sales and services	-	-	1,712	1,615
Selling and service expenses	-	-	244	121
Administrative expenses	-	-	373	423
Interest expenses	-	-	1,842	1,439
Related company				
Crane Daeng Co., Ltd.				
Revenue from sales and services	2,319	-	244	-
Cost of sales and services	356	-	40	-
Related Persons (Director / Shareholders)				
Sale of asset	-	5,000	-	-
Rental expenses	-	250	-	-

Key management personnel compensation

Key management personnel compensation for the nine-month periods ended September 30, 2013 and 2012 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Short-term benefits	29,500	24,580	29,147	24,165
Post-employment benefits	2,506	605	2,506	605
Total	32,006	25,185	31,653	24,770

The significant balance of assets and liabilities with related parties as at September 30, 2013 and December 31, 2012 is as follow:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Subsidiaries				
The Crane Lamechabang Co., Ltd.				
Deposit	-	-	96	96
Accrued interest expenses	-	-	-	8
The Crane Rayong Co., Ltd.				
Accrued interest income	-	-	3,343	168
Other receivable	-	-	-	15,888
The Crane Heavy Lift Co., Ltd.				
Accrued interest expenses	-	-	406	23
The Crane Service Co., Ltd.				
Other receivable	-	-	2,333	-
Accrued interest expenses	-	-	1,705	113
Related Persons (Director / Shareholders)				
Receivable from sale of asset	5,000	5,000	-	-
Accrued expenses	6,200	6,200	-	-
Other payable	570	-	-	-

Trade receivables – related parties

Trade receivables – related parties as at September 30, 2013 and December 31, 2012 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
The Crane Lamechabang Co., Ltd.	-	-	9,510	2,092
The Crane Rayong Co., Ltd.	-	-	59,653	62,744
The Crane Heavy Lift Co., Ltd.	-	-	52	19
The Crane Service Co., Ltd.	-	-	6,791	3,894
Crane Daeng Co., Ltd.	413	-	105	-
Total	413	-	76,111	68,749

Trade payables – related parties

Trade payables – related parties as at September 30, 2013 and December 31, 2012 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
The Crane Lamechabang Co., Ltd.	-	-	1,282	3,898
The Crane Rayong Co., Ltd.	-	-	183	5
The Crane Heavy Lift Co., Ltd.	-	-	3,008	9,454
The Crane Service Co., Ltd.	-	-	11,252	18,527
Crane Daeng Co., Ltd.	21	-	-	-
Total	21	-	15,725	31,884

Short-term loans to related parties

Short-term loans to related parties as at September 30, 2013 and December 31, 2012 consisted of:

	Thousands Baht	
	Separate	
	financial statements	
	2013	2012
The Crane Rayong Co., Ltd.	83,500	49,000

Movements of short-term loans to related parties for the nine-month periods ended September 30, 2013 and 2012 were as follows:

	Thousands Baht	
	Separate	
	financial statements	
	2013	2012
Balance at the beginning	49,000	30,000
Increase	56,000	6,200
Decrease	(21,500)	(32,000)
Balance at the end	83,500	4,200

The Company had short-term loans to The Crane Rayong Co., Ltd. (“subsidiary”) by issued promissory notes, due at call with interest charged at the rate referred with the interest rate of minimum overdraft rate (MOR) and unsecured.

Short-term loans from related parties

Short-term loans from related parties as at September 30, 2013 and December 31, 2012 consisted of:

	Thousands Baht	
	Separate	
	financial statements	
	2013	2012
The Crane Lamechabang Co., Ltd.	-	9,000
The Crane Heavy Lift Co., Ltd.	36,500	19,100
The Crane Service Co., Ltd.	121,200	86,900
Total	157,700	115,000

Movements of short-term loans from related parties for the nine-month periods ended September 30, 2013 and 2012 were as follows:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Balance at the beginning	-	-	115,000	73,000
Increase	80,000	-	160,300	28,500
Decrease	(80,000)	-	(117,600)	(5,000)
Balance at the end	-	-	157,700	96,500

The Company borrowed short-term loans from The Crane Lamechabang Co., Ltd., The Crane Heavy Lift Co., Ltd. and The Crane Service Co., Ltd. (“subsidiaries”) by issued short-term promissory notes with interest charged at the rate referred with the interest rate of minimum overdraft rate (MOR), and the interest rate of fixed deposit of commercial bank and unsecured. For the short-term loans from related person are by issued promissory notes, due at call without interest charged and unsecured.

Co-guarantee for liabilities with related parties

As at September 30, 2013, the Group had co-guarantee liabilities with related parties as follows:

The Company

The Company had co-guarantee for liabilities under finance leases of subsidiaries at book value in the amount of Baht 566.17 million (see Note 19).

The Company had co-guarantee for bank overdrafts and loans from financial institutions of subsidiaries in the amount of Baht 63 million (see Notes 10 and 13).

Subsidiaries

The Subsidiaries had co-guarantee for liabilities under finance leases of the Company at book value in the amount of Baht 28.16 million (see Note 19).

The Subsidiaries had co-guarantee for liabilities under finance leases of other subsidiaries at book value in the amount of Baht 4.98 million (see Note 19).

Related Persons (Director / Shareholders)

Related persons had co-guarantee for liabilities under finance leases of the Group at book value in the amount of Baht 555.44 million.

Related persons had co-guarantee for bank overdrafts and loans from financial institutions of the Group (see Notes 10 and 13).

Nature of relationship

Name	Country	Relation	Type of relation
The Crane Lamechabang Co., Ltd.	Thailand	Subsidiary	Direct holding
The Crane Rayong Co., Ltd.	Thailand	Subsidiary	Direct holding
The Crane Heavy Lift Co., Ltd.	Thailand	Subsidiary	Direct holding
The Crane Service Co., Ltd.	Thailand	Subsidiary	Direct holding
Crane Daeng Co., Ltd.	Thailand	Related company	Management and/or shareholders of the family

Bases of measurement for intercompany revenues and expenses

	Pricing policies
Purchase - sale of land and machinery and equipment for rent and goods	Market price
Purchase - sale of land including construction	Appraisal price
Rendering of rent and transportation services	Market price minus discount 20% - 35%
Rendering of repair services	Market price
Services and administrative expenses	Market price
Interest income and expense	Referred with the bank's interest rate.

The discount mentioned above occurred from the difference by nature of service provided in the section of staff who control the machinery and equipment for rent.

5. TRADE AND OTHER RECEIVABLES

Trade and other receivables as at September 30, 2013 and December 31, 2012 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Trade receivables				
Other parties	154,624	184,069	30,247	36,311
Related parties	413	-	76,111	68,749
Total	155,037	184,069	106,358	105,060
Less: Allowance for doubtful accounts	(27,081)	(26,735)	(22)	(22)
Trade receivables - net	127,956	157,334	106,336	105,038
Accrued income	18,270	14,123	3,343	168
Advance payment	1,579	3,275	265	2,662
Other receivables	7,407	7,356	51	15,888
Others	407	112	-	112
Total	27,663	24,866	3,659	18,830
Less: Allowance for doubtful accounts	(2,334)	(2,286)	(48)	-
Other receivables - net	25,329	22,580	3,611	18,830
Trade and other receivables - net	153,285	179,914	109,947	123,868

As at September 30, 2013 and December 31, 2012, the Group had outstanding balances of trade receivables aged by number of months as follows:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Trade receivables - other parties				
Current	55,013	50,808	5,372	1,244
Overdue				
Not over 3 months	63,428	100,742	18,087	31,065
Over 3 months up to 6 months	8,498	2,789	6,221	980
Over 6 months up to 12 months	1,422	3,241	545	3,022
Over 12 months	26,263	26,489	22	-
Total	<u>154,624</u>	<u>184,069</u>	<u>30,247</u>	<u>36,311</u>
Trade receivables - related parties				
Current	413	-	18,923	11,305
Overdue				
Not over 3 months	-	-	13,804	18,308
Over 3 months up to 6 months	-	-	8,591	10,372
Over 6 months up to 12 months	-	-	34,793	24,127
Over 12 months	-	-	-	4,637
Total	<u>413</u>	<u>-</u>	<u>76,111</u>	<u>68,749</u>

Movements of allowance for doubtful accounts for the nine-month period ended September 30, 2013 were as follows:

	Thousands Baht	
	Consolidated	Separate
	financial statements	financial statements
Balance as at the beginning	29,021	22
Add: Doubtful accounts	394	48
Balance as at the end	<u>29,415</u>	<u>70</u>

6. INVENTORIES

Inventories as at September 30, 2013, and December 31, 2012 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Cranes	236,545	101,006	237,641	101,006
Forklifts	21,080	31,620	21,080	31,620
Trailers	125	749	623	1,247
Excavator	72,477	35,829	72,477	35,829
Spare parts and component	15,846	9,412	15,946	9,512
Goods in transit and work in process	88,113	79,437	88,113	79,437
Total	434,186	258,053	435,880	258,651
Less: Allowance for devaluation of inventories	(2,589)	(3,213)	(2,589)	(3,213)
Inventories - net	431,597	254,840	433,291	255,438

Movements of allowance for devaluation of inventories for the nine-month period ended September 30, 2013 were as follows:

	Thousands Baht
	Consolidated and
	Separate financial statements
Balance as at the beginning	3,213
Less: Reversal of obsolete stock	(624)
Balance as at the end	2,589

7. RESTRICTED CASH AND BANK DEPOSITS

Restricted cash and bank deposits as at September 30, 2013 and December 31, 2012 consisted of:

Cash/cash at banks	Thousands Baht				Guarantee/commitments
	Consolidated		Separate		
	financial statements		financial statements		
	2013	2012	2013	2012	
Fixed deposits	495	2,880	270	264	Letters of guarantee electricity/ collateral from contract/ Legal Execution Department sequestered
Savings deposits/current deposits	-	16,209	-	2,290	
	495	19,089	270	2,554	

The Group's cash at financial institutions are sequestered by the Legal Execution Department as the litigation a suit brought against it involving compensation of breach debt confirmation agreement in co-defendant (see Note 20) from the sequester letter in the amount of Baht 42 million in the consolidated financial statements and Baht 17.22 million in the separate financial statements.

During the period 2013, the financial institutions remitted the Group's cash at financial institutions to the Legal Execution Department in amount of Baht 20.38 million in the consolidated financial statements and Baht 2.33 million in the separate financial statements and remitted related person's cash at financial institutions in the amount of Baht 0.57 million. Later, the Legal Execution Department paid the cash at the sequester of the Group and related person to the plaintiff (see Note 15).

8. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries stated by the cost method, as at September 30, 2013 and December 31, 2012 consisted of:

Subsidiaries	Thousands Baht					
	Holding (%)		Paid-up share capital		Cost method	
	2013	2012	2013	2012	2013	2012
The Crane Lamechabang Co., Ltd.	100	100	25,000	25,000	24,999	24,999
The Crane Rayong Co., Ltd.	100	100	25,000	25,000	24,999	24,999
The Crane Heavy Lift Co., Ltd.	100	100	25,000	25,000	25,000	25,000
The Crane Service Co., Ltd.	100	100	100,000	100,000	99,993	99,993
Total			175,000	175,000	174,991	174,991

9. PROPERTY, PLANT AND EQUIPMENT

Movements of the property, plant and equipment during the nine-month period ended September 30, 2013 were summarized below.

	Thousands Baht	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at January 1, 2013	1,685,397	942,224
Purchase / transfer in - at cost	475,461	72,486
Disposals / transfer out - net book value	(59,363)	(28,015)
Depreciation for the period	(148,654)	(59,344)
Net book value as at September 30, 2013	1,952,841	927,351

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

Bank overdrafts and short-term loans from financial institutions as at September 30, 2013 and December 31, 2012 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Bank overdrafts	18,292	28,679	12,633	7,993
Promissory notes	15,000	65,000	15,000	65,000
Trust receipts	-	281,611	-	9,824
Total	33,292	375,290	27,633	82,817

11. TRADE AND OTHER PAYABLES

Trade and other payables as at September 30, 2013 and December 31, 2012 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Trade payables				
Other parties	513,966	231,899	497,680	216,919
Related parties	21	-	15,725	31,884
Total	513,987	231,899	513,405	248,803
Accrued expenses	48,675	53,780	22,290	18,797
Payables from purchase of asset	4,575	1,774	4,482	1,702
Other payables	3,405	6,136	834	3,773
Total	56,655	61,690	27,606	24,272
Grand total	570,642	293,589	541,011	273,075

12. CURRENT PORTION OF LONG-TERM DEBTS

Current portion of long-term debts as at September 30, 2013 and December 31, 2012 consisted of:

		Thousands Baht			
		Consolidated		Separate	
		financial statements		financial statements	
	Note	2013	2012	2013	2012
Loans from financial institutions	13	67,907	92,441	63,605	88,133
Liabilities under finance leases	14	192,298	155,979	46,002	48,762
Total		260,205	248,420	109,607	136,895

13. LOANS FROM FINANCIAL INSTITUTIONS

Loans from financial institutions as at September 30, 2013 and December 31, 2012 consisted of:

		Thousands Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		2013	2012	2013	2012
Loans from financial institutions		293,615	322,484	277,683	317,290
Less: Current portion of long-term debts		(67,907)	(92,441)	(63,605)	(88,133)
Long-term loans from financial institutions		225,708	230,043	214,078	229,157

Movements of loans from financial institutions for the nine-month periods ended September 30, 2013 and 2012 were as follows:

		Thousands Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		2013	2012	2013	2012
Balance at the beginning		322,484	97,961	317,290	87,751
Increase		43,937	92,500	28,937	92,500
Decrease		(72,806)	(36,268)	(68,544)	(32,506)
Balance at the end		293,615	154,193	277,683	147,745

14. LIABILITIES UNDER FINANCE LEASES

Liabilities under finance leases as at September 30, 2013 and December 31, 2012 consisted of:

Thousands Baht												
	2013						2012					
	Consolidated financial statements			Separate financial statements			Consolidated financial statements			Separate financial statements		
			Minimum			Minimum			Minimum			Minimum
Year	Present value	Deferred interest	lease payment	Present value	Deferred interest	lease payment	Present value	Deferred interest	lease payment	Present value	Deferred interest	lease payment
Finance leases												
1	183,393	44,247	227,640	37,097	5,747	42,844	142,605	32,606	175,211	35,388	7,670	43,058
2 - 5	531,078	62,653	593,731	60,786	3,728	64,514	381,929	43,177	425,106	88,853	7,793	96,646
	<u>714,471</u>	<u>106,900</u>	<u>821,371</u>	<u>97,883</u>	<u>9,475</u>	<u>107,358</u>	<u>524,534</u>	<u>75,783</u>	<u>600,317</u>	<u>124,241</u>	<u>15,463</u>	<u>139,704</u>
Sale and leaseback agreement												
1	8,905	1,773	10,678	8,905	1,773	10,678	13,374	645	14,019	13,374	645	14,019
2 - 5	21,515	3,078	24,593	21,515	3,018	24,533	1,687	17	1,705	1,688	17	1,705
	<u>30,420</u>	<u>4,851</u>	<u>35,271</u>	<u>30,420</u>	<u>4,791</u>	<u>35,211</u>	<u>15,061</u>	<u>662</u>	<u>15,724</u>	<u>15,062</u>	<u>662</u>	<u>15,724</u>
Total												
1	192,298	46,020	238,318	46,002	7,520	53,522	155,979	33,251	189,230	48,762	8,315	57,077
2 - 5	552,593	65,731	618,324	82,301	6,746	89,047	383,616	43,194	426,810	90,541	7,810	98,351
	<u>744,891</u>	<u>111,751</u>	<u>856,642</u>	<u>128,303</u>	<u>14,266</u>	<u>142,569</u>	<u>539,595</u>	<u>76,445</u>	<u>616,040</u>	<u>139,303</u>	<u>16,125</u>	<u>155,428</u>

During the period 2013, the Company entered into a sale and leaseback agreement for machinery and equipment for rent with a company. The Company had cash received from the finance lease agreement in the amount of Baht 27 million and the Company sold machinery and equipment for rent to the subsidiary by entering into the finance lease agreements. The Company had cash received from the finance lease agreements in the amount of Baht 22.50 million.

15. LIABILITY UNDER REPURCHASE AGREEMENT

Liability under repurchase agreement as at September 30, 2013 and December 31, 2012 consisted of:

	Thousands Baht	
	Consolidated	
	financial statements	
	2013	2012
Liability under repurchase agreement	60,111	60,111
Provision from litigation	40,167	35,671
Total	100,278	95,782
Less: The Legal Execution Department paid cash to the plaintiff	(20,297)	-
Balance	79,981	95,782

As the litigation, a suit brought against the Group involving compensation of breach debt confirmation agreement in co-defendant (see Note 20) and the Group's cash at financial institutions are sequestered (see Note 7). On August 29, 2013, the Legal Execution Department paid cash at the sequester of the Group and related person to the plaintiff in the amount of Baht 20.30 million and paid the related expenses in the amount of Baht 0.65 million.

16. TAX EXPENSE

The Group recognized income tax expense for the nine-month periods ended September 30, 2013 and 2012 based on the best estimate of the weighted average annual income tax rate expected for the full financial year. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate of the annual income tax rate changes.

Tax expense for the nine-month periods ended September 30, 2013 and 2012 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Current tax expense				
Current period	11,700	12,198	-	-
Deferred tax expense				
Occuring from decrease in tax rate				
relating to temporary difference	-	3,824	-	2,629
Recognition and reversal	12,284	8,113	11,489	7,031
Tax expense	23,984	24,135	11,489	9,660

17. SHARE CAPITAL AND DIVIDEND PAYMENT

At the Ordinary General Meeting of Shareholders held on April 29, 2013, resolutions were passed authorizing as follows:

Dividend payment

- Stock dividend at the rate of 7 existing shares to 1 new share, totaling Baht 72.32 million and cash dividend at the rate of Baht 0.01587302 per share, totaling Baht 8.04 million, total dividend payment in the amount of Baht 80.36 million.

The Company registered the change in paid-up share capital from stock dividend with Ministry of Commerce on May 28, 2013.

Decrease in ordinary shares

- A special resolution was passed to decrease registered capital of the Company from Baht 506,250,000 to Baht 506,249,953 by eliminating the unissued shares of 47 shares at the par value of Baht 1 each.

Increase in ordinary shares

- A special resolution was passed to increase registered capital of the Company from Baht 506,249,953 to Baht 578,571,375 by issuing new 72,321,422 ordinary shares at the par value of Baht 1 each for stock dividend.

The Company registered the decrease and increase of its share capital with the Ministry of Commerce on May 9, 2013 and May 10, 2013, respectively.

18. SEGMENT INFORMATION

Operating segment information is reported in a manner consistent maker in order to make decisions about the allocation of resources to the segment and assess its performance. The chief operating decision maker has been identified as the directors of the Company.

The Group operates the business related to sales, provide maintenance services, rental services and transportation services for cranes, forklifts, trailers and trucks. Therefore, Management considers that the Group operate in a single line of business and operate in a single geographic area, namely in Thailand.

19. COMMITMENTS AND CONTINGENT LIABILITIES

As at September 30, 2013, the Group had commitments and contingent liabilities as follows:

The Company

19.1 Commitments for payment under agreement as follow:

19.1.1 The service agreements in the amount of Baht 0.45 million per month and Pound 1,000 per month.

19.1.2 The land lease agreement in the amount of Baht 0.08 million per month.

19.1.3 Construction office building, factory and design expense in the amount of Baht 15.75 million.

19.1.4 The service agreement in the amount of Baht 1.30 million.

19.2 The letter of guarantee issued by the bank for guarantee in the amount of Baht 0.23 million.

19.3 Contingent liabilities as follow:

19.3.1 Contingent liabilities on co-guarantee for liabilities under finance leases of subsidiaries at book value in the amount of Baht 566.17 million (see Note 4).

19.3.2 Contingent liabilities on guarantee for liabilities under finance leases of customer outstanding balance in the amount of Baht 3.54 million.

19.3.3 Contingent liabilities from litigating a suit brought against it for a claim as default employment agreement in the amount of Baht 1 million. At present, the case is under the negotiation.

Subsidiaries

19.4 Commitments for payment under agreement as follow:

19.4.1 The land and/or construction agreement with related parties in the amount of Baht 0.20 million per month and other party in the amount of Baht 0.11 million per month.

19.4.2 The management agreement with the Company in the amount of Baht 0.95 million per month.

19.4.3 The service agreement in the amount of Baht 0.33 million per month.

19.5 The letter of guarantee issued by the bank for guarantee in the amount of Baht 0.68 million.

19.6 Contingent liabilities as follow:

19.6.1 Contingent liability on co-guarantee for liabilities under finance leases with the Company at book value in the amount of Baht 28.16 million (see Note 4).

19.6.2 Contingent liability on co-guarantee for liabilities under finance leases with the Subsidiaries at book value in the amount of Baht 4.98 million (see Note 4).

19.6.3 The Crane Service Company Limited is litigating a suit brought against it involving compensation of breach debt confirmation agreement in the amount of Baht 66.54 million (see Note 20) and compensation from cheque default of Baht 0.96 million. Civil Court and Appeal Court judged to dismiss the plaintiff's plaint. At present, the plaintiff is in the process to appeal to the Supreme Court.

19.6.4 The Crane Heavy Lift Company Limited is litigating a suit brought against it for a claim as default agreement and the official receiver informing to pay rent in the amount of Baht 14.92 million.

20. LITIGATION

The Company, The Crane Rayong Company Limited, The Crane Lamechabang Company Limited and The Crane Heavy Lift Company Limited ("the Group") and director are litigation a suit brought against them involving compensation of breach debt confirmation agreement in co-defendant in the amount of Baht 66.54 million. Because of the Group ratified the actions of The Crane Service Company Limited sold assets to a customer by finance leases through a Leasing Company; on condition that The Crane Service Company Limited had joint responsibility to repurchase assets if the customer did not perform according to the agreement. However, The Crane Service Company Limited filed a suit against a creditor relating to overstated debt in the amount of Baht 49.60 million. Anyway the Court combined considering both of litigation.

On July 14, 2009, Civil Court and on May 31, 2013, Appeal Court judged The Crane Service Company Limited and the Group and director to pay the debt in the amount of Baht 60.11 million including the damage fine 10% per annum since January 25, 2007 until fully repayment. At present, The Crane Service Company Limited is petitioning an appeal to Supreme Court and suspending the enforcement of the petition.

However, The Crane Service Company Limited has already recorded all provision of the damage fine in “Provision” (see Notes 7 and 15).

21. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorised for issue by the Company’s Board of Directors on November 12, 2013.