

AUDITOR'S REPORT

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

I have audited the accompanying consolidated financial statements of Chukai Public Company Limited and its subsidiaries, which comprise the consolidated statement of financial position as at December 31, 2013, and the consolidated statement of comprehensive income, statement of changes in shareholders' equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information. I have also audited the accompanying separate financial statements of Chukai Public Company Limited which comprise the separate statement of financial position as at December 31, 2013, and the separate statement of comprehensive income, statement of changes in shareholders' equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In my opinion, the financial statements present fairly, in all material respects, the consolidated financial position of Chukai Public Company Limited and its subsidiaries as at December 31, 2013, and their financial performance and cash flows for the year then ended, and the separate financial position of Chukai Public Company Limited as at December 31, 2013, and its financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Emphasis of Matter

I draw attention to Note 2 to the financial statements, during the year 2013, the Group has adopted Thai Accounting Standard No. 12, "Income taxes" for the preparation and presentation of these financial statements which have been restated for the effects of the adoption of this Thai Accounting Standard.

My opinion on financial statements is not qualified in respect of this matter.

Bunjong Pichayaprasat
Certified Public Accountant
Registration Number 7147

PV Audit Co., Ltd.
Bangkok, February 28, 2014

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES
FINANCIAL STATEMENTS AND AUDITOR'S REPORT
FOR THE YEAR ENDED DECEMBER 31, 2013

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT DECEMBER 31, 2013

Unit: Baht

	Note	Consolidated financial statements			Separate financial statements		
		December 31, 2013	December 31, 2012	January 1, 2012	December 31, 2013	December 31, 2012	January 1, 2012
			(Restated)	(Restated)		(Restated)	(Restated)
ASSETS	3						
Current assets							
Cash and cash equivalents	5	4,005,185.48	8,616,661.97	55,836,619.86	99,383.94	271,209.03	32,899,188.65
Trade and other receivables	4, 6	178,654,771.53	179,914,071.54	132,576,421.34	118,457,215.47	123,868,414.51	60,119,171.30
Short-term loans to related party	4	-	-	-	113,500,000.00	49,000,000.00	30,000,000.00
Inventories	7	559,376,675.35	254,840,147.26	90,072,269.84	560,666,246.95	255,438,424.99	91,225,628.24
Other current assets		49,814,443.09	27,903,080.08	16,345,856.87	34,691,436.33	17,569,814.01	-
Non-current assets held for sale		-	-	5,066,492.81	-	-	6,455,463.27
Total current assets		791,851,075.45	471,273,960.85	299,897,660.72	827,414,282.69	446,147,862.54	220,699,451.46
Non-current assets							
Restricted cash and bank deposits	9	495,501.42	19,089,281.51	2,816,569.64	269,708.73	2,554,007.06	260,212.71
Investments in subsidiaries	10	-	-	-	174,991,430.00	174,991,430.00	174,991,430.00
Investment property	11	322,862,444.88	318,445,373.11	-	321,053,512.00	316,612,277.00	-
Property, plant and equipment	12	#####	#####	#####	923,864,342.62	942,223,758.38	#####
Advance payment for machinery and equipment for rent		600,000.00	279,615,094.70	-	-	-	-
Deferred tax assets	2, 13	5,121,430.99	4,416,666.43	10,235,580.33	-	-	10,275,882.57
Other non-current assets	4	45,675,074.09	25,668,299.02	42,707,728.04	16,250,715.77	8,517,098.33	13,220,406.95
Total non-current assets		#####	#####	#####	#####	#####	#####
Total assets		#####	#####	#####	#####	#####	#####

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT DECEMBER 31, 2013

Unit: Baht

	Note	Unit: Baht					
		Consolidated financial statements			Separate financial statements		
		December 31, 2013	December 31, 2012	January 1, 2012	December 31, 2013	December 31, 2012	January 1, 2012
LIABILITIES AND SHAREHOLDERS' EQUITY	3		(Restated)	(Restated)		(Restated)	(Restated)
Current liabilities							
Bank overdrafts and short-term loans from financial institutions	14	20,786,206.21	375,289,960.04	127,295,151.10	12,019,072.03	82,816,876.80	118,788,735.90
Trade and other payables	4, 15	749,430,359.68	293,589,076.36	282,925,310.76	690,530,776.22	273,075,253.18	261,326,073.16
Current portion of long-term debts	16	256,504,116.76	248,419,558.22	224,964,904.80	105,862,178.36	136,895,205.81	127,794,852.40
Liability under repurchase agreement	19	82,839,030.52	95,782,212.00	89,771,120.63	-	-	-
Short-term loans from related parties	4	-	-	-	146,150,000.00	115,000,000.00	73,000,000.00
Accrued income tax	27	178,892.83	336,471.50	277,429.93	-	-	-
Other current liabilities		18,455,739.03	20,443,246.66	17,828,010.56	7,516,379.02	7,372,186.97	3,145,653.38
Total current liabilities		#####	#####	743,061,927.78	962,078,405.63	615,159,522.76	584,055,314.84
Non-current liabilities							
Long-term loans from financial institutions	17	218,072,000.00	230,043,438.71	49,603,355.99	207,322,000.00	229,157,299.36	44,409,216.64
Long-term liabilities under finance leases	18	504,982,112.86	383,616,353.46	255,364,031.98	71,694,522.72	90,541,023.80	135,094,329.25
Deferred tax liabilities	2, 13	36,705,804.56	21,576,533.18	-	15,186,159.94	5,252,360.30	-
Employee benefit obligations	20	12,879,143.89	7,365,935.59	8,550,763.03	7,144,134.62	4,424,963.58	6,276,038.02
Other non-current liabilities	4	12,145,157.15	10,004,921.21	10,086,664.96	2,283,731.95	685,613.20	359,397.75
Total non-current liabilities		784,784,218.46	652,607,182.15	323,604,815.96	303,630,549.23	330,061,260.24	186,138,981.66
Total liabilities		#####	#####	#####	#####	945,220,783.00	770,194,296.50

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT DECEMBER 31, 2013

Unit: Baht							
	Note	Consolidated financial statements			Separate financial statements		
		December 31, 2013	December 31, 2012 (Restated)	January 1, 2012 (Restated)	December 31, 2013	December 31, 2012 (Restated)	January 1, 2012 (Restated)
Shareholders' equity	3						
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	21	578,571,375.00	506,250,000.00	450,000,000.00	578,571,375.00	506,250,000.00	450,000,000.00
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		578,570,233.00	506,249,953.00	450,000,000.00	578,570,233.00	506,249,953.00	450,000,000.00
Premium on ordinary shares	22	209,553,500.00	209,553,500.00	209,553,500.00	209,553,500.00	209,553,500.00	209,553,500.00
Surplus arising from business combination under common control	2	39,195,609.23	39,195,609.23	39,195,609.23	-	-	-
Retained earnings							
Appropriated to legal reserve	23	25,528,529.66	22,511,217.42	15,208,893.30	25,528,529.66	22,511,217.42	15,208,893.30
Unappropriated	2	329,144,790.26	339,927,869.23	245,408,939.88	184,482,774.29	207,510,979.89	146,795,065.30
Total shareholders' equity		#####	#####	959,366,942.41	998,135,036.95	945,825,650.31	821,557,458.60
Total liabilities and shareholders' equity		#####	#####	#####	#####	#####	#####

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED DECEMBER 31, 2013

		Unit: Baht			
		Consolidated financial statements		Separate financial statements	
Note		2013	2012	2013	2012
			(Restated)		(Restated)
Revenue from sales and services	3, 4	1,414,009,450.13	#####	946,233,475.13	890,389,648.83
Cost of sales and services	3, 4, 24	#####	(893,347,951.70)	#####	#####
Gross profit		354,455,854.80	383,137,807.00	146,857,872.82	139,587,821.44
Other income	4	14,172,883.18	42,468,849.24	33,645,693.41	53,839,748.36
Dividend income from subsidiaries	4, 21	-	-	49,999,180.00	79,998,080.00
Selling and service expenses	4, 24	(52,654,598.55)	(50,437,638.57)	(23,494,926.93)	(25,185,215.75)
Administrative expenses	4, 24	(145,419,410.22)	(106,361,250.76)	#####	(68,321,818.26)
Finance costs	4, 25	(71,796,494.03)	(58,567,672.65)	(34,295,651.57)	(33,872,133.46)
Profit before income tax		98,758,235.18	210,240,094.26	70,280,044.45	146,046,482.33
Tax expense	2, 13, 27	(26,166,863.74)	(45,918,840.04)	(9,933,799.64)	(15,528,242.87)
Profit for the years		72,591,371.44	164,321,254.22	60,346,244.81	130,518,239.46
Other comprehensive income (loss)		-	-	-	-
Total comprehensive income		72,591,371.44	164,321,254.22	60,346,244.81	130,518,239.46
Basic earnings per share					
Profit attributable to equity holders of the Company	2, 3	0.125	0.284	0.104	0.226
Weighted average number of ordinary shares (Shares)	3	578,570,233	578,570,233	578,570,233	578,570,233

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2013

Unit: Baht						
Consolidated financial statements						
Note	Issued and paid-up	Premium on	Surplus arising from business	Retained earnings		Total
	share capital	ordinary shares	combination under common control	Appropriated	Unappropriated (Restated)	
Beginning balance as at January 1, 2012 - previously reported	450,000,000.00	209,553,500.00	39,195,609.23	15,208,893.30	235,173,359.55	949,131,362.08
Effects of changes in accounting policy	2	-	-	-	10,235,580.33	10,235,580.33
Adjusted balance	450,000,000.00	209,553,500.00	39,195,609.23	15,208,893.30	245,408,939.88	959,366,942.41
Changes in shareholders' equity						
Total comprehensive income	-	-	-	-	164,321,254.22	164,321,254.22
Legal reserve	23	-	-	7,302,324.12	(7,302,324.12)	-
Increase in ordinary shares	21	56,249,953.00	-	-	-	56,249,953.00
Dividend payment	21	-	-	-	(62,500,000.75)	(62,500,000.75)
Ending balance as at December 31, 2012	506,249,953.00	209,553,500.00	39,195,609.23	22,511,217.42	339,927,869.23	1,117,438,148.88
Changes in shareholders' equity						
Total comprehensive income	-	-	-	-	72,591,371.44	72,591,371.44
Legal reserve	23	-	-	3,017,312.24	(3,017,312.24)	-
Increase in ordinary shares	21	72,320,280.00	-	-	-	72,320,280.00
Dividend payment	21	-	-	-	(80,357,138.17)	(80,357,138.17)
Ending balance as at December 31, 2013	578,570,233.00	209,553,500.00	39,195,609.23	25,528,529.66	329,144,790.26	1,181,992,662.15

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 YEAR ENDED DECEMBER 31, 2013

Unit: Baht					
Separate financial statements					
Note	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Total
			Appropriated	Unappropriated (Restated)	
	450,000,000.00	209,553,500.00	15,208,893.30	136,519,182.73	811,281,576.03
Effects of changes in accounting policy	2	-	-	10,275,882.57	10,275,882.57
Adjusted balance	450,000,000.00	209,553,500.00	15,208,893.30	146,795,065.30	821,557,458.60
Changes in shareholders' equity					
Total comprehensive income	-	-	-	130,518,239.46	130,518,239.46
Legal reserve	23	-	7,302,324.12	(7,302,324.12)	-
Increase in ordinary shares	21	56,249,953.00	-	-	56,249,953.00
Dividend payment	21	-	-	(62,500,000.75)	(62,500,000.75)
Ending balance as at December 31, 2012	506,249,953.00	209,553,500.00	22,511,217.42	207,510,979.89	945,825,650.31
Changes in shareholders' equity					
Total comprehensive income	-	-	-	60,346,244.81	60,346,244.81
Legal reserve	23	-	3,017,312.24	(3,017,312.24)	-
Increase in ordinary shares	21	72,320,280.00	-	-	72,320,280.00
Dividend payment	21	-	-	(80,357,138.17)	(80,357,138.17)
Ending balance as at December 31, 2013	578,570,233.00	209,553,500.00	25,528,529.66	184,482,774.29	998,135,036.95

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2013

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
Cash flows from operating activities				
Profit before income tax	98,758,235.18	210,240,094.26	70,280,044.45	146,046,482.33
Adjustments to reconcile profit before income tax to net cash provided by (used in) operating activities				
Depreciation	200,961,809.64	146,473,254.66	78,293,029.88	68,787,875.06
Doubtful accounts and bad debts	3,814,111.29	498,289.12	48,150.00	2,344,100.85
Reversal of loss from obsolete stock	(623,672.53)	(120,000.00)	(623,672.53)	(120,000.00)
Loss from impairment of assets and written-off assets (reversal)	4.00	1,439,722.93	-	(980,424.34)
Gain on sales of assets	(1,168,959.27)	(679,409.27)	(950,919.00)	(190,414.37)
Provision	6,011,091.37	6,011,091.37	-	-
Unrealized (gain) loss on exchange rate	28,967,023.25	(1,360,636.92)	28,967,023.25	(1,360,636.92)
Dividend income from subsidiaries	-	-	(49,999,180.00)	(79,998,080.00)
Interest incomes	(672,511.82)	(342,785.03)	(6,829,877.51)	(839,901.26)
Interest expenses	71,792,959.03	58,150,674.15	34,295,651.57	33,471,533.46
Employee benefit obligations	5,858,550.84	1,942,350.56	2,859,171.04	1,276,103.56
Profit from operating activities before change in operating assets and liabilities	413,698,640.98	422,252,645.83	156,339,421.15	168,436,638.37
Change in operating assets (increase) decrease				
Trade and other receivables	(22,892,535.01)	(40,079,164.58)	(10,062,183.94)	(63,331,289.29)
Inventories	(276,425,130.98)	(116,684,271.77)	(293,741,232.90)	(73,429,058.98)
Other current assets	(21,911,363.01)	(11,557,223.21)	(17,121,622.32)	(11,114,350.74)
Restricted cash and bank deposits	18,593,780.09	(16,272,711.87)	2,284,298.33	(2,293,794.35)
Other non-current assets	(113,313.74)	11,923.00	(2,273,796.76)	(65,353.00)
Change in operating liabilities increase (decrease)				
Trade and other payables	414,837,916.70	10,265,604.29	386,754,649.62	11,243,763.93
Liability under repurchase agreement paid	(18,954,272.85)	-	-	-
Other current liabilities	(1,987,507.63)	2,615,236.10	144,192.05	4,226,533.59
Employee benefit obligations paid	(345,342.54)	(3,127,178.00)	(140,000.00)	(3,127,178.00)
Other non-current liabilities	2,140,235.94	(81,743.75)	1,598,118.75	326,215.45
Cash generated from operations	506,641,107.95	247,343,116.04	223,781,843.98	30,872,126.98

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

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2013

	Unit: Baht			
	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
Interest received	680,235.55	336,010.29	1,925,110.49	827,846.49
Cash receipt from tax refund	3,908,843.14	24,155,832.59	-	5,692,977.63
Income tax paid	(35,702,240.06)	(29,448,446.14)	(5,459,820.68)	(3,674,316.01)
Net cash provided by operating activities	475,527,946.58	242,386,512.78	220,247,133.79	33,718,635.09
Cash flows from investing activities				
Dividend received from subsidiaries	-	-	49,999,180.00	79,998,080.00
Increase in short-term loans to related parties	-	-	(64,500,000.00)	(19,000,000.00)
Purchase of property, plant and equipment	(125,250,662.24)	(79,830,222.11)	(57,701,192.37)	(54,414,705.72)
Cash receipt from sales of assets	6,447,593.47	1,215,274.38	6,030,000.00	649,764.94
Advance payment for machinery and equipment for rent	(600,000.00)	(7,827,872.00)	-	-
Net cash provided by (used in) investing activities	(119,403,068.77)	(86,442,819.73)	(66,172,012.37)	7,233,139.22
Cash flows from financing activities				
Decrease in bank overdrafts and				
short-term loans from financial institutions	(82,716,531.13)	(23,556,046.16)	(70,797,804.77)	(35,735,491.50)
Cash receipt from short-term loans from related parties	80,000,000.00	-	160,650,000.00	50,000,000.00
Repayment for short-term loans from related parties	(80,000,000.00)	-	(129,500,000.00)	(8,000,000.00)
Cash receipt from finance lease agreement	49,500,000.00	53,427,570.09	27,000,000.00	-
Repayment for liabilities under finance leases	(205,886,598.91)	(209,389,906.09)	(50,439,424.94)	(86,037,389.12)
Cash receipt from long-term loans from financial institutions	55,437,252.95	92,500,000.00	40,437,252.95	92,500,000.00
Repayment for long-term loans from financial institutions	(94,691,216.64)	(50,539,478.08)	(89,133,216.64)	(45,523,478.08)
Interest paid	(74,342,496.07)	(59,351,966.15)	(34,426,988.61)	(34,529,570.68)
Dividend payment	(8,036,764.50)	(6,253,824.55)	(8,036,764.50)	(6,253,824.55)
Net cash used in financing activities	(360,736,354.30)	(203,163,650.94)	(154,246,946.51)	(73,579,753.93)
Net decrease in cash and cash equivalents	(4,611,476.49)	(47,219,957.89)	(171,825.09)	(32,627,979.62)
Cash and cash equivalents at the beginning of the years	8,616,661.97	55,836,619.86	271,209.03	32,899,188.65
Cash and cash equivalents at the end of the years	4,005,185.48	8,616,661.97	99,383.94	271,209.03

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 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 21.40 million (year 2012: Baht 61.98 million) in the separate financial statements and in the amount of Baht 37.53 million (year 2012: Baht 19.29 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 (year 2012: Baht 22.98 million) in the separate financial statements and in the amount of Baht 10.04 million (year 2012: Baht 22.98 million) in the consolidated financial statements.
3. The Company and subsidiaries purchased the machinery and equipment for rent and vehicles at cost in the amount of Baht 0.56 million (year 2012: Baht 6.91 million) in the separate financial statements and in the amount of Baht 380.75 million (year 2012: Baht 274.81 million) in the consolidated financial statements by cash payment in the amount of Baht 0.14 million (year 2012: Baht 1.12 million) in the separate financial statements and in the amount of Baht 67.63 million (year 2012: Baht 11.23 million) in the consolidated financial statements 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 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 (year 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. Subsidiary had transferred advance cash payment in amount of Baht 279.62 million to machinery and equipment for rent.
7. The Company and subsidiaries had included interest from loans in the amount of Baht 0.98 million (year 2012: Baht 0.99 million) in the separate financial statements and in the amount of Baht 2.44 million (year 2012: Baht 0.99 million) in the consolidated financial statements as a part of construction in progress and machinery and equipment for rent.
8. The Company had transferred land and land improvement at book value in the amount of Baht 4.44 million (year 2012: Baht 316.61 million) to investment property.
9. The Company issued new 72.32 million ordinary shares at par value of Baht 1 each for a stock dividend (year 2012: 56.25 million ordinary shares at par value of Baht 1 each).

CHUKAI PUBLIC COMPANY LIMITED AND SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2013

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 FINANCIAL STATEMENTS

The accompanying financial statements are prepared in accordance with Thai Financial Reporting Standards (“TFRS”) including related interpretations and guidelines promulgated by the Federation of Accounting Professions (“FAP”) in conformity with generally accepted accounting principles in Thailand.

The presentation of the financial statements has been made in compliance with the stipulations of the Notification of the Department of Business Development dated September 28, 2011, issued under the Accounting Act B.E. 2543.

The accompanying financial statements have been prepared in the Thai language and expressed in Thai Baht. Such 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 financial statements has been provided by translating from the Thai version of the financial statements.

The preparation of 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 FINANCIAL STATEMENTS

The consolidated financial statements consisted of the 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	
			2013	2012
The Crane Lamechabang Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%
The Crane Rayong Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%
The Crane Heavy Lift Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%
The Crane Service Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%

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

The preparations of the consolidated 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 year 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

TAS/TFRS/TFI/FAP's Announcement	Topic
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 effects 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 year ended December 31, 2012 were adjusted accordingly. The management estimates that the impact on the financial statements as follows:

	Baht					
	Consolidated financial statements			Separate financial statements		
	December 31, 2013	December 31, 2012	January 1, 2012	December 31, 2013	December 31, 2012	January 1, 2012
The statements of financial position						
Increase in deferred tax assets	5,121,430.99	4,416,666.43	10,235,580.33	-	-	10,275,882.57
Increase in deferred tax liabilities	36,705,804.56	21,576,533.18	-	15,186,159.94	5,252,360.30	-
Increase (decrease) in retained earnings	(31,584,373.57)	(17,159,866.75)	10,235,580.33	(15,186,159.94)	(5,252,360.30)	10,275,882.57

	Baht			
	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
The statements of comprehensive income				
Increase in tax expenses	14,424,506.82	27,395,447.08	9,933,799.64	15,528,242.87
Decrease in profit for the years	(14,424,506.82)	(27,395,447.08)	(9,933,799.64)	(15,528,242.87)
Decrease in basic earnings per share	(0.025)	(0.047)	(0.017)	(0.027)

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 Standard (TFRS), 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/TFRS/TFRI/TI	Topic
TAS 1 (revised 2012)	Presentation of Financial Statements
TAS 7 (revised 2012)	Statement of Cash Flows
TAS 12 (revised 2012)	Income Taxes
TAS 17 (revised 2012)	Leases
TAS 18 (revised 2012)	Revenue
TAS 19 (revised 2012)	Employee Benefits
TAS 21 (revised 2012)	The Effects of Changes in Foreign Exchange Rate
TAS 24 (revised 2012)	Related Party Disclosures
TAS 28 (revised 2012)	Investments in Associates
TAS 31 (revised 2012)	Interests in Joint Venture
TAS 34 (revised 2012)	Interim Financial Reporting
TAS 36 (revised 2012)	Impairment of Assets
TAS 38 (revised 2012)	Intangible Assets
TFRS 2 (revised 2012)	Share – Based Payments
TFRS 3 (revised 2012)	Business Combinations
TFRS 5 (revised 2012)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 8 (revised 2012)	Operating Segments

TAS/TFRS/TFRI/TI	Topic
TFRI 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities
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, TFRS, TFRI and TI on the financial statements for the period in which they are initially applied.

3. SIGNIFICANT ACCOUNTING POLICIES

The measurement bases used in preparing the financial statements

Other than those disclosed elsewhere in the summary of significant accounting policies and other notes to the financial statements, the financial statements are prepared on the historical cost basis.

Revenues

Revenue excludes value added taxes or other sales taxes and is arrived at after deduction of trade discounts.

Revenues from services of rental and transportation are recognized when services are rendered.

Revenue is recognized in the statement of comprehensive income when the significant risks and rewards of ownership have been transferred to the buyer. No revenue is recognized if there is continuing management involvement with the goods or there are significant uncertainties regarding recovery of the consideration due, associated costs or the probable return of goods.

Revenue from rental

Revenue from rental is recognized to the statement of comprehensive income by the straight-line method over the term of the agreement.

Interest income

Interest income is recognized as interest accrues, based on the effective rate method.

Dividends income

Dividends incomes are recognized when the right to receive the dividends is established.

Other income

Other income is recognized on an accrual basis.

Expenses

Operating leases

Payments made under operating leases are recognized in the statement of comprehensive income on a straight-line basis over the term of the lease. Lease incentives received are recognized in the statement of comprehensive income as an integral part of the total lease payments made. Contingent rentals are charged to the statement of comprehensive income in the accounting period in which they are incurred.

Finance costs

Interest expenses and similar costs are charged to the statement of comprehensive income in the period in which they are incurred, except to the extent that they are capitalized as being directly attributable to the acquisition, construction or production of an asset which necessarily takes a substantial period of time to be prepared for its intended use or sale. The interest component of finance lease payments is recognized in the statement of comprehensive income using the effective interest rate method.

Expenses are recognized on an accrual basis.

Employee benefits

Short-term benefits

The Group recognizes salaries, wages, bonus and social security contribution as expenses on an accrual basis.

Post-employment benefits – defined contribution plan

The Group operates a provident fund that is a defined contribution plan. The assets of which are held in a separate trust fund. The provident fund is funded by payments from employees and the relevant Group companies. Contributions to the provident fund are charged to the statement of comprehensive income in the period to which they relate.

Post-employment benefits – defined benefit plan

The employee benefit obligations in relation to the severance payment under the labor law are recognized as a charge to results of operations over the employee's service period. It is calculated by the estimation of the amount of future benefit to be earned by the employee in return for the service provided to the Group through the service period up to the retirement age and the amount is discounted to determine the present value. The reference discount rate is the yield rate of government bonds as at the reporting date. The calculation is based on the actuarial technique using the Projected Unit Credit Method.

When the employee benefits are improved, the portion of the increased benefit relating to past service rendered by employee is recognized in the statement of comprehensive income on a straight-line basis over the average period until the benefits become vested.

When the actuarial assumptions are changed, the Group recognizes actuarial gains (losses) in the profit or loss in the period in which they arise.

Termination benefits

The Group recognizes termination benefits as a liability and expense when the Group terminates the employment of an employee or group of employees before the normal retirement date.

Income tax

Income tax expense for the year comprises current and deferred tax. Current and deferred tax are recognised in profit or loss except to the extent that they relate to items recognised directly in shareholders' equity or in other comprehensive income.

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

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.

Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they reverse, using tax rates enacted or substantively enacted at the end of reporting period date.

In determining the amount of current and deferred tax, the Group takes into account the impact of uncertain tax positions and whether additional taxes and interest may be due. The Group believes that its accruals for tax liabilities are adequate for all open tax years based on its assessment of many factors, including interpretations of tax law and prior experience. This assessment relies on estimates and assumptions and may involve a series of judgements about future events. New information may become available that causes the Group to change their judgement regarding the adequacy of existing tax liabilities; such changes to tax liabilities will impact tax expense in the period that such a determination is made.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax assets and liabilities, 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.

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilised. 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.

Cash and cash equivalents

Cash and cash equivalents are cash on hand, current deposits and savings deposits, cash at bank with an original maturity of 3 months and short-term investments with high liquidity excluded deposits at bank on obligation.

Trade and other receivables

Trade and other receivables are stated at their invoice value less allowance for doubtful accounts.

The Group recorded allowance for doubtful accounts that is provided for the estimated losses that may be incurred in collection of receivables. The allowance is generally based on collection experiences and analysis of debtor aging.

Inventories

Inventories are valued at the lower of the specific identification cost method or net realizable value.

Cost comprises all costs of purchase, costs of conversion and other costs incurred in bringing the inventories to their present location and condition. In the case of manufactured inventories, cost includes an appropriate share of overheads based on normal operating capacity.

Net realizable value is the estimated selling price in the normal course of business less the costs to make the sale.

A provision for devaluation of inventories is made for all deteriorated, damaged, obsolete and slow-moving inventories.

Non-current assets held for sale

Non-current assets held for sale are valued at the lower of its carrying amount and fair value less costs to sell.

Investments in subsidiaries

Investments in subsidiaries in the separate financial statements are accounted for using the cost method less allowance for impairment loss (if any).

Investment property

Investment properties are land and building which are held to earn rental income, for capital appreciation or for both, but not for sale in the ordinary course of business, use in the production or supply of goods or services or for administrative purposes.

Land is stated at cost less allowance for impairment (if any).

Building is stated at cost less accumulated depreciation and allowance for impairment (if any).

Depreciation

Depreciation is computed by the straight-line method based on the estimated useful lives of building for 30 years.

The cost of major renovations is included in the carrying amount of the asset when it is probable that future economic benefits will be more than one period. Major renovations are depreciated over the remaining useful life of the related asset.

Property, plant and equipment

Land is stated at cost. Buildings and equipment are stated at cost less accumulated depreciation and allowance for impairment (if any).

Depreciation

Depreciation is computed by the straight-line method based on the estimated useful lives of assets as follows:

Type of assets	Years
Land improvements	5 and 30
Buildings	30
Machinery and equipment for rent	5, 7 and 15
Machinery and factory equipment	5
Furniture and office equipment	5
Vehicles	5

Depreciation is included in determining income and no depreciation is provided on land, part of land improvement and construction in progress.

Repairs and maintenance are charged to the statement of comprehensive income during the financial period in which they are incurred. The cost of major renovations is included in the carrying amount of the asset when it is probable that future economic benefits to be used during more than one period. Major renovations are depreciated over the remaining useful life of the related asset.

Gains and losses on disposals are determined by comparing the proceeds with carrying amount and are included in the statement of comprehensive income.

The direct expenses concerned with the assets include interest paid from the borrowing for the acquisitions of the above assets before completion of the assets are recognized as cost of the assets.

The machinery and equipment for lease had an objective to lease and sell. Therefore, the machinery and equipment which did not sell, then the assets go to service were recorded in "Property, plant and equipment" and were depreciated over its useful life as above recorded in "Cost of services" until there are sales will stop the depreciation and will be reclassified to be "Inventories" if sold out and will recognize the cost of sales at the net book value (cost less accumulated depreciation) on the disposed date to the statement of comprehensive income in the period in which they are incurred.

Finance lease

Leases of property, plant or equipment which substantially transfer all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalized at the inception of the lease at the lower of the fair value of the leased property or the present value of the minimum lease payments. Each lease payment is allocated to the principal and to the finance costs so as to achieve a constant rate on the finance balance outstanding. The outstanding rental obligations, net of finance costs, are included in other long-term payables. The interest element of the finance cost is charged to the statement of comprehensive

income over the lease period. The property, plant or equipment acquired under finance leases is depreciated over the shorter of the useful life of the asset or the lease term.

Under finance leases has condition about bargain purchase option under finance leases when complete at the value or the rate agreement. Therefore, if the Group has policy purchase such assets, will record the amount of payment of assets include in liabilities under finance leases.

Impairment of assets

The carrying amounts of the Group's assets are reviewed at each in the statement of financial position date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated.

An impairment loss is recognized whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. The impairment loss is recognized in the statement of comprehensive income unless it reverses a previous revaluation credited to shareholders' equity, in which case it is charged to shareholders' equity.

Calculation of recoverable amount

The recoverable amount is the greater of the assets' net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate cash inflows largely independent of those from other assets, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

Reversals of impairment

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount.

An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

Foreign currencies

Foreign currency transactions

Transactions in foreign currencies are translated into the functional currencies using the exchange rate at the date of transactions.

Monetary assets and liabilities denominated in foreign currencies at the end of reporting period date are translated into the functional currency using the exchange rate at the end of reporting period date. Forward exchange contracts at the transaction date are converted to Thai Baht by using the contract rates.

Outstanding forward exchange contracts are marked to market by comparing contract rates to forward rates established by the contracting Bank with the same maturity. At each balance sheet date, the unrealized gains or losses on outstanding forward exchange contracts, calculated as describe above, are included within other receivables or other payables from forward exchange contracts in the statement of financial position.

Gain or loss on conversion is included in the statement of comprehensive income.

Dividends

Dividend and interim dividend payment are recorded in the consolidated and separate financial statements in the period in which they are approved by Shareholders' meeting and Board of Directors' meeting.

Basic earnings per share

Basic earnings per share for the years ended December 31, 2013 and 2012 is calculated by dividing profit for the years attributable to ordinary shareholders for the years by the weighted average number of ordinary shares issued during the years, after adjusting the number of ordinary shares to reflect the impact of the stock dividend as discussed in Note 21 to the 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 years ended December 31, 2013 and 2012

	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Profit for the years (Baht)	72,591,371.44	164,321,254.22	60,346,244.81	130,518,239.46
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)	0.125	0.284	0.104	0.226

Provisions

A provision is recognized in the statement of financial position when the Company has a present legal or constructive obligation as a result of a past event, and it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Significant judgments and estimates are as follows:

Commercial disputes and litigation

The Group has contingent liabilities as a result of commercial disputes and litigation. The management has used judgment to assess of the results of the commercial disputes and litigation and believes that no loss will result. Therefore no provision is recorded as at the statement of financial position date. However, actual results could differ from the estimates.

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 years ended December 31, 2013 and 2012 as follows:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Subsidiaries				
The Crane Lamechabang Co., Ltd.				
Revenue from sales and services	-	-	61,988,848.65	31,499,242.72
Other income	-	-	8,265,960.17	5,265,695.23
Dividend income	-	-	9,999,800.00	9,999,800.00
Purchase of goods	-	-	5,683,045.73	16,388,383.62
Cost of sales and services	-	-	996,189.64	1,227,924.87
Selling and service expenses	-	-	604,649.20	182,146.84
Administrative expenses	-	-	10,922.68	-
Interest expenses	-	-	57,732.87	7,705.48

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Subsidiaries				
The Crane Rayong Co., Ltd.				
Revenue from sales and services	-	-	44,340,276.66	86,872,131.47
Interest income	-	-	5,072,438.23	781,676.66
Other income	-	-	5,627,489.64	4,774,372.41
Dividend income	-	-	29,999,400.00	49,999,000.00
Purchase of goods	-	-	137,681.60	382,400.00
Cost of sales and services	-	-	38,500.00	170,944.49
Selling and service expenses	-	-	-	125,267.52
Administrative expenses	-	-	150,840.29	-
The Crane Heavy Lift Co., Ltd.				
Revenue from sales and services	-	-	1,208,565.00	7,486,757.22
Other income	-	-	677,400.00	3,744,940.92
Dividend income	-	-	9,999,980.00	9,999,980.00
Purchase of goods	-	-	6,481,682.24	18,484,485.98
Cost of sales and services	-	-	4,970.00	214,641.60
Interest expenses	-	-	669,245.23	255,815.07
The Crane Service Co., Ltd.				
Revenue from sales and services	-	-	19,060,836.73	40,970,497.07
Other income	-	-	6,653,049.74	5,725,245.62
Dividend income	-	-	-	9,999,300.00
Purchase of goods	-	-	37,304,400.00	12,060,000.00
Cost of sales and services	-	-	2,289,251.19	2,362,111.83
Selling and service expenses	-	-	400,928.56	302,500.21
Administrative expenses	-	-	493,849.88	555,062.47
Interest expenses	-	-	2,516,706.99	1,981,924.59

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Related company				
Crane Daeng Co., Ltd.				
Revenue from sales and services	4,221,372.91	-	244,170.00	-
Cost of sales and services	1,177,341.39	-	44,500.00	-
Related Persons (Director / Shareholders)				
Sale of asset	-	5,000,000.00	-	-
Rental expenses	-	250,000.00	-	-

Key management personnel compensation

Key management personnel compensation for the years ended December 31, 2013 and 2012 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Short-term benefits	40,097,566.58	35,783,853.18	39,630,509.49	35,307,375.67
Post-employment benefits	3,493,089.13	818,917.32	3,493,089.13	818,917.32
Total	43,590,655.71	36,602,770.50	43,123,598.62	36,126,292.99

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

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Subsidiaries				
The Crane Lamechabang Co., Ltd.				
Deposit	-	-	95,700.00	95,700.00
Accrued interest expenses	-	-	-	7,705.48
The Crane Rayong Co., Ltd.				
Accrued interest income	-	-	5,072,438.23	167,671.21
Other receivable	-	-	-	15,888,000.00
The Crane Heavy Lift Co., Ltd.				
Accrued interest expenses	-	-	104,835.62	22,938.36
The Crane Service Co., Ltd.				
Other receivable	-	-	2,333,149.76	-
Accrued interest expenses	-	-	938,690.60	113,089.04
Related Persons (Director / Shareholders)				
Receivable from sale of asset	5,000,000.00	5,000,000.00	-	-
Accrued expenses	6,200,000.00	6,200,000.00	-	-
Other payable	570,245.00	-	-	-
Investments in subsidiaries (See Note 10)	-	-	174,991,430.00	174,991,430.00

Trade receivables – related parties

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

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
The Crane Lamechabang Co., Ltd.	-	-	11,551,120.90	2,092,278.00
The Crane Rayong Co., Ltd.	-	-	67,977,540.06	62,743,946.19
The Crane Heavy Lift Co., Ltd.	-	-	8,700.00	19,046.00
The Crane Service Co., Ltd.	-	-	4,254,672.63	3,894,063.53
Crane Daeng Co., Ltd.	1,308,965.88	-	-	-
Total	1,308,965.88	-	83,792,033.59	68,749,333.72

Trade payables – related parties

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

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
The Crane Lamechabang Co., Ltd.	-	-	1,728,640.52	3,898,221.45
The Crane Rayong Co., Ltd.	-	-	182,934.91	4,950.25
The Crane Heavy Lift Co., Ltd.	-	-	3,007,817.90	9,454,006.51
The Crane Service Co., Ltd.	-	-	2,956,074.97	18,526,523.03
Crane Daeng Co., Ltd.	715,725.29	-	4,815.00	-
Total	715,725.29	-	7,880,283.30	31,883,701.24

Short-term loans to related party

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

	Baht	
	Separate	
	financial statements	
	2013	2012
The Crane Rayong Co., Ltd.	113,500,000.00	49,000,000.00

Movements of short-term loans to related party for the years ended December 31, 2013 and 2012 were as follows:

	Baht	
	Separate	
	financial statements	
	2013	2012
Balance at the beginning	49,000,000.00	30,000,000.00
Increase	91,000,000.00	58,200,000.00
Decrease	(26,500,000.00)	(39,200,000.00)
Balance at the end	113,500,000.00	49,000,000.00

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 December 31, 2013 and 2012 consisted of:

	Baht	
	Separate	
	financial statements	
	2013	2012
The Crane Lamechabang Co., Ltd.	-	9,000,000.00
The Crane Heavy Lift Co., Ltd.	25,950,000.00	19,100,000.00
The Crane Service Co., Ltd.	120,200,000.00	86,900,000.00
Total	146,150,000.00	115,000,000.00

Movements of short-term loans from related parties for the years ended December 31, 2013 and 2012 were as follows:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Balance at the beginning	-	-	115,000,000.00	73,000,000.00
Increase	80,000,000.00	-	160,650,000.00	50,000,000.00
Decrease	(80,000,000.00)	-	(129,500,000.00)	(8,000,000.00)
Balance at the end	-	-	146,150,000.00	115,000,000.00

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 December 31, 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 534.85 million (see Note 18).

The Company had co-guarantee for bank overdrafts and loans from financial institutions of subsidiaries in the amount of Baht 63 million (see Notes 14 and 17).

The Company had co-guarantee for bank guarantees from financial institutions of subsidiaries in the amount of Baht 2 million.

Subsidiaries

The Subsidiaries had co-guarantee for liabilities under finance leases of the Company at book value in the amount of Baht 25.33 million (see Note 18).

The Subsidiaries had co-guarantee for liabilities under finance leases of other subsidiaries at book value in the amount of Baht 4.47 million (see Note 18).

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 517.57 million.

Related persons had co-guarantee for bank overdrafts and loans from financial institutions of the Group (see Notes 14 and 17).

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 same 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
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. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at December 31, 2013 and 2012 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Cash	176,599.72	293,880.75	22,255.00	16,391.00
Cash at banks	3,828,585.76	24,531,598.11	77,128.94	2,545,261.62
Total	4,005,185.48	24,825,478.86	99,383.94	2,561,652.62
Less Cash at banks - sequestered	-	(16,208,816.89)	-	(2,290,443.59)
Balance	4,005,185.48	8,616,661.97	99,383.94	271,209.03

In the year 2012, the Group's and director'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 Notes 19 and 31.1).

In the year 2013, the financial institutions remitted the sequestered cash at financial institutions to the Legal Execution Department in totaling amount of Baht 20.95 million and the Legal Execution Department paid the sequestered cash at the to the plaintiff (see Note 19). The Group and director entered into an agreement with The Crane Service Co., Ltd. (the subsidiary) to pay back when the litigation ends.

6. TRADE AND OTHER RECEIVABLES

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

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Trade receivables				
Other parties	161,753,608.51	184,068,543.19	29,380,196.50	36,310,746.64
Related parties	1,308,965.88	-	83,792,033.59	68,749,333.72
Total	163,062,574.39	184,068,543.19	113,172,230.09	105,060,080.36
Less: Allowance for doubtful accounts	(29,409,609.76)	(26,734,876.21)	(22,100.85)	(22,100.85)
Trade receivables - net	133,652,964.63	157,333,666.98	113,150,129.24	105,037,979.51
Accrued income	38,538,432.40	14,122,826.34	5,072,438.23	167,671.21
Advance payment	1,171,274.46	3,275,172.43	73,448.00	2,662,428.79
Other receivables	7,565,896.64	7,468,782.80	209,350.00	16,000,335.00
Total	47,275,603.50	24,866,781.57	5,355,236.23	18,830,435.00
Less: Allowance for doubtful accounts	(2,378,660.23)	(2,286,377.01)	(48,150.00)	-
Other receivables - net	44,896,943.27	22,580,404.56	5,307,086.23	18,830,435.00
Trade and other receivables - net	178,549,907.90	179,914,071.54	118,457,215.47	123,868,414.51

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

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Trade receivables - other parties				
Current	43,966,098.69	50,807,784.31	1,862,169.16	1,244,221.69
Overdue				
Not over 3 months	78,099,713.19	100,742,298.89	21,505,829.16	31,064,924.10
Over 3 months up to 6 months	10,601,342.52	2,788,880.28	4,813,097.30	979,500.00
Over 6 months up to 12 months	3,911,160.57	3,240,844.72	1,177,000.03	3,022,100.85
Over 12 months	25,175,293.54	26,488,734.99	22,100.85	-
Total	<u>161,753,608.51</u>	<u>184,068,543.19</u>	<u>29,380,196.50</u>	<u>36,310,746.64</u>
Trade receivables - related parties				
Current	980,910.88	-	17,097,355.51	11,305,531.29
Overdue				
Not over 3 months	328,055.00	-	20,053,113.81	18,308,071.78
Over 3 months up to 6 months	-	-	12,422,025.57	10,371,590.17
Over 6 months up to 12 months	-	-	22,084,266.77	24,127,063.44
Over 12 months	-	-	12,135,271.93	4,637,077.04
Total	<u>1,308,965.88</u>	<u>-</u>	<u>83,792,033.59</u>	<u>68,749,333.72</u>

Movements of allowance for doubtful accounts for the years ended December 31, 2013 and 2012 were as follows:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Balance as at the beginning	29,021,253.22	31,357,821.58	22,100.85	428,000.00
Add(Less): Doubtful accounts (reversal)	3,658,646.98	(2,251,710.88)	48,150.00	(405,899.15)
Less: Written-off bad debts	(891,630.21)	(84,857.48)	-	-
Balance as at the end	<u>31,788,269.99</u>	<u>29,021,253.22</u>	<u>70,250.85</u>	<u>22,100.85</u>

7. INVENTORIES

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

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Cranes	443,488,138.88	168,674,672.62	444,677,710.48	168,674,672.62
Forklifts	21,079,881.27	31,619,821.90	21,079,881.27	31,619,821.90
Trailers	-	749,067.33	-	1,247,345.06
Excavator	67,439,618.53	35,829,448.21	67,439,618.53	35,829,448.21
Spare parts and component	16,947,960.96	9,411,974.81	17,047,960.96	9,511,974.81
Goods in process	12,386,853.51	11,768,285.25	12,386,853.51	11,768,285.25
Total	561,342,453.15	258,053,270.12	562,632,024.75	258,651,547.85
Less: Allowance for devaluation of inventories	(1,965,777.80)	(3,213,122.86)	(1,965,777.80)	(3,213,122.86)
Inventories - net	559,376,675.35	254,840,147.26	560,666,246.95	255,438,424.99

Movements of allowance for devaluation of inventories for the years ended December 31, 2013 and 2012 were as follows:

	Baht	
	Consolidated and Separate financial statements	
	2013	2012
Balance as at the beginning	3,213,122.86	3,333,122.86
Less: Reversal of obsolete stock	(623,672.53)	(120,000.00)
Less: Transfer out - property, plant and equipment (see Note 12)	(623,672.53)	-
Balance as at the end	1,965,777.80	3,213,122.86

8. RECEIVABLE UNDER REPURCHASE AGREEMENT

Receivable under repurchase agreement as at December 31, 2013 and 2012 consisted of:

	Baht	
	Consolidated financial statements	
	2013	2012
Receivable under repurchase agreement	45,820,560.75	45,820,560.75
Less: Allowance for doubtful accounts	(45,820,560.75)	(45,820,560.75)
Receivable under repurchase agreement - net	-	-

The Crane Service Company Limited (“subsidiary”) putting up collateral against a finance lease agreement for repurchase assets if the customer does not perform according to the agreement for its accounts receivable as the debt payment was defaulted upon with the payable (see Note 19).

9. RESTRICTED CASH AND BANK DEPOSITS

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

	Baht				Note	Guarantee / Commitments
	Consolidated		Separate			
	financial statements		financial statements			
Cash at banks	2013	2012	2013	2012		
Fixed deposits	495,501.42	2,880,464.62	269,708.73	263,563.47	5	Letters of guarantee electricity / collateral from contract / Legal Execution Department sequestered
Savings deposits / current deposits	-	16,208,816.89	-	2,290,443.59	5	
Total	495,501.42	19,089,281.51	269,708.73	2,554,007.06		

10. INVESTMENTS IN SUBSIDIARIES

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

Subsidiaries	Baht					
	Holding (%)		Paid-up share capital		Cost method	
	2013	2012	2013	2012	2013	2012
The Crane Lamechabang Co., Ltd.	100	100	25,000,000.00	25,000,000.00	24,999,300.00	24,999,300.00
The Crane Rayong Co., Ltd.	100	100	25,000,000.00	25,000,000.00	24,999,200.00	24,999,200.00
The Crane Heavy Lift Co., Ltd.	100	100	25,000,000.00	25,000,000.00	24,999,930.00	24,999,930.00
The Crane Service Co., Ltd.	100	100	100,000,000.00	100,000,000.00	99,993,000.00	99,993,000.00
Total					174,991,430.00	174,991,430.00

11. INVESTMENT PROPERTY

Investment property as at December 31, 2013 and 2012 consisted of:

	Note	Baht		
		Consolidated financial statements		
		Land	Land and commercial buildings	Total
Cost				
At January 1, 2012		-	-	-
Purchases / transfer in		-	-	-
Transfer in - property, plant and equipment	12	316,612,277.00	3,563,066.00	320,175,343.00
Disposals / transfer out		-	-	-
At December 31, 2012		316,612,277.00	3,563,066.00	320,175,343.00
Purchases / transfer in		-	-	-
Transfer in - property, plant and equipment	12	4,441,235.00	-	4,441,235.00
Disposals / transfer out		-	-	-
At December 31, 2013		321,053,512.00	3,563,066.00	324,616,578.00
Accumulated depreciation				
At January 1, 2012		-	-	-
Transfer in - property, plant and equipment	12	-	1,723,896.08	1,723,896.08
Depreciation		-	6,073.81	6,073.81
Disposals / transfer out		-	-	-
At December 31, 2012		-	1,729,969.89	1,729,969.89
Depreciation		-	24,163.23	24,163.23
Disposals / transfer out		-	-	-
At December 31, 2013		-	1,754,133.12	1,754,133.12
Net book value				
At December 31, 2012		316,612,277.00	1,833,096.11	318,445,373.11
At December 31, 2013		321,053,512.00	1,808,932.88	322,862,444.88

	Baht	
	Separate financial statements	
	Note	Land
At January 1, 2012		-
Purchases / transfer in		-
Transfer in - property, plant and equipment	12	316,612,277.00
Disposals / transfer out		-
At December 31, 2012		316,612,277.00
Purchases / transfer in		-
Transfer in - property, plant and equipment	12	4,441,235.00
Disposals / transfer out		-
At December 31, 2013		321,053,512.00

	Millions Baht	
	Consolidated financial statements	
	2013	2012
Depreciation for the years ended December 31, were included in administrative expenses	0.02	0.01

As at December 31, 2013, the Group have pledged land including existing construction and to be constructed as well as the benefits from insurance of construction against bank overdrafts and loans from financial institutions (see Notes 14 and 17).

As at December 31, 2013					
The rate of					
lease per month					
	Parties	Period	Millions Baht	Note	
Property lease agreement (lessor)					
	Chukai Public Co., Ltd.	Other company	1 year	1.05	-
	The Crane Lamechabang Co., Ltd.	Another person	1 year	0.01	-

On January 15, 2014 the Company entered into a sale land agreement to other company in the amount of Baht 500 million (see Note 32).

12. PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment as at December 31, 2013 and 2012 consisted of:

	Baht									
	Consolidated financial statements									
	Land	Land improvements	Buildings	Machinery and factory equipment	Furniture and office equipment	Vehicles	Machinery and equipment for rent	Land and buildings for rent	Construction in progress and assets in transit	Total
Cost										
At January 1, 2012	524,612,101.16	7,001,939.29	111,935,365.04	18,401,276.25	24,257,676.93	35,088,980.31	1,826,030,960.07	3,563,066.00	46,716,713.79	2,597,608,078.84
Purchases / transfer in	-	16,234,579.44	-	498,300.60	3,226,068.53	8,850,765.31	445,803,925.88	-	25,411,612.02	500,025,251.78
Transfer out / adjust	-	7,529,383.75	43,792,027.27	-	-	-	-	-	(51,321,411.02)	-
Transfer out - investment property (see Note 11)	(316,612,277.00)	-	-	-	-	-	-	(3,563,066.00)	-	(320,175,343.00)
Disposals / transfer out	-	(425,200.00)	(1,738,317.76)	(575,541.00)	(2,196,709.14)	(2,295,038.68)	(73,989,084.54)	-	-	(81,219,891.12)
At December 31, 2012	207,999,824.16	30,340,702.48	153,989,074.55	18,324,035.85	25,287,036.32	41,644,706.94	2,197,845,801.41	-	20,806,914.79	2,696,238,096.50
Purchases / transfer in	37,926,773.00	17,227,057.56	666,950.00	169,980.79	6,327,278.31	3,902,414.79	405,717,171.43	-	35,111,393.85	507,049,019.73
Transfer out / adjust	-	-	936,000.00	2,918,420.00	-	-	-	-	(3,854,420.00)	-
Transfer out - investment property (see Note 11)	(4,441,235.00)	-	-	-	-	-	-	-	-	(4,441,235.00)
Disposals / transfer out	(5,079,080.00)	-	-	(170,000.00)	(350,160.58)	(601,682.24)	(94,629,443.87)	-	-	(100,830,366.69)
At December 31, 2013	236,406,282.16	47,567,760.04	155,592,024.55	21,242,436.64	31,264,154.05	44,945,439.49	2,508,933,528.97	-	52,063,888.64	3,098,015,514.54
Accumulated depreciation										
At January 1, 2012	-	7,001,932.29	59,669,188.48	15,319,843.94	21,667,588.33	24,471,507.03	792,267,743.20	1,705,806.69	-	922,103,609.96
Depreciation	-	1,912,339.90	3,057,173.40	1,432,854.98	1,220,152.40	3,450,547.16	135,376,023.62	18,089.39	-	146,467,180.85
Transfer out - investment property (see Note 11)	-	-	-	-	-	-	-	(1,723,896.08)	-	(1,723,896.08)
Disposals / transfer out	-	(425,199.00)	(423,962.67)	(360,398.81)	(2,194,795.01)	(1,836,657.41)	(54,912,862.64)	-	-	(60,153,875.54)
At December 31, 2012	-	8,489,073.19	62,302,399.21	16,392,300.11	20,692,945.72	26,085,396.78	872,730,904.18	-	-	1,006,693,019.19
Depreciation	-	4,508,691.20	4,104,512.77	1,581,874.15	2,280,499.72	3,269,013.58	185,193,054.99	-	-	200,937,646.41
Disposals / transfer out	-	-	-	(31,219.01)	(289,385.37)	(601,680.24)	(41,830,134.90)	-	-	(42,752,419.52)
At December 31, 2013	-	12,997,764.39	66,406,911.98	17,942,955.25	22,684,060.07	28,752,730.12	1,016,093,824.27	-	-	1,164,878,246.08

Baht

	Consolidated financial statements									
	Land	Land improvements	Buildings	Machinery and factory equipment	Furniture and office equipment	Vehicles	Machinery and equipment for rent	Land and buildings for rent	Construction in progress and assets in transit	Total
Impairment of assets										
At January 1, 2012	-	-	-	-	-	-	5,128,321.46	-	-	5,128,321.46
Transfer in	-	-	-	-	-	-	-	-	-	-
Disposals / transfer out	-	-	-	-	-	-	(980,424.34)	-	-	(980,424.34)
At December 31, 2012	-	-	-	-	-	-	4,147,897.12	-	-	4,147,897.12
Transfer in	-	-	-	-	623,672.53	-	-	-	-	623,672.53
Disposals / transfer out	-	-	-	-	-	-	-	-	-	-
At December 31, 2013	-	-	-	-	623,672.53	-	4,147,897.12	-	-	4,771,569.65
Net book value										
At December 31, 2012	207,999,824.16	21,851,629.29	91,686,675.34	1,931,735.74	4,594,090.60	15,559,310.16	1,320,967,000.11	-	20,806,914.79	1,685,397,180.19
At December 31, 2013	236,406,282.16	34,569,995.65	89,185,112.57	3,299,481.39	7,956,421.45	16,192,709.37	1,488,691,807.58	-	52,063,888.64	1,928,365,698.81

Baht

	Separate financial statements								
	Land	Land improvements	Buildings	Machinery and factory equipment	Furniture and office equipment	Vehicles	Machinery and equipment for rent	Construction in progress and assets in transit	Total
Cost									
At January 1, 2012	503,126,892.37	6,345,543.21	55,585,503.98	4,101,210.73	8,653,389.42	12,403,358.74	799,799,914.23	39,826,671.14	1,429,842,483.82
Purchases / transfer in	-	16,234,579.44	-	91,786.57	1,749,221.23	6,911,976.82	178,969,459.53	12,823,837.98	216,780,861.57
Transfer out / adjust	-	-	34,147,686.58	-	-	-	-	(34,147,686.58)	-
Transfer out - investment property (see Note 11)	(316,612,277.00)	-	-	-	-	-	-	-	(316,612,277.00)
Disposals / transfer out	-	-	-	-	(1,766.36)	(1,334,579.44)	(85,683,815.23)	-	(87,020,161.03)
At December 31, 2012	186,514,615.37	22,580,122.65	89,733,190.56	4,192,997.30	10,400,844.29	17,980,756.12	893,085,558.53	18,502,822.54	1,242,990,907.36
Purchases / transfer in	37,926,773.00	6,008,910.56	-	305,980.79	2,199,153.32	560,747.66	10,539,940.63	33,938,953.85	91,480,459.81
Transfer out / adjust	-	-	936,000.00	-	-	-	-	(936,000.00)	-
Transfer out - investment property (see Note 11)	(4,441,235.00)	-	-	-	-	-	-	-	(4,441,235.00)
Disposals / transfer out	(5,079,080.00)	-	-	-	-	(120,000.00)	(42,743,335.89)	-	(47,942,415.89)
At December 31, 2013	214,921,073.37	28,589,033.21	90,669,190.56	4,498,978.09	12,599,997.61	18,421,503.78	860,882,163.27	51,505,776.39	1,282,087,716.28
Accumulated depreciation									
At January 1, 2012	-	6,345,541.21	19,759,218.32	3,720,353.55	7,940,572.08	8,482,854.92	209,089,251.47	-	255,337,791.55
Depreciation	-	1,836,370.35	1,871,548.15	140,896.70	419,248.20	1,794,213.35	62,725,598.31	-	68,787,875.06
Disposals / transfer out	-	-	-	-	(795.06)	(876,200.17)	(23,701,418.92)	-	(24,578,414.15)
At December 31, 2012	-	8,181,911.56	21,630,766.47	3,861,250.25	8,359,025.22	9,400,868.10	248,113,430.86	-	299,547,252.46
Depreciation	-	4,214,934.31	2,752,037.82	154,717.33	816,660.37	1,459,197.07	68,895,482.98	-	78,293,029.88
Disposals / transfer out	-	-	-	-	-	(119,999.00)	(21,340,478.73)	-	(21,460,477.73)
At December 31, 2013	-	12,396,845.87	24,382,804.29	4,015,967.58	9,175,685.59	10,740,066.17	295,668,435.11	-	356,379,804.61

	Baht								
	Separate financial statements								
	Land	Land improvements	Buildings	Machinery and factory equipment	Furniture and office equipment	Vehicles	Machinery and equipment for rent	Construction in progress and assets in transit	Total
Impairment of assets									
At January 1, 2012	-	-	-	-	-	-	2,200,320.86	-	2,200,320.86
Transfer in	-	-	-	-	-	-	-	-	-
Disposals / transfer out	-	-	-	-	-	-	(980,424.34)	-	(980,424.34)
At December 31, 2012	-	-	-	-	-	-	1,219,896.52	-	1,219,896.52
Transfer in	-	-	-	-	623,672.53	-	-	-	623,672.53
Disposals / transfer out	-	-	-	-	-	-	-	-	-
At December 31, 2013	-	-	-	-	623,672.53	-	1,219,896.52	-	1,843,569.05
Net book value									
At December 31, 2012	186,514,615.37	14,398,211.09	68,102,424.09	331,747.05	2,041,819.07	8,579,888.02	643,752,231.15	18,502,822.54	942,223,758.38
At December 31, 2013	214,921,073.37	16,192,187.34	66,286,386.27	483,010.51	2,800,639.49	7,681,437.61	563,993,831.64	51,505,776.39	923,864,342.62

	Millions Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Depreciation for the years ended December 31, were included in				
- Cost of services	189.25	138.20	70.66	63.68
- Selling and administrative expenses	11.69	8.27	7.63	5.11
Total	<u>200.94</u>	<u>146.47</u>	<u>78.29</u>	<u>68.79</u>
As at December 31, Book value of equipment before less accumulated depreciation which have been fully depreciated and still in use.	<u>416.30</u>	<u>360.60</u>	<u>43.80</u>	<u>34.67</u>
Transferred machinery and equipment for rent to inventories at net book value and recognized as cost of sales when disposed the assets for the years ended December 31,	<u>37.53</u>	<u>74.51</u>	<u>21.40</u>	<u>61.00</u>
Transferred inventories to machinery and equipment for rent for the years ended December 31,	<u>10.04</u>	<u>22.77</u>	<u>10.54</u>	<u>22.77</u>
The Company included interest from loan, as a part of machinery and equipment for rent for the years ended December 31, (see Note 25)	<u>2.44</u>	<u>0.99</u>	<u>0.98</u>	<u>0.99</u>
As at December 31, the net book value of assets under finance lease agreements (see Note 18)				
- machinery and equipment for rent	875.27	841.02	127.27	217.63
- vehicles	12.39	12.31	5.96	6.63
Total	<u>887.66</u>	<u>853.33</u>	<u>133.23</u>	<u>224.26</u>

As at December 31, 2013 and 2012, the Group have pledged land including existing construction and to be constructed as well as the benefits from insurance of construction against bank overdrafts and loans from financial institutions (see Notes 14 and 17).

As at December 31, 2013

	Parties	Period	The rate of lease per month	
			Millions Baht	Note
Property lease agreement (lessee)				
The Crane Lamechabang Co., Ltd.	The Company	3 years	0.10	-
The Crane Service Co., Ltd.	The Company	1 year	0.05	-
The Crane Heavy Lift Co., Ltd.	The Company	3 years	0.05	-

13. DEFERRED TAX

Deferred tax as at December 31, 2013 and 2012 were consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
Deferred tax assets	5,121,430.99	4,416,666.43	-	-
Deferred tax liabilities	(36,705,804.56)	(21,576,533.18)	(15,186,159.94)	(5,252,360.30)

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

	Baht					
	Consolidated financial statements			Separate financial statements		
	January 1, 2013	Profit(loss)	December 31, 2013	January 1, 2013	Profit(loss)	December 31, 2013
Deferred tax assets						
Trade and other receivables	5,149,988.15	752,055.54	5,902,043.69	550,000.00	-	550,000.00
Inventories	642,624.57	(249,469.01)	393,155.56	642,624.57	(249,469.01)	393,155.56
Investment property	2,260,569.76	-	2,260,569.76	2,260,569.76	-	2,260,569.76
Property, plant and equipment	243,979.30	99,787.64	343,766.94	243,979.30	99,787.64	343,766.94
Provision	8,607,446.79	(1,485,994.63)	7,121,452.16	884,992.72	543,834.21	1,428,826.93
Tax loss carry forward	11,026,425.57	(908,665.76)	10,117,759.81	11,026,425.57	(3,715,629.89)	7,310,795.68
Total	27,931,034.14	(1,792,286.22)	26,138,747.92	15,608,591.92	(3,321,477.05)	12,287,114.87
Deferred tax liabilities						
Property, plant and equipment	(45,090,900.89)	(12,632,220.60)	(57,723,121.49)	(20,860,952.22)	(6,612,322.59)	(27,473,274.81)

Baht

	Consolidated financial statements			Separate financial statements		
	January 1, 2012	Profit(loss)	December 31, 2012	January 1, 2012	Profit(loss)	December 31, 2012
Deferred tax assets						
Trade and other receivables	5,700,827.74	(550,839.59)	5,149,988.15	-	550,000.00	550,000.00
Inventories	766,618.26	(123,993.69)	642,624.57	766,618.26	(123,993.69)	642,624.57
Investment property	2,599,655.23	(339,085.47)	2,260,569.76	2,599,655.23	(339,085.47)	2,260,569.76
Property, plant and equipment	506,073.80	(262,094.50)	243,979.30	506,073.80	(262,094.50)	243,979.30
Provision	8,710,923.63	(103,476.84)	8,607,446.79	1,443,488.74	(558,496.02)	884,992.72
Tax loss carry forward	23,928,564.38	(12,902,138.81)	11,026,425.57	20,616,659.04	(9,590,233.47)	11,026,425.57
Total	42,212,663.04	(14,281,628.90)	27,931,034.14	25,932,495.07	(10,323,903.15)	15,608,591.92
Deferred tax liabilities						
Property, plant and equipment	(31,977,082.71)	(13,113,818.18)	(45,090,900.89)	(15,656,612.50)	(5,204,339.72)	(20,860,952.22)

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

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

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Bank overdrafts	9,786,206.21	28,678,559.34	1,019,072.03	7,992,698.80
Promissory notes	11,000,000.00	65,000,000.00	11,000,000.00	65,000,000.00
Trust receipts	-	281,611,400.70	-	9,824,178.00
Total	20,786,206.21	375,289,960.04	12,019,072.03	82,816,876.80

Lender	Type of credit	Credit lines (Millions Baht)		Referred interest rate
		2013	2012	
The Company				
Bank	Bank overdrafts	35.00	35.00	MOR
Bank	Promissory notes	65.00	65.00	MLR
Bank	Trust receipt / Letter of credit	220.00	220.00	MLR
Bank	Forward foreign currency	64.52	64.52	
	Total	384.52	384.52	
Subsidiaries				
Bank	Bank overdrafts	23.00	23.00	MOR
Bank	Trust receipt / Letter of credit	-	281.40	MLR
Bank	Forward foreign currency	-	42.21	
		23.00	346.61	

The Group have pledged land including existing construction and to be constructed as collateral for bank overdrafts and loans from financial institutions. Moreover, the loans are also guarantee by the Group's directors. The Company had co-guarantee for liabilities of subsidiaries (see Notes 4 and 12).

15. TRADE AND OTHER PAYABLES

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

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Trade payables				
Other parties	676,242,923.76	231,899,539.80	656,104,177.32	216,919,708.02
Related parties	715,725.29	-	7,880,283.30	31,883,701.24
Total	676,958,649.05	231,899,539.80	663,984,460.62	248,803,409.26
Accrued expenses	56,410,644.96	53,779,930.21	24,576,352.46	18,796,904.82
Payables from purchase of asset	12,961,716.41	1,773,639.12	884,344.12	1,702,359.12
Other payables	3,099,349.26	6,135,967.23	1,085,619.02	3,772,579.98
Total	72,471,710.63	61,689,536.56	26,546,315.60	24,271,843.92
Grand total	749,430,359.68	293,589,076.36	690,530,776.22	273,075,253.18

16. CURRENT PORTION OF LONG-TERM DEBTS

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

	Note	Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		2013	2012	2013	2012
Loans from financial institutions	17	65,158,139.35	92,440,664.33	61,272,000.00	88,132,664.33
Liabilities under finance leases	18	191,345,977.41	155,978,893.89	44,590,178.36	48,762,541.48
Total		256,504,116.76	248,419,558.22	105,862,178.36	136,895,205.81

17. LOANS FROM FINANCIAL INSTITUTIONS

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

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Loans from financial institutions	283,230,139.35	322,484,103.04	268,594,000.00	317,289,963.69
Less: Current portion of long-term debts	(65,158,139.35)	(92,440,664.33)	(61,272,000.00)	(88,132,664.33)
Long-term loans from financial institutions	218,072,000.00	230,043,438.71	207,322,000.00	229,157,299.36

Movements of loans from financial institutions for the years ended December 31, 2013 and 2012 were as follows:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Balance at the beginning	322,484,103.04	97,960,834.07	317,289,963.69	87,750,694.72
Increase	55,437,252.95	275,062,747.05	40,437,252.95	275,062,747.05
Decrease	(94,691,216.64)	(50,539,478.08)	(89,133,216.64)	(45,523,478.08)
Balance at the end	283,230,139.35	322,484,103.04	268,594,000.00	317,289,963.69

The details of the loans are summarized as follows:

Credit line	Lender	Millions Baht				Period	Referred Interest Rate	Repayment
		Credit line		Principal				
		2013	2012	2013	2012			
The Company								
1	Bank	-	43.88	-	29.51	Mar. 2009 - Mar. 2014	MLR	Monthly principal repayment totaling 54 installments, Baht 3.01 million each
2	Bank	35.00	35.00	7.70	14.90	Aug. 2009 - Aug. 2015	MLR	Monthly principal repayment totaling 72 installments, Baht 0.60 million each
3	Bank	30.00	30.00	26.80	7.50	Feb. 2012 - Feb. 2021	MLR	Monthly principal repayment totaling 108 installments, Baht 0.32 million each
4	Bank	150.00	150.00	126.96	136.66	Seb. 2012 - Jun. 2019	MLR	Monthly principal repayment totaling 78 installments, 1-77 installments, Baht 0.32 million each and 78 installment, Baht 2.16 million
5	Bank	130.90	130.90	102.53	128.72	Dec. 2012 - Dec. 2017	MLR	Monthly principal repayment totaling 54 installments, Baht 2.18 million each
6	Bank	7.00	-	4.60	-	Jan. 2014 - Jan. 2021	MLR	Monthly principal repayment totaling 84 installments, Baht 0.08 million each
	Total	352.90	389.78	268.59	317.29			
Subsidiaries								
7	Bank	20.00	20.00	-	3.30	Oct. 2008 - Oct. 2013	MLR	Monthly principal repayment totaling 60 installments, Baht 0.33 million each
8	Bank	5.00	5.00	0.89	1.89	Dec. 2009 - Nov. 2014	MLR	Monthly principal repayment totaling 60 installments, Baht 0.08 million each
9	Bank	15.00	15.00	13.75	-	Jul. 2013 - Jul. 2018	MLR	Monthly principal repayment totaling 60 installments, Baht 0.25 million each
	Total	40.00	40.00	14.64	5.19			
	Grand Total	392.90	429.78	283.23	322.48			

The Group had pledged land including existing construction and to be constructed as well as the benefits from insurance of construction against loans from financial institutions with the full personal guarantee of the directors of the Group. Moreover, the Company had co-guarantee for loan from financial institution of subsidiary (see Notes 4 and 12).

18. LIABILITIES UNDER FINANCE LEASES

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

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	184,846,918.79	40,979,347.33	225,826,266.12	38,091,119.74	5,099,422.00	43,190,541.74	142,605,317.49	32,605,836.22	175,211,153.71	35,388,965.08	7,669,880.76	43,058,845.82
2 - 5	484,701,430.20	49,386,115.59	534,087,545.79	51,413,840.06	2,733,391.95	54,147,232.01	381,928,833.70	43,176,690.71	425,105,524.41	88,853,504.04	7,792,574.69	96,646,078.75
	<u>669,548,348.99</u>	<u>90,365,462.92</u>	<u>759,913,811.91</u>	<u>89,504,959.80</u>	<u>7,832,813.95</u>	<u>97,337,773.75</u>	<u>524,534,151.19</u>	<u>75,782,526.93</u>	<u>600,316,678.12</u>	<u>124,242,469.12</u>	<u>15,462,455.45</u>	<u>139,704,924.57</u>
Sale and leaseback agreement												
1	6,499,058.62	1,621,256.67	8,120,315.29	6,499,058.62	1,621,256.67	8,120,315.29	13,373,576.40	645,078.56	14,018,654.96	13,373,576.40	645,078.56	14,018,654.98
2 - 5	20,280,682.66	2,708,644.26	22,989,326.92	20,280,682.66	2,708,644.26	22,989,326.92	1,687,519.76	17,169.40	1,704,689.16	1,687,519.76	17,169.40	1,704,689.15
	<u>26,779,741.28</u>	<u>4,329,900.93</u>	<u>31,109,642.21</u>	<u>26,779,741.28</u>	<u>4,329,900.93</u>	<u>31,109,642.21</u>	<u>15,061,096.16</u>	<u>662,247.96</u>	<u>15,723,344.12</u>	<u>15,061,096.16</u>	<u>662,247.96</u>	<u>15,723,344.13</u>
Total												
1	191,345,977.41	42,600,604.00	233,946,581.41	44,590,178.36	6,720,678.67	51,310,857.03	155,978,893.89	33,250,914.78	189,229,808.67	48,762,541.48	8,314,959.32	57,077,500.80
2 - 5	504,982,112.86	52,094,759.85	557,076,872.71	71,694,522.72	5,442,036.21	77,136,558.93	383,616,353.46	43,193,860.11	426,810,213.57	90,541,023.80	7,809,744.09	98,350,767.89
	<u>696,328,090.27</u>	<u>94,695,363.85</u>	<u>791,023,454.12</u>	<u>116,284,701.08</u>	<u>12,162,714.88</u>	<u>128,447,415.96</u>	<u>539,595,247.35</u>	<u>76,444,774.89</u>	<u>616,040,022.24</u>	<u>139,303,565.28</u>	<u>16,124,703.41</u>	<u>155,428,268.69</u>

The Group entered into the finance lease agreements for purchase machinery and equipment for rent and vehicles, payable monthly in the amount of Baht 4.97 million and Baht 20.68 million, respectively. As at December 31, 2013, the current portion of liabilities under the finance leases in the amount of Baht 191.35 million (year 2012: Baht 155.98 million) for the consolidated financial statements and Baht 44.59 million (year 2012: Baht 48.76 million) for the separate financial statements was presented under current portion.

The partial of liabilities under finance leases are also personally fully guaranteed by the related person (see Note 4).

In the year 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 (year 2012: Baht 53.43 million).

19. LIABILITY UNDER REPURCHASE AGREEMENT

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

	Baht	
	Consolidated	
	financial statements	
	2013	2012
Liability under repurchase agreement	60,110,913.64	60,110,913.64
Provision from litigation	41,682,389.73	35,671,298.36
Total	101,793,303.37	95,782,212.00
Less: The Legal Execution Department paid cash to the plaintiff	(18,954,272.85)	-
Balance	<u>82,839,030.52</u>	<u>95,782,212.00</u>

On December 16, 1996, The Crane Service Co., Ltd. (“subsidiary”) sold assets to a customer by finance lease through a Leasing Company; on condition that subsidiary had joint responsibility to repurchase assets if the customer did not perform according to the agreement.

On October 8, 2001, the subsidiary entered into a debt confirmation letter with a Leasing Company because the subsidiary’s customer did not perform according to the agreements in the amount of Baht 73.62 million. A debt confirmation letter indicated that the Subsidiary had to pay principal and interest which the first repayment started on October 2001. The liabilities were also fully guaranteed by the subsidiary’s directors.

The subsidiary recorded the lessee to accounts receivable from repurchase agreement that were presented under current assets in the amount of Baht 45.82 million (see Note 8) according to the amount to be repaid by the subsidiary. The subsidiary had reclaimed the debt in the amount of Baht 68.20 million.

The Group and director are litigation a suit brought against it involving compensation of breach debt confirmation agreement in co-defendant, however, the Subsidiary has already recorded the provision of the damage fine at the Civil Court and Appeal Court judged (see Note 31.1). Anyway the subsidiary reclassified such provision to current liability.

The Group's and director's cash at financial institutions was sequestered and the Legal Execution Department paid sequestered cash of the Group and director to the plaintiff (see Note 5).

20. EMPLOYEE BENEFITS

Employee benefit obligations in the statements of financial position as at December 31, 2013 and 2012 consisted of:

	Baht			
	Post-employment benefit plan			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Present value of obligations	12,879,143.89	7,365,935.59	7,144,134.62	4,424,963.58
Employee benefit obligations	12,879,143.89	7,365,935.59	7,144,134.62	4,424,963.58

Movements of the present value of employee benefit obligations for the years ended December 31, 2013 and 2012 were as follows:

	Baht			
	Post-employment benefit plan			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Present value of employee benefit obligations as at January 1,	7,365,935.59	8,550,763.03	4,424,963.58	6,276,038.02
Employee benefit expenses in the statements of comprehensive income:				
Current service cost	6,425,317.82	1,634,349.45	3,330,118.85	1,040,752.13
Interest cost	232,196.64	308,001.11	151,072.04	235,351.43
Actuarial gains	(798,963.62)	-	(622,019.85)	-
Benefits paid from retirement and termination	(345,342.54)	(3,127,178.00)	(140,000.00)	(3,127,178.00)
Present value of employee benefit obligations as at December 31,	<u>12,879,143.89</u>	<u>7,365,935.59</u>	<u>7,144,134.62</u>	<u>4,424,963.58</u>

The Group made defined benefit plan in accordance with severance payment as the labor law which entitled retired employee within work service period in various rates, such as more than 10 years to receive severance payment not less than 300 days or 10 months of the last month salary.

Principal actuarial assumptions as at December 31, 2013 and 2012 (expressed as weighted averages) as follows:

	Percent			
	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
Discount rate at December 31,	4.05 - 4.31	3.75	4.19	3.75
Future salary increases	5	5	5	5
Disability rate	5 of Mortality rate	5 of Mortality rate	5 of Mortality rate	5 of Mortality rate

The actuarial assumption of discount rate is estimated from weighted average of yield rate of government bonds as at the end of reporting date that reflects the estimated timing of benefit payments.

The actuarial assumption of mortality rate for reasonable estimation of probability of retirement in the future is estimated from mortality table in year 2008.

21. SHARE CAPITAL AND DIVIDEND PAYMENT

The Company

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.

At the Ordinary General Meeting of Shareholders held on April 26, 2012, a resolution was passed authorizing as follows:

Dividend payment

- Stock dividend at the rate of 8 existing shares to 1 new share, totaling Baht 56.25 million and cash dividend at the rate of Baht 0.01388889 per share, totaling Baht 6.25 million, total dividend payment in the amount of Baht 62.50 million.

Increase in ordinary shares

- A special resolution was passed to increase registered capital of the Company from Baht 450 million to Baht 506.25 million by issuing new 56.25 million ordinary shares at the par value of Baht 1 each for stock dividend payments. The Company registered the increase in share capital with the Ministry of Commerce on May 2, 2012.

The Company registered the change in paid-up share capital from the increase in share capital with the Ministry of Commerce on May 25, 2012.

Subsidiaries

At the Board of Directors' Meeting of The Crane Lamechabang Co., Ltd. held on December 23, 2013, a resolution was passed authorizing the interim dividend payment at the rate of Baht 40 per share, totaling Baht 10 million and approved an additional appropriated legal reserve of Baht 0.50 million.

At the Board of Directors' Meeting of The Crane Rayong Co., Ltd. held on December 23, 2013, a resolution was passed authorizing the interim dividend payment at the rate of Baht 120 per share, totaling Baht 30 million.

At the Board of Directors' Meeting of The Crane Heavy Lift Co., Ltd. held on December 23, 2013, a resolution was passed authorizing the interim dividend payment at the rate of Baht 4 per share, totaling Baht 10 million and approved an additional appropriated legal reserve of Baht 0.50 million.

At the Board of Directors' Meeting of The Crane Lamechabang Co., Ltd. held on December 4, 2012, a resolution was passed authorizing the interim dividend payment at the rate of Baht 40 per share, totaling Baht 10 million and approved an additional appropriated legal reserve of Baht 0.50 million. At the Ordinary General Meeting of Shareholders held on April 25, 2013 ratified this dividend payment.

At the Board of Directors' Meeting of The Crane Rayong Co., Ltd. held on December 4, 2012, a resolution was passed authorizing the interim dividend payment at the rate of Baht 200 per share, totaling Baht 50 million. At the Ordinary General Meeting of Shareholders held on April 25, 2013 ratified this dividend payment.

At the Board of Directors' Meeting of The Crane Heavy Lift Co., Ltd. held on December 4, 2012, a resolution was passed authorizing the interim dividend payment at the rate of Baht 4 per share, totaling Baht 10 million and approved an additional appropriated legal reserve of Baht 0.50 million. At the Ordinary General Meeting of Shareholders held on April 25, 2013 ratified this dividend payment.

At the Board of Directors' Meeting of The Crane Service Lift Co., Ltd. held on December 4, 2012, a resolution was passed authorizing the interim dividend payment at the rate of Baht 100 per share, totaling Baht 10 million and approved an additional appropriated legal reserve of Baht 0.50 million. At the Ordinary General Meeting of Shareholders held on April 25, 2013 ratified this dividend payment.

22. SHARE PREMIUM

Section 51 of the Public Limited Companies Act B.E. 2535 requires companies to set aside share subscriptions received in excess of the par value of the shares issued to a reserve account ("share premium"). Share premium is not available for dividend distribution.

23. LEGAL RESERVE

According to the Public Limited Companies Act B.E. 2535, the Company is required to set aside a statutory reserve at least 5 percent of its net profit after deducting accumulated deficit brought forward (if any) until the reserve reaches 10 percent of the registered share capital. The statutory reserve could not be used for dividend payment.

24. EXPENSES BY NATURE

Significant expenses by nature for the years ended December 31, 2013 and 2012 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Purchases of finished goods	977,730,281.30	605,862,690.05	977,730,281.30	605,862,690.05
Supplies used	20,068,715.41	13,144,914.28	20,075,384.44	13,272,204.28
Salaries and other related benefits	161,107,378.53	150,656,468.21	70,860,694.00	63,468,254.34
Cost of rental and transportation services	82,261,171.44	74,752,474.09	3,056,375.46	2,670,991.39
Other rental and service expenses	8,470,407.08	8,107,398.28	2,993,672.91	2,848,559.66
Insurance expenses	7,430,650.60	5,932,425.38	1,951,351.70	1,745,288.77
Maintenance expenses	20,628,251.56	18,452,851.00	1,212,748.79	1,575,800.87
Depreciation	200,961,809.64	146,473,254.66	78,293,029.88	68,787,875.06
Sale promotion expenses	27,307,591.60	27,175,949.53	12,989,202.38	16,780,713.48
Fees	10,707,657.45	9,615,585.05	7,342,540.06	6,955,678.92
Doubtful accounts and loss from				
impairment of assets	3,814,111.29	2,413,367.95	48,150.00	2,344,100.85
Loss on exchange rate	28,663,997.70	-	28,663,997.70	-
Provision	6,011,091.37	6,011,091.37	-	-

25. FINANCE COSTS

Finance costs for the years ended December 31, 2013 and 2012 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Interest expenses	74,237,754.65	59,139,814.46	35,276,400.99	34,460,673.77
Bank charge	3,535.00	416,998.50	-	400,600.00
Total	74,241,289.65	59,556,812.96	35,276,400.99	34,861,273.77
Less: Interest expenses capitalised	(2,444,795.62)	(989,140.31)	(980,749.42)	(989,140.31)
Net	71,796,494.03	58,567,672.65	34,295,651.57	33,872,133.46

26. PROVIDENT FUND

The Group and its employees jointly registered a provident fund scheme under the Provident Fund Act B.E. 2530. The Fund is contributed to by both the employees and the Group. The Fund is managed by CIMB-Principal Asset Management Company Limited and will be paid to the employees upon termination in accordance with the rules of the Fund. In the year 2013, Baht 1.91 million (year 2012: Baht 2.10 million) in the consolidated financial statements and Baht 1.00 million (year 2012: Baht 0.94 million) in the separate financial statements have been contributed to the fund by the Group.

27. INCOME TAX

Corporate income tax for the years ended December 31, 2013 and 2012 was calculated at a rate specified by the Revenue Department on net earnings after adjusting certain conditions according to the Revenue Code. The Group recorded the corporation income tax as expense for the years and recorded the accrued portion as liabilities in the statements of financial position.

Income tax reduction

Royal Decree No. 530 B.E. 2554 dated December 14, 2011 grants a reduction in the corporate income tax rate from 30% to 23% on net profit for the accounting period beginning on or after January 1, 2012, and will be reduced to 20% on net profit for the two consecutive accounting periods beginning on or after January 1, 2013 onwards.

Tax expense for the years ended December 31, 2013 and 2012 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Current tax expense				
Current year	11,742,356.92	18,523,392.96	-	-
Deferred tax expense				
Movements in temporary differences	14,424,506.82	26,060,371.38	9,933,799.64	14,187,910.36
Decrease in tax rate	-	1,335,075.70	-	1,340,332.51
Tax expense	<u>26,166,863.74</u>	<u>45,918,840.04</u>	<u>9,933,799.64</u>	<u>15,528,242.87</u>

Reconciliation of effective tax rate

	Consolidated financial statements			
	2013		2012	
	Tax rate (%)	Baht	Tax rate (%)	Baht
Profit before income tax		98,758,235.18		210,240,094.26
Income tax using the corporate tax rate	20	19,751,647.04	23	48,355,221.68
Expenses not deductible for tax purposes		10,687,968.31		3,201,175.80
Revenues granted income tax exemption		(16,579,092.86)		(39,336,522.42)
Addition expenses deductible for tax purposes		(11,791,965.75)		-
Effects of elimination entries on consolidation		9,683,921.62		17,551,692.88
Loss carry forward		(3,715,629.89)		(11,248,174.98)
Current loss		3,705,508.45		-
Current tax	12	11,742,356.92	9	18,523,392.96
Movement in temporary differences		14,424,506.82		26,060,371.38
Decrease in tax rate		-		1,335,075.70
Tax expense	26	<u>26,166,863.74</u>	22	<u>45,918,840.04</u>

	Separate financial statements			
	2013		2012	
	Tax rate		Tax rate	
	(%)	Baht	(%)	Baht
Profit before income tax		70,280,044.45		146,046,482.33
Income tax using the corporate tax rate	20	14,056,008.89	23	33,590,690.94
Expenses not deductible for tax purposes		6,648,383.73		-
Revenues granted income tax exemption		(9,999,836.00)		(25,654,421.30)
Addition expenses deductible for tax purposes		(6,988,926.73)		-
Loss carry forward		(3,715,629.89)		(7,936,269.64)
Current tax	-	-	-	-
Movement in temporary differences		9,933,799.64		14,187,910.36
Decrease in tax rate		-		1,340,332.51
Tax expense	14	9,933,799.64	11	15,528,242.87

28. 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.

29. COMMITMENTS AND CONTINGENT LIABILITIES

As at December 31, 2013, the Group had commitments and contingent liabilities as follows:

The Company

29.1 Commitments for payment under agreement as follow:

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

29.1.2 The land lease agreement in the amount of Baht 0.09 million per month.

29.1.3 Construction office building, factory and other service in the amount of Baht 6.08 million.

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

29.3 Contingent liabilities as follow:

29.3.1 Contingent liabilities on co-guarantee for liabilities under finance leases of subsidiaries at book value in the amount of Baht 534.85 million (see Note 4).

29.3.2 Contingent liabilities on guarantee for liabilities under finance leases of customer outstanding balance in the amount of Baht 2.49 million.

29.3.3 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

29.4 Commitments for payment under agreement as follow:

29.4.1 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.

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

29.4.3 The service agreement in the amount of Baht 0.42 million per month.

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

29.6 Contingent liabilities as follow:

29.6.1 Contingent liability on co-guarantee for liabilities under finance leases with the Company at book value in the amount of Baht 25.33 million (see Note 4).

29.6.2 Contingent liability on co-guarantee for liabilities under finance leases with the Subsidiaries at book value in the amount of Baht 4.47 million (see Note 4).

29.6.3 The Crane Service Co., Ltd. is litigating a suit brought against it involving compensation of breach debt confirmation agreement in the amount of Baht 66.54 million (see Note 31).

29.6.4 The Crane Heavy Lift Co., Ltd. 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.

30. FINANCIAL INSTRUMENTS

30.1 Capital management

The Board of Directors' policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Board monitors the return on capital, which the Group defines as result from operating activities divided by total shareholders' equity and also monitors the level of dividends to ordinary shareholders.

30.2 Accounting policies

The details of significant accounting policies and methods used for classification of financial assets and financial liabilities including valuation, basis of recognition of income and expenses are disclosed in Note 3.

30.3 Financial risk management policies

The Company is exposed to fluctuations in interest rates and foreign exchange rates in the market and the risks from default of the agreements by counterparties. The Company had risk management policies as follows:

30.3.1 Interest rate risk

Interest rate risk is the fluctuation of the market interest rate in the future that will affect the Company's operations and cash flows. The Company has interest rate risk from cash and deposits at banks, bank overdrafts and loans from banks because the interest rate of the financial assets and financial liabilities fluctuate based on the market rate. In addition, the Company has not engaged in any hedging contracts related to interest rates.

30.3.2 Foreign currency risk

The Company's exchange rate risk primarily involves the purchases and sales of goods in foreign currencies. As at December 31, 2013 and 2012, the Group had assets and liabilities in foreign currencies as follows:

	Millions			
	Consolidated and Separate financial statements			
	2013		2012	
Currencies	Assets	Liabilities	Assets	Liabilities
YEN (Japan)	-	0.43	-	0.43
US Dollars	-	19.75	-	7.22
Singapore Dollars	-	0.02	-	-

Credit risk – trade receivables

The Company has a policy to hedge credit risk from trade receivables by forming a conservative credit policy and by determining the receipt from the sales of goods and service. Therefore, the Company expects that the loss from the collection of those trade receivables should not exceed the allowance for doubtful accounts.

30.4 Fair value

Most of the financial assets are trade receivables which are short-term credit. Most of the financial liabilities are trade accounts payable and bank overdrafts and loans from banks with interest rates close to the market rate. The carrying amount of the financial assets and financial liabilities are not significantly different from their fair value.

31. LITIGATION

The Company

31.1 The Company and The Crane Rayong Co., Ltd., The Crane Lamechabang Co., Ltd. and The Crane Heavy Lift Co., Ltd. (“the Group”) and director are litigation a suit brought against it 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 Co., Ltd. sold assets to a customer by finance leases through a Leasing Company; on condition that The Crane Service Co., Ltd. had joint responsibility to repurchase assets if the customer did not perform according to the agreement. However, The Crane Service Co., Ltd. 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. (See Note 19)

On July 14, 2009, Civil Court and on May 31, 2013, Appeal Court judged The Crane Service Co., Ltd. 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 complete repayment. At present, the case is pending decision in the Supreme Court and suspending the enforcement of the petition, however, the Group and director are sequestered by the Legal Execution Department (see Note 5).

Anyway The Crane Service Co., Ltd. has already recorded all provision of the damage fine in “Provision” (see Note 19). However, the management of the Group entered into an agreement that if the Group is affected by the litigation, The Crane Service Co., Ltd. Is responsible for the damage results. Addition, the management estimates that The Crane Service Co., Ltd. Is capable of supporting effects.

Subsidiaries

31.2 The Crane Heavy Lift Co., Ltd. was informed by the official receiver to pay rent in the amount of Baht 13.60 million and the cancellation of an agreement. The subsidiary denied the rental agreement with the official receiver because the subsidiary has an agreement with the subsidiary's director. At present, the subsidiary does not use such land and recorded provision of the rental in "accrued expenses".

The subsidiary has recorded the above accrued rental expenses which were divided into 2 parts as follows:

1. The subsidiary has recorded the accrued rental expenses on a monthly basis according the agreement with the subsidiary's director. On June 1, 2012, the subsidiary terminated the land lease agreement, which the lease agreement stated that the building on the leased land has to transfer to the lessor or dismantle. However, the subsidiary had negotiated with the lessor to purchase the building on the leased land instead gratis or dismantle. The lessor agreed that the repayment will be offsetting with subsidiary's accrued rental expense as stipulated. As at December 31, 2013, the subsidiary had the accrued rental expenses in the amount of Baht 6.20 million (see Note 4), the subsidiary's director does not accept until the dispute is finalized. In case the subsidiary has any damage, the subsidiary's director is willing to waive the rental fee from the subsidiary.
2. The subsidiary hired UK Valuation and Agency Company Limited as an independent appraiser to appraise such monthly rental fee for the land, which the subsidiary will set up an allowance for additional damage on a monthly basis following the monthly market rental rate which was appraised by the independent appraiser. As at December 31, 2013, the subsidiary had set up an allowance for damage in the amount of Baht 10.67 million.

As at December 31, 2013, the subsidiary has recorded the accrued rental expenses totaling in the amount of Baht 16.87 million. However, if the subsidiary loses more than such provision, the subsidiary's director will be responsible for the total in excess.

31.3 The Crane Heavy Lift Co., Ltd. ("subsidiary") is litigating a suit brought against it for a claim of Baht 1.32 million. Civil Court judged the subsidiary to pay the debt and Appeal Court judged to dismiss the plaintiff's plaint.

At present, the case is pending decision in the Supreme Court. However, the subsidiary expects that there is no damage from this litigation.

32. EVENTS AFTER THE REPORTING PERIOD

On January 15, 2014 the Company entered into a sale land agreement to other company in the amount of Baht 500 million (See Note 11).

33. APPROVAL OF THE FINANCIAL STATEMENTS

These financial statements were authorised for issue by the Company's Board of Directors on February 28, 2014.