

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, 2015, 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, 2015, 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, 2015, 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, 2015, and its financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Prawit Viwanthananut

Certified Public Accountant

Registration Number 4917

PV Audit Co., Ltd.

Bangkok, February 25, 2016

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES
FINANCIAL STATEMENTS AND AUDITOR'S REPORT
FOR THE YEAR ENDED DECEMBER 31, 2015

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT DECEMBER 31, 2015

	Note	Baht			
		Consolidated financial statements		Separate financial statements	
		2015	2014	2015	2014
Assets	3				
Current assets					
Cash and cash equivalents	5	10,534,468.67	17,277,668.23	1,183,661.85	15,106,218.04
Trade and other receivables	4, 6	137,347,520.73	209,666,977.06	184,088,058.16	162,475,838.91
Short-term loans to related parties	4	-	-	98,900,000.00	22,000,000.00
Inventories	7	264,336,181.51	332,828,148.54	262,507,416.30	334,117,720.14
Other current assets		20,955,027.15	24,499,540.37	4,412,066.63	8,825,779.07
Total current assets		433,173,198.06	584,272,334.20	551,091,202.94	542,525,556.16
Non-current assets					
Restricted bank deposits	9	411,119.92	504,258.71	280,766.24	275,716.49
Investments in subsidiaries	4, 10	-	-	299,991,430.00	299,991,430.00
Investment property	11	1,760,606.42	1,784,769.65	-	-
Property, plant and equipment	12	2,264,521,045.02	2,072,315,724.15	727,972,810.50	895,259,728.15
Deferred tax assets	13	-	3,646,405.56	-	-
Other non-current assets		88,588,592.99	63,707,105.27	24,884,207.81	28,525,799.93
Total non-current assets		2,355,281,364.35	2,141,958,263.34	1,053,129,214.55	1,224,052,674.57
Total assets		2,788,454,562.41	2,726,230,597.54	1,604,220,417.49	1,766,578,230.73

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

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT DECEMBER 31, 2015

	Note	Baht			
		Consolidated financial statements		Separate financial statements	
		2015	2014	2015	2014
Liabilities and shareholders' equity	3				
Current liabilities					
Bank overdrafts and short-term loans					
from financial institutions	14	65,456,007.19	68,156,167.94	49,579,273.53	65,301,465.48
Trade and other payables	4, 15	134,195,646.61	84,420,114.98	79,319,353.77	28,234,474.60
Current portion of debts	16	355,871,390.04	287,375,329.57	76,425,374.11	100,537,969.53
Liability under repurchase agreement	19	-	88,850,121.89	-	-
Short-term loans from related parties	4	-	-	82,400,000.00	158,050,000.00
Accrued income tax		285,996.79	1,000,809.68	-	-
Other current liabilities		20,196,086.77	23,020,272.14	10,749,299.66	10,460,339.66
Total current liabilities		576,005,127.40	552,822,816.20	298,473,301.07	362,584,249.27
Non-current liabilities					
Long-term loans from financial institutions	17	164,686,000.00	222,574,000.00	159,936,000.00	214,824,000.00
Long-term liabilities under finance leases	18	604,136,885.03	449,794,666.56	15,159,947.19	36,576,476.90
Deferred tax liabilities	13	52,738,547.41	59,340,306.88	27,205,479.16	29,679,858.26
Employee benefit obligations	20	20,426,439.10	16,124,654.69	9,877,986.84	8,019,316.31
Other non-current liabilities	4	11,846,441.01	12,558,610.34	2,310,119.10	2,204,890.10
Total non-current liabilities		853,834,312.55	760,392,238.47	214,489,532.29	291,304,541.57
Total liabilities		1,429,839,439.95	1,313,215,054.67	512,962,833.36	653,888,790.84

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT DECEMBER 31, 2015

	Note	Baht			
		Consolidated financial statements		Separate financial statements	
		2015	2014	2015	2014
Shareholders' equity					
Share capital	21				
Authorized share capital - 696,426,133 ordinary shares in year 2015 and 626,784,419 ordinary shares in year 2014, Baht 1 par value		696,426,133.00	626,784,419.00	696,426,133.00	626,784,419.00
Issued and paid-up share capital - 696,424,685 ordinary shares in year 2015 and 626,783,520 ordinary shares in year 2014, fully paid-up		696,424,685.00	626,783,520.00	696,424,685.00	626,783,520.00
Premium on ordinary shares	22	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	-	-
Retained earnings					
Appropriated - legal reserve	23	31,524,151.37	31,524,151.37	31,524,151.37	31,524,151.37
Unappropriated	21	381,917,176.86	505,958,762.27	153,755,247.76	244,828,268.52
Total shareholders' equity		1,358,615,122.46	1,413,015,542.87	1,091,257,584.13	1,112,689,439.89
Total liabilities and shareholders' equity		2,788,454,562.41	2,726,230,597.54	1,604,220,417.49	1,766,578,230.73

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

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED DECEMBER 31, 2015

		Baht			
		Consolidated financial statements		Separate financial statements	
	Note	2015	2014	2015	2014
	3		(Restated)		(Restated)
Revenue from sales and services	4	864,083,549.92	1,067,683,682.69	883,009,534.65	543,646,975.00
Cost of sales and services	2, 4, 24	(701,532,677.91)	(719,535,879.48)	(791,910,334.32)	(459,850,931.37)
Gross profit		162,550,872.01	348,147,803.21	91,099,200.33	83,796,043.63
Other income	4	38,077,746.21	176,511,866.49	19,626,131.88	186,404,670.22
Selling and service expenses	2, 4, 24	(38,205,006.95)	(47,325,100.33)	(19,285,952.35)	(21,434,349.73)
Administrative expenses	2, 4, 24	(141,071,085.51)	(124,669,932.19)	(83,841,653.16)	(79,865,553.48)
Finance costs	4, 25	(62,995,618.62)	(52,318,116.42)	(23,852,755.30)	(15,404,399.10)
Profit (loss) before income tax		(41,643,092.86)	300,346,520.76	(16,255,028.60)	153,496,411.54
Tax income (expense)	2, 27	(3,550,291.62)	(61,230,427.27)	2,492,026.62	(32,685,462.79)
Profit (loss) for the year		(45,193,384.48)	239,116,093.49	(13,763,001.98)	120,810,948.75
Other comprehensive income:	2				
Items that will never be reclassified to profit or loss					
Defined benefit plan actuarial gains (losses)		(1,834,490.10)	(3,418,976.90)	88,237.58	(1,123,143.20)
Income tax relating to defined benefit plan actuarial gains (losses)	27	366,898.01	683,795.38	(17,647.52)	224,628.64
Other comprehensive income (loss) for the year - net of tax		(1,467,592.09)	(2,735,181.52)	70,590.06	(898,514.56)
Total comprehensive income (loss) for the year		(46,660,976.57)	236,380,911.97	(13,692,411.92)	119,912,434.19
Basic earnings (loss) per share	2, 3				
Profit (loss) attributable to equity holders of the Company		(0.0649)	0.3433	(0.0198)	0.1735
Weighted average number of ordinary shares (Shares)		696,424,685	696,424,685	696,424,685	696,424,685

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

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEAR ENDED DECEMBER 31, 2015

Baht						
Consolidated financial statements						
Note	Issued and paid-up share capital	Premium on ordinary shares	Surplus arising from business combination under common control	Retained earnings		Total
				Appropriated	Unappropriated (Restated)	
Beginning balance as at January 1, 2014	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
Changes in shareholders' equity						
Profit for the year	-	-	-	-	239,116,093.49	239,116,093.49
Other comprehensive loss for the year	2	-	-	-	(2,735,181.52)	(2,735,181.52)
Legal reserve	23	-	-	5,995,621.71	(5,995,621.71)	-
Increase in ordinary shares	21	48,213,287.00	-	-	-	48,213,287.00
Dividend payment	21	-	-	-	(53,571,318.25)	(53,571,318.25)
Ending balance as at December 31, 2014	626,783,520.00	209,553,500.00	39,195,609.23	31,524,151.37	505,958,762.27	1,413,015,542.87
Changes in shareholders' equity						
Loss for the year	-	-	-	-	(45,193,384.48)	(45,193,384.48)
Other comprehensive loss for the year	2	-	-	-	(1,467,592.09)	(1,467,592.09)
Increase in ordinary shares	21	69,641,165.00	-	-	-	69,641,165.00
Dividend payment	21	-	-	-	(77,380,608.84)	(77,380,608.84)
Ending balance as at December 31, 2015	696,424,685.00	209,553,500.00	39,195,609.23	31,524,151.37	381,917,176.86	1,358,615,122.46

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

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2015

Baht					
Separate financial statements					
Note	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Total
			Appropriated	Unappropriated (Restated)	
Beginning balance as at January 1, 2014	578,570,233.00	209,553,500.00	25,528,529.66	184,482,774.29	998,135,036.95
Changes in shareholders' equity					
Profit for the year	-	-	-	120,810,948.75	120,810,948.75
Other comprehensive loss for the year	2	-	-	(898,514.56)	(898,514.56)
Legal reserve	23	-	5,995,621.71	(5,995,621.71)	-
Increase in ordinary shares	21	48,213,287.00	-	-	48,213,287.00
Dividend payment	21	-	-	(53,571,318.25)	(53,571,318.25)
Ending balance as at December 31, 2014	626,783,520.00	209,553,500.00	31,524,151.37	244,828,268.52	1,112,689,439.89
Changes in shareholders' equity					
Loss for the year	-	-	-	(13,763,001.98)	(13,763,001.98)
Other comprehensive income for the year	2	-	-	70,590.06	70,590.06
Increase in ordinary shares	21	69,641,165.00	-	-	69,641,165.00
Dividend payment	21	-	-	(77,380,608.84)	(77,380,608.84)
Ending balance as at December 31, 2015	696,424,685.00	209,553,500.00	31,524,151.37	153,755,247.76	1,091,257,584.13

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

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2015

	Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
		(Restated)		(Restated)
Cash flows from operating activities				
Profit (loss) before income tax	(41,643,092.86)	300,346,520.76	(16,255,028.60)	153,496,411.54
Adjustments to reconcile profit (loss) before income tax to net cash provided by (used in) operating activities				
Depreciation	266,451,237.18	217,570,285.24	73,204,812.75	76,906,743.22
Doubtful accounts (reversal)	18,575,405.34	(2,145,168.41)	1,273,272.08	1,064,669.26
Loss from obsolete stock (reversal)	1,981,832.79	(154,777.80)	1,981,832.79	(154,777.80)
Loss from impairment of assets and written-off assets	4,414,322.96	3,244,601.61	4,414,321.96	108,203.32
Gain on sales of assets	(1,265,875.28)	(159,516,072.27)	(1,265,875.28)	(157,619,625.55)
Fine from litigation (reversal)	(31,850,121.89)	6,011,091.37	-	-
Unrealized (gain) loss on exchange rate and revaluation	282,342.09	(8,341.20)	569,239.77	-
Interest income	(128,524.71)	(84,813.10)	(3,651,138.29)	(3,364,659.47)
Interest expenses	62,995,618.62	51,907,341.42	23,852,755.30	14,993,624.10
Employee benefit obligations	2,949,770.71	2,052,254.98	1,980,716.01	1,175,852.47
Profit from operating activities before change in operating assets and liabilities	282,762,914.95	419,222,922.60	86,104,908.49	86,606,441.09
Change in operating assets (increase) decrease				
Trade and other receivables	48,746,329.11	(28,672,119.92)	(20,089,069.43)	(50,018,522.02)
Inventories	(200,388,963.39)	223,945,305.90	169,422,039.14	237,330,300.31
Other current assets	3,544,584.46	25,132,963.81	4,413,783.68	25,865,718.35
Restricted bank deposits	93,138.79	(8,757.29)	(5,049.75)	(6,007.76)
Other non-current assets	(5,102,307.73)	2,832,695.59	2,369,149.76	(6,165,000.00)
Change in operating liabilities increase (decrease)				
Trade and other payables	36,400,966.24	(666,028,209.95)	48,908,385.35	(662,661,977.91)
Liability under repurchase agreement	(57,000,000.00)	-	-	-
Other current liabilities	(2,824,185.37)	4,564,533.11	288,960.00	2,943,960.64
Employee benefit obligations paid	(482,476.40)	(2,225,721.08)	(33,807.90)	(1,423,813.98)
Other non-current liabilities	(712,169.33)	413,453.19	105,229.00	(78,841.85)
Cash generated (paid) from operations	105,037,831.33	(20,822,934.04)	291,484,528.34	(367,607,743.13)
Interest received	126,246.59	71,895.90	854,716.39	8,299,888.79
Proceeds from income tax refund	-	5,966,541.26	-	-
Income tax paid	(32,887,792.04)	(57,811,835.61)	(4,982,609.28)	(24,077,219.99)
Net cash provided by (used in) operating activities	72,276,285.88	(72,596,332.49)	287,356,635.45	(383,385,074.33)

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

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2015

	Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
		(Restated)		(Restated)
Cash flows from investing activities				
(Increase) decrease in short-term loans to related parties	-	-	(76,900,000.00)	91,500,000.00
Increase in investment in subsidiary	-	-	-	(125,000,000.00)
Purchases of property, plant and equipment	(85,385,148.20)	(186,340,657.43)	(9,417,511.78)	(51,565,587.26)
Proceeds from sales of assets	9,607,476.64	487,786,726.85	9,607,476.64	484,568,748.35
Net cash provided by (used in) investing activities	(75,777,671.56)	301,446,069.42	(76,710,035.14)	399,503,161.09
Cash flows from financing activities				
Increase (decrease) in bank overdrafts and short-term loans				
from financial institutions	(2,700,160.75)	47,369,961.73	(15,722,191.95)	53,282,393.45
Proceeds from short-term loans from related parties	-	-	58,350,000.00	61,150,000.00
Repayment for short-term loans from related parties	-	-	(134,000,000.00)	(49,250,000.00)
Proceeds from sale and leaseback agreement and				
finance lease agreement	392,452,400.00	-	-	-
Repayment for liabilities under finance leases	(263,707,929.01)	(201,805,964.31)	(46,023,155.70)	(45,910,083.88)
Proceeds from long-term loans from financial institutions	-	251,500,000.00	-	251,500,000.00
Repayment for long-term loans from financial institutions	(57,888,000.00)	(254,268,139.35)	(54,888,000.00)	(250,382,000.00)
Interest paid	(63,658,744.38)	(53,015,128.66)	(24,546,429.11)	(16,143,578.64)
Dividend payment	(7,739,379.74)	(5,357,983.59)	(7,739,379.74)	(5,357,983.59)
Net cash used in financing activities	(3,241,813.88)	(215,577,254.18)	(224,569,156.50)	(1,111,252.66)
Net increase (decrease) in cash and cash equivalents	(6,743,199.56)	13,272,482.75	(13,922,556.19)	15,006,834.10
Cash and cash equivalents at the beginning of the year	17,277,668.23	4,005,185.48	15,106,218.04	99,383.94
Cash and cash equivalents at the end of the year	10,534,468.67	17,277,668.23	1,183,661.85	15,106,218.04

Additional details of non-cash items

1. The Company and subsidiaries purchased the machinery and equipment for rent and vehicles at cost in the amount of Baht 0.59 million (year 2014: Baht 14.66 million) in the separate financial statements and in the amount of Baht 97.41 million (year 2014: Baht 207.33 million) in the consolidated financial statements by cash payment in the amount of Baht 0.10 million (year 2014: Baht 2.81 million) in the separate financial statements and in the amount of Baht 3.31 million (year 2014: Baht 22.57 million) in the consolidated financial statements and by entering into a finance lease agreement for the remainder.
2. The Company sold the machinery and equipment for rent to the subsidiaries with by cash received according to the lease agreement in the amount of Baht 392.45 million.

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2015

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). On August 7, 2014, the Company’s listed securities were moved to trade on the Stock Exchange of Thailand (SET).

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 accordance 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	
			2015	2014
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 preparation of the consolidated financial statements has 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. The Company is deemed to have control over an investee or subsidiaries if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that significantly affect the amount of its returns. 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.

Adoption of New Thai Financial Reporting Standards

FAP has issued Notifications, mandating the use of new and revised Conceptual Framework for Financial Reporting (revised 2015), Thai Accounting Standards (“TAS”), TFRS, Thai Standard Interpretations (“TSIC”) and Thai Financial Reporting Interpretations (“TFRIC”) as follows:

- Conceptual Framework for Financial Reporting (revised 2015) which is immediately effective for the year 2015.
- TAS, TFRS, TSIC and TFRIC which are effective for the financial statements for the period beginning on or after January 1, 2015 as follows:

TAS/TFRS/TSIC/TFRIC	Topic
TAS 1 (revised 2014)	Presentation of Financial Statements
TAS 2 (revised 2014)	Inventories

TAS/IFRS/TSIC/IFRIC	Topic
TAS 7 (revised 2014)	Statement of Cash Flows
TAS 8 (revised 2014)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (revised 2014)	Events after the Reporting Period
TAS 11 (revised 2014)	Construction Contracts
TAS 12 (revised 2014)	Income Taxes
TAS 16 (revised 2014)	Property, Plant and Equipment
TAS 17 (revised 2014)	Leases
TAS 18 (revised 2014)	Revenue
TAS 19 (revised 2014)	Employee Benefits
TAS 20 (revised 2014)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (revised 2014)	The Effects of Changes in Foreign Exchange Rates
TAS 23 (revised 2014)	Borrowing Costs
TAS 24 (revised 2014)	Related Party Disclosures
TAS 26 (revised 2014)	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (revised 2014)	Separate Financial Statements
TAS 28 (revised 2014)	Investments in Associates and Joint Ventures
TAS 29 (revised 2014)	Financial Reporting in Hyperinflationary Economies
TAS 33 (revised 2014)	Earnings per Share
TAS 34 (revised 2014)	Interim Financial Reporting
TAS 36 (revised 2014)	Impairment of Asset

TAS/TFRS/TSIC/TFRIC	Topic
TAS 37 (revised 2014)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (revised 2014)	Intangible Assets
TAS 40 (revised 2014)	Investment Property
TFRS 2 (revised 2014)	Share-based Payment
TFRS 3 (revised 2014)	Business Combinations
TFRS 5 (revised 2014)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6 (revised 2014)	Exploration for and Evaluation of Mineral Resources
TFRS 8 (revised 2014)	Operating Segments
TFRS 10	Consolidated Financial Statements
TFRS 11	Joint Arrangements
TFRS 12	Disclosure of Interests in Other Entities
TFRS 13	Fair Value Measurement
TSIC 10 (revised 2014)	Government Assistance - No specific Relation to Operating Activities
TSIC 15 (revised 2014)	Operating Leases - Incentives
TSIC 25 (revised 2014)	Income Taxes - Changes in the Tax Status of an Entity or its Shareholders
TSIC 27 (revised 2014)	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
TSIC 29 (revised 2014)	Service Concession Arrangements: Disclosures
TSIC 31 (revised 2014)	Revenue - Barter Transactions Involving Advertising Services
TSIC 32 (revised 2014)	Intangible Assets - Web Site Costs

TAS/TFRS/TSIC/TFRIC	Topic
TFRIC 1 (revised 2014)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (revised 2014)	Determining whether an Arrangement contains a Lease
TFRIC 5 (revised 2014)	Rights to Interests arising from Decommission, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (revised 2014)	Applying the Restatement Approach under TAS 29 (revised 2014) Financial Reporting in Hyperinflationary Economies
TFRIC 10 (revised 2014)	Interim Financial Reporting and Impairment
TFRIC 12 (revised 2014)	Service Concession Arrangements
TFRIC 13 (revised 2014)	Customer Loyalty Programmes
TFRIC 14	TAS 19 (revised 2014) - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
TFRIC 15 (revised 2014)	Agreements for the Construction of Real Estate
TFRIC 17 (revised 2014)	Distributions of Non-cash Assets to Owners
TFRIC 18 (revised 2014)	Transfers of Assets from Customers
TFRIC 20	Stripping Costs in the Production Phase of a Surface Mine

During the year, the Group has adopted Conceptual Framework for Financial Reporting (revised 2015), new and revised TFRS which are effective for the accounting period beginning on or after January 1, 2015. These Conceptual Framework for Financial Reporting (revised 2015) and TFRS were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these Conceptual Framework for Financial Reporting (revised 2015) and TFRS does not have any significant impact on the financial statements of the Group, except TFRS as follows:

TAS 1 (revised 2014) Presentation of financial statements

The key change is that the Group is required to group items presented in “Other Comprehensive Income” on the basis of whether they are potentially reclassifiable to profit or loss subsequently. This standard will only impact the presentation of other comprehensive income items in the statement of comprehensive income of the Group.

TAS 19 (revised 2014) Employee benefits

This revised standard requires that the Group recognizes actuarial gains and losses immediately in other comprehensive income while the existing standard allows the Group to recognize such gains and losses immediately in either profit or loss or other comprehensive income, or to recognize them gradually in profit or loss.

The Group’s management has assessed the effects of such changes which adjusted retrospectively in the financial statements and presented in the statements of comprehensive income for the years ended December 31, 2015 and 2014 as follows:

	Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
		(Restated)		(Restated)
Statements of comprehensive income				
Decrease in cost of sales and services	2,653,397.10	2,537,744.46	1,607,676.52	784,672.09
Decrease in selling and service expenses	413,870.94	267,757.72	5,403.93	2,017.74
(Increase) decrease in administrative expenses	(1,232,777.94)	613,474.72	(1,701,318.03)	336,453.37
(Increase) decrease in tax expense	(366,898.01)	(683,795.38)	17,647.52	(224,628.64)
Increase (decrease) in profit (loss) for the year	1,467,592.09	2,735,181.52	(70,590.06)	898,514.56
Increase (decrease) in basic earnings (loss) per share	0.0021	0.0039	(0.0001)	0.0013
Other comprehensive income				
Items that will never be reclassified to profit or loss				
Defined benefit plan actuarial gains (losses)	(1,834,490.10)	(3,418,976.90)	88,237.58	(1,123,143.20)
Income tax relating to defined benefit plan				
actuarial gains (losses)	366,898.01	683,795.38	(17,647.52)	224,628.64
Increase (decrease) in other comprehensive income (loss)	(1,467,592.09)	(2,735,181.52)	70,590.06	(898,514.56)

TFRS 13 Fair value measurement

This standard provides guidance on how to measure fair value and stipulates disclosures related to fair value measurement. The Group is to apply the guidance under this standard if it is required by other TFRS to measure its assets or liabilities at fair value. The effects of the adoption of this standard are to be recognised prospectively.

The Group disclosed information in accordance with this standard as described in Note 31.

New and revised Thai Financial Reporting Standards not yet effective

During the year 2015, FAP has issued Notifications, mandating the use of new and revised TAS, TFRS, TSIC, TFRIC and accounting guidance (“AG”) as follows:

TAS, TFRS, TSIC, TFRIC and AG which are effective for the financial statements for the period beginning on or after January 1, 2016 as follows:

TAS/TFRS/TSIC/TFRIC/AG	Topic
TAS 1 (revised 2015)	Presentation of Financial Statements
TAS 2 (revised 2015)	Inventories
TAS 7 (revised 2015)	Statement of Cash Flows
TAS 8 (revised 2015)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (revised 2015)	Events after the Reporting Period
TAS 11 (revised 2015)	Construction Contracts
TAS 12 (revised 2015)	Income Taxes
TAS 16 (revised 2015)	Property, Plant and Equipment
TAS 17 (revised 2015)	Leases
TAS 18 (revised 2015)	Revenue
TAS 19 (revised 2015)	Employee Benefits
TAS 20 (revised 2015)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (revised 2015)	The Effects of Changes in Foreign Exchange Rates
TAS 23 (revised 2015)	Borrowing Costs
TAS 24 (revised 2015)	Related Party Disclosures
TAS 26 (revised 2015)	Accounting and Reporting by Retirement Benefit Plans

TAS/TFRS/TSIC/TFRIC/AG	Topic
TAS 27 (revised 2015)	Separate Financial Statements
TAS 28 (revised 2015)	Investments in Associates and Joint Ventures
TAS 29 (revised 2015)	Financial Reporting in Hyperinflationary Economies
TAS 33 (revised 2015)	Earnings per Share
TAS 34 (revised 2015)	Interim Financial Reporting
TAS 36 (revised 2015)	Impairment of Asset
TAS 37 (revised 2015)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (revised 2015)	Intangible Assets
TAS 40 (revised 2015)	Investment Property
TAS 41	Agriculture
TFRS 2 (revised 2015)	Share-based Payment
TFRS 3 (revised 2015)	Business Combinations
TFRS 4 (revised 2015)	Insurance Contracts
TFRS 5 (revised 2015)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6 (revised 2015)	Exploration for and Evaluation of Mineral Resources
TFRS 8 (revised 2015)	Operating Segments
TFRS 10 (revised 2015)	Consolidated Financial Statements
TFRS 11 (revised 2015)	Joint Arrangements
TFRS 12 (revised 2015)	Disclosure of Interests in Other Entities
TFRS 13 (revised 2015)	Fair Value Measurement

TAS/IFRS/TSIC/IFRIC/AG	Topic
TSIC 10 (revised 2015)	Government Assistance - No specific Relation to Operating Activities
TSIC 15 (revised 2015)	Operating Leases - Incentives
TSIC 25 (revised 2015)	Income Taxes - Changes in the Tax Status of an Entity or its Shareholders
TSIC 27 (revised 2015)	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
TSIC 29 (revised 2015)	Service Concession Arrangements: Disclosures
TSIC 31 (revised 2015)	Revenue - Barter Transactions Involving Advertising Services
TSIC 32 (revised 2015)	Intangible Assets - Web Site Costs
TFRIC 1 (revised 2015)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (revised 2015)	Determining whether an Arrangement contains a Lease
TFRIC 5 (revised 2015)	Rights to Interests arising from Decommission, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (revised 2015)	Applying the Restatement Approach under TAS 29 (revised 2015) Financial Reporting in Hyperinflationary Economies
TFRIC 10 (revised 2015)	Interim Financial Reporting and Impairment
TFRIC 12 (revised 2015)	Service Concession Arrangements
TFRIC 13 (revised 2015)	Customer Loyalty Programmes
TFRIC 14 (revised 2015)	TAS 19 (revised 2015) - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

TAS/TFRS/TSIC/TFRIC/AG	Topic
TFRIC 15 (revised 2015)	Agreements for the Construction of Real Estate
TFRIC 17 (revised 2015)	Distributions of Non-cash Assets to Owners
TFRIC 18 (revised 2015)	Transfers of Assets from Customers
TFRIC 20 (revised 2015)	Stripping Costs in the Production Phase of a Surface Mine
TFRIC 21	Levies

Accounting guidance for the measurement and recognition of bearer plants.

The management of the Group is assessing the impacts of these TFRS on the financial statements for the year in which they are initially applied.

3. SUMMARY OF 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

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the respective assets. All other borrowing costs are expensed in the period they are incurred. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

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 when incurred.

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 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 benefits liabilities for severance payment as the labor law is recognized as a charge to results of operations over the employee's service period. It is calculated by estimating the amount of future benefit earned by employees in return for service provided to the Group in the current and future periods, with such benefit being discounted to determine the present value. The reference point for setting the discount rate is the yield rate of government bonds as at the reporting date. The calculation is performed by actuarial technique using the Projected Unit Credit Method.

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

When the actuarial assumptions are changed, the Group recognizes all actuarial gains (losses) immediately in other comprehensive income.

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.

Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between buyer and seller (market participants) at the measurement date. The Group applied a quoted market price in an active market to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards. Except in case of no active market of an identical asset or liability or when a quoted market price is not available, the Group measured fair value using valuation techniques that are appropriate in the circumstances and maximises the use of relevant observable inputs related to assets and liabilities that are required to be measured at fair value.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy into three levels based on categorise of input to be used in fair value measurement as follows:

- Level 1 Use of quoted market prices in an observable active market for such assets or liabilities
- Level 2 Use of other observable inputs for such assets or liabilities, whether directly or indirectly
- Level 3 Use of unobservable inputs such as estimates of future cash flows

At the end of each reporting period, the Group determined whether transfers have occurred between levels within the fair value hierarchy for assets and liabilities held at the end of the reporting period that are measured at fair value on a recurring basis.

Income tax

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

Current tax is the expected tax payable 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 recognized 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 realized 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 realized.

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.

Allowance for doubtful accounts 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.

In determining an allowance for doubtful accounts, the management needs to make judgment for estimated losses for each outstanding debtor. The allowances for doubtful accounts are determined through a combination of analysis of debt aging, collection experience, and taking into account change in the current economic conditions. However, the use of different estimates and assumptions could affect the amounts of allowances for receivable losses and adjustments to the allowances may therefore be required in the future.

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.

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 property is land and building which is 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 of 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	3 and 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 and assets in transit.

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 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.

Calculation of recoverable amount

The recoverable amount is the greater of the assets’ fair value less cost to sell 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.

Provisions

A provision is recognized in the statement of financial position when the Group 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 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.

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 (loss) per share

Basic earnings (loss) per share for the year ended December 31, 2015 and 2014 is calculated by dividing profit (loss) for the years attributable to ordinary shareholders 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 disclosed in the Note 21. The basic earnings (loss) 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, 2015 and 2014 were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
		(Restated)		(Restated)
Profit (loss) for the year (Baht)	(45,193,384.48)	239,116,093.49	(13,763,001.98)	120,810,948.75
Weighted average number of ordinary shares (shares)				
Issued ordinary shares at January 1	626,783,520	578,570,233	626,783,520	578,570,233
The stock dividend for year 2014	-	48,213,287	-	48,213,287
The stock dividend for year 2015	69,641,165	69,641,165	69,641,165	69,641,165
Weighted average number of ordinary shares (shares)	696,424,685	696,424,685	696,424,685	696,424,685
Basic earnings (loss) per share (Baht)	(0.0649)	0.3433	(0.0198)	0.1735

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, 2015 and 2014 were as follows:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Subsidiaries				
The Crane Lamechabang Co., Ltd.				
Revenue from sales and services	-	-	21,782,753.39	48,524,011.88
Interest income	-	-	937,431.50	28,489.73
Other income	-	-	4,748,400.00	4,748,400.00
Purchase of goods	-	-	3,150,000.00	2,520,000.00
Cost of sales and services	-	-	933,086.48	2,604,202.79
Selling and service expenses	-	-	664,816.22	596,970.51
Administrative expenses	-	-	15,775.65	1,763.20

		Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		2015	2014	2015	2014
Subsidiaries					
The Crane Rayong Co., Ltd.					
Revenue from sales and services	-	-	421,286,043.07	55,576,610.28	
Interest income	-	-	2,588,065.04	3,258,017.10	
Other income	-	-	4,200,000.00	4,220,000.00	
Purchase of goods	-	-	18,005,000.00	7,020,000.00	
Cost of sales and services	-	-	1,412,456.52	425,745.86	
Selling and service expenses	-	-	84,387.25	90,768.00	
The Crane Heavy Lift Co., Ltd.					
Revenue from sales and services	-	-	-	251,715.00	
Other income	-	-	600,000.00	600,000.00	
Purchase of goods	-	-	680,000.00	10,260,000.00	
Cost of sales and services	-	-	30,000.00	-	
Interest expenses	-	-	643,891.09	620,732.98	
The Crane Service Co., Ltd.					
Revenue from sales and services	-	-	69,074,238.51	25,016,978.72	
Other income	-	-	4,200,000.00	4,200,000.00	
Purchase of goods	-	-	30,800,000.00	17,820,000.00	
Cost of sales and services	-	-	1,540,506.45	1,600,519.71	
Selling and service expenses	-	-	53,046.87	174,940.54	
Administrative expenses	-	-	332,937.51	428,932.06	
Interest expenses	-	-	1,259,000.93	2,084,783.66	
Related companies					
Crane Daeng Co., Ltd.					
Revenue from sales and services	2,696,261.08	6,443,860.94	601,677.52	470,205.00	
Other income	45,789.45	-	-	-	
Purchase of equipment	-	270,000.00	-	-	
Cost of sales and services	4,650,442.58	1,908,249.69	-	-	

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Related companies				
20 Auction Co., Ltd.				
Revenue from sales and services	585,027.41	211,039.56	151,650.00	12,240.00
Other income	139,676.20	-	-	-
Cost of sales and services	1,770.00	-	-	-
Selling and service expenses	431,766.00	27,900.00	372,300.00	3,300.00
The Farm Valley Co., Ltd.				
Revenue from sales and services	2,817,075.00	-	2,817,075.00	-
Barter of land	7,798,436.00	-	7,798,436.00	-
Related persons (shareholders)				
Purchase of land	-	4,350,000.00	-	4,350,000.00
Sale of land	9,000,000.00	9,000,000.00	9,000,000.00	9,000,000.00

Key management personnel compensation

Key management personnel compensation for the years ended December 31, 2015 and 2014 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Short-term benefits	46,677,737.25	47,882,930.65	46,368,369.44	47,415,663.69
Post-employment benefits	130,462.62	1,790,907.81	130,462.62	1,790,907.81
Total	46,808,199.87	49,673,838.46	46,498,832.06	49,206,571.50

The significant balances of assets and liabilities with related parties as at December 31, 2015 and 2014 were as follows:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Subsidiaries				
The Crane Lamechabang Co., Ltd.				
Accrued interest income	-	-	592,020.54	12,945.21
Deposit	-	-	95,700.00	95,700.00
The Crane Rayong Co., Ltd.				
Accrued interest income	-	-	2,326,386.94	124,263.70
The Crane Heavy Lift Co., Ltd.				
Accrued interest expenses	-	-	198,760.93	212,075.41
The Crane Service Co., Ltd.				
Other receivable	-	-	-	2,333,149.76
Accrued interest expenses	-	-	153,171.25	768,928.78
Accrued expenses	-	-	16,000.00	-
Investments in subsidiaries (see Note 10)	-	-	299,991,430.00	299,991,430.00
Related persons (director / shareholders)				
Receivable from sales of assets	-	5,000,000.00	-	-
Accrued expenses	1,200,000.00	6,200,000.00	-	-
Other payable	-	570,245.00	-	-

Trade receivables – related parties

Trade receivables – related parties as at December 31, 2015 and 2014 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
The Crane Lamechabang Co., Ltd.	-	-	52,427,732.16	51,854,771.94
The Crane Rayong Co., Ltd.	-	-	82,993,672.18	75,895,500.89
The Crane Heavy Lift Co., Ltd.	-	-	221,400.00	50,000.00
The Crane Service Co., Ltd.	-	-	11,905,568.02	7,133,723.61
Crane Daeng Co., Ltd.	252,554.00	1,661,137.39	227,054.00	-
20 Auction Co., Ltd.	268,862.16	386,925.29	84,112.70	13,096.80
Total	521,416.16	2,048,062.68	147,859,539.06	134,947,093.24

Trade payables – related parties

Trade payables – related parties as at December 31, 2015 and 2014 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
The Crane Lamechabang Co., Ltd.	-	-	695,270.94	1,564,824.63
The Crane Rayong Co., Ltd.	-	-	4,845,481.92	534,948.80
The Crane Heavy Lift Co., Ltd.	-	-	32,100.00	-
The Crane Service Co., Ltd.	-	-	222,839.64	648,541.94
Crane Daeng Co., Ltd.	104,105.00	1,483,480.67	-	-
Total	104,105.00	1,483,480.67	5,795,692.50	2,748,315.37

Short-term loans to related parties

Short-term loans to related parties as at December 31, 2015 and 2014 consisted of:

	Baht	
	Separate	
	financial statements	
	2015	2014
The Crane Lamechabang Co., Ltd.	28,400,000.00	7,000,000.00
The Crane Rayong Co., Ltd.	70,500,000.00	15,000,000.00
Total	98,900,000.00	22,000,000.00

Movements of short-term loans to related parties for the years ended December 31, 2015 and 2014 were as follows:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Beginning balance	-	-	22,000,000.00	113,500,000.00
Increase	23,000,000.00	-	108,900,000.00	46,500,000.00
Decrease	(23,000,000.00)	-	(32,000,000.00)	(138,000,000.00)
Ending balance	-	-	98,900,000.00	22,000,000.00

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

The Crane Service Co., Ltd. had short-term loans to Company's director by having lands of related person as collateral with no interest charged (see Note 32.1).

Short-term loans from related parties

Short-term loans from related parties as at December 31, 2015 and 2014 consisted of:

	Baht	
	Separate	
	financial statements	
	2015	2014
The Crane Heavy Lift Co., Ltd.	46,400,000.00	44,150,000.00
The Crane Service Co., Ltd.	36,000,000.00	113,900,000.00
Total	82,400,000.00	158,050,000.00

Movements of short-term loans from related parties for the years ended December 31, 2015 and 2014 were as follows:

	Baht	
	Separate	
	financial statements	
	2015	2014
Beginning balance	158,050,000.00	146,150,000.00
Increase	58,350,000.00	61,150,000.00
Decrease	(134,000,000.00)	(49,250,000.00)
Ending balance	82,400,000.00	158,050,000.00

The Company borrowed short-term loans from The Crane Heavy Lift Co., Ltd. and The Crane Service Co., Ltd. by issuing short-term promissory notes with interest charged at the rate referred to fixed deposit of commercial bank and unsecured.

Co-guarantee for liabilities with related parties

As at December 31, 2015, 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 857.53 million (see Note 29).

The Company had co-guarantee for bank overdrafts and loans from financial institutions of subsidiaries in the amount of Baht 38 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.

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 239.13 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
20 Auction Co., Ltd.	Thailand	Related company	Management and/or shareholders of the same family
The Farm Valley 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 machinery and equipment for rent and goods	Stipulate in the agreement
Purchase - sale of land	Appraised value of the independent appraisal
Rendering of rent and transportation services	Stipulate in the agreement
Rendering of repair services	Stipulate in the agreement
Services and administrative expenses	Stipulate in the agreement
Interest income and expense	Referred to the bank's interest rate.

5. CASH AND CASH EQUIVALENTS

Cash and cash equivalents as at December 31, 2015 and 2014 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Cash	212,500.00	147,586.72	51,976.50	5,085.00
Cash at banks	10,321,968.67	17,130,081.51	1,131,685.35	15,101,133.04
Total	10,534,468.67	17,277,668.23	1,183,661.85	15,106,218.04

6. TRADE AND OTHER RECEIVABLES

Trade and other receivables as at December 31, 2015 and 2014 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Trade receivables	159,544,083.06	200,314,231.76	182,480,809.35	162,742,633.36
Less: Allowance for doubtful accounts	(44,031,049.23)	(26,735,476.14)	(1,396,319.94)	(1,134,920.11)
Trade receivables - net	115,513,033.83	173,578,755.62	181,084,489.41	161,607,713.25
Other receivables				
Accrued income	20,913,085.91	28,849,864.95	2,933,630.81	137,208.91
Advance payments	878,114.30	1,427,540.57	55,313.10	3,372.00
Others	943,619.91	6,325,949.14	399,824.84	727,544.75
Total	22,734,820.12	36,603,354.66	3,388,768.75	868,125.66
Less: Allowance for doubtful accounts	(900,333.22)	(515,133.22)	(385,200.00)	-
Other receivables - net	21,834,486.90	36,088,221.44	3,003,568.75	868,125.66
Trade and other receivables - net	137,347,520.73	209,666,977.06	184,088,058.16	162,475,838.91

As at December 31, 2015 and 2014, the Group had outstanding balances of trade receivables aged by number of months as follows:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Current	38,556,678.70	100,942,005.21	4,957,304.42	18,168,765.19
Overdue				
Not over 3 months	62,783,658.97	67,290,196.16	39,729,566.28	47,321,610.00
Over 3 months up to 6 months	13,095,758.53	4,838,117.49	19,704,766.79	13,553,056.29
Over 6 months up to 12 months	14,095,988.15	1,845,956.02	46,745,688.60	74,569,528.81
Over 12 months	31,011,998.71	25,397,956.88	71,343,483.26	9,129,673.07
Total	159,544,083.06	200,314,231.76	182,480,809.35	162,742,633.36

Movements of allowance for doubtful accounts for the years ended December 31, 2015 and 2014 were as follows:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Beginning balance	27,250,609.36	31,788,269.99	1,134,920.11	70,250.85
Add (less): Doubtful accounts (reversal)	18,575,405.34	(2,705,267.23)	1,273,272.08	1,064,669.26
Less: Written-off bad debts	(894,632.25)	(1,832,393.40)	(626,672.25)	-
Ending balance	44,931,382.45	27,250,609.36	1,781,519.94	1,134,920.11

7. INVENTORIES

Inventories as at December 31, 2015 and 2014 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Cranes	168,526,261.28	231,483,508.05	169,714,262.88	232,671,509.65
Forklifts	21,079,881.27	21,079,881.27	21,079,881.27	21,079,881.27
Excavator	44,200,255.81	55,852,682.22	44,200,255.81	55,852,682.22
Spare parts and component	16,904,064.65	16,878,888.75	17,005,634.65	16,980,458.75
Work in process	17,418,551.29	9,344,188.25	14,300,214.48	9,344,188.25
Total	268,129,014.30	334,639,148.54	266,300,249.09	335,928,720.14
Less: Allowance for devaluation of inventories	(3,792,832.79)	(1,811,000.00)	(3,792,832.79)	(1,811,000.00)
Inventories - net	264,336,181.51	332,828,148.54	262,507,416.30	334,117,720.14

Movements of allowance for devaluation of inventories for the years ended December 31, 2015 and 2014 were as follows:

	Baht	
	Consolidated and separate financial statements	
	2015	2014
Beginning balance	1,811,000.00	1,965,777.80
Add (less): Loss from obsolete stock (reversal)	1,981,832.79	(154,777.80)
Ending balance	3,792,832.79	1,811,000.00

8. RECEIVABLE UNDER REPURCHASE AGREEMENT

Receivable under repurchase agreement as at December 31, 2014 consisted of:

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

During the year 2015, the subsidiary has written-off all receivable under repurchase agreement (see Note 19).

9. RESTRICTED BANK DEPOSITS

Restricted bank deposits as at December 31, 2015 and 2014 consisted of:

	Baht				
	Consolidated		Separate		
	financial statements		financial statements		
Cash at banks	2015	2014	2015	2014	Guarantee
Fixed deposits	411,119.92	504,258.71	280,766.24	275,716.49	Letters of guarantee for electricity

10. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries stated by the cost method, as at December 31, 2015 and 2014 consisted of:

	Baht					
	Holding (%)		Paid-up share capital		Cost	
Subsidiaries	2015	2014	2015	2014	2015	2014
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	150,000,000.00	150,000,000.00	149,999,200.00	149,999,200.00
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					299,991,430.00	299,991,430.00

In the year 2014, the Company invested in ordinary shares of the increased share capital of subsidiary in amount of Baht 125 million (see Note 21).

11. INVESTMENT PROPERTY

Investment property as at December 31, 2015 and 2014 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	Land and			
	Land	commercial buildings	Total	Land
Cost				
At January 1, 2014	321,053,512.00	3,563,066.00	324,616,578.00	321,053,512.00
Purchases / transfer in	-	-	-	-
Disposals / transfer out	(321,053,512.00)	-	(321,053,512.00)	(321,053,512.00)
At December 31, 2014	-	3,563,066.00	3,563,066.00	-
Purchases / transfer in	-	-	-	-
Disposals / transfer out	-	-	-	-
At December 31, 2015	-	3,563,066.00	3,563,066.00	-
Accumulated depreciation				
At January 1, 2014	-	1,754,133.12	1,754,133.12	-
Depreciation	-	24,163.23	24,163.23	-
Disposals / transfer out	-	-	-	-
At December 31, 2014	-	1,778,296.35	1,778,296.35	-
Depreciation	-	24,163.23	24,163.23	-
Disposals / transfer out	-	-	-	-
At December 31, 2015	-	1,802,459.58	1,802,459.58	-
Net book value				
At December 31, 2014	-	1,784,769.65	1,784,769.65	-
At December 31, 2015	-	1,760,606.42	1,760,606.42	-

	Millions Baht	
	Consolidated financial statements	
	2015	2014
Depreciation for the years ended December 31, were included in administrative expenses	0.02	0.02

As at December 31, 2015, the subsidiary has pledged land including existing construction and to be constructed as well as the benefits from insurance of construction against bank overdrafts from financial institutions (see Note 14).

As at December 31, 2015				
			The rate of	
			lease per month	
	Parties	Period	(Millions Baht)	Note
Property lease agreement (lessor)				
The Crane Lamechabang Co., Ltd.	Another person	1 year	0.01	-

On January 15, 2014, the Company entered into a sale agreement of land with other company in the amount of Baht 500 million.

12. PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment as at December 31, 2015 and 2014 consisted of:

	Baht								
	Consolidated 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, 2014	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
Purchases / transfer in	22,129,904.63	-	1,102,713.27	2,894,044.26	1,229,521.03	23,659,841.11	310,020,398.84	43,983,819.08	405,020,242.22
Transfer out / adjust	-	-	-	919,800.00	-	-	-	(919,800.00)	-
Disposals / transfer out	(5,000,000.00)	-	(133,248.23)	(97,000.00)	(1,628,687.31)	(14,292,297.09)	(75,623,521.39)	-	(96,774,754.02)
At December 31, 2014	253,536,186.79	47,567,760.04	156,561,489.59	24,959,280.90	30,864,987.77	54,312,983.51	2,743,330,406.42	95,127,907.72	3,406,261,002.74
Purchases / transfer in	1,211,056.65	-	46,728.97	12,119,690.00	1,573,501.76	2,191,530.57	558,983,052.42	22,223,715.74	598,349,276.11
Transfer out / adjust	747,663.55	-	43,408.41	3,233,300.00	-	-	35,982,541.75	(40,006,913.71)	-
Disposals / transfer out	(12,128,706.32)	-	(2,956,482.12)	-	(16,401.87)	(2,715,826.79)	(231,493,381.32)	-	(249,310,798.42)
At December 31, 2015	243,366,200.67	47,567,760.04	153,695,144.85	40,312,270.90	32,422,087.66	53,788,687.29	3,106,802,619.27	77,344,709.75	3,755,299,480.43
Accumulated depreciation									
At January 1, 2014	-	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
Depreciation	-	6,943,054.79	4,119,203.82	1,579,212.15	2,297,929.60	5,094,202.80	197,512,518.85	-	217,546,122.01
Disposals / transfer out	-	-	(25,631.32)	(96,996.00)	(1,605,043.93)	(12,098,136.39)	(41,024,851.51)	-	(54,850,659.15)
At December 31, 2014	-	19,940,819.18	70,500,484.48	19,425,171.40	23,376,945.74	21,748,796.53	1,172,581,491.61	-	1,327,573,708.94
Depreciation	-	6,943,054.79	4,797,952.83	3,983,375.04	2,401,490.07	6,414,628.98	241,886,572.24	-	266,427,073.95
Disposals / transfer out	-	-	(2,956,482.12)	-	(16,400.87)	(2,172,661.43)	(104,448,372.71)	-	(109,593,917.13)
At December 31, 2015	-	26,883,873.97	72,341,955.19	23,408,546.44	25,762,034.94	25,990,764.08	1,310,019,691.14	-	1,484,406,865.76

	Baht								
	Consolidated 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, 2014	-	-	-	-	623,672.53	-	4,147,897.12	-	4,771,569.65
Transfer in / adjust	-	-	-	-	-	-	1,600,000.00	-	1,600,000.00
Disposals / transfer out	-	-	-	-	-	-	-	-	-
At December 31, 2014	-	-	-	-	623,672.53	-	5,747,897.12	-	6,371,569.65
Transfer in / adjust	-	-	-	-	-	-	-	-	-
Disposals / transfer out	-	-	-	-	-	-	-	-	-
At December 31, 2015	-	-	-	-	623,672.53	-	5,747,897.12	-	6,371,569.65
Net book value									
At December 31, 2014	253,536,186.79	27,626,940.86	86,061,005.11	5,534,109.50	6,864,369.50	32,564,186.98	1,565,001,017.69	95,127,907.72	2,072,315,724.15
At December 31, 2015	243,366,200.67	20,683,886.07	81,353,189.66	16,903,724.46	6,036,380.19	27,797,923.21	1,791,035,031.01	77,344,709.75	2,264,521,045.02

	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, 2014	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
Purchases / transfer in	22,129,904.63	-	1,102,713.27	38,782.25	552,332.41	14,660,613.01	28,800,202.87	5,206,981.58	72,491,530.02
Transfer out / adjust	-	-	-	-	-	-	-	-	-
Disposals / transfer out	(5,000,000.00)	-	(133,248.23)	-	(720,773.94)	(6,063,241.38)	(34,913,364.27)	-	(46,830,627.82)
At December 31, 2014	232,050,978.00	28,589,033.21	91,638,655.60	4,537,760.34	12,431,556.08	27,018,875.41	854,769,001.87	56,712,757.97	1,307,748,618.48
Purchases / transfer in	1,211,056.65	-	46,728.97	546,490.00	1,114,031.39	2,191,530.57	9,931,147.29	3,342,350.00	18,383,334.87
Transfer out / adjust	747,663.55	-	43,408.41	-	-	-	-	(791,071.96)	-
Disposals / transfer out	(12,128,706.32)	-	(2,956,482.12)	-	-	(2,715,826.79)	(161,013,537.22)	-	(178,814,552.45)
At December 31, 2015	221,880,991.88	28,589,033.21	88,772,310.86	5,084,250.34	13,545,587.47	26,494,579.19	703,686,611.94	59,264,036.01	1,147,317,400.90
Accumulated depreciation									
At January 1, 2014	-	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
Depreciation	-	4,448,697.20	2,762,500.33	160,733.33	807,450.26	2,712,450.22	66,014,911.88	-	76,906,743.22
Disposals / transfer out	-	-	(25,631.32)	-	(700,268.82)	(5,187,488.20)	(16,727,838.21)	-	(22,641,226.55)
At December 31, 2014	-	16,845,543.07	27,119,673.30	4,176,700.91	9,282,867.03	8,265,028.19	344,955,508.78	-	410,645,321.28
Depreciation	-	4,448,697.20	3,441,249.34	168,016.46	901,793.29	3,714,422.91	60,530,633.55	-	73,204,812.75
Disposals / transfer out	-	-	(2,956,482.12)	-	-	(2,172,661.43)	(61,219,969.13)	-	(66,349,112.68)
At December 31, 2015	-	21,294,240.27	27,604,440.52	4,344,717.37	10,184,660.32	9,806,789.67	344,266,173.20	-	417,501,021.35

	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, 2014	-	-	-	-	623,672.53	-	1,219,896.52	-	1,843,569.05
Transfer in / adjust	-	-	-	-	-	-	-	-	-
Disposals / transfer out	-	-	-	-	-	-	-	-	-
At December 31, 2014	-	-	-	-	623,672.53	-	1,219,896.52	-	1,843,569.05
Transfer in / adjust	-	-	-	-	-	-	-	-	-
Disposals / transfer out	-	-	-	-	-	-	-	-	-
At December 31, 2015	-	-	-	-	623,672.53	-	1,219,896.52	-	1,843,569.05
Net book value									
At December 31, 2014	232,050,978.00	11,743,490.14	64,518,982.30	361,059.43	2,525,016.52	18,753,847.22	508,593,596.57	56,712,757.97	895,259,728.15
At December 31, 2015	221,880,991.88	7,294,792.94	61,167,870.34	739,532.97	2,737,254.62	16,687,789.52	358,200,542.22	59,264,036.01	727,972,810.50

	Millions Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Depreciation for the years ended December 31, were included in				
- Cost of services	247.75	201.19	62.24	67.79
- Selling and administrative expenses	18.68	16.35	10.96	9.12
Total	266.43	217.54	73.20	76.91
As at December 31,				
Book value of equipment before less accumulated depreciation which have been fully depreciated and still in use.	575.42	457.21	75.71	47.76
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,	130.61	38.25	99.79	18.19
Transferred inventories to machinery and equipment for rent for the years ended December 31,	-	7.56	-	7.56
The Company included interest from loan, as a part of machinery and equipment for rent for the years ended December 31, (see Note 25)	-	1.05	-	1.05
As at December 31,				
the net book value of assets under finance lease agreements (see Note 18)				
- machinery and equipment for rent	1,259.34	968.93	92.09	125.22
- vehicles	24.06	29.91	14.63	17.91
Total	1,283.40	998.84	106.72	143.13

As at December 31, 2015 and 2014, the Group 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).

On July 28, 2015, the Company bartered land with other company in the book value amount of Baht 23.40 million and related party in the book value amount of Baht 7.80 million and sold land to related person in the book value amount of Baht 7.80 million (see Note 4).

As at December 31, 2015					
		The rate of lease per month			
	Parties	Period	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, 2015 and 2014 consisted of:

	Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Deferred tax assets	-	3,646,405.56	-	-
Deferred tax liabilities	(52,738,547.41)	(59,340,306.88)	(27,205,479.16)	(29,679,858.26)

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

Baht						
Consolidated financial statements						
		Other comprehensive			Other comprehensive	
	January 1, 2014	Profit (loss)	income	December 31, 2014	Profit (loss)	income
						December 31, 2015
Deferred tax assets						
Trade and other receivables	5,902,043.69	(609,486.64)	-	5,292,557.05	3,472,425.05	-
Inventories	393,155.56	(30,955.56)	-	362,200.00	-	-
Investment property	2,260,569.76	(2,260,569.76)	-	-	-	-
Property, plant and equipment	343,766.94	295,053.15	-	638,820.09	(24,946.86)	-
Provision	7,121,452.16	1,167,525.05	683,795.38	8,972,772.59	(5,254,382.77)	366,898.01
Tax loss carry forward	10,117,759.81	(10,117,759.81)	-	-	22,274,316.18	-
Total	26,138,747.92	(11,556,193.57)	683,795.38	15,266,349.73	20,467,411.60	366,898.01
Deferred tax liabilities						
Property, plant and equipment	(57,723,121.49)	(13,237,129.56)	-	(70,960,251.05)	(17,878,955.70)	-

Baht

Separate financial statements

	Other comprehensive income			Other comprehensive loss			
	January 1, 2014	Profit (loss)	income	December 31, 2014	Profit (loss)	comprehensive loss	December 31, 2015
Deferred tax assets							
Trade and other receivables	550,000.00	211,692.65	-	761,692.65	67,571.34	-	829,263.99
Inventories	393,155.56	(30,955.56)	-	362,200.00	-	-	362,200.00
Investment property	2,260,569.76	(2,260,569.76)	-	-	-	-	-
Property, plant and equipment	343,766.94	(24,946.85)	-	318,820.09	(24,946.86)	-	293,873.23
Provision	1,428,826.93	(49,592.31)	224,628.64	1,603,863.26	389,381.63	(17,647.52)	1,975,597.37
Tax loss carry forward	7,310,795.68	(7,310,795.68)	-	-	6,943,039.16	-	6,943,039.16
Total	12,287,114.87	(9,465,167.51)	224,628.64	3,046,576.00	7,375,045.27	(17,647.52)	10,403,973.75
Deferred tax liabilities							
Property, plant and equipment	(27,473,274.81)	(5,253,159.45)	-	(32,726,434.26)	(4,883,018.65)	-	(37,609,452.91)

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

Bank overdrafts and short-term loans from financial institutions as at December 31, 2015 and 2014 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Bank overdrafts	16,654,872.78	9,384,487.94	778,139.12	6,529,785.48
Promissory notes	45,000,000.00	15,000,000.00	45,000,000.00	15,000,000.00
Trust receipts	3,801,134.41	43,771,680.00	3,801,134.41	43,771,680.00
Total	65,456,007.19	68,156,167.94	49,579,273.53	65,301,465.48

Lender	Type of credit	Credit lines (Millions Baht)		Referred interest rate
		2015	2014	
The Company				
Bank	Bank overdrafts	35.00	35.00	MOR
Bank	Promissory notes	45.00	45.00	MLR
Bank	Trust receipt / Letter of credit	250.00	150.00	MLR
Bank	Forward foreign currency contract	170.52	70.52	
Subsidiaries				
Bank	Bank overdrafts	23.00	23.00	MOR

		Credit lines (Millions Euro)	
Lender	Type of credit	2015	2014
The Company			
Bank	Letter of credit	-	3.48

The Group 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. Moreover, the loans were 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, 2015 and 2014 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Trade payables	80,041,664.48	24,053,906.84	69,078,524.37	6,911,834.08
Other payables				
Accrued expenses	12,387,558.96	55,633,779.95	6,679,576.58	20,197,302.75
Payables from purchases of assets	35,323,904.20	1,885,505.37	2,928,848.00	969,754.00
Others	6,442,518.97	2,846,922.82	632,404.82	155,583.77
Total	54,153,982.13	60,366,208.14	10,240,829.40	21,322,640.52
Grand total	134,195,646.61	84,420,114.98	79,319,353.77	28,234,474.60

16. CURRENT PORTION OF DEBTS

Current portion of debts as at December 31, 2015 and 2014 consisted of:

	Note	Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		2015	2014	2015	2014
Loans from financial institutions	17	57,888,000.00	57,888,000.00	54,888,000.00	54,888,000.00
Liabilities under finance leases	18	297,983,390.04	229,487,329.57	21,537,374.11	45,649,969.53
Total		355,871,390.04	287,375,329.57	76,425,374.11	100,537,969.53

17. LOANS FROM FINANCIAL INSTITUTIONS

Loans from financial institutions as at December 31, 2015 and 2014 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Loans from financial institutions	222,574,000.00	280,462,000.00	214,824,000.00	269,712,000.00
Less: Current portion of debts	(57,888,000.00)	(57,888,000.00)	(54,888,000.00)	(54,888,000.00)
Long-term loans from financial institutions	164,686,000.00	222,574,000.00	159,936,000.00	214,824,000.00

Movements of loans from financial institutions for the years ended December 31, 2015 and 2014 were as follows:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Beginning balance	280,462,000.00	283,230,139.35	269,712,000.00	268,594,000.00
Increase	-	251,500,000.00	-	251,500,000.00
Decrease	(57,888,000.00)	(254,268,139.35)	(54,888,000.00)	(250,382,000.00)
Ending balance	222,574,000.00	280,462,000.00	214,824,000.00	269,712,000.00

The details of the loans were summarized as follows:

		Millions Baht						
Credit line	Lender	Credit line		Principal		Period	Referred	Repayment
		2015	2014	2015	2014		Interest Rate	
The Company								
1	Bank	30.00	30.00	19.12	22.96	Feb. 2012 - Feb. 2021	MLR	Monthly principal repayment totaling 108 installments, Baht 0.32 million each
2	Bank	7.00	7.00	4.08	5.09	Jan. 2014 - Jan. 2021	MLR	Monthly principal repayment totaling 84 installments, Baht 0.08 million each
3	Bank	250.00	250.00	191.62	241.66	Oct. 2014 - Oct. 2019	MLR	Monthly principal repayment totaling 60 installments, Baht 4.17 million each
				214.82	269.71			
Subsidiaries								
4	Bank	15.00	15.00	7.75	10.75	Jul. 2013 - Jul. 2018	MLR	Monthly principal repayment totaling 60 installments, Baht 0.25 million each
				7.75	10.75			
				222.57	280.46			

The Group 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 subsidiaries (see Notes 4 and 12).

18. LIABILITIES UNDER FINANCE LEASES

Liabilities under finance leases as at December 31, 2015 and 2014 consisted of:

Baht												
2015							2014					
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	286,446,853.62	36,517,425.86	322,964,279.48	16,005,010.58	641,705.19	16,646,715.77	224,327,951.50	35,829,424.22	260,157,375.72	40,490,591.46	2,836,436.16	43,327,027.62
2 - 5	566,643,026.78	37,759,225.20	604,402,251.98	5,571,006.27	210,010.97	5,781,017.24	434,673,363.30	33,854,425.93	468,527,789.23	21,455,173.64	817,659.26	22,272,832.90
	853,089,880.40	74,276,651.06	927,366,531.46	21,576,016.85	851,716.16	22,427,733.01	659,001,314.80	69,683,850.15	728,685,164.95	61,945,765.10	3,654,095.42	65,599,860.52
Sale and leaseback agreement												
1	11,536,536.42	2,161,541.70	13,698,078.12	5,532,363.53	883,262.59	6,415,626.12	5,159,378.07	1,256,248.05	6,415,626.12	5,159,378.07	1,256,248.05	6,415,626.12
2 - 5	37,493,858.25	3,062,308.29	40,556,166.54	9,588,940.92	569,133.62	10,158,074.54	15,121,303.26	1,452,396.21	16,573,699.47	15,121,303.26	1,452,396.21	16,573,699.47
	49,030,394.67	5,223,849.99	54,254,244.66	15,121,304.45	1,452,396.21	16,573,700.66	20,280,681.33	2,708,644.26	22,989,325.59	20,280,681.33	2,708,644.26	22,989,325.59
Total												
1	297,983,390.04	38,678,967.56	336,662,357.60	21,537,374.11	1,524,967.78	23,062,341.89	229,487,329.57	37,085,672.27	266,573,001.84	45,649,969.53	4,092,684.21	49,742,653.74
2 - 5	604,136,885.03	40,821,533.49	644,958,418.52	15,159,947.19	779,144.59	15,939,091.78	449,794,666.56	35,306,822.14	485,101,488.70	36,576,476.90	2,270,055.47	38,846,532.37
	902,120,275.07	79,500,501.05	981,620,776.12	36,697,321.30	2,304,112.37	39,001,433.67	679,281,996.13	72,392,494.41	751,674,490.54	82,226,446.43	6,362,739.68	88,589,186.11

The Group entered into the finance lease agreements for purchase machinery and equipment for rent and vehicles, payable monthly in the amount of Baht 29.57 million. As at December 31, 2015, the current portion of liabilities under the finance leases in the amount of Baht 297.98 million (year 2014: Baht 229.49 million) for the consolidated financial statements and Baht 21.54 million (year 2014: Baht 45.65 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).

19. LIABILITY UNDER REPURCHASE AGREEMENT

Liability under repurchase agreement as at December 31, 2015 and 2014 consisted of:

	Baht	
	Consolidated	
	financial statements	
	2015	2014
Liability under repurchase agreement	60,110,913.64	60,110,913.64
Provision from litigation	52,189,448.07	47,693,481.10
Total	112,300,361.71	107,804,394.74
Less: Cash withheld by The Legal Execution Department paid to plaintiff	(18,954,272.85)	(18,954,272.85)
Less: Payment	(57,000,000.00)	-
Less: Reversal of provision from litigation	(36,346,088.86)	-
Balance	-	88,850,121.89

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 as the Civil Court and Appeal Court judged (see Note 31.1). Anyway the subsidiary classified such provision to current liability.

On September 30, 2015, The Crane Service Co., Ltd. (“Subsidiary”) entered into the memorandum of debt repayment with the creditor and the Subsidiary repaid the whole amount on October 29, 2015 (see Note 32.1) with reversal of provisions from litigation and written-off receivable under repurchase agreement (see Note 8).

20. EMPLOYEE BENEFITS

Movements of the present value of employee benefit obligations for the years ended December 31, 2015 and 2014 were as follows:

	Baht			
	Post-employment benefit plan			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
		(Restated)		(Restated)
Employee benefit obligations as at January 1	16,124,654.69	12,879,143.89	8,019,316.31	7,144,134.62
Included in profit or loss:				
Current service cost	2,580,516.94	1,713,607.72	1,804,854.07	999,599.90
Interest cost	369,253.77	338,647.26	175,861.94	176,252.57
Included in other comprehensive income:				
Defined benefit plan actuarial (gain) loss	1,834,490.10	3,418,976.90	(88,237.58)	1,123,143.20
Benefits paid during the year	(482,476.40)	(2,225,721.08)	(33,807.90)	(1,423,813.98)
Employee benefit obligations as at December 31	<u>20,426,439.10</u>	<u>16,124,654.69</u>	<u>9,877,986.84</u>	<u>8,019,316.31</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, 2015 and 2014 (expressed as weighted averages) as follows:

	Percent			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Discount rate	3.00 - 3.27	3.27 - 3.59	3.08	3.45
Salary increase rate	5	3 - 5	5	5

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.

The result of sensitivity analysis for significant assumptions that affect the present value of the long-term employee benefit obligations as at December 31, 2015 are summarised below:

	Baht			
	Consolidated financial statements		Separate financial statements	
	Increase	Decrease	Increase	Decrease
Discount rate (1% Movement)	(2,011,726.47)	2,377,369.00	(744,004.71)	856,784.92
Salary increase rate (1% Movement)	2,303,211.79	(1,991,961.38)	828,887.90	(735,474.07)

21. SHARE CAPITAL AND DIVIDEND PAYMENT

The Company

At the Ordinary General Meeting of Shareholders held on April 28, 2015, resolutions were passed authorizing as follows:

Decrease in ordinary shares

- A special resolution was passed to decrease registered capital of the Company from Baht 626,784,419 to Baht 626,783,520 by eliminating the unissued shares of 899 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 626,783,520 to Baht 696,426,133 by issuing new 69,642,613 ordinary shares at the par value of Baht 1 each for stock dividend.

The Company registered the decrease and increase of its registered share capital with the Ministry of Commerce on May 12, 2015 and May 14, 2015, respectively.

Dividend payment

- Stock dividend at the rate of 9 existing shares to 1 new share, totaling Baht 69.64 million and cash dividend at the rate of Baht 0.01234568 per share, totaling Baht 7.74 million, total dividend payment in the amount of Baht 77.38 million.

The Company registered the change in paid-up share capital from stock dividend with the Ministry of Commerce on May 27, 2015.

At the Ordinary General Meeting of Shareholders held on April 29, 2014, resolutions were passed authorizing as follows:

Decrease in share capital

- A special resolution was passed to decrease registered share capital from Baht 578,571,375 to Baht 578,570,233 by eliminating the unissued shares of 1,142 shares at the par value of Baht 1 each.

Increase in share capital

- A special resolution was passed to increase registered share capital from Baht 578,570,233 to Baht 626,784,419 by issuing new 48,214,186 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 14, 2014 and May 15, 2014, respectively.

Dividend payment

- Stock dividend at the rate of 12 existing shares to 1 share dividend, totaling Baht 48.21 million and cash dividend at the rate of Baht 0.00925926 per share, totaling Baht 5.36 million, total dividend payment in the amount of Baht 53.57 million.

The Company registered the change in paid-up share capital from stock dividend with Ministry of Commerce on May 28, 2014.

Subsidiary

At the Extraordinary General Meeting of Shareholders of The Crane Rayong Company Limited (Subsidiary) held on April 10, 2014, a special resolution was passed to increase registered capital from Baht 25 million to Baht 150 million by issuing new 1,250,000 ordinary shares at the par value of Baht 100 each.

The Subsidiary registered the increase of its share capital with the Ministry of Commerce on April 17, 2014.

22. SHARE PREMIUM

According to the 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, 2015 and 2014 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Purchases of goods	506,032,826.68	96,414,529.10	506,032,826.68	96,414,529.10
Supplies used	22,675,074.70	28,206,587.61	22,706,804.43	28,208,294.41
Salaries and other related benefits	173,438,344.59	186,880,488.37	78,555,589.82	82,109,943.96
Cost of rental and transportation services	46,957,346.73	71,261,506.21	4,037,492.21	4,709,477.68
Other rental and service expenses	9,388,786.38	8,592,306.97	2,335,951.46	2,064,416.76
Insurance expenses	9,084,634.13	8,846,573.98	1,685,460.30	1,776,167.72
Maintenance expenses	22,257,825.31	23,375,250.16	2,448,224.33	1,714,464.97
Depreciation	266,451,237.18	217,570,285.24	73,204,812.75	76,906,743.22
Sale promotion expenses	9,030,100.44	19,149,592.91	8,087,928.79	11,156,374.87
Fees	7,775,582.46	8,082,587.95	4,603,893.11	5,263,403.66
Loss from impairment of assets				
and written-off assets	4,414,322.96	3,244,601.61	4,414,321.96	108,203.32
Fine from litigation	-	6,011,091.37	-	-

25. FINANCE COSTS

Finance costs for the years ended December 31, 2015 and 2014 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Interest expenses	62,995,618.62	52,953,061.04	23,852,755.30	16,039,343.72
Bank charge	-	410,775.00	-	410,775.00
Total	62,995,618.62	53,363,836.04	23,852,755.30	16,450,118.72
Less: Interest expenses capitalized	-	(1,045,719.62)	-	(1,045,719.62)
Net	62,995,618.62	52,318,116.42	23,852,755.30	15,404,399.10

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 2015, Baht 2.34 million (year 2014: Baht 2.21 million) in the consolidated financial statements and Baht 1.16 million (year 2014: Baht 1.14 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, 2015 and 2014 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.

Royal Decree No. 577 B.E. 2557 dated November 3, 2014 extends the reduction to 20% on net profit for the accounting period which begins on or after January 1, 2015, but not later than December 31, 2015.

Tax income (expense) for the years ended December 31, 2015 and 2014 consisted of:

	Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
		(Restated)		(Restated)
Current tax				
Current year	(6,138,747.52)	(36,437,104.14)	-	(17,967,135.83)
Deferred tax				
Movements in temporary differences	2,588,455.90	(24,793,323.13)	2,492,026.62	(14,718,326.96)
Tax income (expense)	(3,550,291.62)	(61,230,427.27)	2,492,026.62	(32,685,462.79)

Income tax recognized in other comprehensive income for the years ended December 31, 2015 and 2014 as follows:

	Baht			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
		(Restated)		(Restated)
Provisions	366,898.01	683,795.38	(17,647.52)	224,628.64

Reconciliation of effective tax rate

	Consolidated financial statements			
	2015		2014	
	Tax rate		Tax rate	
	(%)	Baht	(%)	Baht
				(Restated)
Profit (loss) before income tax		(41,643,092.86)		300,346,520.76
Income tax using the corporate tax rate	20	8,328,618.57	20	(60,069,304.15)
Expenses not deductible for tax purposes		(4,980,349.39)		(5,641,684.95)
Revenues granted income tax exemption		-		741,426.38
Addition expenses deductible for tax purposes		22,270,004.20		16,186,704.17
Effects of elimination entries on consolidation		(6,149,261.46)		2,227,994.60
Loss carry forward		-		10,117,759.81
Current loss		(25,607,759.44)		-
Current tax	15	(6,138,747.52)	12	(36,437,104.14)
Movement in temporary differences		2,588,455.90		(24,793,323.13)
Tax expense	9	(3,550,291.62)	20	(61,230,427.27)

Separate financial statements				
2015		2014		
Tax rate		Tax rate		
(%)	Baht	(%)	Baht	(Restated)
Profit (loss) before income tax	(16,255,028.60)			153,496,411.54
Income tax using the corporate tax rate	20	3,251,005.72	20	(30,699,282.31)
Expenses not deductible for tax purposes		(745,751.60)		(1,369,335.45)
Addition expenses deductible for tax purposes		4,437,785.04		6,790,686.25
Loss carry forward		(6,943,039.16)		7,310,795.68
Current tax	-	-	12	(17,967,135.83)
Movement in temporary differences		2,492,026.62		(14,718,326.96)
Tax income (expense)	15	2,492,026.62	21	(32,685,462.79)

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 for cranes, forklifts, trailers and trucks and transportation services. Therefore, Management considers that the Group operates in a single line of business and operates in a single geographic area, namely in Thailand.

29. COMMITMENTS AND CONTINGENT LIABILITIES

As at December 31, 2015, the Group had commitments and contingent liabilities as follows:

The Company

29.1 Commitments for payment under agreement as follows:

29.1.1 The service agreements in the amount of Baht 0.40 million per month.

29.1.2 The land and building lease agreement in the amount of Baht 0.08 million per month.

29.1.3 Construction office building, factory and other service in the amount of Baht 3.06 million.

29.1.4 The purchase equipment agreement in the amount of USD 0.01 million and SGD 0.04 million.

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

29.3 Contingent liabilities on co-guarantee for liabilities under finance leases of subsidiaries at book value in the amount of Baht 857.53 million (see Note 4).

29.4 The commitment for payment under forward exchange contract was as follows:

Type of contract	Currencies	Outstanding balance		Exchange rate	Maturity
		(Million)			
Sold forward contracts	US Dollars	0.32		Baht 35.68 per US Dollar	Feb. 19, 2016

Subsidiaries

29.5 Commitments for payment under agreement as follows:

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

29.5.2 The management agreement with the Company in the amount of Baht 0.99 million per month.

29.5.3 The service agreement in the amount of Baht 0.43 million per month.

29.6 The letter of guarantee issued by the bank in the amount of Baht 0.30 million.

29.7 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. DISCLOSURE OF 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 Group 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 Group 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 Group's operations and cash flows. The Group has interest rate risk from cash 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 Group has not engaged in any hedging contracts related to interest rates.

30.3.2 Foreign currency risk

The Group's exchange rate risk primarily involves the purchases and sales of goods in foreign currencies. As at December 31, 2015 and 2014, the Group had liabilities in foreign currencies as follows:

	Millions			
	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Currencies				
Yen (Japan)	2.97	3.18	2.97	-
US Dollars	1.60	-	1.60	-
EURO	0.25	-	-	-

30.3.3 Credit risk – trade receivables

The Group 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 Group 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 cash and cash equivalents, trade and other receivables and short-term loans to related parties which are short-term credit. Most of the financial liabilities are bank overdrafts and short-term loans from financial institutions, trade and other payables, short-term loans from related parties, loans from banks and liabilities under finance leases 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. FAIR VALUE HIERARCHY

As at December 31, 2015, the Group had the liability that was measured at fair value using different levels of inputs as follows:

	Baht			
	Consolidated and separate financial statements			
	Level 1	Level 2	Level 3	Total
Liability measured at fair value				
Foreign currency forward contracts	-	143,645.56	-	143,645.56

Valuation techniques and inputs to Level 2 valuation

The fair value of derivatives has been determined by using a discounted future cash flow model and a valuation model technique. Most of the inputs used for the valuation are observable in the relevant market, such as spot rates of foreign currencies, yield curves of the respective currencies and interest rate yield curves.

During the year, there was no transfer within the fair value hierarchy.

32. LITIGATION

The Company

32.1 The Company and The Crane Lamechabang Co., Ltd., The Crane Rayong Co., Ltd. and The Crane Heavy Lift Co., Ltd. (“the Group”) and related person (“Company’s 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 and on August 7, 2015, the Supreme Court judged The Crane Service Co., Ltd. and the Group and Company’s 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.

The Group and related person are sequestered by the Legal Execution Department. 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 to the plaintiff.

During the Supreme Court’s process, the Legal Execution Officer seized the land of Company’s director as co-defendant. During year 2015, the Legal Execution Officer had declared the land auction in order to use the proceeds from the auction to pay to the plaintiff.

Director (“Borrower”) entered into a loan agreement with The Crane Service Co., Ltd. to borrow the loans at the credit line of Baht 15 million (see Note 4) to use as collateral in the auction to purchase land. Loan repayment schedules were as follows:

- Within 3 days, in the case of no bid auction or the borrower cannot win the auction.
- If the borrower can purchase the land, then it deems as the borrower repay the loan when the Legal Execution Department pays the net proceeds from the auction to the plaintiff and then sends the income and expenses account to The Crane Service Co., Ltd.

The Crane Service Co., Ltd. has already recorded all provision of the damage fine in “Provision” (see Note 19).

On September 30, 2015, The Crane Service Co., Ltd. entered into the memorandum of debt repayment with the creditor as follows:

- Agreed to pay the creditor in the amount of Baht 45 million within October 2015.
- The Group and the Company's director waived the outsider's deposit which use as collateral in the auction to purchase land of Company's director to become the possession of the creditor in the amount of Baht 3 million.
- The Group and the Company's director waived the proceeds from the auction land of Company's director in the amount of Baht 3.24 million to become the possession of the creditor.

On October 20, 2015, The Crane Service Co., Ltd. repaid to the Group and Company's director which the financial institutions remitted the sequestered cash at financial institutions to the Legal Execution Department.

On October 21, 2015, The Crane Service Co., Ltd. paid the compensation for the auction land of Company's director including opportunity loss from business to the Company's director in the amount of Baht 9 million according to the resolution of the Board of Directors' Meeting held on September 22, 2015.

On October 29, 2015, The Crane Service Co., Ltd. paid to the creditor according to the judge of the Court in the amount of Baht 45 million with reversal of provisions from litigation (see Note 19) and written-off receivable under repurchase agreement (see Note 8).

Subsidiaries

32.2 In 2005, the Crane Heavy Lift Co., Ltd. ("subsidiary") 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 related person. In 2012, the subsidiary did not use such land and recorded provision in the amount of Baht 11.87 million in the financial statements. However, if the subsidiary loses more than such provision, the subsidiary's director will be responsible for the total in excess. At present, other than the above letter, the subsidiary has not been contacted by the official receiver.

32.3 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.

33. EVENTS AFTER THE REPORTING PERIOD

On January 21, 2016, the Company issued bill of exchange to a securities company in the amount of Baht 200 million due on April 21, 2016.

34. APPROVAL OF THE FINANCIAL STATEMENTS

These financial statements were authorized for issue by the Company's Board of Directors on February 25, 2016.