

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION OF CERTIFIED PUBLIC ACCOUNTANT

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

I have reviewed the consolidated statement of financial position of Chukai Public Company Limited and its subsidiaries as at March 31, 2016, and the related consolidated statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, and the condensed notes to the financial statements. I have also reviewed the separate statement of financial position of Chukai Public Company Limited as at March 31, 2016, and the separate statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, and the condensed notes to the financial statements. The management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No. 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

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

Conclusion

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

Prawit Viwanthananut
Certified Public Accountant
Registration Number 4917

PV Audit Co., Ltd.
Bangkok, May 12, 2016

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARY COMPANIES
INTERIM FINANCIAL STATEMENTS
AND REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION OF CERTIFIED PUBLIC ACCOUNTANT
FOR THE FIRST QUARTER ENDED MARCH 31, 2016

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT MARCH 31, 2016

		Thousands Baht			
		Consolidated financial statement		Separate financial statement	
		March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
		"Unaudited"		"Unaudited"	
Note		"Reviewed"	"Audited"	"Reviewed"	"Audited"
Assets					
Current assets					
		67,414	10,534	48,063	1,184
Cash and cash equivalents					
Current investments	5, 18	44,248	54	44,248	54
Trade and other receivables	4, 6	186,136	137,348	209,547	184,088
Short-term loans to related parties	4	-	-	181,900	98,900
Inventories	7	283,753	264,336	283,497	262,507
Other current assets	18	22,028	20,901	2,402	4,358
Total current assets		603,579	433,173	769,657	551,091
Non-current assets					
Restricted bank deposits		415	411	285	281
Investments in subsidiaries	4, 8	-	-	299,991	299,991
Investment property		1,755	1,761	-	-
Property, plant and equipment	9	2,491,526	2,264,521	704,609	727,973
Other non-current assets		83,260	88,589	20,883	24,884
Total non-current assets		2,576,956	2,355,282	1,025,768	1,053,129
Total assets		3,180,535	2,788,455	1,795,425	1,604,220

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

AS AT MARCH 31, 2016

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CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT MARCH 31, 2016

	Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	March 31, 2016	December 31, 2015	March 31, 2016	December 31, 2015
	"Unaudited"		"Unaudited"	
	Note	"Reviewed"	"Audited"	"Reviewed"
Shareholders' equity				
Share capital				
Authorized share capital - 696,426,133 ordinary shares, Baht 1 par value	696,426	696,426	696,426	696,426
Issued and paid-up share capital - 696,424,685 ordinary shares, fully paid-up	696,425	696,425	696,425	696,425
Premium on ordinary shares	209,554	209,554	209,554	209,554
Surplus arising from business combination under common control	39,196	39,196	-	-
Retained earnings				
Appropriated - legal reserve	31,524	31,524	31,524	31,524
Unappropriated	344,381	381,916	127,619	153,755
Total shareholders' equity	1,321,080	1,358,615	1,065,122	1,091,258
Total liabilities and shareholders' equity	3,180,535	2,788,455	1,795,425	1,604,220

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

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016

"Unaudited"

"Reviewed"

		Thousands Baht			
		Consolidated financial statements		Separate financial statements	
	Note	2016	2015	2016	2015
Revenue from sales and services	4, 16	241,641	318,946	120,346	189,555
Cost of sales and services	4	(206,643)	(214,164)	(112,363)	(152,355)
Gross profit		34,998	104,782	7,983	37,200
Other income	4	4,785	2,918	9,999	5,415
Selling and service expenses	4	(11,943)	(11,912)	(5,985)	(5,989)
Administrative expenses	4	(46,070)	(33,054)	(25,484)	(20,499)
Finance costs	4	(17,253)	(16,073)	(5,470)	(7,028)
Profit (loss) before income tax		(35,483)	46,661	(18,957)	9,099
Tax expense	15	(2,974)	(8,672)	(7,670)	(1,876)
Profit (loss) for the period		(38,457)	37,989	(26,627)	7,223
Other comprehensive income:					
Items that will never be reclassified to profit or loss					
Defined benefit plan actuarial gains		1,153	331	614	176
Income tax relating to defined benefit plan actuarial gains	15	(231)	(66)	(123)	(35)
Other comprehensive income for the period - net of tax		922	265	491	141
Total comprehensive income (loss) for the period		(37,535)	38,254	(26,136)	7,364
Basic earnings (loss) per share					
Profit (loss) attributable to equity holders of the Company (Baht)		(0.0552)	0.0545	(0.0382)	0.0104
Weighted average number of ordinary shares (Shares)		696,424,685	696,426,133	696,424,685	696,426,133

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016

"Unaudited"

"Reviewed"

	Thousands Baht					
	Consolidated financial statements					
	Issued and paid-up share capital	Premium on ordinary shares	Surplus arising from business combination under common control	Retained earnings		Total
				Appropriated	Unappropriated	
Beginning balance as at January 1, 2016	696,425	209,554	39,196	31,524	381,916	1,358,615
Changes in shareholders' equity						
Loss for the period	-	-	-	-	(38,457)	(38,457)
Other comprehensive income for the period	-	-	-	-	922	922
Ending balance as at March 31, 2016	696,425	209,554	39,196	31,524	344,381	1,321,080
Beginning balance as at January 1, 2015	626,784	209,554	39,196	31,524	505,958	1,413,016
Changes in shareholders' equity						
Profit for the period	-	-	-	-	37,989	37,989
Other comprehensive income for the period	-	-	-	-	265	265
Ending balance as at March 31, 2015	626,784	209,554	39,196	31,524	544,212	1,451,270

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 THREE-MONTH PERIOD ENDED MARCH 31, 2016

					"Unaudited"
					"Reviewed"
	Thousands Baht				
	Separate financial statements				
	Issued and paid-up	Premium on	Retained earnings		
	share capital	ordinary shares	Appropriated	Unappropriated	Total
Beginning balance as at January 1, 2016	696,425	209,554	31,524	153,755	1,091,258
Changes in shareholders' equity					
Loss for the period	-	-	-	(26,627)	(26,627)
Other comprehensive income for the period	-	-	-	491	491
Ending balance as at March 31, 2016	696,425	209,554	31,524	127,619	1,065,122
Beginning balance as at January 1, 2015	626,784	209,554	31,524	244,828	1,112,690
Changes in shareholders' equity					
Profit for the period	-	-	-	7,223	7,223
Other comprehensive income for the period	-	-	-	141	141
Ending balance as at March 31, 2015	626,784	209,554	31,524	252,192	1,120,054

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

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016

"Unaudited"

"Reviewed"

	Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Cash flows from operating activities				
Profit (loss) before income tax	(35,483)	46,661	(18,957)	9,099
Adjustments to reconcile profit (loss) before income tax to net cash provided by (used in) operating activities:				
Depreciation	70,213	59,345	15,038	19,350
Doubtful accounts (reversal)	15,262	1,015	4,668	(186)
Reversal of loss from obsolete stock	(1,207)	-	(1,207)	-
Loss from impairment of assets and written-off assets	18	-	-	-
Gain on sales of assets	(111)	-	(105)	-
Fine from litigation	-	1,482	-	-
Unrealized gain on exchange rate and revaluation	(2,444)	(1)	(2,444)	-
Interest income	(41)	(6)	(2,618)	(360)
Interest expenses	17,253	16,073	5,470	7,028
Employee benefit obligations	662	1,151	347	939
Profit from operating activities before change in operating assets and liabilities	64,122	125,720	192	35,870
Change in operating assets (increase) decrease				
Trade and other receivables	(64,064)	(26,948)	(29,135)	(37,414)
Inventories	(2,225)	(95,587)	(11,460)	(106,504)
Other current assets	(1,127)	(4,370)	1,955	(4,024)
Restricted bank deposits	(4)	(6)	(4)	(5)
Other non-current assets	377	(526)	(20)	(13)
Change in operating liabilities increase (decrease)				
Trade and other payables	78,898	(1,923)	80,379	32,420
Other current liabilities	2,926	1,964	(1,412)	(936)
Employee benefit obligations paid	(6)	(36)	-	-
Other non-current liabilities	(22)	122	6	1
Cash generated (paid) from operations	78,875	(1,590)	40,501	(80,605)

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF CASH FLOWS

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016

"Unaudited"

"Reviewed"

	Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Interest received	56	19	1,627	349
Proceeds from income tax refund	10,016	-	4,537	-
Income tax paid	(5,064)	(9,438)	(517)	(1,683)
Net cash provided by (used in) operating activities	83,883	(11,009)	46,148	(81,939)
Cash flows from investing activities				
Increase in current investments	(44,090)	(15)	(44,090)	(15)
Increase in short-term loans to related parties	-	-	(83,000)	(4,000)
Purchases of property, plant and equipment	(1,833)	(36,165)	(121)	(1,458)
Proceeds from sales of assets	306	-	262	-
Net cash used in investing activities	(45,617)	(36,180)	(126,949)	(5,473)
Cash flows from financing activities				
Increase (decrease) in bank overdrafts and short-term loans				
from financial institutions	(65,456)	121,329	(49,579)	124,184
Repayment for short-term loans from related parties	-	-	-	(23,000)
Cash receipt from other short-term loans	197,781	-	197,781	-
Repayment for liabilities under finance leases	(87,933)	(58,676)	(8,173)	(13,212)
Repayment for long-term loans from financial institutions	(10,302)	(10,302)	(9,552)	(9,552)
Interest paid	(15,476)	(14,907)	(2,797)	(5,613)
Net cash provided by financing activities	18,614	37,444	127,680	72,807
Net increase (decrease) in cash and cash equivalents	56,880	(9,745)	46,879	(14,605)
Cash and cash equivalents at the beginning of the period	10,534	17,278	1,184	15,106
Cash and cash equivalents at the end of the period	67,414	7,533	48,063	501

Additional details of non-cash items

1. In 2016, the subsidiary purchased the machinery and equipment for rent at cost in the amount of Baht 311.45 million in consolidated financial statements by entering into a finance lease agreement.

CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2016 (UNAUDITED) (REVIEWED)

1. GENERAL INFORMATION

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

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

The interim financial statements are prepared in accordance with Thai Accounting Standards (“TAS”) No. 34, Interim Financial Reporting (revised 2015) to provide information additional to that included in the financial statements for the year ended December 31, 2015. They focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements for the year ended December 31, 2015.

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

The preparation of the interim financial statements in accordance with Thai Financial Reporting Standards (“TFRS”) requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim financial statements, the significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended December 31, 2015.

BASIS OF PREPARATION OF THE CONSOLIDATED INTERIM FINANCIAL STATEMENTS

The consolidated interim financial statements are prepared using the same basis as were used for the consolidated financial statements for the year ended December 31, 2015 and consisted of the interim financial statements of Chukai Public Company Limited, and subsidiaries (together referred to as “the Group”) as follows:

Subsidiaries	Located in	Business type	Percentage of holding		
			March 31,		December 31,
			2016	2015	2015
The Crane Lamechabang Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%	100%
The Crane Rayong Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%	100%
The Crane Heavy Lift Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%	100%
The Crane Service Co., Ltd.	Thailand	Sales and rental service for cranes	100%	100%	100%

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

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

Changes in application of new and revised TFRS

a) New and revised TFRS that became effective in the current period

During the period, the Group has adopted new and revised TFRS which are effective for the accounting period beginning on or after January 1, 2016. These 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 TFRS does not have any significant impact on the financial statements of the Group.

b) New and revised accounting guidance not yet effective

During the period 2016, FAP has issued Notifications, mandating the use of new and revised Accounting guidance (“AG”) for the derecognition of financial assets and financial liabilities which is effective for the financial statements for the period beginning on or after January 1, 2017.

The management of the Group is assessing the impacts of this accounting guidance on the financial statements for the year in which it is initially applied.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

4. TRANSACTIONS WITH 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 interim 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 three-month periods ended March 31, 2016 and 2015 were as follows:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Subsidiaries				
The Crane Lamechabang Co., Ltd.				
Revenue from sales and services	-	-	4,337	4,040
Interest income	-	-	662	128
Other income	-	-	1,187	1,187
Purchase of goods	-	-	8,795	-
Cost of sales and services	-	-	135	181
Selling and service expenses	-	-	125	191
Administrative expenses	-	-	-	3
The Crane Rayong Co., Ltd.				
Revenue from sales and services	-	-	6,137	13,959
Interest income	-	-	1,915	227
Other income	-	-	1,050	1,050
Purchase of goods	-	-	-	14,040
Cost of sales and services	-	-	74	21
Selling and service expenses	-	-	-	9
The Crane Heavy Lift Co., Ltd.				
Other income	-	-	150	150
Interest expenses	-	-	159	163

Thousands Baht				
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Subsidiaries				
The Crane Service Co., Ltd.				
Revenue from sales and services	-	-	8,416	6,802
Other income	-	-	1,050	1,050
Purchase of goods	-	-	4,500	12,600
Cost of sales and services	-	-	258	603
Selling and service expenses	-	-	2	26
Administrative expenses	-	-	81	100
Interest expenses	-	-	123	389
Related companies				
Crane Daeng Co., Ltd.				
Revenue from sales and services	7,986	1,972	37	104
Other income	46	-	-	-
Cost of sales and services	147	1,710	-	-
20 Auction Co., Ltd.				
Revenue from sales and services	189	29	129	-
Other income	15	-	-	-
Cost of sales and services	-	2	-	-
Selling and service expenses	-	228	-	190

Key management personnel compensation

Key management personnel compensation for the three-month periods ended March 31, 2016 and 2015 consisted of:

Thousands Baht				
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Short-term benefits	12,792	12,490	12,725	12,412
Post-employment benefits	366	1,012	366	1,012
Total	13,158	13,502	13,091	13,424

The significant balances of assets and liabilities with related parties as at March 31, 2016 and December 31, 2015 were as follows:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Subsidiaries				
The Crane Lamechabang Co., Ltd.				
Accrued interest income	-	-	1,254	592
Deposit	-	-	96	96
The Crane Rayong Co., Ltd.				
Accrued interest income	-	-	2,671	2,326
The Crane Heavy Lift Co., Ltd.				
Accrued interest expenses	-	-	308	199
The Crane Service Co., Ltd.				
Accrued interest expenses	-	-	277	153
Accrued expenses	-	-	-	16
Investments in subsidiaries (see Note 8)	-	-	299,991	299,991
Related company				
Crane Daeng Co., Ltd.				
Accrued income	410	-	-	-
Related persons (director / shareholders)				
Accrued expenses	1,200	1,200	-	-

Trade receivables – related parties

Trade receivables – related parties as at March 31, 2016 and December 31, 2015 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
The Crane Lamechabang Co., Ltd.	-	-	53,391	52,428
The Crane Rayong Co., Ltd.	-	-	90,361	82,994
The Crane Heavy Lift Co., Ltd.	-	-	-	221
The Crane Service Co., Ltd.	-	-	9,417	11,906
Crane Daeng Co., Ltd.	518	253	182	227
20 Auction Co., Ltd.	155	269	129	84
Total	673	522	153,480	147,860

Trade payables – related parties

Trade payables – related parties as at March 31, 2016 and December 31, 2015 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
The Crane Lamechabang Co., Ltd.	-	-	9,994	695
The Crane Rayong Co., Ltd.	-	-	1,410	4,845
The Crane Heavy Lift Co., Ltd.	-	-	32	32
The Crane Service Co., Ltd.	-	-	5,065	223
Crane Daeng Co., Ltd.	76	104	-	-
Total	76	104	16,501	5,795

Short-term loans to related parties

Short-term loans to related parties as at March 31, 2016 and December 31, 2015 consisted of:

	Thousands Baht	
	Separate	
	financial statements	
	2016	2015
The Crane Lamechabang Co., Ltd.	46,900	28,400
The Crane Rayong Co., Ltd.	135,000	70,500
Total	181,900	98,900

Movements of short-term loans to related parties for the three-month periods ended March 31, 2016 and 2015 were as follows:

	Thousands Baht	
	Separate	
	financial statements	
	2016	2015
Beginning balance	98,900	22,000
Increase	83,000	21,000
Decrease	-	(17,000)
Ending balance	181,900	26,000

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.

Short-term loans from related parties

Short-term loans from related parties as at March 31, 2016 and December 31, 2015 consisted of:

	Thousands Baht	
	Separate	
	financial statements	
	2016	2015
The Crane Heavy Lift Co., Ltd.	46,400	46,400
The Crane Service Co., Ltd.	36,000	36,000
Total	82,400	82,400

Movements of short-term loans from related parties for the three-month periods ended March 31, 2016 and 2015 were as follows:

	Thousands Baht	
	Separate	
	financial statements	
	2016	2015
Beginning balance	82,400	158,050
Increase	-	-
Decrease	-	(23,000)
Ending balance	82,400	135,050

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 March 31, 2016, 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 1,111.66 million (see Note 17).

The Company had co-guarantee for bank overdrafts and loans from financial institutions of subsidiaries in the amount of Baht 38 million (see Note 12).

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 202.26 million.

Related persons had co-guarantee for bank overdrafts and loans from financial institutions of the Group (see Note 12).

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

Bases of measurement for intercompany revenues and expenses

	Pricing policies
Purchase - sale of machinery and equipment for rent and goods	Stipulate in the agreement
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. CURRENT INVESTMENTS

Current investments as at March 31, 2016 and December 31, 2015 consisted of:

	Thousands Baht			
	Consolidated and separate financial statements			
	2016		2015	
	Cost	Fair value	Cost	Fair value
Trading securities				
Investments in investment units	44,144	44,248	54	54
Add: Unrealized gain from measurement of investments	104	-	-	-
Current investments	44,248	44,248	54	54

6. TRADE AND OTHER RECEIVABLES

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

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Trade receivables	219,403	159,544	210,641	182,481
Less: Allowance for doubtful accounts	(59,262)	(44,031)	(6,064)	(1,396)
Trade receivables - net	160,141	115,513	204,577	181,085
Other receivables				
Accrued income	24,297	20,913	3,925	2,934
Advance payments	646	878	26	55
Others	1,983	944	1,404	399
Total	26,926	22,735	5,355	3,388
Less: Allowance for doubtful accounts	(931)	(900)	(385)	(385)
Other receivables - net	25,995	21,835	4,970	3,003
Trade and other receivables - net	186,136	137,348	209,547	184,088

As at March 31, 2016 and December 31, 2015, the Group had outstanding balances of trade receivables aged by number of months as follows:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Current	74,738	38,556	20,100	4,957
Overdue				
Not over 3 months	84,259	62,784	50,035	39,730
Over 3 months up to 6 months	13,285	13,096	14,969	19,705
Over 6 months up to 12 months	13,575	14,096	36,150	46,746
Over 12 months	33,546	31,012	89,387	71,343
Total	219,403	159,544	210,641	182,481

Movements of allowance for doubtful accounts for the three-month period ended March 31, 2016 were as follows:

	Thousands Baht	
	Consolidated	Separate
	financial statements	financial statements
Beginning balance	44,931	1,781
Add: Doubtful accounts	15,262	4,668
Ending balance	60,193	6,449

7. INVENTORIES

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

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Cranes	179,621	168,526	180,810	169,714
Forklifts	21,080	21,080	21,080	21,080
Excavator	55,650	44,200	55,650	44,200
Spare parts and component	17,678	16,904	17,780	17,006
Work in process	12,310	17,419	10,763	14,300
Total	286,339	268,129	286,083	266,300
Less: Allowance for devaluation of inventories	(2,586)	(3,793)	(2,586)	(3,793)
Inventories - net	283,753	264,336	283,497	262,507

Movements of allowance for devaluation of inventories for the three-month period ended March 31, 2016 were as follows:

	Thousands Baht
	Consolidated and separate financial statements
Beginning balance	3,793
Less: Reversal loss from obsolete stock	(1,207)
Ending balance	2,586

8. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries stated by the cost method, as at March 31, 2016 and December 31, 2015 consisted of:

Subsidiaries	Thousands Baht					
	Holding (%)		Paid-up share capital		Cost	
	2016	2015	2016	2015	2016	2015
The Crane Lamechabang Co., Ltd.	100	100	25,000	25,000	24,999	24,999
The Crane Rayong Co., Ltd.	100	100	150,000	150,000	149,999	149,999
The Crane Heavy Lift Co., Ltd.	100	100	25,000	25,000	25,000	25,000
The Crane Service Co., Ltd.	100	100	100,000	100,000	99,993	99,993
Total					299,991	299,991

9. PROPERTY, PLANT AND EQUIPMENT

Movements of property, plant and equipment during the three-month period ended March 31, 2016 were summarized belows.

	Thousands Baht	
	Consolidated	Separate
	financial statements	financial statements
Net book value as at January 1, 2016	2,264,521	727,973
Purchases / transfer in - at cost	319,360	153
Disposals / transfer out - net book value	(22,148)	(8,479)
Depreciation for the period	(70,207)	(15,038)
Net book value as at March 31, 2016	2,491,526	704,609

10. TRADE AND OTHER PAYABLES

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

Thousands Baht				
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Trade payables	153,482	80,042	144,217	69,079
Other payables				
Accrued expenses	21,110	12,388	12,002	6,680
Payables from purchases of assets	7,564	35,324	502	2,929
Others	6,657	6,442	333	631
Total	35,331	54,154	12,837	10,240
Grand total	188,813	134,196	157,054	79,319

11. CURRENT PORTION OF DEBTS

Current portion of debts as at March 31, 2016 and December 31, 2015 consisted of:

Thousands Baht					
	Note	Consolidated		Separate	
		financial statements		financial statements	
		2016	2015	2016	2015
Loans from financial institutions	12	62,058	57,888	59,058	54,888
Liabilities under finance leases	13	351,074	297,983	20,284	21,537
Total		413,132	355,871	79,342	76,425

12. LOANS FROM FINANCIAL INSTITUTIONS

Loans from financial institutions as at March 31, 2016 and December 31, 2015 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Loans from financial institutions	212,272	222,574	205,272	214,824
Less: Current portion of debts	(62,058)	(57,888)	(59,058)	(54,888)
Long-term loans from financial institutions	150,214	164,686	146,214	159,936

Movements of loans from financial institutions for the three-month periods ended March 31, 2016 and 2015 were as follows:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Beginning balance	222,574	280,462	214,824	269,712
Increase	-	-	-	-
Decrease	(10,302)	(10,302)	(9,552)	(9,552)
Ending balance	212,272	270,160	205,272	260,160

13. LIABILITIES UNDER FINANCE LEASES

Liabilities under finance leases as at March 31, 2016 and December 31, 2015 consisted of:

Thousands Baht												
2016							2015					
Consolidated financial statements				Separate financial statements			Consolidated financial statements			Separate financial statements		
Year	Minimum			Minimum			Minimum			Minimum		
	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	335,306	44,195	379,501	10,582	461	11,043	286,447	36,517	322,964	16,005	642	16,647
2 - 5	766,162	53,459	819,621	5,367	213	5,580	566,643	37,759	604,402	5,571	210	5,781
	1,101,468	97,654	1,199,122	15,949	674	16,623	853,090	74,276	927,366	21,576	852	22,428
Sale and leaseback agreement												
1	15,768	1,849	17,617	9,702	632	10,334	11,536	2,162	13,698	5,532	883	6,415
2 - 5	30,437	2,417	32,854	4,072	205	4,277	37,494	3,062	40,556	9,589	569	10,158
	46,205	4,266	50,471	13,774	837	14,611	49,030	5,224	54,254	15,121	1,452	16,573
Total												
1	351,074	46,044	397,118	20,284	1,093	21,377	297,983	38,679	336,662	21,537	1,525	23,062
2 - 5	796,599	55,876	852,475	9,439	418	9,857	604,137	40,821	644,958	15,160	779	15,939
	1,147,673	101,920	1,249,593	29,723	1,511	31,234	902,120	79,500	981,620	36,697	2,304	39,001

14. OTHER SHORT-TERM LOANS

Other short-term loans as at March 31, 2016 consisted of:

	Thousands Baht
	Consolidated and separate
	financial statements
Principal	200,000
Less Deferred interest	(488)
Net	199,512

During the period 2016, the Company had short-term loans by issuing bills of exchange with the period of 3 months to securities companies, in the amount of Baht 200 million, with the interest rate of 4.5 percent per annum, due on April 21, 2016.

Movements of other short-term loans for the three-month period ended March 31, 2016 were as follows:

	Thousands Baht
	Consolidated and separate
	financial statements
Beginning balance	-
Increase	200,000
Decrease	-
Ending balance	200,000

15. INCOME TAX

The Group recognized income tax expense for the three-month periods ended March 31, 2016 and 2015 based on the best estimate of the weighted average annual income tax rate expected for the full financial year. Amounts accrued for income tax expense in one interim period may have to be adjusted in a subsequent interim period of that financial year if the estimate of the annual income tax rate changes.

Tax expense for the three-month periods ended March 31, 2016 and 2015 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Current tax				
Current period	-	(6,487)	-	(1,325)
Deferred tax				
Movements in temporary differences	(2,974)	(2,185)	(7,670)	(551)
Tax expense	(2,974)	(8,672)	(7,670)	(1,876)

Income tax recognized in other comprehensive income for the three-month periods ended March 31, 2016 and 2015 as follows:

	Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	2016	2015	2016	2015
Provisions	(231)	(66)	(123)	(35)

16. 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.

Revenue from sales and services for three-month periods ended March 31, 2016 and 2015 consisted of:

	Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	2016	2015	2016	2015
Revenue from sales	100,010	158,624	104,792	159,364
Revenue from services	141,631	160,322	15,554	30,191
Total	241,641	318,946	120,346	189,555

17. COMMITMENTS AND CONTINGENT LIABILITIES

As at March 31, 2016, the Group had commitments and contingent liabilities as follows:

The Company

17.1 Commitments for payment under agreement as follows:

17.1.1 The service agreements in the amount of Baht 0.46 million per month.

17.1.2 The land and building lease agreement in the amount of Baht 0.10 million per month.

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

17.1.4 The purchase equipment agreement in the amount of USD 0.02 million and SGD 0.04 million.

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

17.3 Contingent liabilities on co-guarantee for liabilities under finance leases of subsidiaries at book value in the amount of Baht 1,111.66 million (see Note 4).

17.4 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	1.27	Baht 35.37 - 35.44		Apr. 12, 2016 - May 30, 2016
			per US Dollar		

Subsidiaries

17.5 Commitments for payment under agreement as follows:

17.5.1 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.

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

17.5.3 The service agreement in the amount of Baht 0.44 million per month.

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

17.7 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.

18. FAIR VALUE HIERARCHY

As at March 31, 2016, the Group had the financial assets that were measured at fair value using different levels of inputs as follows:

	Thousands Baht			
	Consolidated and separate financial statements			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Investments in investment units	-	44,248	-	44,248
Foreign currency forward contracts	-	78	-	78

Valuation techniques and inputs to Level 2 valuation

The fair value of investments in investment units that are not listed on the Stock Exchange of Thailand is determined by using the net asset value per unit as announced by the fund managers.

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 period, there was no transfer within the fair value hierarchy.

19. RECLASSIFICATION

The Group has reclassified certain accounts in the statement of financial position as at December 31, 2015 to conform with the presentation of the interim financial statements of this period consisted of:

	Thousands Baht					
	Consolidated financial statement			Separate financial statement		
	Before	After		Before	After	
	reclassification	Reclassification	reclassification	reclassification	Reclassification	reclassification
Current investments	-	54	54	-	54	54
Other current assets	20,955	(54)	20,901	4,412	(54)	4,358

20. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorized for issue by the Company's Board of Directors on May 12, 2016.