

## **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 June 30, 2016, and the related consolidated statements of comprehensive income for the three-month and six-month periods then ended, changes in shareholders' equity and cash flows for the six-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 June 30, 2016, and the separate statements of comprehensive income for the three-month and six-month periods then ended, changes in shareholders' equity and cash flows for the six-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, August 11, 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 SECOND QUARTER ENDED JUNE 30, 2016

**CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

**STATEMENTS OF FINANCIAL POSITION**

**AS AT JUNE 30, 2016**

		Thousands Baht			
		Consolidated financial statements		Separate financial statements	
		June 30, 2016	December 31, 2015	June 30, 2016	December 31, 2015
		"Unaudited"		"Unaudited"	
	Note	"Reviewed"	"Audited"	"Reviewed"	"Audited"
<b>Assets</b>					
Current assets					
Cash and cash equivalents		22,932	10,534	418	1,184
Trade and other receivables	4, 5	181,651	137,348	213,056	184,088
Short-term loans to related parties	4	-	-	231,900	98,900
Inventories	6	285,435	264,336	288,938	262,507
Other current assets		26,768	20,955	2,286	4,412
Total current assets		516,786	433,173	736,598	551,091
Non-current assets					
Restricted bank deposits		415	411	285	281
Investments in subsidiaries	4, 7	-	-	299,991	299,991
Investment property		1,749	1,761	-	-
Property, plant and equipment	8	2,430,184	2,264,521	690,119	727,973
Other non-current assets		83,194	88,589	21,213	24,884
Total non-current assets		2,515,542	2,355,282	1,011,608	1,053,129
<b>Total assets</b>		<b>3,032,328</b>	<b>2,788,455</b>	<b>1,748,206</b>	<b>1,604,220</b>

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

**CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

**STATEMENTS OF FINANCIAL POSITION**

**AS AT JUNE 30, 2016**

		Thousands Baht			
		Consolidated financial statements		Separate financial statements	
		June 30, 2016	December 31, 2015	June 30, 2016	December 31, 2015
		"Unaudited"		"Unaudited"	
	Note	"Reviewed"	"Audited"	"Reviewed"	"Audited"
<b>Liabilities and shareholders' equity</b>					
Current liabilities					
Bank overdrafts and short-term loans					
from financial institutions		52,134	65,456	47,100	49,579
Trade and other payables	4, 9	145,414	134,196	108,787	79,319
Current portion of debts	10	390,130	355,871	63,818	76,425
Short-term loans from related parties	4	-	-	87,900	82,400
Other short-term loan	13	199,512	-	199,512	-
Accrued income tax		-	286	-	-
Other current liabilities		26,218	20,196	9,601	10,749
Total current liabilities		813,408	576,005	516,718	298,472
Non-current liabilities					
Long-term loans from financial institutions	11	135,742	164,686	132,492	159,936
Long-term liabilities under finance leases	12	722,567	604,137	7,686	15,160
Deferred tax liabilities		71,045	52,739	35,918	27,205
Employee benefit obligations		19,087	20,426	8,914	9,878
Other non-current liabilities		11,608	11,847	2,287	2,311
Total non-current liabilities		960,049	853,835	187,297	214,490
<b>Total liabilities</b>		<b>1,773,457</b>	<b>1,429,840</b>	<b>704,015</b>	<b>512,962</b>

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

**CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

**STATEMENTS OF FINANCIAL POSITION**

**AS AT JUNE 30, 2016**

		Thousands Baht			
		Consolidated financial statements		Separate financial statements	
		June 30, 2016	December 31, 2015	June 30, 2016	December 31, 2015
		"Unaudited"		"Unaudited"	
Note		"Reviewed"	"Audited"	"Reviewed"	"Audited"
<b>Shareholders' equity</b>					
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	282,172	381,916	106,688	153,755
	<b>Total shareholders' equity</b>	<b>1,258,871</b>	<b>1,358,615</b>	<b>1,044,191</b>	<b>1,091,258</b>
	<b>Total liabilities and shareholders' equity</b>	<b>3,032,328</b>	<b>2,788,455</b>	<b>1,748,206</b>	<b>1,604,220</b>

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 JUNE 30, 2016**

"Unaudited"

"Reviewed"

	Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
<b>Revenue from sales and services</b>	<b>155,031</b>	<b>214,242</b>	<b>76,292</b>	<b>273,996</b>
Cost of sales and services	(150,877)	(170,705)	(74,487)	(258,343)
<b>Gross profit</b>	<b>4,154</b>	<b>43,537</b>	<b>1,805</b>	<b>15,653</b>
Other income	2,202	(86)	8,654	3,065
Selling and service expenses	(8,057)	(10,915)	(4,153)	(5,444)
Administrative expenses	(26,875)	(34,841)	(20,449)	(21,499)
Finance costs	(18,633)	(15,440)	(5,712)	(6,176)
Loss before income tax	(47,209)	(17,745)	(19,855)	(14,401)
Tax income (expense)	(15,083)	2,927	(951)	2,946
<b>Loss for the period</b>	<b>(62,292)</b>	<b>(14,818)</b>	<b>(20,806)</b>	<b>(11,455)</b>
<b>Other comprehensive income (loss):</b>				
<b>Items that will never be reclassified to profit or loss</b>				
Defined benefit plan actuarial gains (losses)	103	(1,327)	(157)	(140)
Income tax relating to defined benefit plan actuarial gains (losses)	(20)	265	32	28
<b>Other comprehensive income (loss) for the period - net of tax</b>	<b>83</b>	<b>(1,062)</b>	<b>(125)</b>	<b>(112)</b>
<b>Total comprehensive loss for the period</b>	<b>(62,209)</b>	<b>(15,880)</b>	<b>(20,931)</b>	<b>(11,567)</b>
<b>Basic loss per share</b>				
Loss attributable to equity holders of the Company (Baht)	(0.089)	(0.021)	(0.030)	(0.016)
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 COMPREHENSIVE INCOME**  
**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2016**

"Unaudited"

"Reviewed"

		Thousands Baht			
		Consolidated financial statements		Separate financial statements	
	Note	2016	2015	2016	2015
<b>Revenue from sales and services</b>	4, 15	<b>396,672</b>	<b>533,188</b>	<b>196,638</b>	<b>463,551</b>
Cost of sales and services	4	(357,520)	(384,869)	(186,850)	(410,698)
<b>Gross profit</b>		<b>39,152</b>	<b>148,319</b>	<b>9,788</b>	<b>52,853</b>
Other income	4	6,987	2,832	18,653	8,480
Selling and service expenses	4	(20,000)	(22,827)	(10,138)	(11,433)
Administrative expenses	4	(72,945)	(67,895)	(45,933)	(41,998)
Finance costs	4	(35,886)	(31,513)	(11,182)	(13,204)
Profit (loss) before income tax		(82,692)	28,916	(38,812)	(5,302)
Tax income (expense)	14	(18,057)	(5,745)	(8,621)	1,070
<b>Profit (loss) for the period</b>		<b>(100,749)</b>	<b>23,171</b>	<b>(47,433)</b>	<b>(4,232)</b>
<b>Other comprehensive income (loss):</b>					
<b>Items that will never be reclassified to profit or loss</b>					
Defined benefit plan actuarial gains (losses)		1,256	(996)	457	36
Income tax relating to defined benefit plan actuarial gains (losses)	14	(251)	199	(91)	(7)
<b>Other comprehensive income (loss) for the period - net of tax</b>		<b>1,005</b>	<b>(797)</b>	<b>366</b>	<b>29</b>
<b>Total comprehensive income (loss) for the period</b>		<b>(99,744)</b>	<b>22,374</b>	<b>(47,067)</b>	<b>(4,203)</b>
<b>Basic earnings (loss) per share</b>					
Profit (loss) attributable to equity holders of the Company (Bah		(0.145)	0.033	(0.068)	(0.006)
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 SIX-MONTH PERIOD ENDED JUNE 30, 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	
<b>Beginning balance as at January 1, 2016</b>	<b>696,425</b>	<b>209,554</b>	<b>39,196</b>	<b>31,524</b>	<b>381,916</b>	<b>1,358,615</b>
Changes in shareholders' equity						
Loss for the period	-	-	-	-	(100,749)	(100,749)
Other comprehensive income for the period	-	-	-	-	1,005	1,005
<b>Ending balance as at June 30, 2016</b>	<b>696,425</b>	<b>209,554</b>	<b>39,196</b>	<b>31,524</b>	<b>282,172</b>	<b>1,258,871</b>
<b>Beginning balance as at January 1, 2015</b>	<b>626,784</b>	<b>209,554</b>	<b>39,196</b>	<b>31,524</b>	<b>505,958</b>	<b>1,413,016</b>
Changes in shareholders' equity						
Profit for the period	-	-	-	-	23,171	23,171
Other comprehensive loss for the period	-	-	-	-	(797)	(797)
Increase in ordinary shares	69,641	-	-	-	-	69,641
Dividend payment	-	-	-	-	(77,380)	(77,380)
<b>Ending balance as at June 30, 2015</b>	<b>696,425</b>	<b>209,554</b>	<b>39,196</b>	<b>31,524</b>	<b>450,952</b>	<b>1,427,651</b>

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 SIX-MONTH PERIOD ENDED JUNE 30, 2016**

"Unaudited"

"Reviewed"

	Thousands Baht				
	Separate financial statements				
	Issued and paid-up share capital	Premium on ordinary shares	Retained earnings		Total
			Appropriated	Unappropriated	
<b>Beginning balance as at January 1, 2016</b>	<b>696,425</b>	<b>209,554</b>	<b>31,524</b>	<b>153,755</b>	<b>1,091,258</b>
Changes in shareholders' equity					
Loss for the period	-	-	-	(47,433)	(47,433)
Other comprehensive income for the period	-	-	-	366	366
<b>Ending balance as at June 30, 2016</b>	<b>696,425</b>	<b>209,554</b>	<b>31,524</b>	<b>106,688</b>	<b>1,044,191</b>
<b>Beginning balance as at January 1, 2015</b>	<b>626,784</b>	<b>209,554</b>	<b>31,524</b>	<b>244,828</b>	<b>1,112,690</b>
Changes in shareholders' equity					
Loss for the period	-	-	-	(4,232)	(4,232)
Other comprehensive income for the period	-	-	-	29	29
Increase in ordinary shares	69,641	-	-	-	69,641
Dividend payment	-	-	-	(77,380)	(77,380)
<b>Ending balance as at June 30, 2015</b>	<b>696,425</b>	<b>209,554</b>	<b>31,524</b>	<b>163,245</b>	<b>1,100,748</b>

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

**CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

**STATEMENTS OF CASH FLOWS**

**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2016**

"Unaudited"

"Reviewed"

	Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
<b>Cash flows from operating activities</b>				
Profit (loss) before income tax	(82,692)	28,916	(38,812)	(5,302)
Adjustments to reconcile profit (loss) before income tax to net cash provided by (used in) operating activities				
Depreciation	142,754	125,199	29,641	38,764
Doubtful accounts	13,297	3,994	5,136	807
Reversal loss from obsolete stock	(1,402)	-	(1,402)	-
Loss from impairment of assets and written-off assets	18	268	-	-
Gain on sales of assets	(123)	-	(117)	-
Fine from litigation	-	2,981	-	-
Unrealized gain on exchange rate and revaluation	(1,429)	(409)	(1,429)	(409)
Interest income	(92)	(33)	(6,489)	(1,030)
Interest expenses	35,886	31,513	11,182	13,204
Employee benefit obligations	1,122	1,047	513	607
Profit (loss) from operating activities before change in operating assets and liabilities	107,339	193,476	(1,777)	46,641
Change in operating assets (increase) decrease				
Trade and other receivables	(56,861)	22,503	(29,316)	(6,785)
Inventories	(5,828)	(132,628)	(16,707)	24,122
Other current assets	(5,813)	264	2,127	4,828
Restricted bank deposits	(4)	(6)	(4)	(5)
Other non-current assets	326	(3,787)	(6)	(9)
Change in operating liabilities increase (decrease)				
Trade and other payables	31,228	164,006	31,597	(3,139)
Other current liabilities	6,023	371	(1,148)	(458)
Employee benefit obligations paid	(1,082)	(36)	(896)	-
Other non-current liabilities	(238)	348	(23)	48
Cash generated (paid) from operations	75,090	244,511	(16,153)	65,243

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

**CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**

**STATEMENTS OF CASH FLOWS**

**FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2016**

"Unaudited"

"Reviewed"

	Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Interest received	(651)	46	1,695	417
Proceeds from income tax refund	15,621	-	4,537	-
Income tax paid	(10,841)	(19,735)	(859)	(2,825)
<b>Net cash provided by (used in) operating activities</b>	<b>79,219</b>	<b>224,822</b>	<b>(10,780)</b>	<b>62,835</b>
<b>Cash flows from investing activities</b>				
Increase in short-term loans to related parties	-	(3,000)	(133,000)	(23,000)
Purchases of property, plant and equipment	(6,745)	(94,786)	(172)	(7,175)
Proceeds from sales of assets	318	-	274	-
<b>Net cash used in investing activities</b>	<b>(6,427)</b>	<b>(97,786)</b>	<b>(132,898)</b>	<b>(30,175)</b>
<b>Cash flows from financing activities</b>				
Increase (decrease) in bank overdrafts and short-term loans				
from financial institutions	(13,322)	57,656	(2,479)	47,238
Proceeds from short-term loans from related parties	-	-	13,500	31,800
Repayment for short-term loans from related parties	-	-	(8,000)	(49,300)
Cash receipt from other short-term loans	197,781	-	197,781	-
Cash receipt from sale and leaseback agreement	5,940	-	-	-
Repayment for liabilities under finance leases	(186,737)	(120,397)	(21,280)	(23,885)
Repayment for long-term loans from financial institutions	(28,944)	(28,944)	(27,444)	(27,444)
Interest paid	(35,112)	(31,660)	(9,166)	(13,170)
Dividend payment	-	(7,739)	-	(7,739)
<b>Net cash provided by (used in) financing activities</b>	<b>(60,394)</b>	<b>(131,084)</b>	<b>142,912</b>	<b>(42,500)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>12,398</b>	<b>(4,048)</b>	<b>(766)</b>	<b>(9,840)</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>10,534</b>	<b>17,278</b>	<b>1,184</b>	<b>15,106</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>22,932</b>	<b>13,230</b>	<b>418</b>	<b>5,266</b>

Additional details of non-cash items

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

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

**CHUKAI PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**  
**NOTES TO THE INTERIM FINANCIAL STATEMENTS**  
**FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED JUNE 30, 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		
			June 30,		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 six-month periods ended June 30, 2016 and 2015 were as follows:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
<b>Subsidiaries</b>				
The Crane Lamechabang Co., Ltd.				
Revenue from sales and services	-	-	22,311	13,938
Interest income	-	-	1,460	286
Other income	-	-	2,374	2,374
Purchase of goods	-	-	9,581	3,150
Cost of sales and services	-	-	231	364
Selling and service expenses	-	-	313	247
Administrative expenses	-	-	-	7
The Crane Rayong Co., Ltd.				
Revenue from sales and services	-	-	12,603	192,439
Interest income	-	-	4,938	713
Other income	-	-	2,100	2,100
Purchase of goods	-	-	1,476	14,040
Cost of sales and services	-	-	114	187
Selling and service expenses	-	-	36	64
The Crane Heavy Lift Co., Ltd.				
Other income	-	-	300	300
Interest expenses	-	-	318	325

Thousands Baht				
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
<b>Subsidiaries</b>				
The Crane Service Co., Ltd.				
Revenue from sales and services	-	-	10,560	13,661
Other income	-	-	2,100	2,100
Purchase of goods	-	-	15,208	13,274
Cost of sales and services	-	-	466	965
Selling and service expenses	-	-	2	49
Administrative expenses	-	-	165	183
Interest expenses	-	-	234	748
<b>Related companies</b>				
Crane Daeng Co., Ltd.				
Revenue from sales and services	1,620	2,088	160	112
Other income	46	46	-	-
Cost of sales and services	307	3,490	-	-
20 Auction Co., Ltd.				
Revenue from sales and services	319	64	120	-
Other income	50	-	-	-
Cost of sales and services	-	17	-	-
Selling and service expenses	-	396	-	372
The Farm Valley Co., Ltd.				
Revenue from sales and services	37	-	25	-
<b>Related persons (shareholders)</b>				
Land rental expenses	15	-	-	-

## Key management personnel compensation

Key management personnel compensation for the six-month periods ended June 30, 2016 and 2015 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Short-term benefits	24,699	25,874	24,576	25,710
Post-employment benefits	240	841	240	841
Total	24,939	26,715	24,816	26,551

The significant balances of assets and liabilities with related parties as at June 30, 2016 and December 31, 2015 were as follows:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
<b>Subsidiaries</b>				
The Crane Lamechabang Co., Ltd.				
Accrued interest income	-	-	1,495	592
Deposit	-	-	96	96
The Crane Rayong Co., Ltd.				
Accrued interest income	-	-	5,473	2,326
The Crane Heavy Lift Co., Ltd.				
Accrued interest expenses	-	-	384	199
The Crane Service Co., Ltd.				
Accrued interest expenses	-	-	304	153
Accrued expenses	-	-	-	16
Investments in subsidiaries (see Note 7)	-	-	299,991	299,991
<b>Related company</b>				
Crane Daeng Co., Ltd.				
Accrued income	196	-	-	-
<b>Related persons (director / shareholders)</b>				
Accrued expenses	1,215	1,200	-	-

**Trade receivables – related parties**

Trade receivables – related parties as at June 30, 2016 and December 31, 2015 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
The Crane Lamechabang Co., Ltd.	-	-	71,145	52,428
The Crane Rayong Co., Ltd.	-	-	97,332	82,994
The Crane Heavy Lift Co., Ltd.	-	-	21	221
The Crane Service Co., Ltd.	-	-	1,940	11,906
Crane Daeng Co., Ltd.	1,268	253	209	227
20 Auction Co., Ltd.	83	269	-	84
The Farm Valley Co., Ltd.	26	-	26	-
Total	1,377	522	170,673	147,860

**Trade payables – related parties**

Trade payables – related parties as at June 30, 2016 and December 31, 2015 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
The Crane Lamechabang Co., Ltd.	-	-	1,168	695
The Crane Rayong Co., Ltd.	-	-	1,659	4,845
The Crane Heavy Lift Co., Ltd.	-	-	-	32
The Crane Service Co., Ltd.	-	-	8,069	223
Crane Daeng Co., Ltd.	210	104	-	-
Total	210	104	10,896	5,795

**Short-term loans to related parties**

Short-term loans to related parties as at June 30, 2016 and December 31, 2015 consisted of:

	Thousands Baht	
	Separate	
	financial statements	
	2016	2015
The Crane Lamechabang Co., Ltd.	41,900	28,400
The Crane Rayong Co., Ltd.	190,000	70,500
Total	231,900	98,900

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.

Movements of short-term loans to related parties for the six-month periods ended June 30, 2016 and 2015 were as follows:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Beginning balance	-	-	98,900	22,000
Increase	-	11,000	138,000	44,000
Decrease	-	(8,000)	(5,000)	(21,000)
Ending balance	-	3,000	231,900	45,000

**Short-term loans from related parties**

Short-term loans from related parties as at June 30, 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.	41,500	36,000
Total	87,900	82,400

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.

Movements of short-term loans from related parties for the six-month periods ended June 30, 2016 and 2015 were as follows:

	Thousands Baht	
	Separate	
	financial statements	
	2016	2015
Beginning balance	82,400	158,050
Increase	13,500	31,800
Decrease	(8,000)	(49,300)
Ending balance	87,900	140,550

#### **Co-guarantee for liabilities with related parties**

As at June 30, 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 1,033.49 million (see Note 16).

The Company had co-guarantee for bank overdrafts and loans from financial institutions of subsidiaries in the amount of Baht 38 million (see Note 16).

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 168.79 million.

Related persons had co-guarantee for bank overdrafts and loans from financial institutions of the Group.

**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
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
Land rental expenses	Stipulate in the agreement
Interest income and expense	Referred to the bank's interest rate

## 5. TRADE AND OTHER RECEIVABLES

Trade and other receivables as at June 30, 2016 and December 31, 2015 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Trade receivables	208,083	159,544	211,679	182,481
<b>Less:</b> Allowance for doubtful accounts	(56,619)	(44,031)	(6,532)	(1,396)
Trade receivables - net	151,464	115,513	205,147	181,085
Other receivables				
Accrued income	28,909	20,913	7,727	2,934
Advance payments	998	878	108	55
Others	1,177	944	459	399
Total	31,084	22,735	8,294	3,388
<b>Less:</b> Allowance for doubtful accounts	(897)	(900)	(385)	(385)
Other receivables - net	30,187	21,835	7,909	3,003
Trade and other receivables - net	181,651	137,348	213,056	184,088

As at June 30, 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
<b>Trade receivables - other parties</b>				
Current	39,749	38,425	6,852	1,301
Overdue				
Not over 3 months	87,919	62,393	4,767	17,592
Over 3 months up to 6 months	25,454	13,096	20,260	7,169
Over 6 months up to 12 months	14,109	14,096	3,072	3,879
Over 12 months	39,475	31,012	6,055	4,680
Total	206,706	159,022	41,006	34,621
<b>Trade receivables - related parties</b>				
Current	532	131	6,072	3,657
Overdue				
Not over 3 months	808	391	28,188	22,137
Over 3 months up to 6 months	-	-	9,658	12,536
Over 6 months up to 12 months	37	-	23,561	42,866
Over 12 months	-	-	103,194	66,664
Total	1,377	522	170,673	147,860

Movements of allowance for doubtful accounts for the six-month period ended June 30, 2016 were as follows:

	Thousands Baht	
	Consolidated	Separate
	financial statements	financial statements
Beginning balance	44,931	1,781
<b>Add:</b> Doubtful accounts	13,297	5,136
<b>Less:</b> Written-off bad debts	(712)	-
Ending balance	57,516	6,917

## 6. INVENTORIES

Inventories as at June 30, 2016 and December 31, 2015 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Cranes	147,057	168,526	148,244	169,714
Forklifts	21,080	21,080	21,080	21,080
Trailers	-	-	2,214	-
Excavator	93,413	44,200	93,413	44,200
Spare parts and component	17,659	16,904	17,761	17,006
Work in process	8,617	17,419	8,617	14,300
Total	287,826	268,129	291,329	266,300
<b>Less:</b> Allowance for devaluation of inventories	(2,391)	(3,793)	(2,391)	(3,793)
Inventories - net	285,435	264,336	288,938	262,507

Movements of allowance for devaluation of inventories for the six-month period ended June 30, 2016 were as follows:

	Thousands Baht
	Consolidated and separate
	financial statements
Beginning balance	3,793
<b>Less:</b> Reversal loss from obsolete stock	(1,402)
Ending balance	2,391

## 7. INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries stated by the cost method, as at June 30, 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

The Company's Board of Directors Meeting held on June 23, 2016, resolutions was passed to restructure the Group's business operations by segment business nature and resolutions was passed to merger between the Crane Rayong Co., Ltd. and The Crane Lamechabang Co., Ltd.

## 8. PROPERTY, PLANT AND EQUIPMENT

Movements of property, plant and equipment during the six-month period ended June 30, 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	336,189	266
Disposals / transfer out - net book value	(27,783)	(8,479)
Depreciation for the period	(142,743)	(29,641)
Net book value as at June 30, 2016	2,430,184	690,119

## 9. TRADE AND OTHER PAYABLES

Trade and other payables as at June 30, 2016 and December 31, 2015 consisted of:

Thousands Baht				
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Trade payables	110,283	80,042	100,361	69,079
Other payables				
Accrued expenses	23,957	12,388	7,578	6,680
Payables from purchases of assets	4,596	35,324	568	2,929
Others	6,578	6,442	280	631
Total	35,131	54,154	8,426	10,240
Grand total	145,414	134,196	108,787	79,319

## 10. CURRENT PORTION OF DEBTS

Current portion of debts as at June 30, 2016 and December 31, 2015 consisted of:

Thousands Baht					
	Note	Consolidated		Separate	
		financial statements		financial statements	
		2016	2015	2016	2015
Loans from financial institutions	11	57,888	57,888	54,888	54,888
Liabilities under finance leases	12	332,242	297,983	8,930	21,537
Total		390,130	355,871	63,818	76,425

## 11. LOANS FROM FINANCIAL INSTITUTIONS

Loans from financial institutions as at June 30, 2016 and December 31, 2015 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
Loans from financial institutions	193,630	222,574	187,380	214,824
<b>Less:</b> Current portion of debts	(57,888)	(57,888)	(54,888)	(54,888)
Long-term loans from financial institutions	135,742	164,686	132,492	159,936

Movements of loans from financial institutions for the six-month periods ended June 30, 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	(28,944)	(28,944)	(27,444)	(27,444)
Ending balance	193,630	251,518	187,380	242,268

## 12. LIABILITIES UNDER FINANCE LEASES

Liabilities under finance leases as at June 30, 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	323,249	39,832	363,081	6,065	332	6,397	286,447	36,517	322,964	16,005	642	16,647
2 - 5	694,420	45,440	739,860	4,349	153	4,502	566,643	37,759	604,402	5,571	210	5,781
	1,017,669	85,272	1,102,941	10,414	485	10,899	853,090	74,276	927,366	21,576	852	22,428
Sale and leaseback agreement												
1	8,993	1,498	10,491	2,865	343	3,208	11,536	2,162	13,698	5,532	883	6,415
2 - 5	28,147	2,085	30,232	3,337	138	3,475	37,494	3,062	40,556	9,589	569	10,158
	37,140	3,583	40,723	6,202	481	6,683	49,030	5,224	54,254	15,121	1,452	16,573
Total												
1	332,242	41,330	373,572	8,930	675	9,605	297,983	38,679	336,662	21,537	1,525	23,062
2 - 5	722,567	47,525	770,092	7,686	291	7,977	604,137	40,821	644,958	15,160	779	15,939
	1,054,809	88,855	1,143,664	16,616	966	17,582	902,120	79,500	981,620	36,697	2,304	39,001

### 13. OTHER SHORT-TERM LOANS

Other short-term loans as at June 30, 2016 consisted of:

	Thousands Baht
	Consolidated and separate
	financial statements
Principal	200,000
<b>Less:</b> 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. Later, the Company has extended term of payment by issuing new bills of exchange with the interest rate of 4.5 percent per annum, due on July 21, 2016.

Movements of other short-term loans for the six-month period ended June 30, 2016 were as follows:

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

### 14. INCOME TAX

The Group recognized income tax expense for the six-month periods ended June 30, 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 income (expense) for the six-month periods ended June 30, 2016 and 2015 consisted of:

	Thousands Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
<b>Current tax</b>				
Current period	(2)	(3,706)	-	-
<b>Deferred tax</b>				
Movements in temporary differences	(18,055)	(2,039)	(8,621)	1,070
Tax income (expense)	(18,057)	(5,745)	(8,621)	1,070

Income tax recognized in other comprehensive income for the six-month periods ended June 30, 2016 and 2015 as follows:

	Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	2016	2015	2016	2015
Provisions	(251)	199	(91)	(7)

## 15. 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 the six-month periods ended June 30, 2016 and 2015 consisted of:

	Thousands Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
	2016	2015	2016	2015
Revenue from sales	140,713	229,976	160,508	404,287
Revenue from services	255,959	303,212	36,130	59,264
Total	396,672	533,188	196,638	463,551

## **16. COMMITMENTS AND CONTINGENT LIABILITIES**

As at June 30, 2016, the Group had commitments and contingent liabilities as follows:

### **The Company**

16.1 Commitments for payment under agreement as follows:

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

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

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

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

16.3 Contingent liabilities on co-guarantee for liabilities under finance leases of subsidiaries and co-guarantee for bank guarantees, bank overdrafts and loans from financial institutions of subsidiaries (see Note 4).

### **Subsidiaries**

16.4 Commitments for payment under agreement as follows:

16.4.1 The land and/or building lease agreement with the Company in the amount of Baht 0.20 million per month and other party in the amount of Baht 0.14 million per month.

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

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

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

16.6 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.

## **17. APPROVAL OF THE INTERIM FINANCIAL STATEMENTS**

These interim financial statements were authorized for issue by the Company's Board of Directors on August 11, 2016.