

Lam Soon (Thailand) Public Company Limited
and its subsidiaries
Review report and interim financial statements
For the three-month period ended 31 March 2015

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Lam Soon (Thailand) Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Lam Soon (Thailand) Public Company Limited and its subsidiaries as at 31 March 2015, the related consolidated statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of Lam Soon (Thailand) Public Company Limited for the same period. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 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 34 Interim Financial Reporting.

Emphasis of matter

I draw attention to Note 12 to the financial statements regarding a permit from the Royal Forest Department granted to a subsidiary for the exploitation or inhabitation in the National Reserved Forests which had expired in January 2015. The subsidiary has used the land of 13,030 rai for palm oil plantation. The subsidiary is requesting the government unit to grant a permit to exploit or inhabit in such land, and the request is under the consideration of such government unit. My conclusion is not qualified in respect of this matter.

Kamontip Lertwitworatep
Certified Public Accountant (Thailand) No. 4377

EY Office Limited
Bangkok: 15 May 2015

Lam Soon (Thailand) Public Company Limited and its subsidiaries

Statements of financial position

As at 31 March 2015

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		As at	As at	As at	As at
		31 March 2015	31 December 2014	31 March 2015	31 December 2014
		(Unaudited but reviewed)	(Audited) (Restated)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents	3	181,488	212,800	54,678	27,893
Trade and other receivables	2, 4	1,096,706	902,094	929,275	816,939
Short-term loans to related parties	2	-	-	-	-
Inventories	5	1,295,208	1,294,624	737,677	629,345
Other current assets		44,069	38,502	15,920	12,453
Total current assets		2,617,471	2,448,020	1,737,550	1,486,630
Non-current assets					
Investment in associated company	6	-	-	-	-
Investments in subsidiaries	7	-	-	1,312,871	1,312,491
Investments in joint venture	8	40,660	39,684	-	-
Other long-term investments		4,036	3,940	4,036	3,940
Long-term loan to unrelated party	9	63,000	-	-	-
Investment properties	10	85,324	86,530	7,842	8,261
Property, plant and equipment	11	2,158,971	2,085,550	669,672	608,464
Cost of forest land rights and cost of palm plantation	12	211,665	212,051	233	236
Goodwill		196,376	196,376	-	-
Intangible assets		8,514	8,270	5,565	5,065
Deferred tax assets		44,098	35,605	8,983	8,181
Other non-current assets		15,482	7,570	518	518
Total non-current assets		2,828,126	2,675,576	2,009,720	1,947,156
Total assets		5,445,597	5,123,596	3,747,270	3,433,786

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

Lam Soon (Thailand) Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 31 March 2015

(Unit: Thousand Baht)

	<u>Note</u>	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		As at	As at	As at	As at
		<u>31 March 2015</u>	<u>31 December 2014</u>	<u>31 March 2015</u>	<u>31 December 2014</u>
		(Unaudited but reviewed)	(Audited) (Restated)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Short-term loans from financial institutions	13	1,375,000	1,230,000	310,000	140,000
Trade and other payables	2, 14	562,867	429,034	509,012	414,468
Short-term loan from related party	2	-	10,000	-	-
Current portion of long-term loan	15	100,000	100,000	-	-
Income tax payable		65,218	41,317	35,074	22,680
Other current liabilities		76,608	89,249	38,258	51,386
Total current liabilities		2,179,693	1,899,600	892,344	628,534
Non-current liabilities					
Long-term loan - net of current portion	15	50,000	75,000	-	-
Provision for long-term employee benefits		62,353	55,133	34,935	30,454
Total non-current liabilities		112,353	130,133	34,935	30,454
Total liabilities		2,292,046	2,029,733	927,279	658,988

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

Lam Soon (Thailand) Public Company Limited and its subsidiaries

Statements of financial position (continued)

As at 31 March 2015

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	As at 31 March 2015 (Unaudited but reviewed)	As at 31 December 2014 (Audited) (Restated)	As at 31 March 2015 (Unaudited but reviewed)	As at 31 December 2014 (Audited)
Shareholders' equity				
Share capital				
Registered				
820,000,000 ordinary shares of Baht 1 each	820,000	820,000	820,000	820,000
Issued and fully paid-up				
820,000,000 ordinary shares of Baht 1 each	820,000	820,000	820,000	820,000
Paid-in surplus				
Share premium	241,970	241,970	241,970	241,970
Premium on treasury stock	5,269	5,269	5,269	5,269
Retained earnings				
Appropriated - statutory reserve	103,071	103,071	82,000	82,000
Unappropriated	1,648,749	1,582,268	1,670,298	1,625,182
Other components of shareholders' equity	1,439	1,362	454	377
Equity attributable to owners of the Company	2,820,498	2,753,940	2,819,991	2,774,798
Non-controlling interests of the subsidiaries	333,053	339,923	-	-
Total shareholders' equity	3,153,551	3,093,863	2,819,991	2,774,798
Total liabilities and shareholders' equity	5,445,597	5,123,596	3,747,270	3,433,786

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

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Directors
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(Unaudited but reviewed)

Lam Soon (Thailand) Public Company Limited and its subsidiaries**Statements of comprehensive income****For the three-month period ended 31 March 2015**

(Unit: Thousand Baht except earnings per share expressed in Baht)

	Note	Consolidated financial statements		Separate financial statements	
		2015	2014 (Restated)	2015	2014
Profit or loss:					
Revenues					
Sales		2,149,381	2,087,408	1,683,172	1,816,404
Other income		23,287	14,427	29,143	26,610
Total revenues		2,172,668	2,101,835	1,712,315	1,843,014
Expenses					
Cost of sales		1,870,695	1,860,907	1,519,432	1,718,650
Selling expenses		156,240	143,019	103,360	104,411
Administrative expenses		59,608	54,351	31,366	31,490
Total expenses		2,086,543	2,058,277	1,654,158	1,854,551
Profit (loss) before share of profit (loss) from investment in joint venture, finance cost and income tax expenses					
		86,125	43,558	58,157	(11,537)
Share of profit (loss) from investment in joint venture	8	976	(35)	-	-
Profit (loss) before finance cost and income tax expenses					
		87,101	43,523	58,157	(11,537)
Finance cost		(11,160)	(13,085)	(1,473)	(2,478)
Profit (loss) before income tax expenses					
		75,941	30,438	56,684	(14,015)
Income tax expenses	16	(15,955)	(4,008)	(11,573)	1,177
Profit (loss) for the period		59,986	26,430	45,111	(12,838)
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Gain on changes in value of available-for-sale investments		96	22	96	22
Income tax reffect	16	(19)	(5)	(19)	(5)
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax</i>					
		77	17	77	17
Other comprehensive income for the period		77	17	77	17
Total comprehensive income for the period		60,063	26,447	45,188	(12,821)

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

(Unaudited but reviewed)

Lam Soon (Thailand) Public Company Limited and its subsidiaries

Statements of comprehensive income (continued)

For the three-month period ended 31 March 2015

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
<u>Note</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
		(Restated)		
Profit or loss attributable to:				
Equity holders of the Company	66,476	16,991	<u>45,111</u>	<u>(12,838)</u>
Non-controlling interests of the subsidiaries	<u>(6,490)</u>	<u>9,439</u>		
	<u>59,986</u>	<u>26,430</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	66,553	17,008	<u>45,188</u>	<u>(12,821)</u>
Non-controlling interests of the subsidiaries	<u>(6,490)</u>	<u>9,439</u>		
	<u>60,063</u>	<u>26,447</u>		
Basic earnings per share	17			
Profit (loss) attributable to equity holders of the Company	<u>0.08</u>	<u>0.02</u>	<u>0.06</u>	<u>(0.02)</u>

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

(Unaudited but reviewed)

Lam Soon (Thailand) Public Company Limited and its subsidiaries**Cash flow statements****For the three-month period ended 31 March 2015**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2015</u>	<u>2014</u> (Restated)	<u>2015</u>	<u>2014</u>
Cash flows from operating activities				
Profit (loss) before tax	75,941	30,438	56,684	(14,015)
Adjustments to reconcile profit (loss) before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	60,755	66,154	20,987	20,272
Share of (profit) loss from investment in joint venture	(976)	35	-	-
Increase (decrease) in allowance for doubtful accounts	(408)	3,060	(382)	-
Increase (decrease) in allowance for diminution in inventory value	2,002	(8,956)	300	-
Decrease in allowance for impairment loss of assets	-	(2,131)	-	-
Gain on disposals of property, plant and equipment	(292)	(92)	(23)	(374)
Loss on write-off of cost of palm plantation	118	-	-	-
Unrealised loss (gain) on exchange	664	1,036	(98)	(155)
Dividend received from other company	(78)	-	(78)	-
Provision for long-term employee benefits	8,033	9,595	4,481	5,973
Interest expenses	10,444	12,347	983	1,978
Profit from operating activities before changes in operating assets and liabilities	156,203	111,486	82,854	13,679
Decrease (increase) in operating assets				
Trade and other receivables	(194,928)	1,100	(111,956)	14,744
Inventories	283	(153,213)	(108,632)	(154,498)
Other current assets	(4,777)	(745)	(2,909)	(1,314)
Other non-current assets	(7,970)	4,112	-	-
Increase (decrease) in operating liabilities				
Trade and other payables	113,746	(1,382)	77,057	(17,373)
Other current liabilities	(12,685)	(8,943)	(13,123)	(11,537)
Provision for long-term employee benefits	(813)	(2,099)	-	(88)
Cash from (used in) operating activities	49,059	(49,684)	(76,709)	(156,387)
Cash paid for interest expenses	(10,650)	(12,056)	(975)	(1,902)
Cash paid for income tax	(1,273)	(1,155)	(558)	(552)
Net cash from (used in) operating activities	37,136	(62,895)	(78,242)	(158,841)

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

(Unaudited but reviewed)

Lam Soon (Thailand) Public Company Limited and its subsidiaries

Cash flow statements (continued)

For the three-month period ended 31 March 2015

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
		(Restated)		
Cash flows from investing activities				
Increase in investment in subsidiary	(380)	-	(380)	-
Increase in long-term loan to unrelated party	(63,000)	-	-	-
Dividend received from other company	78	-	78	-
Acquisitions of property, plant and equipment	(107,609)	(33,173)	(64,028)	(9,680)
Increase in cost of palm plantation	(7,153)	(9,926)	-	-
Proceeds from disposals of property, plant and equipment	308	2,378	38	374
Increase in intangible assets	(681)	(1,442)	(681)	(192)
Net cash used in investing activities	(178,437)	(42,163)	(64,973)	(9,498)
Cash flows from financing activities				
Increase in short-term loans from financial institutions	145,000	88,560	170,000	180,000
Decrease in short-term loan from related party	(10,000)	-	-	-
Repayment of long-term loans	(25,000)	(67,140)	-	(15,000)
Dividend paid	(11)	-	-	-
Net cash from financing activities	109,989	21,420	170,000	165,000
Net increase (decrease) in cash and cash equivalents	(31,312)	(83,638)	26,785	(3,339)
Cash and cash equivalents at beginning of the period	212,800	225,216	27,893	46,880
Cash and cash equivalents at end of the period				
(Note 3)	181,488	141,578	54,678	43,541

Supplementary disclosures of cash flows information

Non-cash transactions

Acquisitions of plant and equipment

that have not been paid	30,311	6,068	23,167	764
Transferred palm nursery to inventory account	2,869	8,163	-	-

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

(Unaudited but reviewed)

Lam Soon (Thailand) Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity

For the three-month period ended 31 March 2015

(Unit: Thousand Baht)

Consolidated financial statements											
Equity attributable to the owners of the Company											
Other components of equity											
Other											
comprehensive income											
Other changes by the owners											
Surplus (deficit)											
on changes											
Surplus from											
Total other components of equity											
Total equity attributable to shareholders of the Company											
Equity attributable to non-controlling interests of the subsidiaries											
Total shareholders' equity											
Issued and paid up share capital	Share premium	Premium on treasury stock	Appropriated - statutory reserve	Retained earnings - Unappropriated	in value of available-for-sale investments	change in shareholding in subsidiary	components of equity	attributable to the Company	non-controlling interests of the subsidiaries	Total shareholders' equity	
Balance as at 1 January 2014	820,000	241,970	5,269	103,071	1,349,238	(545)	985	440	2,519,988	331,843	2,851,831
Profit for the period	-	-	-	-	16,991	-	-	-	16,991	9,439	26,430
Other comprehensive income for the period	-	-	-	-	-	17	-	17	17	-	17
Total comprehensive income for the period	-	-	-	-	16,991	17	-	17	17,008	9,439	26,447
Reversal of prior year dividend	-	-	-	-	12	-	-	-	12	-	12
Balance as at 31 March 2014	820,000	241,970	5,269	103,071	1,366,241	(528)	985	457	2,537,008	341,282	2,878,290

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

(Unaudited but reviewed)

Lam Soon (Thailand) Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity (continued)

For the three-month period ended 31 March 2015

(Unit: Thousand Baht)

Consolidated financial statements											
Equity attributable to the owners of the Company											
Other components of equity											
Other											
comprehensive income											
Other changes by the owners											
Surplus											
on changes in value of											
Surplus from change in shareholding in subsidiary											
Total other components of shareholders' equity											
Total equity attributable to shareholders of the Company											
Equity attributable to non-controlling interests of the subsidiaries											
Total shareholders' equity											
Issued and paid up share capital	Share premium	Premium on treasury stock	Retained earnings		in value of available-for-sale investments	change in shareholding in subsidiary	Total other components of shareholders' equity	Total equity attributable to shareholders of the Company	non-controlling interests of the subsidiaries	Total shareholders' equity	
			Appropriated - statutory reserve	Unappropriated							
Balance as at 1 January 2015	820,000	241,970	5,269	103,071	1,582,268	377	985	1,362	2,753,940	339,923	3,093,863
Profit (loss) for the period	-	-	-	-	66,476	-	-	-	66,476	(6,490)	59,986
Other comprehensive income for the period	-	-	-	-	-	77	-	77	77	-	77
Total comprehensive income for the period	-	-	-	-	66,476	77	-	77	66,553	(6,490)	60,063
Reversal of prior year dividend	-	-	-	-	5	-	-	-	5	-	5
Acquisition of investment in subsidiary from non-controlling interests	-	-	-	-	-	-	-	-	-	(380)	(380)
Balance as at 31 March 2015	820,000	241,970	5,269	103,071	1,648,749	454	985	1,439	2,820,498	333,053	3,153,551

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

(Unaudited but reviewed)

Lam Soon (Thailand) Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity (continued)

For the three-month period ended 31 March 2015

(Unit: Thousand Baht)

	Separate financial statements					Other components of equity		
	Issued and paid up share capital	Share premium	Premium on treasury stock	Retained earnings		Other comprehensive income	Surplus (deficit) on changes in value of available-for-sale investments	Total other components of shareholders' equity
				Appropriated - statutory reserve	Unappropriated			
Balance as at 1 January 2014	820,000	241,970	5,269	82,000	1,506,288	(545)	(545)	2,654,982
Loss for the period	-	-	-	-	(12,838)	-	-	(12,838)
Other comprehensive income for the period	-	-	-	-	-	17	17	17
Total comprehensive income for the period	-	-	-	-	(12,838)	17	17	(12,821)
Reversal of prior year dividend	-	-	-	-	12	-	-	12
Balance as at 31 March 2014	820,000	241,970	5,269	82,000	1,493,462	(528)	(528)	2,642,173

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

(Unaudited but reviewed)

Lam Soon (Thailand) Public Company Limited and its subsidiaries

Statements of changes in shareholders' equity (continued)

For the three-month period ended 31 March 2015

(Unit: Thousand Baht)

	Separate financial statements					Other components of equity		
	Issued and paid up share capital	Share premium	Premium on treasury stock	Retained earnings		Other comprehensive income	Surplus on changes in value of available-for-sale investments	Total other components of shareholders' equity
				Appropriated - statutory reserve	Unappropriated			
Balance as at 1 January 2015	820,000	241,970	5,269	82,000	1,625,182	377	377	2,774,798
Profit for the period	-	-	-	-	45,111	-	-	45,111
Other comprehensive income for the period	-	-	-	-	-	77	77	77
Total comprehensive income for the period	-	-	-	-	45,111	77	77	45,188
Reversal of prior year dividend	-	-	-	-	5	-	-	5
Balance as at 31 March 2015	820,000	241,970	5,269	82,000	1,670,298	454	454	2,819,991

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

Lam Soon (Thailand) Public Company Limited and its subsidiaries
Notes to interim financial statements
For the three-month period ended 31 March 2015

1. General information

1.1 Corporate information

Lam Soon (Thailand) Public Company Limited is a public company incorporated and domiciled in Thailand. Its major shareholder is Lam Soon Holding Company Limited, which was incorporated in Thailand. The Company is principally engaged in the manufacture and distribution of palm oil. The registered office of the Company is at 64, Soi Bangna-Trad 25, Bangna, Bangkok.

1.2 Basis for the preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard 34 (revised 2014) “Interim Financial Reporting”, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders’ equity, and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language financial statements.

1.3 Basis of consolidation

The interim consolidated financial statements include the financial statements of Lam Soon (Thailand) Public Company Limited (herein after called “the Company”) and its subsidiaries (herein after called “the subsidiaries”), which were incorporated in Thailand, and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2014. There have been no changes in the composition of the group during the current period.

1.4 New financial reporting standards

During the period, the Company has adopted the revised and new financial reporting standards issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after 1 January 2015. These financial reporting standards 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 financial reporting standards does not have any significant impact on the Company's financial statements. However, some of these standards involve changes to key principles, which are summarised below.

TAS 19 (revised 2014) Employee Benefits

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

This revised standard does not have any impact on the financial statements as the Company and its subsidiaries already recognise actuarial gains and losses immediately in other comprehensive income.

TFRS 10 Consolidated Financial Statements

TFRS 10 prescribes requirements for the preparation of consolidated financial statements and replaces the content of TAS 27 Consolidated and Separate Financial Statements dealing with consolidated financial statements. This standard changes the principles used in considering whether control exists. Under this standard, an investor is deemed to have control over an investee 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 affect the amount of its returns, even if it holds less than half of the shares or voting rights. This important change requires the management to exercise a lot of judgement when reviewing whether the Company and its subsidiaries have control over investees and determining which entities have to be included in preparation of the consolidated financial statements.

This standard does not have any impact on the Company's and its subsidiaries' financial statements.

TFRS 11 Joint Arrangements

TFRS 11 supersedes TAS 31 Interests in Joint Ventures. This standard requires an entity investing in any other entity to determine whether the entity and other investors have joint control in the investment. When joint control exists, there is deemed to be a joint arrangement and the entity then needs to apply judgement to assess whether the joint arrangement is a joint operation or a joint venture and to account for the interest in the investment in a manner appropriate to the type of joint arrangement. If it is a joint operation, the entity is to recognise its shares of assets, liabilities, revenue and expenses of the joint operation, in proportion to its interest, in its separate financial statements. If it is a joint venture, the entity is to account for its investment in the joint venture using the equity method in the financial statements in which the equity method is applied or the consolidated financial statements (if any), and at cost in the separate financial statements.

As a result of the adoption of this standard, a subsidiary has had to change the method used to account for its investment in a joint venture from the proportionate consolidation method to the equity method. The Company has restated the prior period's financial statements, presented as comparative information, to reflect the effect of the change. The cumulative effect of changes in accounting policies is presented in Note 1.6 to the financial statements.

TFRS 12 Disclosure of Interests in Other Entities

This standard stipulates disclosures relating to an entity's interests in subsidiaries, joint arrangements and associates, including structured entities. This standard therefore has no financial impact on the financial statements of the Company and its subsidiaries.

TFRS 13 Fair Value Measurement

This standard provides guidance on how to measure fair value and stipulates disclosures related to fair value measurement. Entities are to apply the guidance under this standard if they are required by other financial reporting standards to measure their assets or liabilities at fair value. The effects of the adoption of this standard are to be recognised prospectively.

This standard does not have any significant impact on the Company's and its subsidiaries' financial statements.

1.5 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 31 December 2014, except for the changes in accounting policies as a result of the adoption of new and revised standards, as discussed in Note 1.4 to the financial statements.

1.6. Cumulative effects of changes in accounting policies due to the adoption of new financial reporting standards

As described in Note 1.4 and Note 1.5 to the financial statements, during the current period, the Company has changed some of their accounting policies, as a result of the adoption of new and revised financial reporting standards.

The amounts of adjustments affecting the statements of financial position and the statements of comprehensive income are summarised below.

	(Unit: Thousand Baht)
	As at 31 December 2014
	<u>Consolidated</u>
	<u>financial statements</u>
Statements of financial position:	
Increase in investment in joint venture	39,684
Decrease in current assets	26,014
Decrease in non-current assets	19,025
Decrease in current liabilities	4,493
Decrease in non-current assets	862
	(Unit: Thousand Baht)
	For the three-month
	period ended
	31 March 2014
	<u>Consolidated</u>
	<u>financial statements</u>
Statements of comprehensive income	
Profit or loss:	
Increase in share of loss from investment in joint venture	35
Decrease in revenue	599
Decrease in expense	634

2. Related party transactions

During the periods, the Company and its subsidiaries had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and based agreed upon between the Company and those related parties.

(Unit: Million Baht)

	For the three-month periods ended 31 March				Pricing policy
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	
<u>Transactions with subsidiaries</u>					
(eliminated from the consolidated financial statements)					
Purchase of raw material	-	-	184.1	151.0	Market price on the contract date
Purchase of goods and services	-	-	179.2	209.1	Market price less fixed margin
Sales of goods and services	-	-	0.3	0.3	Market price
Rental income	-	-	0.5	0.5	Market price/Contract price
Selling and administrative service income	-	-	19.1	18.5	Actual charge
<u>Transactions with related companies</u>					
Sales of goods	10.6	7.9	-	-	Price approximates market price
Purchase of goods	0.7	0.4	-	-	Selling price less marketing expenses and profit margin
Interest expenses	-	0.2	-	-	THBFIX + 0.50% per annum
<u>Transactions with jointly controlled entity of subsidiary</u>					
Land rental income	0.3	0.3	-	-	Agreed between the parties
Purchase of oil palm seeds and fresh fruit bunch	4.0	4.0	-	-	Market price

(Unaudited but reviewed)

The balances of accounts as at 31 March 2015 and 31 December 2014 between the Company and the related parties are detailed as follows:

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate financial statements	
	31 March 2015	31 December 2014	31 March 2015	31 December 2014
			(Restated)	
<u>Trade and other receivables - related parties</u> (Note 4)				
Subsidiaries	-	-	18,489	14,162
Associated company	452	452	-	-
Related companies (related by common shareholders)	25,745	25,619	-	5
Total trade and other receivables - related parties	26,197	26,071	18,489	14,167
Less: Allowance for doubtful accounts	(20,780)	(20,780)	-	-
Total trade and other receivables - related parties - net	5,417	5,291	18,489	14,167
<u>Short-term loans to related parties</u>				
Associated company	40,286	40,286	-	-
Related companies (related by common shareholders)	5,325	5,325	-	-
Total short-term loans to related parties	45,611	45,611	-	-
Less: Allowance for doubtful accounts	(45,611)	(45,611)	-	-
Total short-term loans to related parties - net	-	-	-	-
<u>Trade and other payables - related parties</u> (Note 14)				
Subsidiaries	-	-	129,724	140,208
Related companies (related by common shareholders)	1,091	699	-	-
Total trade and other payables - related parties	1,091	699	129,724	140,208
<u>Short-term loan from related party</u>				
Related company (related by major shareholder)	-	10,000	-	-
Total short-term loan from related party	-	10,000	-	-

Movements in short-term loan from related party during the three-month period ended 31 March 2015 are summarised below.

(Unit: Thousand Baht)

		Consolidated financial statements		
Company's name	Related by	Balance as at 31 December 2014	Decrease during the period	Balance as at 31 March 2015
Lam Soon Holding Co., Ltd.	Major shareholder	10,000	(10,000)	-
Total		10,000	(10,000)	-

Short-term loans to related parties

Short-term loans to associated and related companies of subsidiary carry interest at a rate of 7% per annum and are repayable on demand. Recognition of interest on these loans as income on an accrual basis has ceased from the date the Central Bankruptcy Court accepted the bankruptcy suits which the subsidiary brought against the associated and related companies. Currently, this case is in state of the Legal Execution Department.

Short-term loan from related party

Short-term loan from related company of subsidiary carries interest at a rate of THBFX + 0.50% per annum and is repayable on demand.

Selling and administrative service income

On 7 November 2011, the Company and Universal Food Public Company Limited ("UFC"), a subsidiary, entered into a memorandum related to the agency agreement (dated 27 February 2006) whereby both parties agreed to change the terms and conditions on dealer compensation to comply with the general practice in the industry. The Company and UFC had on 29 December 2011 agreed to extend the agreement for another 5 years, starting from 1 January 2012 and expiring on 31 December 2016.

Directors and management's benefits

During the three-month period ended 31 March 2015 and 2014, the Company and its subsidiaries have short-term employee benefits, post-employment benefits and other long-term benefits payable to their directors and management totaling Baht 39.5 million and Baht 36.4 million, respectively (the Company only: Baht 24.1 million and Baht 21.9 million, respectively).

3. Cash and cash equivalents

As at 31 March 2015 and 31 December 2014, cash and cash equivalents consist of the following:

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
	31 March	31 December	31 March	31 December
	2015	2014	2015	2014
		(Restated)		
Cash	5,393	3,863	2,113	1,017
Bank deposits	176,095	208,937	52,565	26,876
Investment in Bank of Thailand Bond	-	-	-	-
Total	181,488	212,800	54,678	27,893

As at 31 March 2015, bank deposits in savings account, fixed deposits and investment in Bank of Thailand Bond carried interest between 0.13 and 0.75 percent per annum (31 December 2014: between 0.10 and 1.25 percent per annum).

4. Trade and other receivables

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
	31 March	31 December	31 March	31 December
	2015	2014	2015	2014
		(Restated)		
<u>Trade receivables - related parties</u>				
Aged on the basis of due dates				
Not yet due	5,404	1,013	17	17
Past due				
Up to 3 months	-	4,260	-	-
6 - 12 months	-	-	-	-
Over 12 months	452	452	-	-
Total	5,856	5,725	17	17
Less: Allowance for doubtful accounts	(452)	(452)	-	-
Total trade receivables - related parties - net	5,404	5,273	17	17

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2015	2014	2015	2014
		(Restated)		
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Post dated cheques receivable	43,670	43,909	43,670	43,909
Cheque returned	14,130	13,792	9,166	8,828
Not yet due	824,529	715,650	704,342	664,764
Past due				
Up to 3 months	203,148	124,651	158,098	89,940
3 - 6 months	7,361	2,647	251	625
6 - 12 months	3,994	5,068	82	179
Over 12 months	29,698	28,714	2,326	2,846
Total	1,126,530	934,431	917,935	811,091
Less: Allowance for doubtful accounts	(42,819)	(43,227)	(10,436)	(10,818)
Total trade receivables - unrelated parties - net	1,083,711	891,204	907,499	800,273
Total trade receivables - net	1,089,115	896,477	907,516	800,290
<u>Other receivables</u>				
Other receivables - related parties	13	16	6,594	5,483
Other receivables - unrelated parties	4,832	4,196	3,287	2,499
Accrued income - related parties	-	-	11,878	8,667
Accrued income - unrelated parties	2,165	927	-	-
Advances - related parties	20,328	20,328	-	-
Advances - unrelated parties	581	478	-	-
Total	27,919	25,945	21,759	16,649
Less: Allowance for doubtful accounts	(20,328)	(20,328)	-	-
Total other receivables - net	7,591	5,617	21,759	16,649
Total trade and other receivables - net	1,096,706	902,094	929,275	816,939

5. Reduction of inventory to net realisable value

Movements in the reduction of inventory to net realisable value account during the three-month period ended 31 March 2015 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Balance as at 31 December 2014	25,249	107
The reduction of inventory value recorded during the period	2,002	300
Balance as at 31 March 2015	<u>27,251</u>	<u>407</u>

6. Investment in associated company

Company's name	Nature of business	Country of incorporation	Consolidated financial statements			
			Paid-up capital		Shareholding percentage	
			31 March 2015	31 December 2014	31 March 2015	31 December 2014
			(Million Baht)	(Million Baht)	(%)	(%)
Union Fresh Co., Ltd.	Dormant	Thailand	30	30	40	40

(Unit: Thousand Baht)

Company's name	Consolidated financial statements							
	Cost		Allowance for diminution in value of investment		Carrying amounts based on method - net		Carrying amounts based on equity method	
	31 March 2015	31 December 2014	31 March 2015	31 December 2014	31 March 2015	31 December 2014	31 March 2015	31 December 2014
	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)	(Million Baht)
Union Fresh Co., Ltd.	<u>12,000</u>	<u>12,000</u>	<u>(12,000)</u>	<u>(12,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

7. Investments in subsidiaries

Details of investments in subsidiaries as presented in the separate financial statements are as follows:

(Unit: Thousand Baht)

Company's name	Paid-up share capital		Shareholding percentage		Cost	
	31 March	31 December	31 March	31 December	31 March	31 December
	2015	2014	2015	2014	2015	2014
			Percent	Percent		
United Palm Oil Industry						
Public Company Limited	324,050	324,050	69.96	69.96	748,344	748,344
Universal Food Public						
Company Limited	525,000	525,000	98.83	98.76	585,623	585,243
Total					1,333,967	1,333,587
Less: Allowance for diminution in value of investments					(21,096)	(21,096)
Total investments in subsidiaries - net					1,312,871	1,312,491

As at 31 March 2015, the fair value of the investment in United Palm Oil Industry Public Company Limited, calculated based on the latest bid price of the shares on the last trading day of the period as quoted on the Stock Exchange of Thailand and in proportion to the Company's shareholding, was approximately Baht 2,131 million (31 December 2014: Baht 2,256 million).

8. Investment in joint venture

8.1 Details of investment in joint venture

Investment in joint venture represents investment in entity which is jointly controlled by the subsidiary and other company. Details of this investment are as follows:

(Unit: Thousand Baht)

Jointly controlled entity	Nature of business	Consolidated financial statements					
		Shareholding percentage		Cost		Carrying amounts based on equity method	
		31 March	31	31 March	31	31 March	31
		2015	December	2015	December	2015	December
			2014		2014		2014
		%	%				(Restated)
Siam Elite Palm Co., Ltd.	Production and distribution of oil palm seeds	50	50	25,000	25,000	40,660	39,684

(Unaudited but reviewed)

Total	<u>25,000</u>	<u>25,000</u>	<u>40,660</u>	<u>39,684</u>
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8.2 Share of profit (loss)

During the three-month period ended 31 March 2015 and 2014, the subsidiary had recognised its share of profit (loss) from investment in the joint venture in the consolidated financial statements as follows:

Jointly controlled entity	(Unit: Thousand Baht)	
	Consolidated financial statements	
	Share of profit(loss) from investment in joint venture during the three-month period ended 31 March	
	<u>2015</u>	<u>2014</u>
Siam Elite Palm Co., Ltd.	<u>976</u>	<u>(35)</u>
Total	<u><u>976</u></u>	<u><u>(35)</u></u>

9. Long-term loan to unrelated party

As at 31 March 2015, a subsidiary of subsidiary had long-term loan to other company of Baht 63 million. The loan has no collateral and carries interest at a rate of THBFIX + 1% per annum and is repayable at the end of June and December each year.

10. Investment properties

Movements in the investment property account during the three-month period ended 31 March 2015 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Balance as at 31 December 2014	<u>86,530</u>	<u>8,261</u>
Depreciation for the period	<u>(1,206)</u>	<u>(419)</u>
Balance as at 31 March 2015	<u><u>85,324</u></u>	<u><u>7,842</u></u>

As at 31 March 2015, the allowance for impairment loss on investment properties - land and building of the subsidiary was Baht 46.5 million (31 December 2014: Baht 46.5 million).

11. Property, plant and equipment

Movements in the property, plant and equipment account during the three-month period ended 31 March 2015 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
	<hr/>	<hr/>
Net book value as at 31 December 2014	2,085,550	608,464
Acquisitions during the period - at cost	127,925	81,607
Disposals during the period - net book value at disposal date	(16)	(15)
Depreciation for the period	(54,560)	(20,384)
Interest capitalised to assets	72	-
Net book value as at 31 March 2015	<hr/> <hr/> 2,158,971	<hr/> <hr/> 669,672

During the current period, the subsidiary capitalised interest amounting to Baht 0.1 million (2014: Baht 0.2 million) to the costs of plant enlargement and machinery installation. These borrowing costs arose on loans obtained for general purpose but used in these projects, and were determined based on the weighted average interest rate of these loans between 3.01% and 3.14% per annum (2014: 3.23% and 3.40% per annum).

12. Cost of forest land rights and cost of palm plantation

Movements in the cost of forest land rights and cost of palm plantation account during the three-month period ended 31 March 2015 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
	<hr/>	<hr/>
Net book value as at 31 December 2014	212,051	236
Acquisitions during the period - at cost	7,153	-
Disposals during the period - net book value at disposal date	(118)	-
Amortisation for the period	(4,552)	(3)
Transferred to inventory account	(2,869)	-
Net book value as at 31 March 2015	<hr/> <hr/> 211,665	<hr/> <hr/> 233

(Unaudited but reviewed)

A permit from the Royal Forest Department granted to a subsidiary for the exploitation or inhabitation in the National Reserved Forests had expired in January 2015. The subsidiary has used the land of 13,030 rai for palm oil plantation. The subsidiary is requesting the government unit to grant a permit to exploit or inhabit in such land, and the request is under the consideration of such government unit.

13. Short-term loans from financial institutions

(Unit: Thousand Baht)

	Interest rate		Consolidated		Separate			
	(percent per annum)		financial statements		financial statements			
	31		31		31			
	31	December	31	December	31	December		
March	2015	2014	March	2015	2014	March	2015	2014
Short-term loans from financial institutions	2.15 - 4.65	2.30 - 4.75	1,375,000	1,230,000	310,000	140,000		
Total			1,375,000	1,230,000	310,000	140,000		

There is no collateral on short-term loans from financial institutions of the Company and its subsidiary.

14. Trade and other payables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2015	2014	2015	2014
		(Restated)		
Trade payables - related parties	663	-	129,714	140,195
Trade payables - unrelated parties	371,326	245,652	268,886	172,367
Other payables - related parties	421	457	-	-
Other payables - unrelated parties	61,788	50,582	40,849	31,664
Advance received from related parties	7	242	10	13
Other payables for purchase of machineries	30,311	9,923	23,167	5,588
Accrued expenses	98,351	122,178	46,386	64,641
Total trade and other payables	562,867	429,034	509,012	414,468

(Unaudited but reviewed)

15. Long-term loan

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 March	31 December	31 March	31 December
	2015	2014	2015	2014
Long-term loan	150,000	175,000	-	-
Less: Current portion	(100,000)	(100,000)	-	-
Long-term loan - net of current portion	<u>50,000</u>	<u>75,000</u>	<u>-</u>	<u>-</u>

Movements in the long-term loan account during the three-month period ended 31 March 2015 are summarised below.

(Unit: Thousand Baht)

	Consolidated	Separate
	financial	financial
	statements	statements
Balance as at 31 December 2014	175,000	-
Less: Repayments during the period	(25,000)	-
Balance as at 31 March 2015	<u>150,000</u>	<u>-</u>

The loan is unsecured.

The loan agreement contains covenant that requires the subsidiary to maintain the proportion of shareholding of the major shareholders.

16. Income tax

Interim corporate income tax was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax expenses for the three-month periods ended 31 March 2015 and 2014 are made up as follows:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2015	2014	2015	2014
Current income tax:				
Interim corporate income tax charge	24,467	5,906	12,394	-
Deferred tax:				
Relating to origination temporary differences	(8,512)	(1,898)	(821)	(1,177)
Income tax expenses reported in the profit or loss	<u>15,955</u>	<u>4,008</u>	<u>11,573</u>	<u>(1,177)</u>

(Unaudited but reviewed)

The amounts of income tax relating to each component of other comprehensive income for the three-month periods ended 31 March 2015 and 2014 are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Deferred tax relating to the changes in value of available-for-sale investments	19	5	19	5

17. Earnings per share

Basic earnings (loss) per share is calculated by dividing profit (loss) for the period attributable to equity holders of the Company (excluding other comprehensive income) by the weighted average number of ordinary shares in issue during the period.

	For the three-month periods ended 31 March			
	Consolidated financial statements		Separate financial statements	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Profit (loss) for the period attributable to equity holders of the Company (Thousand Baht)	66,476	16,991	45,111	(12,838)
Weighted average number of ordinary shares (Thousand shares)	820,000	820,000	820,000	820,000
Basic earnings (loss) per share (Baht)	0.08	0.02	0.06	(0.02)

18. Operating segment Information

The Company and its subsidiaries are organised into business units based on their products and services. During the current period, the Company and its subsidiaries have not changed the organisation of their reportable segments.

The following tables present revenue and profit information regarding the Company's and its subsidiaries' operating segments for the three-month periods ended 31 March 2015 and 2014.

(Unaudited but reviewed)

(Unit: Million Baht)

Consolidated for the three-month periods ended 31 March										
	Manufacture and distribution						Adjustments and		Consolidated	
	Palm oil		Processed fruits		Total segments		eliminations			
	products		and vegetables							
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
Revenue										
External customers	1,666	1,628	483	460	2,149	2,088	-	-	2,149	2,088
Inter-segment	184	151	179	209	363	360	(363)	(360)	-	-
Total revenue	<u>1,850</u>	<u>1,779</u>	<u>662</u>	<u>669</u>	<u>2,512</u>	<u>2,448</u>	<u>(363)</u>	<u>(360)</u>	<u>2,149</u>	<u>2,088</u>
Operating results										
Segment profit	130	125	149	105	279	230	-	(3)	279	227
Unallocated income and expenses										
Other income									23	14
Selling expenses									(156)	(143)
Administrative expenses									(60)	(55)
Share of profit from investment in joint venture									1	-
Finance cost									(11)	(13)
Profit before income tax expenses									76	30
Income tax expenses									(16)	(4)
Profit for the period									<u>60</u>	<u>26</u>

The following tables present segment assets of the Company's and its subsidiaries' operating segments as at 31 March 2015 and 31 December 2014.

(Unit: Million Baht)

	Manufacture and distribution			Adjustments	
	Palm oil	Processed fruits	Total	and	
	products	and vegetables	segments	eliminations	Consolidated
Segment assets					
As at 31 March 2015	<u>5,282</u>	<u>1,409</u>	<u>6,691</u>	<u>(1,245)</u>	<u>5,446</u>
As at 31 December 2014	<u>4,949</u>	<u>1,405</u>	<u>6,354</u>	<u>(1,230)</u>	<u>5,124</u>

19. Commitments and contingent liabilities

19.1 Capital commitments

As at 31 March 2015, the Company and its subsidiaries had capital commitments relating to the construction of buildings and purchase of machineries, equipment and motor vehicles amounting to approximately Baht 135 million, Euro 1 million, Singapore Dollar 0.5 million, US Dollar 0.9 million, and Japanese Yen 0.2 million, totaling Baht 226.1 million (the Company only: Baht 68 million, Euro 1 million, Singapore Dollar 0.5 million, US Dollar 0.9 million, and Japanese Yen 0.2 million, totaling Baht 159.1 million).

19.2 Operating lease commitments

The Company and its subsidiaries have entered into several lease agreements in respect of the lease of office building space, equipment and motor vehicles. The terms of the agreements are generally between 1 and 5 years. Operating lease agreements are non-cancelable.

As at 31 March 2015, future minimum lease payments required under these non-cancellable operating lease contracts were as follows:

	(Unit: Million Baht)	
	Consolidated	Separate
	<u>financial statement</u>	<u>financial statement</u>
Payable:		
In up to 1 year	24.6	5.1
In over 1 year and up to 5 years	64.0	0.8

19.3 Long-term service commitments

Under the agreement with a foreign shareholder in relation to the use of trademark in the production and distribution of oil palm seed, the jointly controlled entity of a subsidiary is obliged to pay royalty calculated as a percentage of the net annual sales of the products, as defined in the agreement. The jointly controlled entity and such foreign shareholder are also required to comply with conditions stipulated in the contract.

19.4 Guarantees

As at 31 March 2015, there were outstanding bank guarantees of approximately Baht 18.1 million issued by the banks on behalf of the Company and its subsidiaries to guarantee electricity usage and others (the Company only: Baht 9.1 million).

19.5 Contingent liabilities

(1) In 2004, a subsidiary received a letter of invitation from the Agricultural Land Reform Office (ALRO) concerning the issue of land overlapping with ALRO land. On 6 October 2004, the subsidiary attended a fact-finding consultation meeting with the ALRO and handed over various relevant documents for use by ALRO in considering this issue.

On 15 October 2005, the subsidiary submitted related documents to Agricultural Land Reform Office to verify the right over the land.

Consequently, Agricultural Land Reform Office sent a letter to the subsidiary regarding the distribution of land. The land of 4,994.10 rai had been distributed. However, the subsidiary found that the distribution of the land of about 1,459 rai, with the cost of land and the net book value of the oil palm on such land as at 31 March 2015 totalling Baht 10 million, was in conflict with the subsidiary's land title deed. The subsidiary is in a process to prepare the documents to submit to Agricultural Land Reform Office to nullify the status of being land under Sor Por Kor.

- (2) On 11 April 2008, a subsidiary met with the working committee responsible for reviewing practical methods and negotiations for distributing land belonging to holders of large plots in land reform areas to farmers, which had been set up by the Surat Thani Land Reform Commission. The purpose of meeting was to find a practical solution to the land issue arising as a result of the subsidiary holding land amounting to approximately 1,210 rai in designated forest areas and another 276 rai in land reform areas. These land plots represent 3 percent of the total planted area of the subsidiary. The 276 rai in land reform areas represents a large landholding and a holding in excess of the area that can be owned under Section 30 of the Land Reform for Agriculture Act.

On 29 August 2008, the subsidiary entered into a memorandum of negotiation, agreeing to transfer land in land reform areas to the custody of ALRO for development for agricultural use; with the subsidiary signalling its intention to allow ALRO to take approximately 80 rai of land into the land reform program. However, on 17 March 2009, the subsidiary received notice from ALRO to vacate a total of approximately 133 rai of land in land reform areas and demolish all construction thereon, within 30 days from receipt of the notice, since the subsidiary has no land ownership documents. The cost of this land and the net book value of the palm plantation development on such land amounted to approximately Baht 0.2 million. The subsidiary has already set aside full allowance for impairment loss on the cost of these assets in 2009.

At present, the subsidiary is in the process of negotiating with the relevant government agencies concerning the land in designated forest areas.

- (3) In 2008, the subsidiary received notification from the Surat Thani Provincial Office of Natural Resources, ordering it to enter into a memorandum of acknowledgement and consent to comply with the conditions of the Forestry Department regulation concerning permission to exploit National Reserved Forest land B.E. 2548, to lodge an application for permission to gather forest produce in accordance with Section 15 of the National Reserved Forest Act B.E. 2507, and to pay official royalty fees at the rate of 10 percent of the market price of oil palm and forest maintenance fees, at a rate of double the official royalty fees, when harvesting the oil palm crops planted.

On 6 August 2009, the subsidiary entered into a memorandum of acknowledgement and consent to comply with the conditions stipulated by the Forestry Department. On 18 December 2009, the subsidiary lodged an application for permission to gather forest produce in a National Reserved Forest.

On 8 July 2014, a permit from the Royal Forest Department granted to a subsidiary for the exploitation in the National Reserved Forests expired. As a result, the royalties payable to the Royal Forest Department are terminated. On 11 December 2014, the subsidiary entered into a lease agreement for half of the land that was under the expired permit for land exploitation. The agreement is effective from 9 July 2014 to 8 July 2029.

20. Financial instruments

20.1 Foreign currency assets and liabilities

The Group's financial assets and liabilities denominated in foreign currencies as at 31 March 2015 are summarised below.

Foreign currency	Financial assets (Million)	Financial liabilities (Million)	Average exchange rate as at 31 March 2015 (Baht per 1 foreign currency unit)
US dollars	3.2	0.8	32.5551
Euro	0.1	0.2	35.2178

20.2 Forward exchange contracts

As at 31 March 2015, the Company and its subsidiary had outstanding forward exchange contracts, of which details are presented below.

Foreign currency	Sold amount (Million)	Contractual exchange rate of sold amount (Baht per 1 foreign currency unit)	Maturity date
US dollars	0.1	32.68	Within September 2015

20.3 Fair value of financial instruments

The Company and its subsidiaries use the market approach to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards, except that the cost approach or income approach is used when there is no active market or when a quoted market price is not available.

Fair value hierarchy

In applying the above-mentioned valuation techniques, the Company and its subsidiaries endeavor to use relevant observable inputs as much as possible. TFRS 13 Fair Value Measurement establishes a fair value hierarchy categorising such inputs into three levels 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

As of 31 March 2015, the Company and its subsidiaries had the following assets that were measured at fair value using different levels of inputs as follows:

	(Unit: Thousand Baht)			
	Consolidated and separate financial statements			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Available-for-sale investments				
Equity instruments	4,036	-	-	4,036

During the current period, there were no transfers within the fair value hierarchy.

21. Events after the reporting period

21.1 On 24 April 2015, the Annual General Meeting of the Company's shareholders passed a resolution to approve a dividend payment in respect of the 2014 profit to the Company's shareholders at Baht 0.20 per share, totaling Baht 164 million, which will be paid to the shareholders on 18 May 2015. Such dividend will be recorded in the second quarter of 2015.

21.2 On 24 April 2015, the Annual General Meeting of the subsidiary's shareholders passed a resolution to approve a final dividend payment in respect of October to December 2014 profit at Baht 0.15 per share, totaling Baht 49 million, which will be paid to the shareholders on 18 May 2015. Such dividend will be recorded in the second quarter of 2015.

22. Approval of interim financial statements

These interim financial statements were authorised for issue on 15 May 2015 by the Company's audit committees under authority delegated by the board of directors of the Company.