

TAKUNI GROUP PUBLIC COMPANY LIMITED

**INTERIM CONSOLIDATED AND COMPANY
FINANCIAL INFORMATION
(UNAUDITED)**

30 SEPTEMBER 2015

AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Shareholders and the Board of Directors of Takuni Group Public Company Limited

I have reviewed the accompanying consolidated and company statements of financial position as at 30 September 2015, the related consolidated and company statements of comprehensive income for the three-month and nine-month periods then ended, the related consolidated and company statements of changes in shareholders' equity, and cash flows for the nine-month period then ended, and condensed notes to interim financial information of Takuni Group Public Company Limited and its subsidiaries, and of Takuni Group Public Company Limited, respectively. 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 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 interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

Paiboon Tunkoon
Certified Public Accountant (Thailand) No. 4298
PricewaterhouseCoopers ABAS Ltd.

Bangkok
4 November 2015

Takuni Group Public Company Limited
Statement of Financial Position
As at 30 September 2015

	Notes	Consolidated		Company	
		Unaudited 30 September 2015 Baht	Audited 31 December 2014 Baht	Unaudited 30 September 2015 Baht	Audited 31 December 2014 Baht
Assets					
Current assets					
Cash and cash equivalents		26,100,263	186,775,947	25,395,067	138,691,309
Trade and other receivables	6	106,629,021	80,323,729	40,990,303	50,785,025
Short-term loans to related parties	19	60,300,000	-	96,000,000	30,000,000
Inventories	8	77,739,228	61,618,638	22,121,265	30,081,910
Other current assets		1,442,185	168,257	110,931	143,723
Total current assets		272,210,697	328,886,571	184,617,566	249,701,967
Non-current assets					
Pledged and restricted bank deposits		44,044,092	31,470,181	39,811,984	26,300,000
Non-current portion of trade accounts receivable	7	-	1,432,016	-	1,432,016
Investments in subsidiaries	9	-	-	90,359,770	90,359,770
Investment in associate	9	36,045,989	-	-	-
Investment properties	10	4,949,374	5,207,875	-	-
Property, plant and equipment □	11	204,847,665	208,378,637	96,784,171	95,551,749
Intangible assets		825,866	983,459	229,944	258,380
Deferred income tax assets	12	1,782,067	991,331	-	483,837
Other non-current assets		604,947	530,447	425,974	425,974
Total non-current assets		293,100,000	248,993,946	227,611,843	214,811,726
Total assets		565,310,697	577,880,517	412,229,409	464,513,693

Director _____

Director _____

The accompanying condensed notes are integral part of these interim financial information

Takuni Group Public Company Limited
Statement of Financial Position (Cont'd)
As at 30 September 2015

		Consolidated		Company	
		Unaudited	Audited	Unaudited	Audited
		30 September	31 December	30 September	31 December
		2015	2014	2015	2014
Notes		Baht	Baht	Baht	Baht
Liabilities and shareholders' equity					
Current liabilities					
Bank overdraft		12,794,497	-	-	-
Trade and other payables	13	89,323,435	157,595,964	51,192,378	110,411,009
Current portion of finance lease		777,605	-	777,605	-
Current portion of long-term borrowings	14	6,108,861	6,541,417	6,000,000	6,000,000
Current income tax payable		6,890,789	2,385,550	1,948,222	1,345,785
Other current liabilities		926,958	824,107	-	-
Total current liabilities		116,822,145	167,347,038	59,918,205	117,756,794
Non-current liabilities					
Finance lease		3,315,083	-	3,315,083	-
Long-term borrowings	14	29,600,000	34,100,000	5,000,000	9,500,000
Employee benefit obligations		887,012	825,627	429,144	394,679
Deferred income tax liabilities	12	1,192,333	423,222	323,903	-
Other non-current liabilities		3,260,372	821,566	324,810	324,811
Total non-current liabilities		38,254,800	36,170,415	9,392,940	10,219,490
Total liabilities		155,076,945	203,517,453	69,311,145	127,976,284

The accompanying condensed notes are integral part of these interim financial information

Takuni Group Public Company Limited
Statement of Financial Position (Cont'd)
As at 30 September 2015

	Note	Consolidated		Company	
		Unaudited 30 September 2015 Baht	Audited 31 December 2014 Baht	Unaudited 30 September 2015 Baht	Audited 31 December 2014 Baht
Liabilities and shareholders' equity (Cont'd)					
Shareholders' equity					
Share capital	15				
Authorised share capital					
400,000,000 ordinary shares at par value of Baht 0.5 each		<u>200,000,000</u>	<u>200,000,000</u>	<u>200,000,000</u>	<u>200,000,000</u>
Issued and paid-up					
400,000,000 ordinary shares paid-up of Baht 0.5 each		200,000,000	200,000,000	200,000,000	200,000,000
Premium on paid-up capital					
ordinary shares	15	106,643,230	106,643,230	106,643,230	106,643,230
Share surplus from business					
combination under common control		20,636,290	20,636,290	-	-
Retained earnings					
Appropriated - Legal reserve		2,900,000	2,900,000	2,900,000	2,900,000
Unappropriated		<u>80,054,232</u>	<u>44,183,544</u>	<u>33,375,034</u>	<u>26,994,179</u>
Total parent's shareholders' equity		<u>410,233,752</u>	<u>374,363,064</u>	<u>342,918,264</u>	<u>336,537,409</u>
Non-controlling interests		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total shareholders' equity		<u>410,233,752</u>	<u>374,363,064</u>	<u>342,918,264</u>	<u>336,537,409</u>
Total liabilities and shareholders' equity		<u>565,310,697</u>	<u>577,880,517</u>	<u>412,229,409</u>	<u>464,513,693</u>

The accompanying condensed notes are integral part of these interim financial information

Takuni Group Public Company Limited
Statement of Comprehensive Income
For the three-month period ended 30 September 2015

	Notes	Consolidated		Company	
		Unaudited 2015 Baht	Unaudited 2014 Baht	Unaudited 2015 Baht	Unaudited 2014 Baht
Revenues					
Revenue from sales		243,187,036	319,925,606	240,825,568	315,838,550
Revenue from services		99,255,662	18,135,454	-	-
Total revenues		342,442,698	338,061,060	240,825,568	315,838,550
Cost of sales					
Cost of sales		(230,128,646)	(300,958,670)	(228,609,047)	(298,353,008)
Cost of providing services		(62,747,202)	(11,400,101)	-	-
Total cost of sales		(292,875,848)	(312,358,771)	(228,609,047)	(298,353,008)
Gross profit		49,566,850	25,702,289	12,216,521	17,485,542
Other income		3,174,311	2,640,735	5,852,079	4,645,121
Profit before expenses		52,741,161	28,343,024	18,068,600	22,130,663
Selling expenses		(5,914,925)	(7,299,960)	(7,117,948)	(8,263,739)
Administrative expenses		(17,998,494)	(13,510,707)	(10,261,888)	(8,006,340)
Finance costs		(356,172)	(460,334)	(130,503)	(212,021)
Share of profit from associate		1,486,889	-	-	-
Profit before income tax		29,958,459	7,072,023	558,261	5,648,563
Income tax	17	(5,843,539)	(1,748,288)	28,036	(1,252,855)
Profit for the period		24,114,920	5,323,735	586,297	4,395,708
Other comprehensive income		-	-	-	-
Total comprehensive income		24,114,920	5,323,735	586,297	4,395,708
Profit attributable to:					
Owners of the parent		24,114,920	5,323,735	586,297	4,395,708
Non-controlling interests		-	-	-	-
Profit for the period		24,114,920	5,323,735	586,297	4,395,708
Total comprehensive income attributable to:					
Owners of the parent		24,114,920	5,323,735	586,297	4,395,708
Non-controlling interests		-	-	-	-
Total comprehensive income		24,114,920	5,323,735	586,297	4,395,708
Earnings per share					
Basic earnings per share (Baht)	16	0.060	0.017	0.001	0.014

The accompanying condensed notes are integral part of this interim financial information.

Takuni Group Public Company Limited

Statement of Comprehensive Income

For the nine-month period ended 30 September 2015

	Notes	Consolidated		Company	
		Unaudited	Unaudited	Unaudited	Unaudited
		2015	2014	2015	2014
		Baht	Baht	Baht	Baht
Revenues					
Revenue from sales		769,414,847	833,427,979	760,205,464	817,602,265
Revenue from services		197,412,897	58,561,251	-	-
Total revenues		966,827,744	891,989,230	760,205,464	817,602,265
Cost of sales					
Cost of sales		(705,544,406)	(778,732,504)	(700,087,035)	(769,258,029)
Cost of providing services		(137,065,161)	(35,827,949)	-	-
Total cost of sales		(842,609,567)	(814,560,453)	(700,087,035)	(769,258,029)
Gross profit		124,218,177	77,428,777	60,118,429	48,344,236
Other income		8,315,744	6,450,031	26,381,770	30,530,695
Profit before expenses		132,533,921	83,878,808	86,500,199	78,874,931
Selling expenses		(19,042,363)	(19,352,287)	(21,561,394)	(23,822,655)
Administrative expenses		(49,595,663)	(38,303,009)	(28,674,925)	(21,922,497)
Finance costs		(952,128)	(1,222,696)	(344,383)	(443,277)
Share of profit from associate		10,035,989	-	-	-
Profit before income tax		72,979,756	25,000,816	35,919,497	32,686,502
Income tax	17	(13,109,068)	(5,357,388)	(5,538,642)	(3,074,870)
Profit for the period		59,870,688	19,643,428	30,380,855	29,611,632
Other comprehensive income		-	-	-	-
Total comprehensive income		59,870,688	19,643,428	30,380,855	29,611,632
Profit attributable to:					
Owners of the parent		59,870,688	19,643,428	30,380,855	29,611,632
Non-controlling interests		-	-	-	-
Profit for the period		59,870,688	19,643,428	30,380,855	29,611,632
Total comprehensive income attributable to:					
Owners of the parent		59,870,688	19,643,428	30,380,855	29,611,632
Non-controlling interests		-	-	-	-
Total comprehensive income		59,870,688	19,643,428	30,380,855	29,611,632
Earnings per share					
Basic earnings per share (Baht)	16	0.150	0.062	0.076	0.093

The accompanying condensed notes are integral part of this interim financial information.

Takuni Group Public Company Limited

Statement of Changes in Shareholders' Equity

For the nine-month period ended 30 September 2015

Consolidated (Unaudited)							
Attribute to owner of the parent							
Notes	Issued and	Premium on	Share surplus from	Retained earnings		Non-controlling	Total
	paid-up	paid-up capital	business combination	Appropriated -	Unappropriated		
	capital	capital	under common control	Legal reserve	Baht	Baht	equity
	Baht	Baht	Baht	Baht	Baht	Baht	Baht
Opening balance at 1 January 2015	200,000,000	106,643,230	20,636,290	2,900,000	44,183,544	-	374,363,064
Dividends	18	-	-	-	(24,000,000)	-	(24,000,000)
Legal reserve		-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	59,870,688	-	59,870,688
Closing balance at 30 September 2015	<u>200,000,000</u>	<u>106,643,230</u>	<u>20,636,290</u>	<u>2,900,000</u>	<u>80,054,232</u>	<u>-</u>	<u>410,233,752</u>
Opening balance at 1 January 2014	150,000,000	5,360,000	20,636,290	-	45,855,450	-	221,851,740
Proceed from shares issued	15	50,000,000	101,283,230	-	-	-	151,283,230
Dividends	18	-	-	-	(25,950,000)	-	(25,950,000)
Legal reserve		-	-	1,300,000	(1,300,000)	-	-
Total comprehensive income for the period		-	-	-	19,643,428	-	19,643,428
Closing balance at 30 September 2014	<u>200,000,000</u>	<u>106,643,230</u>	<u>20,636,290</u>	<u>1,300,000</u>	<u>38,248,878</u>	<u>-</u>	<u>366,828,398</u>

The accompanying condensed notes are integral part of this interim financial information.

Takuni Group Public Company Limited
Statement of Changes in Shareholders' Equity
For the nine-month period ended 30 September 2015

	Notes	Company (Unaudited)				Total shareholders' equity Baht
		Issued and paid-up capital Baht	Premium on paid-up capital Baht	Retained earnings		
				- Legal reserve Baht	Unappropriated Baht	
Opening balance at 1 January 2015		200,000,000	106,643,230	2,900,000	26,994,179	336,537,409
Dividends	18	-	-	-	(24,000,000)	(24,000,000)
Legal reserve		-	-	-	-	-
Total comprehensive income for the period		-	-	-	30,380,855	30,380,855
Closing balance at 30 September 2015		<u>200,000,000</u>	<u>106,643,230</u>	<u>2,900,000</u>	<u>33,375,034</u>	<u>342,918,264</u>
Opening balance at 1 January 2014		150,000,000	5,360,000	-	24,185,003	179,545,003
Proceed from shares issued	15	50,000,000	101,283,230	-	-	151,283,230
Dividends	18	-	-	-	(25,950,000)	(25,950,000)
Legal reserve		-	-	1,300,000	(1,300,000)	-
Total comprehensive income for the period		-	-	-	29,611,632	29,611,632
Closing balance at 30 September 2014		<u>200,000,000</u>	<u>106,643,230</u>	<u>1,300,000</u>	<u>26,546,635</u>	<u>334,489,865</u>

The accompanying condensed notes are integral part of this interim financial information.

Takuni Group Public Company Limited
Statement of Cash Flows
For the nine-month period ended 30 September 2015

	Notes	Consolidated		Comp
		Unaudited 2015 Baht	Unaudited 2014 Baht	Unaudited 2015 Baht
Cash flows from operating activities				
Profit before income tax		72,979,756	25,000,816	35,919,497
Adjustments for:				
Depreciation and amortisation charge		12,207,957	11,155,380	4,777,354
Allowance for doubtful accounts (reversal)		(255,221)	(1,703,498)	(377,717)
Allowance for net realisable value and obsolete and slow moving inventories (reversal)	8	4,262,156	(78,197)	-
Loss (gain) on disposal and write-off property, plant and equipment		(28,053)	(77,312)	2,283
Share of profit from associate	9	(10,035,989)	-	-
Interest income		(2,996,404)	(478,739)	(3,336,005)
Finance costs		952,128	1,222,696	344,383
		77,086,330	35,041,146	37,329,795
Changes in operating working capital				
- Trade and other receivables		(22,650,442)	977,356	13,909,167
- Inventories		(20,382,746)	(5,498,442)	7,960,645
- Other current assets		(1,273,928)	(272,460)	32,792
- Other non-current assets		(74,500)	278,510	-
- Trade and other payables		(68,188,950)	20,759,485	(59,220,781)
- Other current liabilities		102,851	(521,788)	-
- Employee benefit obligations		61,385	56,801	34,465
- Other non-current liabilities		2,438,806	1,650	-
Cash generated from operations		(32,881,194)	50,822,258	46,083
- Interest paid		(952,128)	(1,222,696)	(344,383)
- Income tax paid		(8,916,225)	(6,681,154)	(4,128,466)
Net cash generated from (used in) operating activities		(42,749,547)	42,918,408	(4,426,766)

The accompanying condensed notes are integral part of this interim financial information.

Takuni Group Public Company Limited
Statement of Cash Flows (Cont'd)
For the nine-month period ended 30 September 2015

	Notes	Consolidated		Com
		Unaudited 2015 Baht	Unaudited 2014 Baht	Unaudited 2015 Baht
Cash flows from investment activities				
Pledged and restricted bank deposits		(12,573,911)	(18,150,382)	(13,511,984)
Purchases of property, plant and equipment		(2,622,822)	(5,414,482)	(187,542)
Proceeds from disposals of property, plant and equipment		147,510	100,000	-
Purchases of intangible assets		(146,531)	(159,441)	(103,931)
Interest received		1,314,988	355,450	1,031,293
Short-term loans to related parties	19	(60,300,000)	-	(76,010,000)
Proceeds from repayment of short-term loans to related parties	19	-	-	10,010,000
Payments for acquisition of associate	9	(26,010,000)	-	-
Net cash used in investing activities		<u>(100,190,766)</u>	<u>(23,268,855)</u>	<u>(78,772,164)</u>
Cash flows from financing activities				
Payments on long-term borrowings from financial institutions	14	(4,932,556)	(4,903,827)	(4,500,000)
Finance lease principal payments		(1,597,312)	(3,947,271)	(1,597,312)
Proceeds from issue of ordinary shares	15	-	151,283,230	-
Dividends paid	18	(24,000,000)	(25,950,000)	(24,000,000)
Net cash generated from (used in) financing activities		<u>(30,529,868)</u>	<u>116,482,132</u>	<u>(30,097,312)</u>
Net increase (decrease) in cash and cash equivalents		(173,470,181)	136,131,685	(113,296,242)
Cash and cash equivalents at the beginning of the period		<u>186,775,947</u>	<u>29,168,870</u>	<u>138,691,309</u>
Cash and cash equivalents at end of the period		<u>13,305,766</u>	<u>165,300,555</u>	<u>25,395,067</u>
Non-cash transactions				
		Consolidated		Com
		Unaudited	Unaudited	Unaudited
		2015	2014	2015
		Baht	Baht	Baht
Purchases of property, plant and equipment (included in trade and other payables)		95,450	215,300	2,150
Purchases of finance lease		5,690,000	-	5,690,000

The accompanying condensed notes are integral part of this interim financial information.

pany
Unaudited
2014
Baht

32,686,502

3,361,438
(1,689,614)

-

-

-

(860,389)
443,277

33,941,214

(3,131,372)
(10,050,732)
(322,203)
28,510
8,937,779

-

32,004
1,650

29,436,850
(443,277)
(2,557,937)

26,435,636

pany
Unaudited
2014
Baht

(18,050,000)
(4,612,716)

-
(68,500)
132,992
(5,000,000)

10,000,000

(17,598,224)

(4,500,000)
(2,018,330)
151,283,230
(25,950,000)

118,814,900

127,652,312

5,901,980

133,554,292

pany
Unaudited
2014
Baht

-
-

1 General information

Takuni Group Public Company Limited (“the Company”) is a public company incorporated and resident in Thailand. The address of its registered office is as follows:

140/1 Soi Nawee Charoensap, Kanchanaphisek Road, Bang Khae, Bangkok.

For reporting purposes, the Company and its subsidiaries are referred to as “the Group”.

The principal business operations of the Group are gas trading and transportation, gas systems installation and safety check services for vehicles and industries.

This interim consolidated and company financial information was authorised for issue by the Board of Directors on 4 November 2015.

This interim consolidated and company financial information has been reviewed, not audited.

2 Accounting policies

2.1 Basis of preparation

The consolidated and company financial information was prepared in accordance with Thai generally accepted accounting principles under the Accounting Act B.E. 2543, being those Thai Financial Reporting Standards issued under the Accounting Profession Act B.E. 2547, and the financial reporting requirements of the Securities and Exchange Commission. The primary financial information (i.e. statements of financial position, statements of comprehensive income, changes in shareholders’ equity and cash flows) are prepared in the full format as required by the Securities and Exchange Commission. The notes to the financial information are prepared in a condensed format according to Thai Accounting Standard 34, ‘Interim Financial Reporting’ and additional notes are presented as required by the Securities and Exchange Commission under the Securities and Exchange Act.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2014.

An English version of the interim consolidated and company financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

The accounting policies used in the preparation of the interim financial information are generally consistent with those used in the annual financial statements for the year ended 31 December 2014 except as disclosed in note 3.

Costs that are incurred unevenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.

2 Accounting policies (Cont'd)

2.2 Revised accounting standards, revised financial reporting standards, and related interpretations

New financial reporting standards and revised accounting standards, revised financial reporting standards are effective on 1 January 2015. These standards are relevant to the Group.

a) Financial reporting standards, which may have a significant impact to the Group:

TAS 1 (revised 2014)	Presentation of financial statements
TAS 16 (revised 2014)	Property, plant and equipment
TAS 19 (revised 2014)	Employee benefits
TAS 27 (revised 2014)	Separate financial statements
TAS 28 (revised 2014)	Investments in associates and joint ventures
TAS 34 (revised 2014)	Interim financial reporting
TFRS 10	Consolidated financial statements
TFRS 11	Joint arrangements
TFRS 12	Disclosure of interests in other entities
TFRS 13	Fair value measurement
TFRIC 14 (revised 2014)	TAS 19 - The limit on a defined benefit asset, minimum funding requirements and their interaction
TFRIC 20	Stripping costs in the production phase of a surface mine

TAS 1 (revised 2014), the main change is that a requirement for entities to group items presented in 'other comprehensive income' (OCI) on the basis of whether they are potentially reclassifiable to profit or loss subsequently (reclassification adjustments). The amendments do not address which items are presented in OCI.

TAS 16 (revised 2014) indicates that spare part, stand-by equipment and servicing equipment are recognised as PPE when they meet the definition of PPE. Otherwise, such items are classified as inventory. This standard has no impact to the Group.

TAS 19 (revised 2014), the key changes are (a) actuarial gains and losses are renamed 'remeasurements' and will be recognised immediately in 'other comprehensive income' (OCI). Actuarial gains and losses will no longer be deferred using the corridor approach or recognised in profit or loss; and (b) past-service costs will be recognised in the period of a plan amendment; unvested benefits will no longer be spread over a future-service period. This standard has no impact to the Group.

TAS 27 (revised 2014) provide the requirements relating to separate financial statements.

TAS 28 (revised 2014) provide the requirements for investment in associates and joint ventures accounted by equity method.

TAS 34 (revised 2014), the key change is the disclosure requirements for operating segment. An entity shall disclose information of a measure of total assets and liabilities for a particular reportable segment if such amounts are regularly provided to the chief operating decision maker and if there has been a material change from the amount disclosed in the last annual financial statements for that reportable segment.

2 Accounting policies (Cont'd)

2.2 Revised accounting standards, revised financial reporting standards, and related interpretations (Cont'd)

New financial reporting standards and revised accounting standards, revised financial reporting standards are effective on 1 January 2015. These standards are relevant to the Group. (Cont'd)

a) Financial reporting standards, which may have a significant impact to the Group: (Cont'd)

TFRS 10 has a single definition of control and supersedes the principles of control and consolidation included within the original TAS 27, 'Consolidated and separate financial statements'. The standard sets out the requirements for when an entity should prepare consolidated financial statements, defines the principles of control, explains how to apply the principles of control and explains the accounting requirements for preparing consolidated financial statements. The key principle in the new standard is that control exists, and consolidation is required, only if the investor possesses power over the investee, has exposure to variable returns from its involvement with the investee and has the ability to use its power over the investee to affect its returns. This standard may have an impact to the Group when there is a new relevant investment.

TFRS 11 defined that a joint arrangement is a contractual arrangement where at least two parties agree to share control over the activities of the arrangement. Unanimous consent toward decisions about relevant activities between the parties sharing control is a requirement in order to meet the definition of joint control. Joint arrangements can be joint operations or joint ventures. The classification is principle based and depends on the parties' exposure in relation to the arrangement. When the parties' exposure to the arrangement only extends to the net assets of the arrangement, the arrangement is a joint venture. Joint operations have rights to assets and obligations for liabilities. Joint operations account for their rights to assets and obligations for liabilities. Joint ventures account for their interest by using the equity method of accounting. This standard may have an impact to the Group when there is a new relevant investment.

TFRS 12 require entities to disclose information that helps readers of financial statements to evaluate the nature of risks and financial effects associated with the entity's interests in subsidiaries, associates, joint arrangements and unconsolidated structured entities. This standard may have an impact to the Group when there is a new relevant investment.

TFRS 13 aims to improve consistency and reduce complexity by providing a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across TFRSs. This standard has no impact to the Group, except for disclosures.

TFRIC 14 (revised 2014), this interpretation applies to all post-employment defined benefits and other long-term employee benefits. For the purpose of this interpretation, minimum funding requirements are any requirements to fund a post-employment or other long-term benefit plan. This interpretation explains how the pension asset or liability may be affected by a statutory or contractual minimum funding requirement. This standard has no impact to the Group.

TFRIC 20 (revised 2014), this interpretation sets out the accounting for overburden waste removal (stripping) costs in the production phase of a surface mine. This standard has no impact to the Group.

2 Accounting policies (Cont'd)

2.2 Revised accounting standards, revised financial reporting standards, and related interpretations (Cont'd)

New financial reporting standards and revised accounting standards, revised financial reporting standards are effective on 1 January 2015. These standards are relevant to the Group. (Cont'd)

b) Financial reporting standards with minor changes and do not have impact to the Group are as follows:

TAS 2 (revised 2014)	Inventories
TAS 7 (revised 2014)	Statement of cash flows
TAS 8 (revised 2014)	Accounting policies, changes in accounting estimates and errors
TAS 10 (revised 2014)	Events after the reporting period
TAS 11 (revised 2014)	Construction contracts
TAS 12 (revised 2014)	Income taxes
TAS 17 (revised 2014)	Leases
TAS 18 (revised 2014)	Revenue
TAS 20 (revised 2014)	Accounting for government grants & disclosure of government assistance
TAS 21 (revised 2014)	The effects of changes in foreign exchange rates
TAS 23 (revised 2014)	Borrowing costs
TAS 24 (revised 2014)	Related party disclosures
TAS 26 (revised 2014)	Accounting and reporting by retirement benefit plans
TAS 29 (revised 2014)	Financial reporting in hyperinflationary economies
TAS 33 (revised 2014)	Earnings per share
TAS 36 (revised 2014)	Impairment of assets
TAS 37 (revised 2014)	Provisions, contingent liabilities and contingent assets
TAS 38 (revised 2014)	Intangible assets
TAS 40 (revised 2014)	Investment property
TFRS 2 (revised 2014)	Share-based payment
TFRS 3 (revised 2014)	Business combinations
TFRS 5 (revised 2014)	Non-current asset held for sale and discontinued operations
TFRS 6 (revised 2014)	Exploration for and evaluation of mineral resources
TFRS 8 (revised 2014)	Operating segments
TSIC 10 (revised 2014)	Government assistance - No specific relation to operating activities
TSIC 15 (revised 2014)	Operating leases - Incentives
TSIC 25 (revised 2014)	Income taxes - changes in the tax status of an entity or its shareholders
TSIC 27 (revised 2014)	Evaluating the substance of transactions involving the legal form of a lease
TSIC 29 (revised 2014)	Service concession arrangements: Disclosures
TSIC 31 (revised 2014)	Revenue - barter transactions involving advertising services
TSIC 32 (revised 2014)	Intangible assets - Web site costs
TFRIC 1 (revised 2014)	Changes in existing decommissioning, restoration and similar liabilities
TFRIC 4 (revised 2014)	Determining whether an arrangement contains a lease
TFRIC 5 (revised 2014)	Rights to interests arising from decommissioning, restoration and environmental rehabilitation funds
TFRIC 7 (revised 2014)	Applying the restatement approach under IAS29 Financial reporting in hyperinflationary economies
TFRIC 10 (revised 2014)	Interim financial reporting and impairment
TFRIC 12 (revised 2014)	Service concession arrangements
TFRIC 13 (revised 2014)	Customer loyalty programmes
TFRIC 15 (revised 2014)	Agreements for the construction of real estate
TFRIC 17 (revised 2014)	Distributions of non-cash assets to owners
TFRIC 18 (revised 2014)	Transfers of assets from customers

2 Accounting policies (Cont'd)

2.2 Revised accounting standards, revised financial reporting standards, and related interpretations (Cont'd)

New and revised accounting standards have been published by the Federation of Accounting Professions that are mandatory for annual periods beginning on or after 1 January 2016. The group has not yet early adopted these revised standards.

TFRS 3 (revised 2015), 'Business combinations' clarifies i) an obligation to pay contingent consideration which meets the definition of a financial instrument as a financial liability or equity, on the basis of the definitions in TAS 32, 'Financial instruments: Presentation' (when announced) or other applicable standards. It also clarifies that all non-equity contingent consideration is measured at fair value at each reporting date, with changes in value recognised in profit and loss, and ii) TFRS 3 does not apply to the accounting for the formation of any joint venture under TFRS 11.

TFRS 4 (revised 2014) applies to all insurance contracts (including reinsurance contracts) that an entity issues and to reinsurance contracts that it holds. The standard exempts an insurer temporarily from some requirements of other standards, including the requirement to consider the Framework in selecting accounting policies for insurance contracts. However, the standard (a) prohibits provision for possible claims under contracts that are not in existence at the end of the reporting period; (b) requires a test for the adequacy of recognised insurance liabilities and an impairment test for reinsurance assets; and (c) requires an insurer to keep insurance liabilities in its statement of financial position until they are discharged or cancelled, or expired, and to present insurance liabilities without offsetting them against related reinsurance assets. The management is currently assessing the impact of TFRS 4.

TFRS 8 (revised 2015), 'Operating segments' requires disclosure of the judgements made by management in aggregating operating segments. It is also amended to require a reconciliation of segment assets to the entity's assets when segment assets are reported to chief operating decision maker.

TFRS 12 (revised 2015) introduces disclosures that an investment entity needs to disclose.

TAS 16 (revised 2015), 'Property, plant and equipment' clarifies how the gross carrying amount and the accumulated depreciation are treated where an entity uses the revaluation model.

TAS 24 (revised 2015), 'Related party disclosures' includes as a related party an entity that provides key management personnel services to the reporting entity or to the parent of the reporting entity (the 'management entity'). Disclosure of the amounts charged to the reporting entity is required.

TAS 27 (revised 2015) allows an investment entity that is exempted from consolidating its subsidiaries presenting separate financial statements as its only financial statements. It requires the investment entity to measure its investment in subsidiaries at fair value through profit or loss.

TAS 40 (revised 2015), 'Investment property' clarifies that TFRS 3 should be applied when determining whether an acquisition of an investment property is a business combination.

The management has assessed and considered that the above revised standards will not have a material impact on the group.

3 New accounting policies

3.1 Consolidated accounts

The Group has adopted the accounting standard for investment in associates as follow:

Associates

Associates are all entities over which the Group has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting and are initially recognised at cost.

The Group's share of its associates' post-acquisition profits or losses is recognised in the profit or loss, and its share of post-acquisition movements in other comprehensive income is recognised in other comprehensive income. The cumulative post-acquisition movements are adjusted against the carrying amount of the investment. When the Group's share of losses in an associate equals or exceeds its interest in the associate, including any other unsecured receivables, the Group does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associate.

Unrealised gains on transactions between the Group and its associates are eliminated to the extent of the Group's interest in the associates. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred.

Accounting policies of associates have been changed where necessary to ensure consistency with the policies adopted by the Group. Dilution gains and losses arising in investments in associates are recognised in the profit or loss.

In the Company's separate financial statements, investments in associates are accounted for using the cost method.

A list of the Group's principal associate and the effects acquisition are shown in Note 9.

4 Estimates

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim financial information, 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 consolidated financial statements for the year ended 31 December 2014.

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5 Segment information

The Group presents segment information in accordance with business segment in the financial report by considering based on the grouping of related products and services as the basis for segment information.

Significant business segments are as follows:

Petroleum gas trading	: Petroleum gas trading for household cooking, industry and transportation
Transportation services	: Gas transportation services by land
Sales and installation services	: Industrial and car gas systems installation
Safety-checking services	: Industrial and car gas systems safety-checking services

Consolidated						
For the three-month period ended 30 September 2015						
Sales and installation services						
	Petroleum gas trading Baht	Transportation services Baht	Installation service Baht		Safety-checking services Baht	Total Baht
Revenues from operation	240,825,568	11,393,510	3,107,980	82,408,847	13,923,966	351,659,871
Revenues from inter - segment	(10,573)	(7,444,130)	(735,938)	(546,182)	(480,350)	(9,217,173)
Total revenue	240,814,995	3,949,380	2,372,042	81,862,665	13,443,616	342,442,698
Segment result - gross profit	12,259,898	915,289	299,589	30,460,372	5,631,702	49,566,850
Operating profit						28,827,742
Finance costs						(356,172)
Share of profit from associate						1,486,889
Profit before tax						29,958,459
Income tax						(5,843,539)
Net profit						24,114,920

Consolidated						
For the three-month period ended 30 September 2014						
Sales and installation services						
	Petroleum gas trading Baht	Transportation services Baht	Installation service Baht		Safety-checking services Baht	Total Baht
Revenues from operation	315,838,550	14,701,497	4,689,653	4,440,078	9,374,422	349,044,200
Revenues from inter - segment	-	(9,921,460)	(602,597)	(376,844)	(82,239)	(10,983,140)
Total revenue	315,838,550	4,780,037	4,087,056	4,063,234	9,292,183	338,061,060
Segment result - gross profit	15,027,264	(28,539)	1,119,399	4,476,245	5,107,920	25,702,289
Operating profit						7,532,357
Finance costs						(460,334)
Profit before tax						7,072,023
Income tax						(1,748,288)
Net profit						5,323,735

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5 Segment information (Cont'd)

	Consolidated					
	For the nine-month period ended 30 September 2015					
			Sales and installation services			
	Petroleum gas trading Baht	Transportation services Baht	Sales Baht	Installation service Baht	Safety-checking services Baht	Total Baht
Revenues from operation	760,205,464	37,670,619	11,053,986	147,352,663	37,047,167	993,329,899
Revenues from inter - segment	(10,573)	(22,206,400)	(1,834,029)	(1,578,182)	(872,971)	(26,502,155)
Total revenue	760,194,891	15,464,219	9,219,957	145,774,481	36,174,196	966,827,744
Segment result - gross profit	60,309,032	2,809,440	2,298,845	44,114,938	14,685,922	124,218,177
Operating profit						63,895,895
Finance costs						(952,128)
Share of profit from associate						10,035,989
Profit before tax						72,979,756
Income tax						(13,109,068)
Net profit						59,870,688
As at 30 September 2015						
Property, plant and equipment - net	100,629,489	33,265,262	6,276,198	59,142,963	5,533,753	204,847,665
Total consolidated assets	276,867,138	42,675,903	61,236,007	152,946,042	31,585,607	565,310,697
Total consolidated liabilities						155,076,945

	Consolidated					
	For the nine-month period ended 30 September 2014					
			Sales and installation services			
	Petroleum gas trading Baht	Transportation services Baht	Sales Baht	Installation service Baht	Safety-checking services Baht	Total Baht
Revenues from operation	817,602,265	46,613,686	17,952,042	18,516,515	28,748,561	929,433,069
Revenues from inter - segment	-	(30,950,802)	(2,126,328)	(3,988,370)	(378,339)	(37,443,839)
Total revenue	817,602,265	15,662,884	15,825,714	14,528,145	28,370,222	891,989,230
Segment result - gross profit	49,466,244	2,880,459	4,050,905	6,530,242	14,500,927	77,428,777
Operating profit						26,223,512
Finance costs						(1,222,696)
Profit before tax						25,000,816
Income tax						(5,357,388)
Net profit						19,643,428
As at 30 September 2014						
Property, plant and equipment - net	100,744,861	37,485,788	8,227,574	60,409,843	3,999,515	210,867,581
Total consolidated assets	329,703,902	45,325,951	47,549,050	80,623,661	28,710,834	531,913,398
Total consolidated liabilities						165,085,000

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6 Trade and other receivables

	Consolidated		Company	
	30 September 2015 Baht	31 December 2014 Baht	30 September 2015 Baht	31 December 2014 Baht
Trade accounts receivables	63,290,499	64,301,429	36,653,748	49,323,231
<u>Less</u> Allowance for doubtful accounts	<u>(1,267,461)</u>	<u>(1,194,452)</u>	<u>(948,591)</u>	<u>(998,078)</u>
Trade accounts receivables - net	62,023,038	63,106,977	35,705,157	48,325,153
Receivable from related parties (Note 19)	-	-	920,200	947,170
Others receivables	148,866	170,915	148,866	166,340
Prepayments	2,940,019	2,486,896	1,042,190	477,184
Prepayments-inventories	9,836,125	5,074,242	-	-
Accrued interest income	1,681,416	-	3,173,890	869,178
Accrued income				
- Safety-checking services	4,531,497	5,618,201	-	-
- Construction services	18,818,501	-	-	-
Accounts receivable - VAT and withholding tax	6,649,559	3,866,498	-	-
Trade and other receivables - net	<u>106,629,021</u>	<u>80,323,729</u>	<u>40,990,303</u>	<u>50,785,025</u>

Outstanding trade accounts receivable can be analysed as follows:

	Consolidated		Company	
	30 September 2015 Baht	31 December 2014 Baht	30 September 2015 Baht	31 December 2014 Baht
Trade accounts receivable				
Within credit term	44,297,692	38,483,909	23,180,932	31,465,746
Overdue				
- Up to 3 months	11,862,486	19,074,033	8,983,757	14,150,394
- 3 - 6 months	983,053	624,775	683,729	166,440
- 6 - 12 months	778,873	1,513,990	581,864	610,755
- Over 12 months	5,368,395	4,604,722	3,223,466	2,929,896
Total	63,290,499	64,301,429	36,653,748	49,323,231
<u>Less</u> Allowance for doubtful accounts	<u>(1,267,461)</u>	<u>(1,194,452)</u>	<u>(948,591)</u>	<u>(998,078)</u>
Trade accounts receivable - net	<u>62,023,038</u>	<u>63,106,977</u>	<u>35,705,157</u>	<u>48,325,153</u>

Management believe that the allowance provided for is sufficient based on its consideration of past debt collection experiences of the Group. Part of overdue receivables is secured by postdated cheques received and the cash collection from those postdated cheques is still as usual.

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7 Non-current portion of trade accounts receivable

The Company classified four trade accounts receivable which the Company filed a lawsuit in the year 2012. The cases were ended and civil court ordered the debtors to repay all principal to the Company. The debtors paid to the Company by issuing postdated cheques which are due for repayment at the end of every month since 31 July 2013 for the first repayment until 31 August 2016 for the last payment. As at 31 December 2014; therefore, the Company classified such trade accounts receivable due over than one year amount of Baht 1.43 million as non-current assets.

As at 30 September 2015, the postdated cheques amount of Baht 2.42 million are classified as trade and other receivables. The collection of debts is still within the due of the date of postdated cheques until the present time.

8 Inventories

	Consolidated		Company	
	30 September 2015 Baht	31 December 2014 Baht	30 September 2015 Baht	31 December 2014 Baht
Finished goods - Petroleum gas	22,052,851	30,081,910	22,121,265	30,081,910
- Gas tank and equipment	20,012,588	22,091,208	-	-
Work in progress - Gas system installation	36,670,291	5,877,366	-	-
Raw materials	3,420,001	3,840,144	-	-
Supplies	1,595,713	1,478,070	-	-
Total	83,751,444	63,368,698	22,121,265	30,081,910
<u>Less</u> Allowance for obsolete inventories	(779,806)	(858,396)	-	-
Allowance for slow moving inventories	(5,232,410)	(891,664)	-	-
Inventories - net	77,739,228	61,618,638	22,121,265	30,081,910

As at 30 September 2015, the Group provided for an allowance for finished goods particularly those items relating gas installation of Baht 6.01 million (2014: Baht 1.75 million).

9 Investment in subsidiaries and associate

a) Investment in subsidiaries

The movement of investments in subsidiaries for the nine-month period ended 30 September 2015 are as follows:

	Company Baht
Beginning net book amount	90,359,770
Acquisitions	-
Disposals	-
Ending net book amount	<u>90,359,770</u>

b) Investment in associate

The movements of investment in associate for the nine-month period ended 30 September 2015 are as follows:

	Consolidated		Company	
	30 September 2015 Baht	31 December 2014 Baht	30 September 2015 Baht	31 December 2014 Baht
Beginning net book amount	-	-	-	-
Acquisitions	26,010,000	-	-	-
Disposals	-	-	-	-
Share of profit of associate	10,035,989	-	-	-
Ending net book amount	<u>36,045,989</u>	<u>-</u>	<u>-</u>	<u>-</u>

Acquisition of investment in associate

On 19 March 2015, the Board of Directors of Takuni (Thailand) Co., Ltd. passed a resolution to acquire shares of CAZ (Thailand) Co., Ltd. ("CAZ") which operates a construction contractor business totalling 260,100 shares at a par value of Baht 100 per share, representing 47.72% of paid-up share capital. The payment of the investment in associate was made on 26 March 2015. As a result of acquisition, the Group is expected to have its expansion in construction business.

The Group has engaged an independent financial advisor to assess the fair value of CAZ (Thailand) Co., Ltd. related valuation report was completed on 22 July 2015. Consequently, the Group recognised the difference between consideration paid and acquired identifiable net assets as gain on acquisition investment in associate and such gain was added in share of profit from associate in the first quarter of 2015.

Such difference arises from the excess of net assets acquired over the consideration paid. This is mainly due to the fact that CAZ needed a short term financial support at that time.

9 Investment in subsidiaries and associate (Cont'd)

b) Investment in associate (Cont'd)

The following table summarises the consideration paid for CAZ and the amounts of the asset acquired and liabilities assumed recognised at the acquisition date.

	Consolidated million Bath
Consideration paid on 26 March 2015	
Cash	26.01
Total consideration	<u>26.01</u>
Recognised amounts of identifiable assets acquired and liabilities (Unaudited)	
Cash and cash equivalents	32.29
Trade and other receivables	165.14
Equipment	23.35
Retentions and deposits	30.83
Other assets	24.80
Trade and other payables	(100.28)
Deposits	(35.11)
Unearned revenue	(41.05)
Retentions	(13.78)
Other liabilities	(18.29)
Total identifiable net assets	67.90
Percentage of holding (%)	47.72
Identifiable net assets based on percentage of holding by the Group	<u>32.41</u>
(Gain) on acquisition investment in associate as included in share of profit from associate in March 2015	<u>(6.40)</u>

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9 Investment in subsidiaries and associate (Cont'd)

Investments in subsidiaries and associate as at 30 September 2015 are as follows:

Company's name	Type of Business	Nature of relationship	Percentage of holdings	
			30 September 2015 Baht	31 December 2014 Baht
Subsidiaries				
Takuni (Thailand) Co., Ltd. ("TT")	Industrial and car gas systems installation	Direct shareholders	99.99	99.99
G Gas Logistics Co., Ltd. ("GG")	Transportation services by land	Direct shareholders	99.99	99.99
Rajchapluak Engineering Co., Ltd. ("RE")	Industrial and car gas systems safety checking services	Direct shareholders	99.99	99.99
Associate under TT				
CAZ (Thailand) Co., Ltd. ("CAZ")	Construction contractor	Indirect shareholding via TT	47.72	-

All subsidiaries and associate are incorporated in Thailand.

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10 Investment properties

The movement of investment properties for the nine-month period ended 30 September 2015 can be summarised as follows:

	Consolidated
	Buildings
	Baht
Opening net book amount	5,207,875
Depreciation charge	(258,501)
Closing net book amount	<u>4,949,374</u>
Fair value at 30 September 2015*	<u><u>43,000,000</u></u>

Investment properties at net book values of Baht 4.95 million has been pledged as a security for borrowings (Note 14).

* Fair values of the Group's investment properties, the building located at head office leased to the external parties, were assessed by an independent valuer. According to its report dated 22 December 2014, fair value is assessed using income approach. As at 30 September 2015, management believes the Group has no significant factors that may affect the fair value as previously assessed.

11 Property, plant and equipment

The movement of property, plant and equipment for the nine-month period ended 30 September 2015 is summarised as follows:

	Consolidated	Company
	Baht	Baht
Opening net book amount	208,378,637	95,551,749
Additions	8,229,243	5,879,692
Written offs	(114,883)	(2,283)
Depreciation charge	(11,645,332)	(4,644,987)
Closing net book amount	<u><u>204,847,665</u></u>	<u><u>96,784,171</u></u>

As at 30 September 2015, the Company was still unable to operate building and gas equipment with net book value of Baht 31.92 million (31 December 2014: Baht 33.17 million) since the Company was still waiting for a license from a local authority. On 9 July 2015, the Company's management had filed a litigation against such local authority for the delay in the approval of related license. At the present, this is no significant development from such litigation.

As at 30 September 2015, Takuni (Thailand) Co, Ltd., the subsidiary, had pledged certain plots of land and buildings with net book value of Baht 47.83 million (31 December 2014: Baht 48.84 million) as collateral for credit facilities for bank overdrafts, letters of credits or trust receipt, letters of guarantees, forward contracts, long-term borrowings from a financial institution for the Group (Note 14).

As at 30 September 2015, G Gas Logistics Co., Ltd., the subsidiary, had pledged its gas trucks and gas transportation vehicles with their net book value of Baht 10.26 million (31 December 2014: Baht 11.73 million) as collateral for long-term credit facilities.

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12 Deferred tax assets (liabilities)

	Consolidated		Company	
	30 September 2015 Baht	31 December 2014 Baht	30 September 2015 Baht	31 December 2014 Baht
Deferred tax assets	1,782,067	991,331	-	483,837
Deferred tax liabilities	(1,192,333)	(423,222)	(323,903)	-
Deferred tax assets (liabilities) - net	<u>589,734</u>	<u>568,109</u>	<u>(323,903)</u>	<u>483,837</u>

Deferred tax assets arise from temporary differences of the allowance for doubtful accounts, allowance for inventories and reserve obligations for employee benefits. Deferred tax liabilities arise from temporary differences of finance lease and gains and losses arising from the acquisition of assets between the Group.

13 Trade and other payables

	Consolidated		Company	
	30 September 2015 Baht	31 December 2014 Baht	30 September 2015 Baht	31 December 2014 Baht
Trade accounts payable	77,038,376	65,376,532	42,998,200	58,853,788
Trade accounts payable - related parties (Note 19)	-	-	2,380,850	2,684,430
Amounts due to related parties (Note 19)	-	-	52,132	43,603
Other payables	2,560,259	3,147,009	1,882,904	1,383,215
Unearned revenue - construction contracts	647,535	37,830,978	-	-
Account payable - revenue department VAT and withholding tax	1,375,399	3,197,205	772,603	2,239,651
Accrued contribution to fuel fund ¹	-	43,303,119	-	43,303,119
Accrued expense	7,701,866	4,741,121	3,105,689	1,903,203
Total trade and other payables	<u>89,323,435</u>	<u>157,595,964</u>	<u>51,192,378</u>	<u>110,411,009</u>

¹ According to the announcement of the Energy Policy Council, gas traders under section 7 have to transfer money to Fuel Fund at the specific rates. The rates are different according to the distribution channels. The Group sells gas to the gas stations, industrial factories and gas filling plants for household consumption. The fund collected from the customers is included in selling price and due for payment to the Fuel Fund within 60 days after the month end of the distribution dates. The Energy Policy Council has restructured the price at gas plants and has cancelled the transfer of money to Fuel Fund from gas selling since 2 February 2015.

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14 Long-term borrowings

The movement in long-term borrowings from financial institutions are analysed as follows:

	<u>Consolidated</u> <u>30 September</u> <u>2015</u> <u>Baht</u>	<u>Company</u> <u>30 September</u> <u>2015</u> <u>Baht</u>
Opening amount	40,641,417	15,500,000
Repayments	(4,932,556)	(4,500,000)
Closing amount	<u>35,708,861</u>	<u>11,000,000</u>

The Company

On 18 August 2012, the Company entered into the long-term borrowing agreement with a domestic financial institution amounting to Baht 30 million, which required the principle repayment of Baht 500,000 per period, totalling 60 periods. This borrowing bears the interest rate of 3% per annum and is pledged by subsidiaries' land and buildings (Note 10 and Note 11).

Subsidiaries

On 24 May 2012, G Gas Logistics Co., Ltd. entered into the long-term borrowing agreement with a domestic financial institution amounting to Baht 24.60 million, which required the repayment over 60 periods. This borrowing bears the interest rate of 3% per annum and is pledged by vehicles for gas transportation (Note 11).

On 22 November 2011, G Gas Logistics Co., Ltd. entered into the long-term loan agreement with a domestic financial institution amounting to Baht 2.50 million, which required the repayment of Baht 50,000 per period, totalling 60 periods. This borrowing bears the interest rate at MLR% per annum and is pledged by land and buildings of Takuni (Thailand) Co., Ltd. (Note 11).

Maturity of long-term borrowings are as follows:

	<u>Consolidated</u>		<u>Company</u>	
	<u>30 September</u> <u>2015</u> <u>Baht</u>	<u>31 December</u> <u>2014</u> <u>Baht</u>	<u>30 September</u> <u>2015</u> <u>Baht</u>	<u>31 December</u> <u>2014</u> <u>Baht</u>
Within 1 year	6,108,861	6,541,417	6,000,000	6,000,000
Later than 1 years but not later than 5 years	<u>29,600,000</u>	<u>34,100,000</u>	<u>5,000,000</u>	<u>9,500,000</u>
Total long-term borrowings	<u>35,708,861</u>	<u>40,641,417</u>	<u>11,000,000</u>	<u>15,500,000</u>

The interest rate exposure on the borrowings of the Group is as follows:

	<u>Consolidated</u>		<u>Company</u>	
	<u>30 September</u> <u>2015</u> <u>Baht</u>	<u>31 December</u> <u>2014</u> <u>Baht</u>	<u>30 September</u> <u>2015</u> <u>Baht</u>	<u>31 December</u> <u>2014</u> <u>Baht</u>
Borrowings:				
- at fixed rates	35,600,000	40,100,000	11,000,000	15,500,000
- at floating rates	<u>108,861</u>	<u>541,417</u>	<u>-</u>	<u>-</u>
Total long-term borrowings	<u>35,708,861</u>	<u>40,641,417</u>	<u>11,000,000</u>	<u>15,500,000</u>

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15 Share capital

For the nine-month period ended	Consolidated and Company					Total Baht
	Authorised share capital		Issued and paid-up capital		Premium on paid-up capital Baht	
	Number of shares Shares	Ordinary shares Baht	Number of shares Shares	Ordinary shares Baht		
Opening amount as at 1 January 2015	400,000,000	200,000,000	400,000,000	200,000,000	106,643,230	306,643,230
Change in par value						
Increase in authorised share capital	-	-	-	-	-	-
Closing amount as at 30 September 2015	<u>400,000,000</u>	<u>200,000,000</u>	<u>400,000,000</u>	<u>200,000,000</u>	<u>106,643,230</u>	<u>306,643,230</u>
Opening amount as at 1 January 2014	15,000,000	150,000,000	15,000,000	150,000,000	5,360,000	155,360,000
Change in par value	285,000,000	-	285,000,000	-	-	-
Increase in authorised share capital	<u>100,000,000</u>	<u>50,000,000</u>	<u>100,000,000</u>	<u>50,000,000</u>	<u>101,283,230</u>	<u>151,283,230</u>
Closing amount as at 30 September 2014	<u>400,000,000</u>	<u>200,000,000</u>	<u>400,000,000</u>	<u>200,000,000</u>	<u>106,643,230</u>	<u>306,643,230</u>

On 19 August 2014, the Company offered its common shares for the initial public offering by issuing 100,000,000 common shares. The new shares were sold to the subscribers at the price of Baht 1.60 per share (Baht 0.50 for paid up capital and Baht 1.10 for share premium) totaling Baht 160 million. The Company registered the increase in paid-up share capital with the Ministry of Commerce on 14 August 2014 and the shares of the Company began trading in the Stock Exchange of Thailand on 19 August 2014. Directly attributable expenses of the initial public offering of Baht 8.72 million were deducted from the share premium received from the shareholders.

At the extraordinary general meeting No. 1/2014 held on 17 April 2014, the shareholders approved the increase in authorised share capital from Baht 150 million to Baht 200 million and approved the changes in par value from Baht 10 per share to Baht 0.50 per share to support the offering of shares to the public. The increase in authorised share capital and change in par value resulted a number of authorised share capital and that of issued and paid-up capital to 400 million shares.

16 Basic earnings per share

Basic earnings per share are calculated by dividing the net profit for the period attributable to shareholders by the weighted average number of ordinary shares issued during the period.

	Consolidated		Company	
	2015	2014	2015	2014
For the three-month ended 30 September				
Net profit attributable to ordinary shareholders of the parent (Baht)	24,114,920	5,323,735	586,297	4,395,708
Weighted average number of ordinary shares in issue (Shares)	400,000,000	317,582,418	400,000,000	317,582,418
Basic earnings per share (Baht)	0.060	0.017	0.001	0.014
For the nine-month ended 30 September				
Net profit attributable to ordinary shareholders of the parent (Baht)	59,870,688	19,643,428	30,380,855	29,611,632
Weighted average number of ordinary shares in issue (Shares)	400,000,000	317,582,418	400,000,000	317,582,418
Basic earnings per share (Baht)	0.150	0.062	0.076	0.093

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16 Basic earnings per share (Cont'd)

On 17 April 2014, the Company changed its par value from Baht 10 per share to Baht 0.5 per share (Note 15). For the purpose of comparison, the weighted average number of ordinary shares used in computing earnings per share for the period ended 30 September 2014 have been restated to reflect the change in the number of shares in the current year as if the change in par value had occurred since the beginning of such period.

There are no dilutive ordinary shares issued during the period.

17 Income taxes

The interim income tax expense is accrued based on management's estimate using the tax rate that would be applicable to expected total annual earnings. The estimated average annual tax rate used is 18% (The estimated tax rate for the nine-month period ended 30 September 2014 was 20%).

18 Dividend

On 27 April 2015, the Annual General meeting of shareholders passed the resolution to approve dividend payment from the operating results for the year ended 31 December 2014 totalling Baht 30 million consisting of the dividend payment for the operating results from the period from 1 January to 31 March 2014 of Baht 6 million which was paid to shareholders on 23 June 2014. The rest of dividend payment from the operating results for the period 1 April to 31 December 2014 of Baht 24 million was paid to the shareholders on 27 May 2015.

On 17 April 2014, the extraordinary general meeting approved the appropriation of interim dividends for the operating results for the period from 1 January 2013 to 31 March 2014 at Baht 1.73 for 15,000,000 shares, totalling Baht 25.9 million. The dividend was paid on 23 June 2014.

19 Related party transactions

As at 30 September 2015, the major shareholders of the Company are 4 individuals, which own 60% of the Company's share capital. The investment in subsidiaries and associate is disclosed in Note 9.

The following transactions were significant to subsidiaries and related parties:

a) Outstanding balances arising from sales/purchases of goods/services

	Consolidated		Company	
	30 September 2015 Baht	31 December 2014 Baht	30 September 2015 Baht	31 December 2014 Baht
Other receivables				
Subsidiaries	-	-	920,200	947,170
Accrued interest income				
Subsidiaries	-	-	1,839,041	869,178
Associate	1,681,416	-	1,334,849	-
	<u>1,681,416</u>	<u>-</u>	<u>3,173,890</u>	<u>869,178</u>
Trade accounts payable				
Subsidiaries	-	-	2,380,850	2,684,430
Other account payables				
Subsidiaries	-	-	52,132	43,603

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19 Related-party transactions (Cont'd)

The following transactions were significant to subsidiaries and related parties: (Cont'd)

b) Short-term loans to related parties

	Consolidated		Company	
	30 September 2015 Baht	31 December 2014 Baht	30 September 2015 Baht	31 December 2014 Baht
Opening balance	-	-	30,000,000	25,000,000
Additions	60,300,000	-	76,010,000	15,000,000
Repayments	-	-	(10,010,000)	(10,000,000)
Ending balance	<u>60,300,000</u>	<u>-</u>	<u>96,000,000</u>	<u>30,000,000</u>

Short-term loans to related parties presented in the Company's financial information represent loans that were given to Takuni (Thailand) Co., Ltd. of Baht 46 million (2014: Baht 30 million) and CAZ (Thailand) Co., Ltd. of Baht 50 million (2014: Nil). Short-term loans to related parties presented in consolidated financial information are loans given to CAZ (Thailand) Co., Ltd. by the Group of Baht 60.3 million (2014: Nil). These loans are unsecured and carry interest at the rate of 3.00% to 8.50% per annum. The loans are due on demand.

c) Revenues from sales of goods/services, interest income and other income

	Consolidated		Company	
	2015 Baht	2014 Baht	2015 Baht	2014 Baht
For the three-month ended 30 September				
Revenues from sale of gas				
Subsidiaries	<u>-</u>	<u>-</u>	<u>10,573</u>	<u>-</u>
Other income				
Subsidiaries	<u>-</u>	<u>-</u>	<u>2,580,000</u>	<u>2,193,000</u>
Interest income (Include in other income)				
Subsidiaries	-	-	347,836	226,027
Associate	1,291,906	-	1,071,233	-
	<u>1,291,906</u>	<u>-</u>	<u>1,419,069</u>	<u>226,027</u>

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19 Related-party transactions (Cont'd)

The following transactions were significant to subsidiaries and related parties: (Cont'd)

c) Revenues from sales of goods/services, interest income and other income

	Consolidated		Company	
	2015	2014	2015	2014
	Baht	Baht	Baht	Baht
For the nine-month ended 30 September				
Revenues from sale of gas				
Subsidiaries	-	-	10,573	-
Other income				
Subsidiaries	-	-	7,364,776	6,317,047
Dividend income (Include in other income)				
Subsidiaries	-	-	10,609,937	18,004,874
Interest income (Include in other income)				
Subsidiaries	-	-	969,863	604,110
Associate	1,681,416	-	1,334,849	-
	<u>1,681,416</u>	<u>-</u>	<u>2,304,712</u>	<u>604,110</u>

d) Purchases of goods/services and interest expenses

	Consolidated		Company	
	2015	2014	2015	2014
	Baht	Baht	Baht	Baht
For the three-month ended 30 September				
Purchase of goods and services				
Subsidiaries	-	-	281,243	19,245
Rental expenses - office				
Subsidiaries	-	-	126,000	105,917
Transportation expenses				
Subsidiaries	-	-	7,439,130	9,908,960
Other expenses				
Subsidiaries	-	-	51,595	33,775

19 Related-party transactions (Cont'd)

The following transactions were significant to subsidiaries and related parties: (Cont'd)

d) Purchases of goods/services and interest expenses (Cont'd)

	Consolidated		Company	
	2015 Baht	2014 Baht	2015 Baht	2014 Baht
For the nine-month ended 30 September				
Purchase of goods and services				
Subsidiaries	-	-	364,915	168,609
Rental expenses - office				
Subsidiaries	-	-	378,000	317,751
Transportation expenses				
Subsidiaries	-	-	22,171,400	30,938,302
Other Expenses				
Subsidiaries	-	-	143,361	107,609

e) Key management compensation

Key management includes directors (executive and non-executive), the compensation paid or payable to key management is shown below:

	Consolidated		Company	
	2015 Baht	2014 Baht	2015 Baht	2014 Baht
For the three-month ended 30 September				
Salaries and other short-term employee benefits	1,872,154	1,678,311	1,872,154	1,678,311
Post-employment benefits	10,461	9,733	10,461	9,733
	<u>1,882,615</u>	<u>1,688,044</u>	<u>1,882,615</u>	<u>1,688,044</u>
For the nine-month ended 30 September				
Salaries and other short-term employee benefits	5,616,462	4,838,165	5,616,462	4,838,165
Post-employment benefits	31,383	29,198	31,383	29,198
	<u>5,647,845</u>	<u>4,867,363</u>	<u>5,647,845</u>	<u>4,867,363</u>

20 Commitments

a) Letters of guarantees

As at 30 September 2015, the outstanding bank guarantees issued by the banks on behalf of the Company and subsidiaries for the purchase of petroleum gas and guarantee for the electricity usage, and on behalf of the associate for the purchase of goods and advance received from customers are as follows:

	Consolidated		Company	
	30 September 2015 Baht	31 December 2014 Baht	30 September 2015 Baht	31 December 2014 Baht
Letters of guarantees for :				
- Company and subsidiaries	92,379,259	84,842,359	71,934,484	64,934,484
- Associate	138,307,735	-	-	-
Total	230,686,994	84,842,359	71,934,484	64,934,484

As at 30 September 2015, the Group had credit facilities for letter of credits or trust receipt, letter of guarantee, forward contracts and credit limit of loan. These credit facilities are pledged by subsidiaries' assets (Note 10 and Note 11), the Group's bank accounts, and directors.

b) Operating lease commitments

As at 30 September 2015, the Group and Company had the future aggregate minimum lease payments under non-cancellable operating lease in respect of land rental for gas storage facility in Pichit province, buildings and car rental in which the period of contracts is from 1 year to 22 years, as follows:

	Consolidated		Company	
	30 September 2015 Baht	31 December 2014 Baht	30 September 2015 Baht	31 December 2014 Baht
Within 1 year	957,784	1,264,984	948,884	914,084
Within 2 to 5 years	1,909,138	1,624,438	2,304,538	2,585,938
Over 5 years	5,522,783	5,818,646	5,522,783	5,818,646
Total	8,389,705	8,708,068	8,776,205	9,318,668

21 Subsequent events

21.1 New company establishment and business acquisition

The Board of Directors' meeting no. 8/2015 held on 16 October 2015 had approved to establish and register Newman Green Company Limited which is a holding company. The new company was registered with the Ministry of Commerce on 28 October 2015 with the registered capital of Baht 150 million. The new company is established for the purpose of a new investment in Well Korat Energy Co., Ltd.

On 28 October 2015, the new company make an agreement for share acquisition of the Well Korat Energy Co., Ltd. which operates bio-mass power plant for electricity generation for sale totalling 12.6 million shares (a par value of Baht 10 per share) at the price Baht 11.11 per share. The purchase price does not exceed the estimated fair value based on the recent valuation report performed by a financial advisor. The total consideration paid is Baht 140 million, representing 45% of paid-up share capital. The Group fully paid for such acquisition on 30 October 2015.

21.2 Increase in share capital

The Board of Directors' meeting no. 8/2015 held on 16 October 2015 passed a resolution approving the allotment of new ordinary share capital of not exceeding 400,000,000 shares at par value of Baht 0.50 per to existing shareholders of the Company at the proportion of 1 share to 1 right offering. The offering price is Baht 1 per share. This share issuance will be proposed to the extraordinary general meeting of shareholders for approval on 2 December 2015.

21.3 Issuance of warrants

The Board of Directors' meeting no. 8/2015 held on 16 October 2015 has approved on an issuance of five-year warrants (TAKUNI-W) to existing shareholders and the existing shareholders who subscribe for additional ordinary shares. The number of warrants are not exceeding 400,000,000 units at the proportion of 2 shares to 1 unit of warrant. The conversion price is at Baht 2 per share. This warrant issue will be proposed to the extraordinary general meeting of shareholders for approval on 2 December 2015.