

INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To the Board of Directors of RICH ASIA STEEL PUBLIC COMPANY LIMITED

I have reviewed the accompanying consolidated and separate statements of financial positions as at March 31, 2015 and the related consolidated and separate statements of comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended and condensed notes to financial statements of RICH ASIA STEEL PUBLIC COMPANY LIMITED and its subsidiary companies and also of RICH ASIA STEEL PUBLIC COMPANY LIMITED only. The management of the entity is responsible for the preparation and presentation of this interim financial information in accordance with Accounting Standard No. 34 on 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 Standard on Review Engagements Code No. 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 auditing standards 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 Accounting Standard No. 34 on Interim Financial Reporting.

Other Matters

The consolidated and separate statements of financial position as at December 31, 2014 of RICH ASIA STEEL PUBLIC COMPANY LIMITED and its subsidiaries and of RICH ASIA STEEL PUBLIC COMPANY LIMITED, which presented for comparative information purposes, were audited by another auditor who expressed an unqualified opinion on those financial statement in his report date February 26, 2015. The consolidated and separate statements of comprehensive income, changes in equity and cash flows for the three-month period ended March 31, 2014, presented herein as comparative information, were also reviewed by the another auditor who concluded under his report dated May 14, 2014, that nothing had come to his attention that caused him to believe that the interim financial information was not prepared in all material respect, in accordance with Thai Accounting Standard No. 34 “Interim Financial Reporting”.

SAM NAK-NGAN A.M.C. CO., LTD.

(Miss Praphasri Leelasupha)

Certified Public Accountant (Thailand) Registration No. 4664

Bangkok,

May 14, 2015

RICH ASIA STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

As at March 31, 2015

(Unit : Thousand Baht)

		Consolidated financial statements		Separate financial statements	
		As at		As at	
	Notes	March 31, 2015	December 31, 2014	March 31, 2015	December 31, 2014
		Unaudited	Audited	Unaudited	Audited
		Limited review only		Limited review only	
<u>Assets</u>					
Current assets					
Cash and cash equivalents items		160,428	297,061	158,375	296,018
Trade and other receivable	4.1 and 5	2,653,579	1,299,732	2,248,910	1,167,275
Short-term loans to related parties	4.1	-	-	389,200	389,200
Inventories	6	290,069	8,305	242,111	2,510
Advance payment for goods	7	213,143	861,307	213,143	746,717
Other current assets		1,671	2,903	1,563	2,780
Total current assets		3,318,890	2,469,308	3,253,302	2,604,500
Non-current assets					
Bank deposit pledged as collateral		3,715	3,696	1,855	1,855
Investment in subsidiaries	8	-	-	346,111	345,211
Investment in associate	9	203,259	204,744	198,478	198,478
Investment property	10	9,543	9,770	9,543	9,770
Property, plant and equipment	11	871,659	887,692	75,736	77,797
Other non-current assets		3,092	3,255	418	418
Total non-current assets		1,091,268	1,109,157	632,141	633,529
Total assets		4,410,158	3,578,465	3,885,443	3,238,029

Notes to financial statements are an integral part of these financial statements.

RICH ASIA STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

As at March 31, 2015

(Unit : Thousand Baht)

		Consolidated financial statements		Separate financial statements	
		As at		As at	
	Notes	March 31, 2015	December 31, 2014	March 31, 2015	December 31, 2014
		Unaudited	Audited	Unaudited	Audited
		Limited review only		Limited review only	
<u>Liabilities and shareholders' equity</u>					
Current liabilities					
Bank overdrafts and short-term loans from financial institutions	13	42,886	42,756	42,886	42,756
Trade and other payable	14	1,160,419	308,874	941,482	278,513
Short - term loans from other parties	15	227,065	222,748	227,065	222,748
Short - term loans from related parties	4.1	149,403	187,378	149,403	187,378
Current portion of liabilities under debt restrue agreement					
the due within one year	16	42,903	39,000	42,903	39,000
Other current liabilities		6	6	5	5
Total current liabilities		1,622,682	800,762	1,403,744	770,400
Non-current liabilities					
Liabilities under debt restructuring agreement	16	1,375,335	1,365,622	1,375,335	1,365,622
Employee benefit obligations	17	1,692	1,668	1,200	1,190
Deferred tax liabilities	18	97,614	99,005	-	-
Others non - current liabilities		79	80	-	-
Total non - current liabilities		1,474,720	1,466,375	1,376,535	1,366,812
Total liabilities		3,097,402	2,267,137	2,780,279	2,137,212

Notes to financial statements are an integral part of these financial statements.

RICH ASIA STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

As at March 31, 2015

(Unit : Thousand Baht)

	Notes	Consolidated financial statements		Separate financial statements	
		As at		As at	
		March 31, 2015	December 31, 2014	March 31, 2015	December 31, 2014
		Unaudited Limited review only	Audited	Unaudited Limited review only	Audited
Shareholders' equity					
Share capital	19				
Authorized share capital					
2,400,000,000 ordinary shares @ Baht 1.00		2,400,000	2,400,000	2,400,000	2,400,000
Issued and paid-up share capital					
2,400,000,000 ordinary shares @ Baht 1.00		2,400,000	2,400,000	2,400,000	2,400,000
Discount on share capital		(562,135)	(562,135)	(562,135)	(562,135)
Deficit		(866,116)	(868,818)	(732,701)	(737,048)
Other component of shareholders' equity		73,721	73,721	-	-
Total shareholders' equity of the parent company		1,045,470	1,042,768	1,105,164	1,100,817
Non-controlling interests		267,286	268,560	-	-
Total shareholders' equity		1,312,756	1,311,328	1,105,164	1,100,817
Total liabilities and shareholder's equity		4,410,158	3,578,465	3,885,443	3,238,029

Notes to financial statements are an integral part of these financial statements.

RICH ASIA STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

For the three-month period ended March 31, 2015

(Unit : Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Notes	2015	2014	2015	2014
Revenue					
Revenue from sales		1,947,658	915,201	1,678,209	758,374
Revenue from services		-	21,254	-	-
Other incomes		11,522	12,006	13,957	10,678
Total revenues		1,959,180	948,461	1,692,166	769,052
Expenses					
Cost of sales	6	1,905,227	936,839	1,639,060	747,550
Cost of services		-	17,900	-	-
Selling expenses		1,188	2,439	501	300
Administrative expenses		19,242	22,350	16,162	16,648
Management benefit expenses	4.3 and 20	2,560	2,718	2,560	2,718
Finance costs		29,541	44,386	29,536	24,862
Total expenses		1,957,758	1,026,632	1,687,819	792,078
Profit (Loss) before share of loss on investment in associate and income tax		1,422	(78,171)	4,347	(23,026)
Share of loss on investment in associate		(1,485)	-	-	-
Profit (loss) before income tax		(63)	(78,171)	4,347	(23,026)
Income tax revenues	21	1,391	2,597	-	-
Profit (loss) for the period		1,328	(75,574)	4,347	(23,026)
Other comprehensive income (loss)					
- Defined benefit plan actuarial gain for employee benefit		-	1,140	-	1,304
- Income tax on other comprehensive income		-	(191)	-	-
Other comprehensive income for the period		-	949	-	1,304
Total comprehensive income for the period		1,328	(74,625)	4,347	(21,722)

Unaudited

Limited review only

Notes to financial statements are an integral part of these financial statements.

RICH ASIA STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

For the three-month period ended March 31, 2015

(Unit : Thousand Baht)

	Notes	Consolidated financial statements		Separate financial statements	
		2015	2014	2015	2014
Profit (loss) for the period attributable to :					
Equity holders of the parent company		2,702	(52,021)	4,347	(23,026)
Non-controlling interests of the subsidiaries		(1,374)	(23,553)	-	-
		1,328	(75,574)	4,347	(23,026)
Total comprehensive income (loss) attributable to :					
Equity holders of the parent company		2,702	(51,270)	4,347	(21,722)
Non-controlling interests of the subsidiaries		(1,374)	(23,355)	-	-
		1,328	(74,625)	4,347	(21,722)
Earnings (loss) per share					
Equity holders the parent company (Unit : Baht)	22	0.001	(0.052)	0.002	(0.023)

Unaudited

Limited review only

Notes to financial statements are an integral part of these financial statements.

RICH ASIA STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

For the three-month period ended March 31, 2015

(Unit : Thousand Baht)

	Other component of equity					Total equity attributable to owners of the parent company	Non - controlling interests	Total shareholders' equity
	Issued and paid - up share capital	Premium (decrease) on share capital	Retained earing (deficit)	Other Changes resulting from shareholders'				
				Surplus from change in equity interest	Other component of equity			
Balance as at January 1, 2014	1,002,913	413,967	(1,177,712)	73,721	73,721	312,889	267,567	580,456
Changes in shareholders' equity for the period.								
Comprehensive income (loss) for the period								
Loss for the period	-	-	(52,021)	-	-	(52,021)	(23,553)	(75,574)
Other comprehensive income	-	-	751	-	-	751	198	949
Total comprehensive income (loss) for the period	-	-	(51,270)	-	-	(51,270)	(23,355)	(74,625)
Ending balance as at March 31, 2014	1,002,913	413,967	(1,228,982)	73,721	73,721	261,619	244,212	505,831
Balance as at January 1, 2015	2,400,000	(562,135)	(868,818)	73,721	73,721	1,042,768	268,560	1,311,328
Changes in shareholders' equity for the period.								
Increase on non-controlling interests	-	-	-	-	-	-	100	100
Comprehensive income (loss) for the period								
Income (loss) for the period	-	-	2,702	-	-	2,702	(1,374)	1,328
Total comprehensive income (loss) for the period	-	-	2,702	-	-	2,702	(1,374)	1,328
Ending balance as at March 31, 2015	2,400,000	(562,135)	(866,116)	73,721	73,721	1,045,470	267,186	1,312,656

Unaudited

Limited review only

Notes to financial statements are an integral part of these financial statements.

RICH ASIA STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
SEPARATE STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

For the three-month period ended March 31, 2015

(Unit : Thousand Baht)

	Issued and paid-up share capital	Premiums (Decrease) on share capital	Retained earnings (deficit)	Total
Balance as at January 1, 2014	1,002,913	413,967	(1,006,015)	410,865
Changes in shareholders' equity for the period				
Comprehensive income (loss) for the period				
Loss for the period	-	-	(23,026)	(23,026)
Other comprehensive income	-	-	1,304	1,304
Total comprehensive income (loss) for the period	-	-	(21,722)	(21,722)
Ending balance as at March 31, 2014	1,002,913	413,967	(1,027,737)	389,143
Balance as at January 1, 2015	2,400,000	(562,135)	(737,048)	1,100,817
Changes in shareholders' equity for the period				
Comprehensive income (loss) for the period				
Profit for the period	-	-	4,347	4,347
Total comprehensive income (loss) for the period	-	-	4,347	4,347
Ending balance as at March 31, 2015	2,400,000	(562,135)	(732,701)	1,105,164

Unaudited

Limited review only

Notes to financial statements are an integral part of these financial statements.

RICH ASIA STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CASH FLOWS

For the three-month period ended March 31, 2015

(Unit : Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Cash flows from operating activities				
Profit (loss) before income tax	(63)	(78,171)	4,347	(23,026)
Adjustments for profit (loss) before income tax to net cash provided by (used in) operations				
Depreciation	18,389	45,170	2,403	2,511
Reversal doubtful accounts	(2,584)	(471)	-	-
Share of loss on investment in associates	1,485	-	-	-
Unrealized loss on exchange rate	4,963	5,370	4,963	4,841
(Gain) loss from disposed assets and written-off assets	(1,353)	3	(123)	-
Loss from declining in value of inventories (Reversal)	(2,542)	(4,283)	(418)	(3,407)
Employee benefits expense	16	187	7	128
Interest income	(18)	(96)	(7,677)	-
Interest expenses of employee benefits	8	55	3	13
Interest expenses	29,533	44,137	29,533	24,832
Profit from operation before changes in operating assets and liabilities	47,834	11,901	33,038	5,892
Operating assets (increase) decrease				
Trade and other receivable	(1,351,263)	(276,957)	(1,080,116)	(234,027)
Inventories	(281,961)	127,255	(239,708)	121,260
Advance payment for goods	650,903	68,401	534,099	47,069
Other current assets	1,456	1,828	1,442	(3)
Retention receivables	-	13,066	-	-
Other non-current assets	165	(736)	-	-
Operating liabilities increase (decrease)				
Trade and other payable	853,697	54,755	665,262	49,596
Other current liabilities	-	1,582	-	-
Long - term trade payables	-	(2,400)	-	-
Other non-current liabilities	(1)	-	-	-
Cash received (paid) from operation	(79,170)	(1,305)	(85,983)	(10,213)
Cash paid for income tax	(228)	(1,490)	(225)	(119)
Cash received from interest income	20	802	-	-
Net cash used in operating activities	(79,378)	(1,993)	(86,208)	(10,332)

Unaudited

Limited review only

Notes to financial statements are an integral part of these financial statements.

RICH ASIA STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CASH FLOWS

For the three-month period ended March 31, 2015

(Unit : Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Cash flow from investing activities				
Increase in bank deposits pledged as collateral	(19)	(97)	-	-
Cash payment for purchase of investment in subsidiary	-	-	(900)	-
Cash received from sale of property, plant and equipment	1,417	-	187	-
Cash payment for purchase of property, plant and equipment	(2,052)	(706)	(179)	(72)
Cash received from interest	-	-	6,158	-
Net cash provided by (used in) investing activities	(654)	(803)	5,266	(72)
Cash flow from financing activities				
Increase in bank overdrafts and short-term loans from financial institutions	130	7,616	130	3
Cash payment in liabilities under finance lease agreement	-	(304)	-	(193)
Cash received from short-term loans from related parties	72,000	-	72,000	30,310
Cash payment from short-term loans from related parties	(109,975)	-	(109,975)	(21,650)
Cash paid for interest expenses	(18,856)	(1,425)	(18,856)	(981)
Increase on non-controlling interests	100	-	-	-
Net cash provided by (used in) financing activities	(56,601)	5,887	(56,701)	7,489
Cash and cash equivalent items increase (decrease)-net	(136,633)	3,091	(137,643)	(2,915)
Cash and cash equivalent items at the beginning of the period	297,061	4,905	296,018	3,295
Cash and cash equivalent items at the end of the period	160,428	7,996	158,375	380
1. Supplementary disclosure of cash flow information - non cash items				
- Purchase fixed assets by credit	141	168	-	145
- Offsetting between trade receivables and trade payables	-	1,003	-	-
- Transferred debt under restructuring agreement to loans due for repayment	-	1,348,763	-	1,348,763
2. Cash and cash equivalent items consisted of :-				
- Cash	131	140	30	40
- Banks, savings and current accounts.	160,297	7,856	158,345	340
Total	160,428	7,996	158,375	380

Unaudited

Limited review only

Notes to financial statements are an integral part of these financial statements.

RICH ASIA STEEL PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES**NOTES TO FINANCIAL STATEMENTS****For the three-month period ended March 31, 2015****(UNAUDITED/LIMITED REVIEW ONLY)**

1. General information

The Company has registered as the Company Limited in accordance with the Civil and Commercial Law Code on May 10, 1999, with the registered number 0107549000050, and registered as the Public Company Limited on March 27, 2006, with its registered head office at 636 Bangkhuntien-Chaitaley Road, Thakham, Bangkhuntien, Bangkok 10150, Thailand.

The Company and its subsidiaries (collectively called the “Group Companies”) operate in the business of distribution of steel pipe, steel scrap and steel products and procurement of material, equipment, and technology as well as investment in utilities and infrastructure.

2. Basis of interim financial statements preparation and accounting policies

- 2.1 These interim financial statements issued for Thai reporting purposes are prepared in the Thai language. This English translation of the financial statements has been prepared for the convenience of readers not conversant with the Thai language.
- 2.2 These interim financial statements are prepared in the condensed format and in accordance with the Accounting Standard No. 34 (Revised 2014) on “Interim Financial Reporting” including interpretations and guidance promulgated by the Federation of Accounting Professions (“FAP”), related regulations and announcements of the Securities and Exchanges Commission. However, the Group Companies has presented items in the statements of financial position, statements of comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.
- 2.3 The interim financial statements are prepared to provide an update on the financial statements for the year ended December 31, 2014. They do not include all of the financial information requires for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements for the year ended December 31, 2014.

2.4 The interim financial statements are presented in Thai Baht, rounded to the nearest thousand baht unless otherwise stated.

2.5 Using of the significant accounting policies and the calculation method of Group Companies in the preparation of the interim financial statements for the three-month period ended March 31, 2015 are consistent with those used in the annual financial statements for the year ended December 31, 2014.

2.6 New accounting standards

2.6.1 Accounting standards that became effective in the current accounting period

The Company disclosed the accounting standards, financial reporting standards, accounting standard interpretations and financial reporting standard interpretations that are effective for fiscal years beginning on or after January 1, 2015, in the notes to consolidated financial statements for the year ended December 31, 2014.

The Company's management has assessed the effects of the above accounting standards, financial reporting standards, accounting standard interpretations and financial reporting standard interpretations, and believes that they do not have a significant impact.

2.6.2 Accounting standards that will become effective in the future

The Company has disclosed the financial reporting standard that will be effective in the future in the notes to consolidated financial statements for the year ended December 31, 2014.

The Company's management has assessed the effect of this financial reporting standard and believes that it is not relevant to the business of the Group Company.

3. Principles of interim consolidation financial statements

The interim consolidated financial statements for the three-month period ended March 31, 2015 have been prepared by including the financial statements of RICH ASIA STEEL PUBLIC COMPANY LIMITED and its subsidiaries ("The Group Companies") after eliminate the significant related party balances and transactions. The Company holds directly and indirectly shares at the percentage of :-

<u>Name of subsidiaries</u>	<u>Nature of business</u>	<u>Country of incorporation</u>	<u>Percentage of shareholdings</u>	
			<u>2015</u>	<u>2014</u>
Siam Ferro Industry Co., Ltd.	Production and distribution of steel production and all steel pipe and engagement of steel.	Thai	51.88	51.88
Rich Asia Engineering Co., Ltd.	Procurement of material, equipment, and technology as well as investment in utilities and infrastructure.	Thai	90.00	-

The Financial Statement of Rich Asia Engineering Co., Ltd. is included in the consolidated financial statements in the first quarter of 2015, the Company invested in the subsidiary company which is established in 2015.

The financial statements of subsidiaries are prepared using the report date as the Company and prepared using the same accounting policy for the same accounting items

4. Inter-transaction with related companies

The Company has significant inter-transactions items incurred with its subsidiaries and related companies with common shareholders group and mutual directors and management. The material inter-transaction items and outstanding balance with the subsidiary and related companies could be summarized as follows:-

4.1 Inter-assets and liabilities

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>March 31, 2015</u>	<u>December 31, 2014</u>	<u>March 31, 2015</u>	<u>December 31, 2014</u>
<u>Trade and other receivable</u>				
Thai National Product Co., Ltd	1,273	1,878	1,273	1,742
Siam Ferro Industry Co., Ltd	-	-	8,082	35,615
PNB Inter Group Co.,Ltd	-	3,702	-	3,702
Star Decor & Design Co.,Ltd.	-	5,004	-	5,004
Rich Asia Engineering Co., Ltd	-	-	27	-
Total	1,273	10,584	9,382	46,063
<u>Less</u> Allowance for doubtful debt	-	-	(5,296)	(5,296)
Trade and other receivable-Net	1,273	10,584	4,086	40,767
<u>Loans to related parties</u>				
Siam Ferro Industry Co., Ltd				
Beginning balance	-	-	389,200	-
Addition	-	-	-	389,200
Repayment	-	-	-	-
Ending balance	-	-	389,200	389,200

As at March 31, 2015 and December 31, 2014, the Company had loans to subsidiary company is carried by interest rate of 8.00% per annum for both periods.

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>March 31, 2015</u>	<u>December 31, 2014</u>	<u>March 31, 2015</u>	<u>December 31, 2014</u>
<u>Trade and other payable</u>				
Thai National Product Co., Ltd	803	3,403	803	3,399
G.T. Steel Works Co., Ltd.	11,747	11,747	11,747	11,747
Director	28	628	28	29
Shareholder	81	-	81	-
Total	12,659	15,778	12,659	15,175
<u>Short-term loans from related parties.</u>				
- Thai National Product Co., Ltd				
Beginning balance	187,378	53,864	187,378	53,864
Addition	72,000	275,920	72,000	275,920
Repayment	(109,975)	(142,406)	(109,975)	(142,406)
Ending balance	149,403	187,378	149,403	187,378
- Shareholder				
Balance as at beginning	-	5,000	-	-
Addition	-	-	-	-
Repayment	-	(5,000)	-	-
Ending balance	-	-	-	-
Total short-term loan from related parties	149,403	187,378	149,403	187,378

As at March 31, 2015 and December 31, 2014, the Company loans from associate company is carried by interest rate of 6.63%-6.75% per annum and 6.75%-6.88% per annum respectively.

4.2 Inter-revenues and expenses

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>for the three-month periods ended March 31</u>			
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
<u>Transactions with related person and related company</u>				
Revenues from sales	1,190	-	1,190	-
Other expenses	170	-	-	-
Interest expense	2,783	153	2,783	-
<u>Transactions with subsidiaries</u>				
(Eliminated from consolidated financial statements)				
Revenues from sales	-	-	-	27
Revenues from sales of raw materials	-	-	53,003	137,465
Others income	-	-	29	87
Purchase of goods	-	-	24,248	6
Subcontract production cost	-	-	-	8
Other expenses	-	-	27	-
Interest expenses	-	-	2,783	914

4.3 Management benefit expenses

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>for the three-month periods ended March 31,</u>			
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Short-term employee benefits	2,558	2,716	2,558	2,716
Post-employment benefits	2	2	2	2
Total	2,560	2,718	2,560	2,718

4.4 Pricing policies

Pricing policies for each transactions are described as follows:

<u>Type of transactions</u>	<u>Pricing policies</u>
Revenues from sale	Price can be comparative against outside parties
Other income	Mutual agreement/Contract price
Purchases of goods	Price can be comparative against outside parties
Cost of service	Mutual agreement/Contract price
Other expenses	Actual price/Contract price
Interest income	Interest rate 8.00% per annum
Interest expenses	Interest rate 6.63-6.75% per annum (2014 : 6.75-6.88% and 12.00% per annum)

The Company has guarantee transaction between its associate company without any interest expenses.

4.5 Types of relationship of related parties are as follows:

<u>Name of Companies</u>	<u>Type of business</u>	<u>Type of relationship</u>
Siam Ferro Industry Co., Ltd.	Production and distribution of steel production and all steel pipe and engagement of steel	Subsidiary
Rich Asia Engineering Co., Ltd.	Procurement of material, equipment and technology as well as investment in utilities and infrastructure.	Subsidiary
Thai National Product Co., Ltd.	Foundation pile manufacturing, delivery and pile driving	Associate
G.T. STEEL WORKS Co., Ltd.	Production and distribution of steel	Closed cousin of executive officer are director and shareholders
PNB Inter Group Co., Ltd.	Distribution and installment of Marbles granites and natural stone materials	The management's of Thai National Product Co., Ltd.
Star Decor & Design Co., Ltd.	Installment contractor of Marbles granites and natural stone materials	The management's of Thai National Product Co., Ltd.
Ms. Angkakarn Tantiviroon		Chief Executive Officer Director
Mr. Somkiat Vongsarojana		Managing Director
Mr. Teera Phoncharoensuk		Director
Mr. Kamon Wattananin		Management of Thai National Product Co.,Ltd.
Ms. Arporn Seneeprakornkrai		Shareholder of Rich Asia Steel public Co., Ltd.

5. Trade and other receivable

Consisted of:-

	(Unit : Thousand Baht)			
	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2015</u>	<u>December 31, 2014</u>	<u>March 31, 2015</u>	<u>December 31, 2014</u>
Trade receivable-related parties	1,273	10,566	1,414	39,622
Trade receivable-other parties	2,410,825	1,226,002	2,003,784	1,067,264
Post dated cheques-other parties	233,835	51,692	233,835	51,692
Total Trade receivable	2,645,933	1,288,260	2,239,033	1,158,578
<u>Less</u> Allowance for doubtful accounts	-	(2,584)	-	-
Total Trade receivable-net	2,645,933	1,285,676	2,239,033	1,158,578
Other receivable-related parties	-	18	7,968	6,441
Other receivable-other parties	4,899	6,016	4,899	5,918
Revenue department receivable	-	6,388	-	-
Others	2,747	1,634	2,306	1,634
Total Other receivable	7,646	14,056	15,173	13,993
<u>Less</u> Allowance for doubtful accounts	-	-	(5,296)	(5,296)
Total Trade receivables-net	7,646	14,056	9,877	8,697
Total Trade and other receivable-net	2,653,579	1,299,732	2,248,910	1,167,275

Trade and notes receivables were classified by aging as follows :-

5.1 Trade receivable-related parties

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2015</u>	<u>December 31, 2014</u>	<u>March 31, 2015</u>	<u>December 31, 2014</u>
Within credit term	1,273	3,702	1,414	12,756
Over due 1 to 90 days	-	1,860	-	18,719
Over due 91 to 180 days	-	5,004	-	8,147
Total	1,273	10,566	1,414	39,622

The normal credit term granted by the Group Companies is 60-75 days.

5.2 Trade receivable-other parties

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2015</u>	<u>December 31, 2014</u>	<u>March 31, 2015</u>	<u>December 31, 2014</u>
Within credit term	1,799,032	757,788	1,499,492	669,568
Over due 1 to 90 days	700,856	379,545	636,182	315,233
Over due 91 to 180 days	119,333	78,801	76,535	76,038
Over due 181 to 365 days	25,411	58,976	25,410	58,117
Over due over 1 year	28	2,584	-	-
Total	2,644,660	1,277,694	2,237,619	1,118,956
<u>Less</u> Allowance for doubtful	-	(2,584)	-	-
Net	2,644,660	1,275,110	2,237,619	1,118,956

The normal credit term granted by the Group Companies is approximately from 60-75 days.

The movement of allowance for doubtful debts-trade receivable-other parties for the three-month period ended March 31, 2015 are as follow: -

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>	<u>Separate financial statements</u>
Beginning balance	(2,584)	(5,296)
Collect during the period	2,584	-
Ending balance	-	(5,296)

The management of the Company believe that the setting up of the allowance for doubtful debts have been sufficiently recorded for the present situation.

As at March 31, 2015 and December 31, 2014, the consolidated and separate financial statement, the Company and its subsidiaries factored some post dated cheques in the amount of Bath 26.87 million and 26.76 million respectively to discount with the financial institution. The Company and its subsidiaries still have to take responsibility in the notes receivable if financial institution cannot collect debt repayment from such notes receivable.

6. Inventories

Consisted of :-

	(Unit : Thousand Baht)			
	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2015</u>	<u>December 31, 2014</u>	<u>March 31, 2015</u>	<u>December 31, 2014</u>
Finished goods	219,148	5,823	198,445	286
Raw materials	67,107	2,182	39,396	1,327
Goods in transit	3,380	-	3,380	-
Supplies	4,932	4,601	1,234	1,134
Total	294,567	12,606	242,455	2,747
<u>Less</u> Allowance for declining in value of inventories	(4,498)	(4,301)	(344)	(237)
Net	290,069	8,305	242,111	2,510

A movement of allowance for diminution in value of inventories for the three-month period ended March 31, 2015 is as follow:-

	(Unit : Thousand Baht)	
	<u>Consolidated financial statements</u>	<u>Separate financial statements</u>
Beginning balance	(4,301)	(237)
Increase during the period	(197)	(107)
Ending balance	(4,498)	(344)

	(Unit : Thousand Baht)			
	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>for the three-month periods ended March 31,</u>			
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Cost of inventory record as expense and include in the cost of goods sold				
- Cost of goods sold	1,907,769	941,122	1,639,478	750,957
- Written down value to net realizable value (reversal)	(2,542)	(4,283)	(418)	(3,407)
Net	1,905,227	936,839	1,639,060	747,550

7. Advance payments for goods

Consisted of :-

(Unit : Thousand Baht)				
	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2015</u>	<u>December 31, 2014</u>	<u>March 31, 2015</u>	<u>December 31, 2014</u>
Advance payments for goods	218,811	869,714	218,811	752,910
<u>Less</u> Allowance for decline in value of inventories	-	(2,739)	-	(525)
Allowance for doubtful accounts	(5,668)	(5,668)	(5,668)	(5,668)
Net	213,143	861,307	213,143	746,717

A movement of allowance for diminution in value of inventories and Allowance for doubtful for the three-month period ended March 31, 2015 is as follow:-

(Unit : Thousand Baht)		
	<u>Consolidated financial statements</u>	<u>Separate financial statements</u>
Beginning balance	(8,407)	(6,193)
Reversal loss from allowance for declining in value during the period	2,739	525
Ending balance	(5,668)	(5,668)

8. Investment in subsidiaries

Consisted of :-

(Unit : Thousand Baht)						
			<u>Separate financial statements</u>			
			<u>Investment</u>		<u>Dividend</u>	
			<u>cost method</u>		<u>For the three-month periods</u>	
<u>Name of companies</u>	<u>Paid-up</u>	<u>Percentage of</u>	<u>As at</u>		<u>ended March 31,</u>	
	<u>share capital</u>	<u>Shareholding(%)</u>	<u>March 31, 2015</u>	<u>December 31, 2014</u>	<u>2015</u>	<u>2014</u>
Siam Ferro Industry Co., Ltd	441,701	51.88	536,062	536,062	-	-
Rich Asia Engineering Co., Ltd	1,000	90.00	900	-	-	-
Total			536,962	536,062		
<u>Less</u> Allowance for impairment loss			(190,851)	(190,851)		
Net			346,111	345,211		

In the first quarter of the year 2015, the Company made additional investment in ordinary shares of Rich Asia Engineering Co., Ltd for the value of Baht 0.90 million.

9. Investment in associate

Consisted of :-

		(Unit : Thousand Baht)					
<u>Name of companies</u>	<u>Percentage of Shareholding(%)</u>	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>			
		<u>At book value</u>		<u>Investment</u>			
		<u>equity method</u>		<u>cost method</u>			
		<u>As at</u>		<u>As at</u>			
		<u>March 31, 2015</u>	<u>December 31, 2014</u>	<u>March 31, 2015</u>	<u>December 31, 2014</u>	<u>March 31, 2015</u>	<u>December 31, 2014</u>
Thai National Product Co., Ltd.	29.89	29.89	203,259	204,744	198,478	198,478	

Financial information of associate company

Financial information as financial statement of associate company follow as :

(Unit : Thousand Baht)			
<u>As at March 31, 2015</u>			
<u>Name of company</u>	<u>Paid-up shares capital</u>	<u>Total assets</u>	<u>Total liabilities</u>
Thai National Product Co., Ltd	271,006	675,716	268,639

(Unit : Thousand Baht)		
<u>For the three-month</u>		
<u>period ended March 31, 2015</u>		
<u>Name of company</u>	<u>Total revenue</u>	<u>Net profit</u>
Thai National Product Co., Ltd	69,579	3,694

As at March 31, 2015 and December 31, 2014, the Company has pledge its shares of investment in associate, 7,705,000 shares, equivalent to 28.37% of shareholdings for both periods as collateral of short-term loan from other parties in the notes to financial statements No. 15.

10. Investment property

For the three-month period ended March 31, 2015, the movements of investment property were as follows:

(Unit : Thousand Baht)	
<u>Consolidated/Separate financial statement</u>	
Book value at the beginning of the period	9,770
Depreciation for the period	(227)
Book value at the end of the period	<u>9,543</u>

As at March 31, 2015 and December 31, 2014, the consolidated and separate financial statements, the whole amount of investment property are pledged for loans granted by financial institutions in the notes to financial statements No. 12.

11. Property, plant and equipment

For the three-month period ended March 31, 2015, the movement was as follows :-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>	<u>Separate financial statements</u>
Beginning book value	887,692	77,797
Purchase of assets	2,193	179
Disposal/Write off assets	(1,552)	(187)
Depreciation for the period	(18,162)	(2,176)
Accumulate depreciation disposal/written off assets	1,488	123
Ending book value	871,659	75,736

As at March 31, 2015 and December 31, 2014, The Group Companies has pledged the part of land, property and machinery with the book value stated in the consolidated and separate financial statements of Baht 66.24 million and Baht 67.58 million respectively, to guarantee against credit facility of the Company that receives from commercial banks and financial institutions according to the note to financial statement No.12.

12. Credit Facilities and guarantee

The Company have credit line from commercial bank and several financial institutions in form overdraft, trust receipts, short-term and long-term loan, the letter of guarantee, note receivable discount and factoring by granted the total credit line as at March 31, 2015 and December 31, 2014, in amount of Baht 1,074.24 million and Baht 1,077.36 million respectively, It is pledged by the Company's mortgage of land and buildings and certain machinery of the Company, some land, buildings and machinery of associate, land and buildings of other company, notes receivable, a part of deposit at bank and guaranteed by associate, other company and director of the Company, and beneficiary from insurance in buildings, machinery and equipment to commercial bank and financial institutions.

13. Bank overdrafts and short-term loans from financial institutions

Consisted of :-

(Unit : Thousand Baht)

	<u>Consolidated/Separate financial statements</u>	
	<u>As at</u>	
	<u>March 31, 2015</u>	<u>December 31, 2014</u>
Discount post dated cheques	26,886	26,756
Promissory notes	16,000	16,000
Total	42,886	42,756

As at March 31, 2015, loan from discount post dated cheques, factoring and promissory note are carried by interest rates of 6.625%-6.75% per annum and 6.75% per annum respectively.

14. Trade and other payable

Consisted of :-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>As at</u>		<u>As at</u>	
	<u>March 31, 2015</u>	<u>December 31, 2014</u>	<u>March 31, 2015</u>	<u>December 31, 2014</u>
Trade accounts payable related parties	8,647	8,651	8,647	8,647
Trade accounts payable other parties	1,071,084	197,057	861,696	176,935
Other accounts payable related parties	3,209	3,728	3,209	3,129
Other accounts payable other parties	18,720	41,406	14,697	36,636
Accrued expenses related parties	803	3,399	803	3,399
Accrued expenses other parties	50,784	47,461	45,258	42,595
Others	7,172	7,172	7,172	7,172
Total	1,160,419	308,874	941,482	278,513

15. Short-term loans from other parties

Consisted of :-

(Unit : Thousand Baht)

	<u>Consolidated/Separate financial statements</u>	
	<u>As at</u>	
	<u>March 31, 2015</u>	<u>December 31, 2014</u>
Bill of exchange	227,065	222,748

As at March 31, 2015 and December 31, 2014, the consolidated and separate financial statements, the whole amount is loan from bill of exchange issue to private placement investor through financial institutions whose recommend the investor for the Company. Such loan has maturity term for 6 months with financial cost equivalent to interest rate at 8.00 % per annum. Such loan has shares of associate pledged as collateral.

16. Liabilities under debt restructuring agreement

Consisted of :-

	(Unit : Thousand Baht)	
	<u>Consolidated/Separate financial statements</u>	
	<u>As at</u>	
	<u>March 31, 2015</u>	<u>December 31, 2014</u>
Principal amount	1,031,358	1,031,358
Accrued interest expenses	366,044	352,428
Accrued interest pending for waiving	20,836	20,836
Total	1,418,238	1,404,622
<u>Less</u> Current portion	(42,903)	(39,000)
Net	1,375,335	1,365,622

The movements of liabilities under debt restructuring agreement for the three-month periods ended March 31, 2015 are as follow :

	(Unit : Thousand Baht)
	<u>Consolidated/Separate financial statements</u>
Beginning book value	1,404,622
Realized pending accrued interest to reduce interest expense	1,585
Suspend accrued interest for the period	22,942
Repayment	(10,911)
Ending book value	1,418,238

The consolidated and separate financial statements, liabilities under debt restructuring agreement derived from the debt restructuring contract dated on September 27, 2013. In first quarter of 2014, the Company cannot repay the debt in accordance with the debt restructuring agreement. However, the Company and creditor together agreed and signed the new agreement of debt restructure dated May 30, 2014. The contract has classified the debt to 4 tranches and details of new repayment term as following:

- First tranche : The credit line of Baht 400.00 million, as at March 31, 2015 remaining balance amount of Baht 518.03 million comprise principal amount of Baht 373.73 million and accrued interest amount of Baht 144.30 million. (December 31, 2014: remaining balance amount of Baht 513.14 million comprise principal amount of Baht 373.73 million and accrued interest amount of Baht 139.40 million). The term repayment is monthly installments with totaling 165 installments (13 years and 9 months) or within December 31, 2027, commencing on April 30, 2014 with interest rate at SPRL+1.00% per annum and will be settle all of accrued interest within January 31, 2017.
- Second tranche : The credit line of Baht 275.00 million, as at March 31, 2015 remaining balance amount of Baht 392.72 million comprise principal amount of Baht 274.04 million and accrued interest amount of Baht 118.68 million. (December 31, 2014: remaining balance amount of Baht 389.23 million comprise of principal amount of Baht 274.04 million and accrued interest amount of Baht 115.19 million). The term repayment is monthly installment with totaling 165 installments (13 years and 9 months) or within December 31, 2027, commencing on April 30, 2014 with interest rate at SPR+1.25% per annum and will be settle all of accrued interest within December 31, 2027.
- Third tranche : The credit line of Baht 250.00 million, as at March 31, 2015 remaining balance amount of Baht 231.62 million comprise principal amount of Baht 188.09 million and accrued interest amount of Baht 43.53 million. (December 31, 2014 : remaining balance amount of Baht 228.81 million comprise of principal amount of Baht 188.09 million and accrued interest amount of Baht 40.72 million). The term repayment is monthly installment with totaling 165 installments (13 years and 9 months) or within December 31, 2027, commencing on April 30, 2014 with interest rate at SPR+1.25% per annum and will be settle all of accrued interest within December 31, 2027.

- Fourth tranche : The credit line of Baht 200.00 million, as at March 31, 2015 remaining balance amount of Baht 275.88 million comprise principal amount of Baht 195.50 million and accrued interest amount of Baht 80.38 million. (December 31, 2014: remaining balance amount of Baht 273.44 million comprise of principal amount of Baht 195.50 million and accrued interest amount of Baht 77.94 million). The term repayment is monthly installment with totaling 165 installments (13 years and 9 months) or within December 31, 2027, commencing on April 30, 2014 with interest rate at SPR+ 1.00% per annum and will be settle all of accrued interest within December 31, 2027.

Table of principal and interest repayment per installment (Unit : Million Baht)

<u>Installment periods</u>	<u>First tranche</u>	<u>Second tranche</u>	<u>Third tranche</u>	<u>Fourth tranche</u>
Periods 1-9 (Apr 15-Dec 15)	0.254	0.186	0.127	0.133
Periods 10-15 (Jan 15-Jun.15)	0.978	0.717	0.493	0.512
Periods 16-21 (Jul 15-Dec 15)	1.377	1.010	0.693	0.720
Periods 22-33 (Jan 16-Dec 16)	1.450	1.063	0.729	0.758
Periods 34-45 (Jan 17-Dec 17)	1.631	1.196	0.820	0.853
Periods 46-57 (Jan 18-Dec 18)	1.993	1.461	1.003	1.043
Periods 58-69 (Jan 19-Dec 19)	2.174	1.594	1.095	1.137
Periods 70-81 (Jan 20-Dec 20)	2.899	2.126	1.459	1.516
Periods 82-93 (Jan 21-Dec 21)	3.080	2.259	1.550	1.611
Periods 94-105 (Jan 22-Dec 22)	3.624	2.657	1.823	1.896
Periods 106-117 (Jan 23-Dec 23)	5.111	3.602	1.823	2.464
Periods 118-129 (Jan 24-Dec 24)	5.503	4.020	1.823	2.654
Periods 130-141 (Jan 25-Dec 25)	5.173	3.802	2.371	2.654
Periods 142-164 (Jan 26-Nov 27)	5.635	4.151	2.371	2.843
Periods 165 (Dec 27)	Outstanding	Outstanding	Outstanding	Outstanding

In addition, the liabilities under debt restructuring agreement was defined the Company to make a repayment not less than Baht 450.00 million within January 31, 2017. Such repayment amount will be settle accrued interest and principal amount for all tranche of debt by allocation to the First tranche amount of Baht 163.10 million, Second tranche amount of Baht 119.60 million, Third tranche amount of Baht 82.00 million and Fourth tranche amount of Baht 85.30 million.

Liabilities under debt restructuring agreement constitutes collaterals according to notes to the financial statements No. 13.

17. Employee benefit obligations

Changes in the present value of the employee benefit obligations for the three-month period ended March 31, 2015 are as follows:-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>	<u>Separate financial statements</u>
Employee benefit obligations at the beginning of the period	1,668	1,190
Current service cost	16	7
Interest cost	8	3
Employee benefit obligations at the end of the period	1,692	1,200

Expenses recognized in statements of comprehensive income are shown collectively for the three-month period ended March 31, 2015 are as follows:-

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>	<u>Separate financial statements</u>
Selling expenses	3	3
Administrative expenses	11	2
Management benefits expense	2	2
Finance cost	8	3
Total	24	10

Principal actuarial assumptions at the reporting date are as follows:-

	<u>Consolidated financial statements</u>	<u>Separate financial statements</u>
	(%)	(%)
Discount rate	4.30-4.52	4.30-4.52
Salary increase rate	0.44-8.58	0.44-2.87
Mortality rate (Thai Mortality Ordinary Table 2008)	100 of mortality	100 of mortality
Disability rate	10 of mortality	10 of mortality
Employee turnover rate	0-63	26-46

18. Deferred tax liabilities

Deferred tax liabilities as at March 31, 2015 and December 31, 2014 were as follows :-

(Unit : Thousand Baht)

	<u>Consolidated financial statement</u>	
	<u>As at</u>	
	<u>March 31, 2015</u>	<u>December 31, 2014</u>
Deferred tax liabilities	(97,614)	(99,005)
Net	(97,614)	(99,005)

The movement of deferred tax liabilities for the three-month period ended March 31, 2015 were as follows :-

	(Unit : Thousand Baht)		
	Consolidated financial statement		
	As at	(Charged)/credited	As at
	January 1, 2015	to statements of	March 31, 2015
	comprehensive income		
	(Note 21)		
Deferred tax liabilities			
Property, plant and equipment	(99,005)	1,391	(97,614)
Total	(99,005)	1,391	(97,614)

As at March 31, 2015 and December 31, 2014, the Group Companies had temporary differences mainly arising from the unutilized tax losses carry forward in consolidated financial statement totaling Baht 975.53 million and Baht 984.97 million respectively and separate financial statement totaling Baht 810.12 million and Baht 815.34 million which have not been recognized as deferred tax assets in the statement of financial position (because it is not probable that it will be able to utilize the tax benefit in the foreseeable future).

19. Share capital

The movement of share capital for the three-month period ended March 31, 2015 is as follow:-

	Number of share	Amount
	(Unit : Thousand share)	(Unit : Thousand Baht)
Registered share capital (Baht 1.00 per share)		
As at January 1, 2015	2,400,000	2,400,000
Increased (decreased) shares during the period	-	-
As at March 31, 2015	2,400,000	2,400,000
Issued and paid-up share capital (Baht 1.00 per share)		
As at January 1, 2015	2,400,000	2,400,000
Increased (decreased) shares during the period	-	-
As at March 31, 2015	2,400,000	2,400,000

Capital management

The objectives of the Company and its subsidiaries' capital management are arrangement of appropriated financial structure and maintenance of ability in continuously business operation whereas there is policy of debt to equity ratio maintenance to hold in the rate that the Company and its subsidiaries can operate business while there is appropriated capital cost burden including policy of debt to equity ratio maintenance to comply with term in the loan contract that there are related financial institutes.

As at March 31, 2015 and December 31, 2014, in the consolidated financial statements, debt to equity ratio is 2.36 : 1.00 and 1.73 : 1.00 respectively and the separate financial statements, debt to equity ratio is 2.52 : 1.00 and 1.94 : 1.00 respectively.

20. Management benefit expense

The management benefit expense included the directors' remuneration benefits paid to the directors of the Company as per Section 90 of the Public Limited Company Act excluding salaries and related fringe benefits paid to directors who are the executives of the Company for the three-month period ended March 31, 2015 and 2014 of Bath 2.56 million and Bath 2.72 million respectively.

21. Income tax revenues

(Unit : Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>for the three-month periods ended March 31,</u>			
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Current tax expense	-	1,446	-	-
Deferred tax expense (Note 18)				
Movements in temporary differences	(1,391)	(4,043)	-	-
Income tax revenues	(1,391)	(2,597)	-	-

22. Basic earnings (loss) 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 number of issued and paid-up ordinary shares during the period.

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>for the three-month periods ended March 31,</u>			
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Profit (loss) for the period (Unit : Thousand Baht)	2,702	(52,021)	4,347	(23,026)
The number of issued and paid-up ordinary shares (Unit : Thousand shares)	2,400,000	1,002,913	2,400,000	1,002,913
Earnings (loss) per share (Baht/share)	0.001	(0.052)	0.002	(0.023)

23. Segment information

Segment information is presented in respect of the Group' business segments.

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources to the segment and assess its performance.

Segment results and operating assets include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Business segments

The Group Company has segmentation at report for three-month periods ended March 31, 2015 and 2014 for comprise 1 and 3 main business segments respectively as follows:

Segment 1 : Produce and distribution of steel product.(2015 and 2014)

Segment 2 : Manufacture of foundation pile, transportation and pile driving.(2014)

Segment 3 : Manufacture of concrete product.(2014)

Geographic segments

Management considers that the Company and its subsidiaries operate in a single geographic area, mainly in Thailand, and has, therefore, only one major geographic segment.

Major customers

For the three-month periods ended March 31, 2015 and 2014, revenues from 1 customer of the produce and distribution of steel product business segment represent approximately Baht 398.99 million and Baht 222.55 million, respectively, of the Group Company's total revenues.

The segment financial information is as follows:

(Unit : Thousand Baht)

Consolidated financial statements

For the three-month period ended March 31

	Steel Product Business		Business Piles		Concrete Product Business		Total	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
External revenue	1,947,658	853,435	-	73,608	-	9,411	1,947,658	936,454
Inter-segment revenue	77,251	137,507	-	-	-	-	77,251	137,507
Total revenue	2,024,909	990,942	-	73,608	-	9,411	2,204,909	1,073,961
Interest income	18	21	-	989	-	-	18	1,010
Interest expense	28,371	44,657	-	631	-	-	28,371	45,288
Depreciation and amortisation	18,416	11,628	-	2,056	-	1,194	18,416	14,878
Gain (loss) before income tax	12,424	(49,701)	-	3,658	-	1,253	12,424	(44,790)

(Unit : Thousand Baht)

Consolidated financial statements

	Steel Product Business		Business Piles		Concrete Product Business		Total	
	<u>March 31,</u>	<u>December 31,</u>	<u>March 31,</u>	<u>December 31,</u>	<u>March 31,</u>	<u>December 31,</u>	<u>March 31,</u>	<u>December 31,</u>
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Assets of segment	4,110,844	3,298,215	-	-	-	-	4,110,844	3,298,215
Capital expenditure	2,192	962	-	-	-	-	2,192	962
Liabilities of segment	3,397,097	2,592,948	-	-	-	-	3,397,097	2,592,948

Reconciliation of revenue, profit or loss, asset and liabilities

(Unit : Thousand Baht)

Consolidated financial statementsFor the three-month period ended March 31,

	<u>2015</u>	<u>2014</u>
Revenue		
Total revenue for reportable segments	2,024,909	1,073,961
Other income	19,228	13,127
	<u>2,044,137</u>	<u>1,087,088</u>
<u>Less</u> Inter-segment revenue	(77,251)	(137,507)
Interest income and others	(7,706)	(1,120)
Total revenue	<u>1,959,180</u>	<u>948,461</u>
Profit or loss		
Total profit or loss for reportable segments	12,424	(44,790)
Adjustment and elimination : inter-segment	(8,442)	(30,663)
Non allocate :		
Management benefit expenses	(2,560)	(2,718)
Share of loss on investment in associate	(1,485)	-
Total profit or loss before income tax	<u>(63)</u>	<u>(78,171)</u>

(Unit : Thousand Baht)

Consolidated financial statements as atMarch 31, 2015 December 31, 2014

Assets		
Total assets for reportable segments	4,110,844	3,298,215
Adjustment and elimination : inter-segment	299,314	280,250
Total assets	<u>4,410,158</u>	<u>3,578,465</u>
Liabilities		
Total liabilities for reportable segments	3,397,097	2,592,948
Adjustment and elimination : inter-segment	(299,695)	(325,811)
Total liabilities	<u>3,097,402</u>	<u>2,267,137</u>

24. Obligations and contingent liabilities

Certain liabilities shown on the financial statements, the Company and its subsidiaries still remains contingent liabilities with commercial banks as follows:

(Unit: Million Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>March 31, 2015</u>	<u>December 31, 2014</u>	<u>March 31, 2015</u>	<u>December 31, 2014</u>
- Letter of guarantee has bank deposit of the Company and its subsidiary pledge for collateral	3.50	3.50	1.85	1.85

25. Interest rate risks

The Group company had Exchange rate risks is derived from raw material purchased and imported from overseas; as a result, the Group company constitute risk with respect to the change of exchange rate. However, the Group company will consider using appropriately financial derivative so as to hedge against such risk when the exchange rate situation holds unstable trend. The Group Companies obtained liabilities in foreign currencies over which the contract to hedge against risk of exchange rates has not been conducted as follows :-

<u>Currency</u>	<u>Consolidated/Separate financial statements</u>	
	<u>March 31, 2015</u>	<u>December 31, 2014</u>
Million US Dollor	2.65	2.58

26. Litigation

A lawsuit had been filed against the Company claiming in the amount Baht 25.35 million. This comprised debt of Baht 24.61 million arising from the purchase of goods and interest charges of Baht 0.74 million and interest rate at 12.00% per annum until the payment is settled. The civil court ordered the Company to pay the creditor. The remaining interest expenses of Bath 0.84 million, the Company has negotiated with creditor to reduce debt.

27. Approval of interim financial statements

These interim consolidated and separated financial statements were authorized for issue by the Company's authorized director on May 14, 2015.