

CH. Karnchang Public Company Limited and its subsidiaries
Report and interim consolidated financial statements
For the three-month and nine-month periods ended
30 September 2017

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of CH. Karnchang Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of CH. Karnchang Public Company Limited and its subsidiaries as at 30 September 2017, the related consolidated statements of comprehensive income for the three-month and nine-month periods ended 30 September 2017 and the related consolidated statements of changes in shareholders' equity and cash flows for the nine-month period then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of CH. Karnchang Public Company Limited for the same periods. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*. My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of review

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

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34 *Interim Financial Reporting*.

Siraporn Ouaanunkun
Certified Public Accountant (Thailand) No. 3844

EY Office Limited
Bangkok: 14 November 2017

CH. Karnchang Public Company Limited and its subsidiaries

Statement of financial position

As at 30 September 2017

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements		
	Note	30 September 2017 (Unaudited but reviewed)	31 December 2016 (Audited)	30 September 2017 (Unaudited but reviewed)	31 December 2016 (Audited)
Assets					
Current assets					
Cash and cash equivalents		8,340,976	11,406,173	6,100,185	8,156,486
Current investments		757,429	1,130,475	675,542	1,089,464
Trade and other receivables	3, 4	4,679,700	7,920,132	6,212,055	7,767,265
Short-term loans to related parties and interest receivable	3	302,919	283,913	3,042,105	4,502,064
Unbilled receivables		5,237,881	2,715,073	4,192,106	2,541,248
Construction in progress and construction supplies		3,246,033	2,775,199	960,945	798,271
Advance payment to subcontractors		5,035,142	6,209,782	1,960,701	2,541,025
Derivative financial assets		-	28,831	27,646	15,413
Withholding tax deducted at source		742,859	532,684	690,592	478,802
Other current assets		625,571	327,550	598,007	294,883
Total current assets		28,968,510	33,329,812	24,459,884	28,184,921
Non-current assets					
Restricted bank deposits	5	15,221	33,120	221	16,383
Long-term loans to associated company and interest receivable	3	11,721,590	10,359,710	11,721,590	10,359,710
Long-term loans to related company and interest receivable	3	6,613	9,253	6,613	9,253
Investments in subsidiaries	6	-	-	251,477	351,476
Investments in associated companies	7	19,658,014	19,436,337	22,568,355	22,286,857
Other long-term investments	8	8,312,220	8,312,220	8,293,340	8,293,340
Long-term trade receivable	4	-	14,095,406	-	14,095,406
Investment properties		524,726	417,260	501,508	499,945
Property, plant and equipment	9	8,251,618	8,609,985	5,799,968	5,527,676
Intangible assets		46,997	58,656	46,012	56,732
Accounts receivable - claims for additional costs	15	2,515,620	2,515,620	2,515,620	2,515,620
Less: Allowance for doubtful accounts	15	(2,515,620)	(2,515,620)	(2,515,620)	(2,515,620)
Accounts receivable - claims for additional costs, net		-	-	-	-
Advances for future projects		16,264	71,802	16,264	71,802
Withholding tax deducted at source		459,222	72,546	409,000	37,913
Deferred tax assets		110,211	103,594	80,806	72,102
Other non-current assets		54,427	18,674	45,879	9,732
Total non-current assets		49,177,123	61,598,563	49,741,033	61,688,327
Total assets		78,145,633	94,928,375	74,200,917	89,873,248

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

CH. Karnchang Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 September 2017

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September 2017 (Unaudited but reviewed)	31 December 2016 (Audited)	30 September 2017 (Unaudited but reviewed)	31 December 2016 (Audited)
Liabilities and shareholders' equity					
Current liabilities					
Bank overdrafts and short-term loans from financial institutions	10	7,925,251	9,531,534	6,797,346	7,455,956
Trade and other payables	3, 11	5,886,408	6,440,968	3,732,863	4,887,656
Current portion of hire purchase creditors		18,394	90,884	18,394	70,449
Current portion of long-term loans	12	1,858,030	4,547,791	1,858,030	3,903,751
Current portion of debentures	13	2,000,000	2,000,000	2,000,000	2,000,000
Advances received from employers and construction revenue received in advance		6,362,603	5,513,544	6,013,491	4,503,196
Retention for construction		827,809	907,481	598,970	672,730
Income tax payable		17,180	3,277	17,180	3,277
Unbilled output tax		213,378	186,395	185,147	168,061
Derivative financial liabilities		75,204	-	-	-
Other current liabilities		131,966	123,607	120,408	78,362
Total current liabilities		25,316,223	29,345,481	21,341,829	23,743,438
Non-current liabilities					
Hire purchase creditors, net of current portion		2,121	21,610	2,121	14,605
Long-term loans, net of current portion	12	1,148,258	14,631,230	1,148,258	14,631,230
Debentures, net of current portion	13	26,480,793	26,479,667	26,480,793	26,479,667
Provision for long-term employee benefits	14	705,443	612,159	366,450	299,557
Deferred tax liabilities		1,985,622	1,983,905	1,929,613	1,927,896
Total non-current liabilities		30,322,237	43,728,571	29,927,235	43,352,955
Total liabilities		55,638,460	73,074,052	51,269,064	67,096,393

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

CH. Karnchang Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 September 2017

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>30 September 2017</u>	<u>31 December 2016</u>	<u>30 September 2017</u>	<u>31 December 2016</u>
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Shareholders' equity				
Share capital				
Registered				
1,693,899,970 ordinary shares of Baht 1 each	<u>1,693,900</u>	<u>1,693,900</u>	<u>1,693,900</u>	<u>1,693,900</u>
Issued and fully paid-up				
1,693,896,872 ordinary shares of Baht 1 each	1,693,897	1,693,897	1,693,897	1,693,897
Share premium	4,869,410	4,869,410	4,869,410	4,869,410
Retained earnings				
Appropriated - statutory reserve	174,890	174,890	169,390	169,390
Unappropriated	11,386,018	10,637,166	8,509,884	8,364,143
Other components of shareholders' equity	<u>4,006,238</u>	<u>4,105,277</u>	<u>7,689,272</u>	<u>7,680,015</u>
Equity attributable to owners of the Company	22,130,453	21,480,640	22,931,853	22,776,855
Non-controlling interests of the subsidiaries	<u>376,720</u>	<u>373,683</u>	-	-
Total shareholders' equity	<u>22,507,173</u>	<u>21,854,323</u>	<u>22,931,853</u>	<u>22,776,855</u>
Total liabilities and shareholders' equity	<u>78,145,633</u>	<u>94,928,375</u>	<u>74,200,917</u>	<u>89,873,248</u>
	-	-	-	-

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

Directors

CH. Karnchang Public Company Limited and its subsidiaries**Statement of comprehensive income****For the three-month period ended 30 September 2017**

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

	Note	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
Profit or loss:					
Revenues					
Revenues from construction services		8,758,157	8,532,940	4,693,262	4,641,332
Sales of construction materials		441	9,715	3,057	2,397
Other income					
Project management income	3	55,769	-	56,219	450
Rental income		12,674	12,515	34,701	36,826
Transportation income		1,124	846	9,587	10,619
Interest income	3	176,405	147,637	206,228	296,678
Dividend income	3	232,319	232,312	507,246	459,558
Others		30,028	14,033	29,115	22,316
Total revenues		9,266,917	8,949,998	5,539,415	5,470,176
Expenses					
Cost of construction services and sales of construction materials		8,071,332	7,848,965	4,335,601	4,310,230
Administrative expenses		487,788	616,103	433,369	506,415
Total expenses		8,559,120	8,465,068	4,768,970	4,816,645
Profit before share of profit from investments in associated companies, finance cost and income tax expenses					
Share of profit from investments in associated companies		284,890	231,843	-	-
Profit before finance cost and income tax expenses		992,687	716,773	770,445	653,531
Finance cost					
(For construction segment and investment segment)	21	(337,407)	(374,826)	(315,593)	(405,977)
Profit before income tax expenses		655,280	341,947	454,852	247,554
Income tax expenses					
(For construction segment and investment segment)	18	(17,763)	(7,679)	(11,951)	(4,938)
Profit for the period		637,517	334,268	442,901	242,616
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods:</i>					
Gain (loss) on changes in value of available-for-sale investments, net of income tax		60,556	(178,361)	61,824	(178,361)
Unrealised gain (loss) from cash flow hedges, net of income tax		(9,253)	26,174	(19,723)	(12,121)
Other comprehensive income to be reclassified to profit or loss in subsequent periods, net of income tax		51,303	(152,187)	42,101	(190,482)
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods:</i>					
Actuarial gain, net of income tax		-	21	-	-
Other comprehensive income for the period		51,303	(152,166)	42,101	(190,482)
Total comprehensive income for the period		688,820	182,102	485,002	52,134

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

(Unaudited but reviewed)

CH. Karnchang Public Company Limited and its subsidiaries

Statement of comprehensive income (continued)

For the three-month period ended 30 September 2017

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

	Consolidated financial statements		Separate financial statements	
Note	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Profit attributable to:				
Equity holders of the Company	625,158	328,120	<u>442,901</u>	<u>242,616</u>
Non-controlling interests of the subsidiaries	<u>12,359</u>	<u>6,148</u>		
	<u>637,517</u>	<u>334,268</u>		
Total comprehensive income attributable to:				
Equity holders of the Company	676,497	175,808	<u>485,002</u>	<u>52,134</u>
Non-controlling interests of the subsidiaries	<u>12,323</u>	<u>6,294</u>		
	<u>688,820</u>	<u>182,102</u>		
Earnings per share	19			
Basic earnings per share				
Profit attributable to equity holders of the Company	<u>0.37</u>	<u>0.19</u>	<u>0.26</u>	<u>0.14</u>
Weighted average number of ordinary shares (shares)	<u>1,693,896,872</u>	<u>1,693,896,872</u>	<u>1,693,896,872</u>	<u>1,693,896,872</u>

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

CH. Karnchang Public Company Limited and its subsidiaries**Statement of comprehensive income****For the nine-month period ended 30 September 2017**

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

	Note	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
Profit or loss:					
Revenues					
Revenues from construction services		29,026,004	38,197,002	15,098,007	16,217,684
Sales of construction materials		22,472	14,384	7,632	5,785
Other income					
Project management income	3	100,862	518	102,212	1,868
Rental income		36,435	36,627	104,871	113,895
Transportation income		2,313	6,185	29,184	30,648
Interest income	3	534,498	170,392	625,033	823,964
Dividend income	3	464,634	464,628	1,174,705	1,097,930
Gain on sales of investments in subsidiary and associated companies	6, 7	38,898	53,489	-	-
Others		72,032	41,360	93,203	51,146
Total revenues		30,298,148	38,984,585	17,234,847	18,342,920
Expenses					
Cost of construction services and sales of construction materials		26,759,815	35,491,226	13,972,042	14,892,371
Administrative expenses		1,401,483	1,361,859	1,271,693	1,089,575
Total expenses		28,161,298	36,853,085	15,243,735	15,981,946
Profit before share of profit from investments in associated companies, finance cost and income tax expenses					
Share of profit from investments in associated companies		601,162	422,776	-	-
Profit before finance cost and income tax expenses		2,738,012	2,554,276	1,991,112	2,360,974
Finance cost					
(For construction segment and investment segment)	21	(1,050,744)	(739,776)	(953,040)	(1,150,283)
Profit before income tax expenses		1,687,268	1,814,500	1,038,072	1,210,691
Income tax expenses					
(For construction segment and investment segment)	18	(61,225)	(125,050)	(45,708)	(110,334)
Profit for the period		1,626,043	1,689,450	992,364	1,100,357
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent period:</i>					
Gain (loss) on changes in value of available-for-sale investments, net of income tax		3,229	193,147	(949)	193,147
Unrealised gain (loss) from cash flow hedges, net of income tax		(102,579)	(6,034)	10,206	12,228
Other comprehensive income to be reclassified to profit or loss in subsequent periods, net of income tax		(99,350)	187,113	9,257	205,375
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent period:</i>					
Actuarial gain, net of income tax		-	21	-	-
Other comprehensive income for the period		(99,350)	187,134	9,257	205,375
Total comprehensive income for the period		1,526,693	1,876,584	1,001,621	1,305,732

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

CH. Karnchang Public Company Limited and its subsidiaries**Statement of comprehensive income (continued)**

For the nine-month period ended 30 September 2017

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

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>		
	<u>Note</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Profit attributable to:					
Equity holders of the Company		1,595,475	1,660,272	<u>992,364</u>	<u>1,100,357</u>
Non-controlling interests of the subsidiaries		<u>30,568</u>	<u>29,178</u>		
		<u>1,626,043</u>	<u>1,689,450</u>		
Total comprehensive income attributable to:					
Equity holders of the Company		1,496,436	1,847,660	<u>1,001,621</u>	<u>1,305,732</u>
Non-controlling interests of the subsidiaries		<u>30,257</u>	<u>28,924</u>		
		<u>1,526,693</u>	<u>1,876,584</u>		
Earnings per share					
19					
Basic earnings per share					
Profit attributable to equity holders of the Company		<u>0.94</u>	<u>0.98</u>	<u>0.59</u>	<u>0.65</u>
Weighted average number of ordinary shares (shares)		<u>1,693,896,872</u>	<u>1,693,896,872</u>	<u>1,693,896,872</u>	<u>1,693,896,872</u>

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

(Unaudited but reviewed)

CH. Karnchang Public Company Limited and its subsidiaries**Cash flow statement****For the nine-month period ended 30 September 2017**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Cash flows from operating activities				
Profit before tax	1,687,268	1,814,500	1,038,072	1,210,691
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation and amortisation	728,151	660,420	295,880	202,900
Withholding tax deducted at source written off	5,375	256	5,375	256
Dividend income	(464,634)	(464,628)	(1,174,705)	(1,097,930)
Gain on sales of current investments	(10,422)	(5,572)	(10,422)	(5,572)
Loss (gain) on sales of investments in subsidiary and associated companies	(38,898)	(53,489)	9,999	-
Reversal of allowance for doubtful accounts	-	(17)	-	-
Loss (gain) on sales/written off of property, plant and equipment	(9,664)	(780)	(29,492)	(3,040)
Unrealised loss on exchange	32,789	75,439	5,225	19,846
Unrealised gain on changes in value of investments in marketable securities	(2,104)	(1,326)	(947)	(1,320)
Loss (gain) from foreign exchange contracts	5,854	(3,808)	524	(3,808)
Amortisation of deferred front end fee and deferred debenture issuing cost	32,089	22,597	9,331	15,706
Share of profit from investments in associated companies	(601,162)	(422,776)	-	-
Provision for long-term employee benefits	131,372	102,246	74,133	49,800
Interest expenses	1,009,938	699,548	934,993	1,120,346
Profit from operating activities before changes in operating assets and liabilities	2,505,952	2,422,610	1,157,966	1,507,875
Operating assets (increase) decrease				
Trade and other receivables	2,217,053	(1,259,207)	617,699	(907,065)
Unbilled receivables	(2,517,365)	3,630,022	(1,650,858)	349,057
Construction in progress and construction supplies	(376,590)	9,703,975	(64,670)	(146,288)
Advance payment to subcontractors	1,173,672	2,281,699	530,229	380,968
Other current assets	(302,662)	190,588	(302,430)	199,740
Advances for future projects	55,538	-	55,538	-
Other non-current assets	(41,865)	222,820	(36,148)	(41,000)
Operating liabilities increase (decrease)				
Trade and other payables	(918,096)	(189,859)	(1,572,302)	(163,511)
Advance received from employers and construction revenue received in advance	1,802,380	(641,035)	2,463,616	(724,116)
Retention for construction	(77,158)	116,726	(71,780)	116,846
Other current liabilities	36,304	(992,365)	59,133	(992,875)
Cash paid for long-term employee benefits	(28,814)	(40,841)	(7,240)	(29,646)
Cash flows from (used in) operating activities	3,528,349	15,445,133	1,178,753	(450,015)
Cash paid for interest expenses	(1,019,987)	(1,290,186)	(944,869)	(1,085,513)
Cash paid for income tax expenses	(660,421)	(332,719)	(629,359)	(368,344)
Net cash flows from (used in) operating activities	1,847,941	13,822,228	(395,475)	(1,903,872)

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

CH. Karnchang Public Company Limited and its subsidiaries**Cash flow statement (continued)**

For the nine-month period ended 30 September 2017

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Cash flows from investing activities				
Decrease (increase) in restricted bank deposits	16,139	(8,509)	16,162	(8,442)
Cash payment for purchase of current investments	(2,639,719)	(8,939,182)	(2,600,000)	(8,939,182)
Cash receipt from sales of current investments	3,024,105	5,020,303	3,024,105	5,020,303
Cash receipt from sales of investments in associated companies	-	117,373	-	-
Net cash receipt from sales of investments in subsidiary	85,628	-	90,000	-
Decrease (increase) in short-term loans to related parties and interest receivable	(19,006)	-	1,459,959	11,975,168
Increase in long-term loans to associated company	(850,830)	(9,734,800)	(850,830)	(9,734,800)
Decrease in long-term loans to related company	2,400	2,850	2,400	2,850
Dividend from subsidiary, associated and related companies	1,158,105	1,059,330	1,174,705	1,097,930
Increase in investments in associated companies	(281,698)	(2,476,024)	(281,498)	(2,476,024)
Increase in other long-term investments	-	(150,071)	-	(150,071)
Increase in property, plant and equipment	(791,492)	(378,133)	(735,483)	(281,049)
Increase in intangible assets	(1,302)	(363)	(802)	(280)
Proceeds from sales of property, plant and equipment	85,910	38,810	39,355	8,273
Net cash flows from (used in) investing activities	<u>(211,760)</u>	<u>(15,448,416)</u>	<u>1,338,073</u>	<u>(3,485,324)</u>
Cash flows from financing activities				
Increase (decrease) in bank overdrafts and short-term loans from financial institutions	(1,584,889)	1,787,380	(658,610)	1,642,051
Cash receipt from long-term loans	1,451,421	2,308,596	1,451,421	2,308,596
Repayment of long-term loans	(4,023,210)	(4,408,565)	(3,364,038)	(2,393,178)
Cash receipt from issuance of debentures	5,994,600	15,486,100	5,994,600	15,486,100
Repayment of debentures	(6,000,000)	(9,000,000)	(6,000,000)	(9,000,000)
Dividend payment	(423,356)	(1,101,030)	(423,356)	(1,101,030)
Dividend payment of subsidiaries	(27,220)	(45,000)	-	-
Net cash flows from (used in) financing activities	<u>(4,612,654)</u>	<u>5,027,481</u>	<u>(2,999,983)</u>	<u>6,942,539</u>
Effect of exchange rate changes on cash and cash equivalents	<u>(88,724)</u>	<u>(27,404)</u>	<u>1,084</u>	<u>4,280</u>
Net increase (decrease) in cash and cash equivalents	<u>(3,065,197)</u>	<u>3,373,889</u>	<u>(2,056,301)</u>	<u>1,557,623</u>
Cash and cash equivalents at beginning of period	11,406,173	4,666,962	8,156,486	3,730,929
Cash and cash equivalents at end of period	<u>8,340,976</u>	<u>8,040,851</u>	<u>6,100,185</u>	<u>5,288,552</u>
	-	-	-	-
Supplemental disclosures of cash flows information				
Non-cash transactions				
Write off trade receivable and long-term loans from the accounts (Note 4)	13,618,881	-	13,618,881	-
Dividend payables	423,267	-	423,267	-
Transfer equipment to construction supplies	98,004	-	98,004	-

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

(Unaudited but reviewed)

CH. Karnchang Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the nine-month period ended 30 September 2017

(Unit: Thousand Baht)

Consolidated financial statements										
Equity attributable to owners of the Company										
					Other components of equity			Total equity attributable to owners of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
	Retained earnings				Surplus (deficit)		Total of other components of shareholders' equity			
	Issued and fully paid-up share capital	Share premium	Appropriated	Unappropriated	on changes in value of					
					available-for-sale investments	Unrealised loss from cash flow hedges				
Balance as at 1 January 2016	1,693,897	4,869,410	174,890	9,781,926	4,039,534	(102,367)	3,937,167	20,457,290	398,377	20,855,667
Dividend paid (Note 22)	-	-	-	(1,101,030)	-	-	-	(1,101,030)	-	(1,101,030)
Profit for the period	-	-	-	1,660,272	-	-	-	1,660,272	29,178	1,689,450
Other comprehensive income for the period	-	-	-	21	193,147	(5,780)	187,367	187,388	(254)	187,134
Total comprehensive income for the period	-	-	-	1,660,293	193,147	(5,780)	187,367	1,847,660	28,924	1,876,584
Decrease in surplus on changes in value of available-for-sale investments	-	-	-	-	(17,886)	-	(17,886)	(17,886)	(14,634)	(32,520)
Decrease in non-controlling interests of the subsidiary from dividend payment of the subsidiary	-	-	-	-	-	-	-	-	(45,000)	(45,000)
Balance as at 30 September 2016	<u>1,693,897</u>	<u>4,869,410</u>	<u>174,890</u>	<u>10,341,189</u>	<u>4,214,795</u>	<u>(108,147)</u>	<u>4,106,648</u>	<u>21,186,034</u>	<u>367,667</u>	<u>21,553,701</u>
Balance as at 1 January 2017	1,693,897	4,869,410	174,890	10,637,166	4,155,316	(50,039)	4,105,277	21,480,640	373,683	21,854,323
Dividend paid (Note 22)	-	-	-	(846,623)	-	-	-	(846,623)	-	(846,623)
Profit for the period	-	-	-	1,595,475	-	-	-	1,595,475	30,568	1,626,043
Other comprehensive income for the period	-	-	-	-	3,218	(102,257)	(99,039)	(99,039)	(311)	(99,350)
Total comprehensive income for the period	-	-	-	1,595,475	3,218	(102,257)	(99,039)	1,496,436	30,257	1,526,693
Decrease in non-controlling interests of the subsidiaries from dividend payment of the subsidiaries	-	-	-	-	-	-	-	-	(27,220)	(27,220)
Balance as at 30 September 2017	<u>1,693,897</u>	<u>4,869,410</u>	<u>174,890</u>	<u>11,386,018</u>	<u>4,158,534</u>	<u>(152,296)</u>	<u>4,006,238</u>	<u>22,130,453</u>	<u>376,720</u>	<u>22,507,173</u>

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

(Unaudited but reviewed)

CH. Karnchang Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the nine-month period ended 30 September 2017

(Unit: Thousand Baht)

	Separate financial statements							
					Other components of equity			
					Other comprehensive income			
					Surplus (deficit)		Total	
					on changes		of shareholders'	
	Issued and fully paid-up share capital	Share premium	Retained earnings		in value of available-for-sale investments	Unrealised gain (loss) from cash flow hedges	equity	Total shareholders' equity
		Appropriated	Unappropriated					
Balance as at 1 January 2016	1,693,897	4,869,410	169,390	8,481,593	7,543,204	(5,562)	7,537,642	22,751,932
Dividend paid (Note 22)	-	-	-	(1,101,030)	-	-	-	(1,101,030)
Profit for the period	-	-	-	1,100,357	-	-	-	1,100,357
Other comprehensive income for the period	-	-	-	-	193,147	12,228	205,375	205,375
Total comprehensive income for the period	-	-	-	1,100,357	193,147	12,228	205,375	1,305,732
Balance as at 30 September 2016	<u>1,693,897</u>	<u>4,869,410</u>	<u>169,390</u>	<u>8,480,920</u>	<u>7,736,351</u>	<u>6,666</u>	<u>7,743,017</u>	<u>22,956,634</u>
Balance as at 1 January 2017	1,693,897	4,869,410	169,390	8,364,143	7,667,856	12,159	7,680,015	22,776,855
Dividend paid (Note 22)	-	-	-	(846,623)	-	-	-	(846,623)
Profit for the period	-	-	-	992,364	-	-	-	992,364
Other comprehensive income for the period	-	-	-	-	(949)	10,206	9,257	9,257
Total comprehensive income for the period	-	-	-	992,364	(949)	10,206	9,257	1,001,621
Balance as at 30 September 2017	<u>1,693,897</u>	<u>4,869,410</u>	<u>169,390</u>	<u>8,509,884</u>	<u>7,666,907</u>	<u>22,365</u>	<u>7,689,272</u>	<u>22,931,853</u>

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

CH. Karnchang Public Company Limited and its subsidiaries

Notes to interim consolidated financial statements

For the three-month and nine-month periods ended 30 September 2017

1. General information

1.1 Corporate information

CH. Karnchang Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. The major shareholder of the Company is Mahasiri Siam Company Limited, which was also incorporated in Thailand. The Company is principally engaged in the provision of construction services. The registered office of the Company is at 587 Suthisarn Road, Khwaeng Dindaeng, Khet Dindaeng, Bangkok.

1.2 Basis for preparation of interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (revised 2016) Interim Financial Reporting, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders’ equity, and cash flows in the same format as that used for the annual financial statements.

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

In February 2017, CKST Joint Venture entered into the contractual agreement for the MRT Orange Line (East Section) Project with Mass Rapid Transit Authority of Thailand. CKST Joint Venture is a joint arrangement which is treated as a joint operation between the Company and Sino-Thai Engineering and Construction Public Company Limited, with the Company having an interest of 60 percent according to the joint venture agreement.

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

1.3 Basis of consolidation

These interim consolidated financial statements have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2016. There have been no changes in the composition of the Group during the current period except that in February 2017 the Company sold all of its ordinary shares of Construction Material Supply Company Limited, as per the details described in Note 6 to the interim financial statements. The Company has excluded the financial statements of Construction Material Supply Company Limited from the consolidated financial statements since March 2017.

1.4 New financial reporting standards

During the period, the Company and its subsidiaries have adopted the revised financial reporting standards and interpretations (revised 2016) and new accounting treatment guidance which are effective for fiscal years beginning on or after 1 January 2017. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Company and its subsidiaries' financial statements. However, one standard involves changes to key principles, which are summarised below.

TAS 27 (revised 2016) Separate Financial Statements

This revised standard stipulates an additional option to account for investments in subsidiaries, joint ventures and associates in separate financial statements under the equity method, as described in TAS 28 (revised 2016) Investments in Associates and Joint Ventures. However, the entity is to apply the same accounting treatment for each category of investment. If an entity elects to account for such investments using the equity method in the separate financial statements, it has to adjust the transaction retrospectively.

This standard does not have any significant impact on the Company and its subsidiaries' financial statements because the management has decided to continue accounting for such investments under the cost method in the separate financial statements.

2. Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as were used for the financial statements for the year ended 31 December 2016.

3. Related party transactions

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

(Unit: Million Baht)

	For the three-month periods ended 30 September				Transfer pricing policy
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	
<u>Transactions with subsidiaries</u>					
(eliminated from the consolidated financial statements)					
Rental and transportation income	-	-	28	32	Close to service fee charged to third parties
Space rental and service income	-	-	1	2	Based on contracts
Interest income	-	-	31	152	Interest rates of MLR - 1.25% and MLR - 2% (2016: MLR - 1.25% and LIBOR + 3.25%)
Other income	-	-	7	3	Based on contracts and cost plus margin
Cost of construction materials and construction work	-	-	97	45	Close to prices charged by third parties
<u>Transactions with associated companies</u>					
Revenues from construction services	5,048	5,193	2,328	1,732	Based on construction contracts
Rental and transportation income	1	1	1	1	Based on contracts
Space rental and service income	3	3	3	3	Based on contracts
Interest income	163	143	163	141	Interest rates of MLR + 0.25%, MLR + 1% and 5% (2016: MLR + 0.25% and MLR + 1%)
Dividend income	-	-	275	227	As declared
Cost of construction work	-	32	-	33	Based on contracts
<u>Transactions with related parties</u>					
Revenues from construction services	66	640	66	596	Based on construction contracts
Project management income	56	-	56	-	Based on contracts and agreed between the parties
Rental and transportation income	-	2	-	2	Close to service fee charged to third parties
Space rental and service income	3	4	3	3	Based on contracts
Interest income	-	1	-	1	Interest rate at MLR - 0.01%
Dividend income	232	232	232	232	As declared
Other income	4	-	3	-	Based on contracts and cost plus margin
Cost of construction materials and construction work	55	-	55	-	Close to prices charged by third parties
Administrative expenses	-	1	-	1	Agreed between the parties

(Unaudited but reviewed)

(Unit: Million Baht)

	For the nine-month periods ended 30 September				Transfer pricing policy
	Consolidated		Separate		
	financial statements	financial statements	financial statements	financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	
<u>Transactions with subsidiaries</u>					
(eliminated from the consolidated financial statements)					
Project management income	-	-	1	1	Based on contracts
Rental and transportation income	-	-	90	97	Close to service fee charged to third parties
Space rental and service income	-	-	5	6	Based on contracts
Interest income	-	-	98	665	Interest rates of MLR - 1.25% and MLR - 2% (2016: MLR - 1.25% and LIBOR + 3.25%)
Dividend income	-	-	33	55	As declared
Other income	-	-	17	10	Based on contracts and cost plus margin
Cost of construction materials and construction work	-	-	268	223	Close to prices charged by third parties
<u>Transactions with associated companies</u>					
Revenues from construction services	17,812	28,644	6,618	7,870	Based on construction contracts
Project management income	-	1	-	1	Based on contracts
Rental and transportation income	1	1	1	1	Based on contracts
Space rental and service income	9	9	9	9	Based on contracts
Interest income	512	147	511	141	Interest rates of MLR + 0.25%, MLR + 1% and 5% (2016: MLR + 0.25% and MLR + 1%)
Dividend income	-	-	677	578	As declared
Other income	-	1	-	1	Based on contracts and cost plus margin
Cost of construction work	-	89	-	87	Based on contracts
<u>Transactions with related parties</u>					
Revenues from construction services	488	1,405	488	1,315	Based on construction contracts
Project management income	101	-	101	-	Based on contracts and agreed between the parties
Rental and transportation income	3	4	3	4	Close to service fee charged to third parties
Space rental and service income	11	11	11	10	Based on contracts
Interest income	-	1	-	1	Interest rate at MLR - 0.01%
Dividend income	464	464	464	464	As declared
Other income	7	-	6	-	Based on contracts and cost plus margin
Cost of construction materials and construction work	157	4	157	2	Close to prices charged by third parties and based on contracts
Administrative expenses	1	1	1	1	Agreed between the parties
Dividend payment	27	45	-	-	As declared

(Unaudited but reviewed)

The balances of the accounts as at 30 September 2017 and 31 December 2016 between the Company and those related parties are as follows:

a) Trade accounts receivable - related parties (Note 4)

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
		(Audited)		(Audited)
Construction contract receivables				
Subsidiary	-	-	285,522	285,522
Joint arrangements	-	5,424	-	5,424
Associated companies				
- Bangkok Expressway and Metro Public Company Limited	244,205	79,903	244,205	79,903
- Xayaburi Power Company Limited	939,544	2,520,182	-	-
- Bangpa-in Cogeneration Limited	123,846	23,710	123,846	23,710
- Nam Ngum 2 Power Company Limited	25,546	99,004	-	-
	<u>1,333,141</u>	<u>2,722,799</u>	<u>368,051</u>	<u>103,613</u>
Related parties (common directors)				
- TTW Public Company Limited	-	189,987	-	189,987
- Other related companies and related parties	58	127	-	-
	<u>58</u>	<u>190,114</u>	<u>-</u>	<u>189,987</u>
Total construction contract receivables	<u>1,333,199</u>	<u>2,918,337</u>	<u>653,573</u>	<u>584,546</u>
Retention as per contracts				
Joint arrangement	408	7,117	408	7,117
Associated companies				
- Bangkok Expressway and Metro Public Company Limited	1,660	56,646	1,660	56,646
- Northern Bangkok Expressway Company Limited	1,279	1,279	1,279	1,279
	<u>2,939</u>	<u>57,925</u>	<u>2,939</u>	<u>57,925</u>
Related parties (common directors)				
- Bangpa-in Land Company Limited	29,618	33,217	29,618	33,217
- TTW Public Company Limited	-	6,906	-	6,906
- Saha Tokyu Corporation Company Limited	9,241	9,241	-	-
	<u>38,859</u>	<u>49,364</u>	<u>29,618</u>	<u>40,123</u>
Total retention as per contracts	<u>42,206</u>	<u>114,406</u>	<u>32,965</u>	<u>105,165</u>
Total trade accounts receivable - related parties	<u>1,375,405</u>	<u>3,032,743</u>	<u>686,538</u>	<u>689,711</u>

(Unaudited but reviewed)

b) Other receivables - related parties (Note 4)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2017	2016	2017	2016
		(Audited)		(Audited)
Receivables from sales of construction materials and others				
Subsidiaries	-	-	2,666,014	2,515,578
Joint arrangements	185,712	45,321	185,712	45,321
Associated companies	21,427	1,395	331	566
Related parties (common directors)				
- Expert Transport Company Limited	4,319	11,727	4,319	11,727
- Other related companies and related parties	565	2,623	560	2,623
	<u>4,884</u>	<u>14,350</u>	<u>4,879</u>	<u>14,350</u>
Other joint operators				
- Bilfinger Berger AG	8,108	8,108	8,108	8,108
	<u>8,108</u>	<u>8,108</u>	<u>8,108</u>	<u>8,108</u>
Total other receivables - related parties	<u>220,131</u>	<u>69,174</u>	<u>2,865,044</u>	<u>2,583,923</u>

c) Advance payment to subcontractor - related party

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2017	2016	2017	2016
		(Audited)		(Audited)
Subsidiary	-	-	30,286	50,096

(Unaudited but reviewed)

d) Short-term loans to related parties and interest receivable

These loans carry interest rates at LIBOR plus a stipulated margin, MLR minus a stipulated margin and 5 percent per annum and are due at call. Loans to Joint Venture BBCD are granted with a condition waiving interest and are to be paid on the earlier of (a) the date the Joint Venture BBCD receives compensation for additional costs from the Expressway Authority of Thailand and (b) when the Company calls the loan.

As at 30 September 2017 and 31 December 2016, the balances of short-term loans to related parties and interest receivable between the Company and those related parties and the movement are as follows:

(Unit: Thousand Baht)

		Consolidated financial statements			
Loans to	Related by	Balance as at 31 December 2016	Increase during the period	Decrease during the period	Balance as at 30 September 2017
(Audited)					
Joint Venture BBCD	Joint operation	283,913	-	-	283,913
Kamala Senior Living Company Limited	Associated company	-	19,006	-	19,006
		<u>283,913</u>	<u>19,006</u>	<u>-</u>	<u>302,919</u>

(Unit: Thousand Baht)

		Separate financial statements			
Loans to	Related by	Balance as at 31 December 2016	Increase during the period	Decrease during the period	Balance as at 30 September 2017
(Audited)					
- Construction Material Supply Company Limited	Subsidiary	20,651	6,073	(26,724)	-
- CH. Karnchang (Lao) Company Limited	Subsidiary	4,154,845	-	(1,396,653)	2,758,192
- Prasertwit Construction Limited Partnership	Subsidiary	42,655	178	(42,833)	-
- Joint Venture BBCD	Joint operation	3,726,253	-	-	3,726,253
		<u>7,944,404</u>	<u>6,251</u>	<u>(1,466,210)</u>	<u>6,484,445</u>
Less: Allowance for doubtful accounts		<u>(3,442,340)</u>			<u>(3,442,340)</u>
		<u>4,502,064</u>			<u>3,042,105</u>

e) Long-term loans to associated company and interest receivable

As at 30 September 2017 and 31 December 2016, the balances of long-term loans to associated company and interest receivable between the Company and the associated company and the movement are as follows:

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	Balance as at 31 December 2016 (Audited)	Increase during the period	Decrease during the period	Balance as at 30 September 2017
Loans:				
- Xayaburi Power Company Limited	10,055,430	850,830	-	10,906,260
Interest receivable:				
- Xayaburi Power Company Limited	304,280	511,050	-	815,330
	<u>10,359,710</u>	<u>1,361,880</u>	<u>-</u>	<u>11,721,590</u>

On 16 May 2016, a meeting of the Company's Board of Directors passed a resolution to provide financial support to Xayaburi Power Company Limited (an associated company of CK Power Public Company Limited), and on 17 May 2016, the Company entered into a Sponsor Loan Agreement under which it will provide loans of Baht 13,547 million to that company to fund additional construction work on the Xayaburi Hydroelectric Power Project. The loans are to carry interest at the Minimum Loan Rate plus 0.25 percent (MLR + 0.25%) per annum during the construction period and the Minimum Loan Rate (MLR) from the Commercial Operation Date (within the year 2019). The loans are to be repaid in accordance with the loan repayment schedule for the loans from the financial institutions for this project and full settlement is to be made no later than 2031, however, that the payment of interest and principal will be subject to the cash flows available to the shareholders after fulfillment of all conditions stipulated in the long-term loan agreements.

As at 30 September 2017, Xayaburi Power Company Limited has drew Baht 10,906 million of these loans from the Company.

(Unaudited but reviewed)

f) Long-term loans to related company and interest receivable

The loan is subject to interest at the Minimum Loan Rate less 0.01 percent (MLR - 0.01%) per annum and due for repayment after Nakhon Ratchasima Solar Company Limited has paid all indebtedness under the loan agreement from a financial institution.

As at 30 September 2017 and 31 December 2016, the balances of long-term loans to related company and interest receivable between the Company and the related company and the movement are as follows:

(Unit: Thousand Baht)

	Consolidated and separate financial statements			
	Balance as at 31 December 2016 (Audited)	Increase during the period	Decrease during the period	Balance as at 30 September 2017
Loans:				
- Nakhon Ratchasima Solar Company Limited	8,700	-	(2,400)	6,300
Interest receivable:				
- Nakhon Ratchasima Solar Company Limited	553	313	(553)	313
	<u>9,253</u>	<u>313</u>	<u>(2,953)</u>	<u>6,613</u>

g) Trade accounts payable - related parties (Note 11)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	30 September 2017	31 December 2016 (Audited)	30 September 2017	31 December 2016 (Audited)
Subsidiaries	-	-	111,257	103,861
Joint arrangements	27	87	27	86
Associated company	-	12,840	-	12,840
Related parties (common directors)				
- TTW Public Company Limited	299	105	299	105
- Other related companies and related parties	139	115	139	109
	<u>438</u>	<u>220</u>	<u>438</u>	<u>214</u>
Other joint operators				
- CH. Thawee Construction Company Limited	46,733	16,105	46,733	16,105
- Krungthon Engineers Company Limited	-	96	-	96
- Sino-Thai Engineering and Construction Public Company Limited	15,245	-	15,245	-
	<u>61,978</u>	<u>16,201</u>	<u>61,978</u>	<u>16,201</u>
Total trade accounts payable - related parties	<u>62,443</u>	<u>29,348</u>	<u>173,700</u>	<u>133,202</u>

(Unaudited but reviewed)

h) Amounts due to related parties (Note 11)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
		(Audited)		(Audited)
Other payables				
Associated company				
- Bangkok Expressway and Metro Public Company Limited	-	1,029,562	-	1,029,562
Other joint operator				
- Bilfinger Berger AG	20,017	20,017	20,017	20,017
Total other payables	20,017	1,049,579	20,017	1,049,579
Payable from purchase of investment				
Associated company				
- Bangkok Expressway and Metro Public Company Limited	-	769,741	-	769,741
Total amounts due to related parties	20,017	1,819,320	20,017	1,819,320

i) Advances received from employers - related parties

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
		(Audited)		(Audited)
Associated companies				
- Bangkok Expressway and Metro Public Company Limited	30,044	3,906	30,044	3,906
- Nam Ngum 2 Power Company Limited	-	89,235	-	-
	30,044	93,141	30,044	3,906
Related company (common directors)				
- TTW Public Company Limited	-	8,948	-	8,948
Total advances received from employers - related parties	30,044	102,089	30,044	12,854

j) Retention for construction - related parties

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
		(Audited)		(Audited)
Subsidiary	-	-	18,822	11,797
Other joint operators				
- CH. Thawee Construction Company Limited	13,431	2,364	13,431	2,364
- Krungthon Engineers Company Limited	408	7,700	408	7,700
Total retention for construction - related parties	13,839	10,064	32,661	21,861

(Unaudited but reviewed)

Directors and management's benefits

During the three-month and nine-month periods ended 30 September 2017 and 2016, the Company and its subsidiaries had employee benefit expenses payable to their directors and management as below.

(Unit: Thousand Baht)

	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Short-term employee benefits	34,883	36,109	28,009	28,066
Post-employment benefits	1,227	1,477	1,085	1,167
Total	<u>36,110</u>	<u>37,586</u>	<u>29,094</u>	<u>29,233</u>

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Short-term employee benefits	125,098	137,212	102,751	113,897
Post-employment benefits	3,681	4,213	3,255	3,500
Total	<u>128,779</u>	<u>141,425</u>	<u>106,006</u>	<u>117,397</u>

Guarantee obligations with related parties

The Company has outstanding guarantee obligations with its related parties, as described in Note 23.4 to the interim financial statements.

(Unaudited but reviewed)

4. Trade and other receivables

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
		(Audited)		(Audited)
<u>Trade receivables - related parties</u>				
Aged on the basis of due dates				
Not yet due	1,217,247	1,531,382	252,099	255,689
Past due				
Up to 3 months	115,952	1,386,955	115,952	43,335
3 - 6 months	-	-	-	-
6 - 12 months	-	-	-	-
Over 12 months	-	-	285,522	285,522
Total trade receivables - related parties	1,333,199	2,918,337	653,573	584,546
Retention receivable as per contract	42,206	114,406	32,965	105,165
Total	1,375,405	3,032,743	686,538	689,711
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	1,772,892	3,545,208	1,432,055	3,336,217
Past due				
Up to 3 months	237,641	35,313	222,218	-
3 - 6 months	1,874	499	-	-
6 - 12 months	-	6,741	-	6,741
Over 12 months	218,132	225,051	218,132	216,021
Total	2,230,539	3,812,812	1,872,405	3,558,979
Less: Allowance for doubtful debts	-	(9,030)	-	-
Total trade receivables - unrelated parties, net	2,230,539	3,803,782	1,872,405	3,558,979
Retention receivable as per contract	317,294	209,838	255,975	143,382
Total	2,547,833	4,013,620	2,128,380	3,702,361
Total trade receivable - net	3,923,238	7,046,363	2,814,918	4,392,072
<u>Other receivables</u>				
Other receivables - related parties	220,131	69,174	2,865,044	2,583,923
Other receivables - unrelated parties	3,919	224,917	11	211,956
Accrued income	532,331	579,458	532,013	579,140
Interest receivable	81	220	69	174
Total other receivables	756,462	873,769	3,397,137	3,375,193
Total trade and other receivables - net	4,679,700	7,920,132	6,212,055	7,767,265

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated and separate
financial statements

30 September 2017	31 December 2016
	(Audited)
-	14,095,406

Long-term trade accounts receivable

Unrelated party

Long-term trade receivable - unrelated party

The balances represent construction contract receivables from the Agreement for Project Management, as well as for Supply and Installation of M&E Systems in the MRT Purple Line Project which the Company, as the contractor, signed with Bangkok Expressway and Metro Public Company Limited. This construction work is a part of Phase I of the Concession Agreement of the MRT Chalong Ratchadham Line Project (the MRT Purple Line Project).

The Company performs construction works and records construction receivable on a percentage of completion basis, to the extent that the Mass Rapid Transit Authority of Thailand (“MRTA”) has already issued acceptance certificates. All construction contract receivables are due for billing on the date of the letter of Commissioning Certificate for operation on the MRT Purple Line Project, and the Company will receive payment for the work on a monthly basis, when Bangkok Expressway and Metro Public Company Limited receives compensation from the MRTA. Bangkok Expressway and Metro Public Company Limited entered into an agreement to assign the proceeds under the agreement made with the MRTA to the Company, for use as collateral with the lender banks.

On 6 August 2016, the Company completed the construction works and delivered the project to the owner. The Company will receive payment for the work on a monthly basis as agreed under the construction contract.

In August 2017, the Company issued a letter notifying Bangkok Expressway and Metro Public Company Limited to assign all of its rights of claim under Phase I of the Concession Agreement of the MRT Chalong Ratchadham Line Project (the MRT Purple Line Project) to the group of lenders. The balance of trade receivable to be thus assigned (excluding VAT) was approximately Baht 13,619 million.

(Unaudited but reviewed)

On 29 September 2017, the Company entered into an agreement with Bangkok Expressway and Metro Public Company Limited and the group of lenders, to assign all rights of claim under the Concession Agreement of this project. According to the provisions of the law, this transfer gives the group of lenders the status of lenders of Bangkok Expressway and Metro Public Company Limited, instead of the Company, with a loan balance of Baht 13,619 million. The group of lenders issued a letter dated 29 September 2017 notifying the Company of its release from all of its obligations and duties to the group of lenders under the Credit Facilities Agreement, including all collaterals.

Therefore, on 29 September 2017, the Company wrote off these trade receivable and long-term loans from financial institutions, amounting to Baht 13,619 million and Baht 13,619 million, respectively, from its accounts.

5. Restricted bank deposits

The outstanding balances represent bank deposit accounts which have been pledged with banks to secure the issuance of bank guarantees for electricity utilisation, bidding, issuance of other bank guarantees, letters of credit opened for the Company, and as a guarantee of credit facilities of a subsidiary.

(Unaudited but reviewed)

6. Investments in subsidiaries

(Unit: Thousand Baht)

Company's name	Separate financial statements						Dividend received during the nine-month periods ended 30 September	
	Paid-up capital		Shareholding percentage		Cost		2017	2016
	30 September 2017	31 December 2016	30 September 2017	31 December 2016	30 September 2017	31 December 2016		
		(Audited)	(%)	(%)		(Audited)		
Construction Material Supply Company Limited	-	100,000	-	99.99	-	99,999	-	-
CH. Karnchang Realestate Company Limited	160,000	160,000	99.00	99.00	158,400	158,400	-	-
CH. Karnchang-Tokyu Construction Company Limited	100,000	100,000	55.00	55.00	55,000	55,000	33,000	55,000
CH. Karnchang (Lao) Company Limited (paid-up share capital of USD 1,000,000)	39,636	39,636	100.00	100.00	39,636	39,636	-	-
Total					253,036	353,035	33,000	55,000
Less: Allowance for loss on investments in subsidiaries					(1,559)	(1,559)		
Total investments in subsidiaries - net					251,477	351,476		

Construction Material Supply Company Limited

In February 2017, the Company sold all 999,992 ordinary shares of Construction Material Supply Company Limited to a third party company, representing 99.99 percent of the registered capital of such company, at a price of approximately Baht 90 per share, or for a total of Baht 90 million. The Company recorded a gain on the sale of the investment in the subsidiary of approximately Baht 39 million in profit or loss in the consolidated financial statement for the first quarter of 2017 (Separate financial statement: recorded a loss on the sale of the investment in such subsidiary of approximately Baht 9.99 million under administrative expenses). The Company has therefore excluded the financial statements of Construction Material Supply Company Limited from the consolidated financial statements since March 2017.

Total assets, total liabilities and cash and cash equivalents of Construction Material Supply Company Limited as at the date when the Company ceases its control in that company were Baht 117 million, Baht 61 million and Baht 4 million, respectively.

(Unaudited but reviewed)

7. Investments in associated companies

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Consolidated financial statements							
			Shareholding percentage		Cost		Carrying amounts based on equity method		Fair value ⁽¹⁾	
			30 September	31 December	30 September	31 December	30 September	31 December	30 September	31 December
			2017	2016	2017	2016	2017	2016	2017	2016
			(%)	(%)		(Audited)		(Audited)		(Audited)
Bangkok Expressway and Metro Public Company Limited (29.98 percent held by the Company and 0.89 percent indirectly held by a subsidiary (31 December 2016: 29.73 percent held by the Company and 0.89 percent indirectly held by a subsidiary))	Construction and management of the expressway, the operation of metro services and commercial development	Thailand	30.87	30.62	18,784,081	18,502,583	16,491,597	16,197,948	37,986,193	34,643,634
CK Power Public Company Limited	Making investment in other companies	Thailand	28.77	28.77	4,798,487	4,798,487	3,166,372	3,238,389	7,548,181 ⁽²⁾	7,505,775 ⁽²⁾
Kamala Senior Living Company Limited (19.80 percent indirectly held by a subsidiary)	Development and management of elderly residential project	Thailand	19.80	-	200	-	45	-	- ⁽³⁾	-
Total					23,582,768	23,301,070	19,658,014	19,436,337	45,534,374	42,149,409

⁽¹⁾ Fair value is based on the latest bid price of the last working day of December 2016 and September 2017 as quoted on the Stock Exchange of Thailand.

⁽²⁾ This fair value excludes the fair values of warrants amounting to Baht 287 million (31 December 2016: Baht 305 million).

⁽³⁾ There is no fair value because the Company's shares are not traded on the Stock Exchange of Thailand.

(Unaudited but reviewed)

(Unit: Thousand Baht)

Separate financial statements														
Company's name	Nature of business	Country of incorporation	Shareholding percentage		Cost		Allowance for loss on investments		Carrying amounts based on cost method - net		Fair value ⁽¹⁾		Dividend received during nine-month periods ended 30 September	
			30 September 2017	31 December 2016	30 September 2017	31 December 2016	30 September 2017	31 December 2016	30 September 2017	31 December 2016	30 September 2017	31 December 2016	2017	2016
			(%)	(%)		(Audited)		(Audited)		(Audited)		(Audited)		
Bangkok Expressway and Metro Public Company Limited	Construction and management of the expressway, the operation of metro services and commercial development	Thailand	29.98	29.73	18,069,796	17,788,298	(299,928)	(299,928)	17,769,868	17,488,370	36,886,081	33,632,350	549,855	528,589
CK Power Public Company Limited	Making investment in other companies	Thailand	28.77	28.77	4,798,487	4,798,487	-	-	4,798,487	4,798,487	7,548,181 ⁽²⁾	7,505,775 ⁽²⁾	127,216	49,713
Total					22,868,283	22,586,785	(299,928)	(299,928)	22,568,355	22,286,857	44,434,262	41,138,125	677,071	578,302

⁽¹⁾ Fair value is based on the latest bid price of the last working day of December 2016 and September 2017 as quoted on the Stock Exchange of Thailand.

⁽²⁾ This fair value excludes the fair values of warrants amounting to Baht 287 million (31 December 2016: Baht 305 million).

Bangkok Expressway and Metro Public Company Limited

In March 2017, the Company purchased 37 million ordinary shares of Bangkok Expressway and Metro Public Company Limited amounting to Baht 281 million, as a result, its interest in the equity of such company increased from 29.73 percent to 29.98 percent.

The Company is subject to restrictions on the sale, transfer or creation of obligations with respect to some share certificates for its investment in Bangkok Expressway and Metro Public Company Limited, in compliance with a condition of the Company's long-term loans and debentures.

A subsidiary has pledged some of the share certificates for its investment in Bangkok Expressway and Metro Public Company Limited with a bank to secure its short-term loans from the bank.

CK Power Public Company Limited

The Company has, at no cost, 586.3 million warrants to purchase newly issued ordinary shares of the associate at a ratio of 1 warrant to 1 ordinary share, with an exercise price of Baht 6 per share. The warrants have an exercise period of 5 years and are exercisable on the last business day of each quarter over the term of the warrants. The first and the last exercise dates are 30 September 2015 and 28 May 2020, respectively.

(Unaudited but reviewed)

8. Other long-term investments

(Unit: Thousand Baht)

	Consolidated financial statements			Separate financial statements		
	Shareholding percentage	Investments		Shareholding percentage	Investments	
		30 September 2017	31 December 2016		30 September 2017	31 December 2016
Percent		(Audited)	Percent		(Audited)	
<u>Investments in available-for-sale - related</u>						
<u>company</u>						
TTW Public Company Limited	19.40	5,810,452	5,810,452	19.40	1,255,736	1,255,736
Add: Unrealised gain on changes in value of investments		2,472,180	2,472,180		7,026,896	7,026,896
		8,282,632	8,282,632		8,282,632	8,282,632
<u>Other investments - other companies</u>						
Bangkok Tokyu Department Store Company Limited	19.00	2,280	2,280	-	-	-
Kruasakul Company Limited	10.14	43,750	43,750	10.14	43,750	43,750
The Bangkok Club Company Limited	0.57	3,000	3,000	0.57	3,000	3,000
Chanthaburi Country Club Company Limited	0.25	2,708	2,708	0.25	2,708	2,708
Saha Tokyu Corporation Company Limited	5.00	16,600	16,600	-	-	-
		68,338	68,338		49,458	49,458
Less: Provision for loss on diminution in value of investments		(43,750)	(43,750)		(43,750)	(43,750)
		24,588	24,588		5,708	5,708
<u>Investments in held-to-maturity debt</u>						
<u>securities</u>						
Subordinated Debentures of Bangkok Bank Public Company Limited No. 1/2012		5,000	5,000		5,000	5,000
		5,000	5,000		5,000	5,000
Other long-term investments, net		8,312,220	8,312,220		8,293,340	8,293,340

(Unaudited but reviewed)

9. Property, plant and equipment

Movements of the property, plant and equipment account during the nine-month period ended 30 September 2017 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2017	8,609,985	5,527,676
Acquisitions during period - at cost	710,010	665,040
Disposals/write off during period - net book value at disposal/write off date	(74,647)	(8,822)
Disposal of the subsidiary during the period - net book value at disposal date	(72,050)	-
Depreciation for period	(711,895)	(279,159)
Reclassification/transfer out	(209,785)	(104,767)
Net book value as at 30 September 2017	<u>8,251,618</u>	<u>5,799,968</u>

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

Bank overdrafts and short-term loans from financial institutions as at 30 September 2017 and 31 December 2016 are comprised of:

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
		(Audited)		(Audited)
Short-term loans from banks	2,635,000	3,805,978	2,580,000	3,805,978
Trust receipts	1,283,239	2,535,556	210,334	459,978
Bills of exchange	4,007,012	3,190,000	4,007,012	3,190,000
Total	<u>7,925,251</u>	<u>9,531,534</u>	<u>6,797,346</u>	<u>7,455,956</u>

Parts of the short-term loans from financial institutions of the Company are secured by the transfer of rights over collection of revenues from construction projects.

(Unaudited but reviewed)

Bank overdrafts and short-term loans from financial institutions of subsidiaries are secured by certain saving deposits of a subsidiary, certain share certificates of Bangkok Expressway and Metro Public Company Limited owned by a subsidiary, the transfer of the rights over saving deposits of a subsidiary, the transfer of rights over receipt of payment under construction contracts of subsidiaries, the transfer of bank guarantees provided by subcontractors and are guaranteed by the Company and subsidiaries' shareholders.

Trust receipts of subsidiaries are guaranteed by the Company.

11. Trade and other payables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2017	2016	2017	2016
		(Audited)		(Audited)
Trade payables - related parties	62,443	29,348	173,700	133,202
Trade payables - unrelated parties	4,781,990	3,942,125	2,693,408	2,446,227
Amounts due to related parties	20,017	1,819,320	20,017	1,819,320
Accrued interest expenses	172,808	182,163	172,808	181,992
Accrued expenses	393,285	450,729	218,361	293,638
Accrued dividend	423,267	-	423,267	-
Other payables	32,598	17,283	31,302	13,277
Total trade and other payables	<u>5,886,408</u>	<u>6,440,968</u>	<u>3,732,863</u>	<u>4,887,656</u>

12. Long-term loans

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2017	2016	2017	2016
		(Audited)		(Audited)
Long-term loans	3,006,288	19,179,021	3,006,288	18,534,981
Less: Current portion	<u>(1,858,030)</u>	<u>(4,547,791)</u>	<u>(1,858,030)</u>	<u>(3,903,751)</u>
Long-term loans - net of current portion	<u>1,148,258</u>	<u>14,631,230</u>	<u>1,148,258</u>	<u>14,631,230</u>

(Unaudited but reviewed)

Movements in the long-term loans account during the nine-month period ended 30 September 2017 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	<u>financial statements</u>	<u>financial statements</u>
Balance as at 1 January 2017	19,211,200	18,552,028
Add: Additional borrowings during the period	1,451,421	1,451,421
Less: Repayment during the period	(4,023,210)	(3,364,038)
Less: Assignment during the period ⁽¹⁾	(13,618,881)	(13,618,881)
Less: Deferred front end fees	(14,242)	(14,242)
Balance as at 30 September 2017	<u>3,006,288</u>	<u>3,006,288</u>

⁽¹⁾As described in Note 4 to the interim financial statements, on 29 September 2017 the Company assigned its obligations to make payment of a long-term loan of Baht 13,619 million from a financial institution to Bangkok Expressway and Metro Public Company Limited, in accordance with the agreement assigning all rights of claim under Phase I of the Concession Agreement of the MRT Chalong Ratchadham Line Project (the MRT Purple Line Project) and letters received from the group of lenders notifying the Company of its release from all of its obligations and duties to the group of lenders under the Credit Facilities Agreement, including collaterals.

Under the loan agreement, the Company is required to comply with the same conditions and restrictions as those applicable for the Company's debentures (as described in Note 13) and to maintain a certain debt to equity ratio.

13. Debentures

	(Unit: Thousand Baht)	
	Consolidated and separate	
	<u>financial statements</u>	
	<u>30 September 2017</u>	<u>31 December 2016</u>
Debentures	28,480,793	28,479,667 (Audited)
Less: Current portion of debentures	(2,000,000)	(2,000,000)
Debentures, net of current portion	<u>26,480,793</u>	<u>26,479,667</u>

All debentures of the Company are unsecured, registered, senior debentures with trustees and with a par value of Baht 1,000 each. The interest is payable every 3 months or 6 months in accordance with the conditions of each debentures issuance.

(Unaudited but reviewed)

The conditions of the debentures include covenants that, among other things, prohibit the Company from selling, transferring or creating any commitments with respect to some share certificates for its investment in an associated company and some plots of land of the Company, and require it to maintain a certain debt to equity ratio.

Movements in the debentures account during the nine-month period ended 30 September 2017 are summarised below.

	(Unit: Thousand Baht)
	Consolidated and separate financial statements
Balance as at 1 January 2017	28,500,000
Add: Issuance of debentures during the period	6,000,000
Less: Repayment debentures during the period	(6,000,000)
	<hr/> 28,500,000
Less: Deferred debenture issuing costs	(19,207)
Balance as at 30 September 2017	<hr/> <hr/> 28,480,793

In April 2017, the Company redeemed Baht 2,000 million of debentures that had terms of 4 years 9 months and coupon rate of 5.5 percent per annum.

On 26 May 2017, the Company issued and offered debentures as follows:

- a) Debenture No. 1/2017 Tranche 1: 2,250,000 units or a total of Baht 2,250 million, with a term of 4 years, and bearing interest at a rate of 2.97 percent per annum.
- b) Debenture No. 1/2017 Tranche 2: 1,600,000 units, or a total of Baht 1,600 million, with a term of 7 years, and bearing interest at a rate of 3.80 percent per annum.
- c) Debenture No. 1/2017 Tranche 3: 1,150,000 units, or a total of Baht 1,150 million, with a term of 10 years, and bearing interest at a rate of 4.19 percent per annum.
- d) Debenture No. 1/2017 Tranche 4: 1,000,000 units, or a total of Baht 1,000 million, with a term of 12 years, and bearing interest at a rate of 4.32 percent per annum.

In June 2017, the Company redeemed Baht 4,000 million of debentures that had terms of 2 years 3 months and coupon rate of 4.16 percent per annum.

14. Provision for long-term employee benefits

Provision for long-term employee benefits as at 30 September 2017, which is compensations on employees' retirement, was as follows:

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
Defined benefit obligation at 1 January 2017	612,159	299,557
Current service cost and interest cost	131,372	74,133
Benefits paid during the period	(28,814)	(7,240)
Decrease from disposal of the subsidiary during the period	(9,274)	-
Provisions for long-term employee benefits at 30 September 2017	705,443	366,450

15. Accounts receivable - claims for additional costs

Accounts receivable - claims for additional costs represents receivable arising from claims lodged by Joint Venture BBCD since 2000 for payment of additional construction costs by the Expressway Authority of Thailand (the employer), which are in the legal process. On 15 September 2011, the Civil Court handed down a judgment ruling that the employer was to pay the Joint Venture BBCD Baht 1,750 million (per the Company's interest in the joint operation) together with interest at a rate of 7.5 percent per annum on the principal from 15 February 2007 to the date that employer pays the debt to the Joint Venture BBCD. The employer and the Joint Venture BBCD appealed the ruling to the Appeal Court.

On 27 December 2013, the Appeal Court overturned the judgment made in favor of the Joint Venture BBCD. Subsequently, in February 2014 the joint venture filed an appeal with the Supreme Court, petitioning it to enforce the employer's payment of all additional costs and accrued interest until payment is made.

Subsequently, on 22 June 2017, the Supreme Court affirmed the judgment of the Appeal Court in favor of the Joint Venture BBCD. Currently, the Company is in the process of exploring legal means and issues in order to continue with the lawsuit, and has assigned a team of legal consultants to study means to proceed with the case to be presented to the management for consideration in the near future.

16. Assets and liabilities in foreign currencies

As at 30 September 2017 and 31 December 2016, the balances of the net assets (liabilities) of the Company and its subsidiaries outstanding in foreign currencies, were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
US Dollar (Million USD)	(11)	(32)	6	-
Euro (Million Euros)	2	(3)	2	(2)
Japanese Yen (Million Yen)	105	-	105	-

17. Derivative financial instruments**Foreign exchange contracts**

As at 30 September 2017 and 31 December 2016, the outstanding foreign exchange contracts of the Company and its subsidiary are summarised below.

30 September 2017				
Foreign currency	Bought amount (Million)	Contractual exchange rate - Bought (Baht per 1 foreign currency unit)	Contractual Maturity date	Fair value Gain (loss) (Million Baht)
<u>The Company</u>				
US Dollar	17	33.88 - 35.48	October 2017 to February 2020	(11)
Euro	49	37.36 - 39.53	October 2017 to July 2018	39
<u>Subsidiary</u>				
US Dollar	55	34.99 - 35.07	October 2017 to March 2020	(103)
31 December 2016				
Foreign currency	Bought amount (Million)	Contractual exchange rate - Bought (Baht per 1 foreign currency unit)	Contractual Maturity date	Fair value Gain (Million Baht)
<u>The Company</u>				
US Dollar	7	33.39 - 35.48	January 2017 to August 2017	15
<u>Subsidiary</u>				
US Dollar	15	34.94 - 34.99	February 2017 to November 2017	14

The Company and its subsidiary use foreign exchange contracts to hedge cash flow risk arising from changes in foreign exchange rates.

During the three-month and nine-month periods ended 30 September 2017, the Company and its subsidiary recognised an unrealised loss of approximately Baht 57 million and Baht 75 million (net of income tax), respectively, as a result of changes in the fair value of foreign exchange contracts in other comprehensive income.

Interest rate swap agreements

The Company entered into interest rate swap agreements with a local commercial bank to manage risk associated with some of its debentures, carrying interest at fixed rates. As at 30 September 2017, the Company has interest rate swap agreements for a total notional amount of debentures of Baht 1,000 million, to swap fixed interest rate of 5.4 percent per annum to the Minimum Loan Rate minus stipulated margins (MLR - margin) per annum. The interest rate swap agreements terminate in July 2018.

18. Income tax

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

Income tax expenses for the three-month and nine-month periods ended 30 September 2017 and 2016 are made up as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Current income tax:				
Interim corporate income tax charge	21,374	9,156	15,776	6,265
Deferred tax:				
Relating to origination and reversal of temporary differences	(3,611)	(1,477)	(3,825)	(1,327)
Income tax expenses reported in the statements of comprehensive income	<u>17,763</u>	<u>7,679</u>	<u>11,951</u>	<u>4,938</u>

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September			
	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Current income tax:				
Interim corporate income tax charge	68,439	111,482	55,009	96,763
Deferred tax:				
Relating to origination and reversal of temporary differences	(7,214)	13,568	(9,301)	13,571
Income tax expenses reported in the statements of comprehensive income	<u>61,225</u>	<u>125,050</u>	<u>45,708</u>	<u>110,334</u>

(Unaudited but reviewed)

The amounts of income tax relating to each component of other comprehensive income for the three-month and nine-month periods ended 30 September 2017 and 2016 are as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Deferred tax relating to				
Gain (loss) on changes in value of				
available-for-sale investments	15,456	(44,591)	15,456	(44,591)
Unrealised loss from cash flow hedges	(4,931)	(3,030)	(4,931)	(3,030)
	<u>10,525</u>	<u>(47,621)</u>	<u>10,525</u>	<u>(47,621)</u>

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Deferred tax relating to				
Gain (loss) on changes in value of				
available-for-sale investments	(237)	48,286	(237)	48,286
Unrealised gain from cash flow hedges	2,551	3,057	2,551	3,057
	<u>2,314</u>	<u>51,343</u>	<u>2,314</u>	<u>51,343</u>

19. Earnings per share

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

20. Contracts in progress

As at 30 September 2017, the aggregate amount of construction cost incurred and recognised profits or losses to date for contracts in progress of the Company and its subsidiaries was approximately Baht 184,965 million (31 December 2016: Baht 156,774 million) (Separate financial statements: Baht 99,727 million (31 December 2016: Baht 84,567 million)), gross amounts due from customers for contracts in progress were approximately Baht 7,901 million (31 December 2016: Baht 4,949 million) (Separate financial statements: Baht 4,956 million (31 December 2016: Baht 3,211 million)), and gross amounts due to customers for contracts in progress were approximately Baht 1,811 million (31 December 2016: Baht 3,110 million) (Separate financial statements: Baht 1,520 million (31 December 2016: Baht 2,299 million)).

(Unaudited but reviewed)

21. Segment information

The Group is principally engaged in construction and provision of related services, and investment in infrastructure. During the current period, the Group has not changed the organisation of its reportable segments.

Inter-segment revenues are eliminated on consolidation.

Operating segment information for the three-month and nine-month periods ended 30 September 2017 and 2016 are as follows:

(Unit: Million Baht)

For the three-month periods ended 30 September	Construction and related service segment		Investment in infrastructure business segment		Consolidated	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
	Revenue					
Revenue from external customers	8,828	8,556	518	465	9,346	9,021
Depreciation and amortisation	231	208	-	-	231	208
Administrative expenses	450	562	38	54	488	616
Interest expenses	163	209	174	166	337	375
Segment operating profit (loss)	175	(45)	480	387	655	342
Unallocated income and expenses:						
Income tax expenses					(18)	(8)
Profit for the period					637	334

(Unit: Million Baht)

For the nine-month periods ended 30 September	Construction and related service segment		Investment in infrastructure business segment		Consolidated	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
	Revenue					
Revenue from external customers	29,188	38,255	1,105	941	30,293	39,196
Depreciation and amortisation	690	631	-	-	690	631
Administrative expenses	1,284	1,245	117	117	1,401	1,362
Interest expenses	526	389	525	351	1,051	740
Segment operating profit	713	1,199	974	615	1,687	1,814
Unallocated income and expenses:						
Income tax expenses					(61)	(125)
Profit for the period					1,626	1,689

(Unaudited but reviewed)

22. Dividend payment

Dividends	Approved by	Total dividends (Million Baht)	Dividend per share (Baht)
Final dividends for 2015	The 2016 Annual General Meeting of the shareholders on 28 April 2016	677.6	0.40
Interim dividends for 2016	Board of Directors Meeting on 29 August 2016	423.4	0.25
Dividend payment for the nine-month period ended 30 September 2016		<u>1,101.0</u>	<u>0.65</u>
Final dividends for 2016	The 2017 Annual General Meeting of the shareholders on 28 April 2017	423.3	0.25
Interim dividends for 2017	Board of Directors Meeting on 14 September 2017	423.3	0.25
Dividend payment for the nine-month period ended 30 September 2017		<u>846.6</u>	<u>0.50</u>

23. Commitments and contingent liabilities

23.1 Capital commitments

As at 30 September 2017, the Company and its subsidiary had capital commitment of approximately Baht 1 million (31 December 2016: Baht 48 million) (Separate financial statements: Baht 1 million (31 December 2016: Baht 8 million)) relating to the acquisition of equipment.

23.2 Operating lease commitments

As at 30 September 2017, the Company and its subsidiaries had rental commitments totaling Baht 86 million (31 December 2016: Baht 10 million) (Separate financial statements: Baht 84 million (31 December 2016: Baht 9 million)) in respect of lease agreements for office building space and office equipment.

23.3 Service commitments and other commitments

As at 30 September 2017, the Company and its subsidiaries have the following service commitments and other commitments:

- a) The Company and its subsidiaries have commitments totaling Baht 24,335 million, Euro 132 million, USD 117 million and Japanese Yen 105 million (31 December 2016: Baht 19,085 million and USD 259 million) (Separate financial statements: Baht 18,146 million, Euro 132 million, USD 23 million and Japanese Yen 105 million (31 December 2016: Baht 12,157 million and USD 6 million)) in respect of project construction costs and services, which the Company and its subsidiaries had already entered into agreements.
- b) The Company has a commitment in respect of its undertakings to provide financial support to an associated company, as stipulated in the conditions in the agreement (as described in Note 3 e)).
- c) The subsidiary has a commitment to inject capital of Baht 281 million into an associated company for used in the development and management of the elderly residential project.

23.4 Related party guarantees

As at 30 September 2017, the Company has provided guarantees totaling Baht 24,769 million for bank credit facilities on behalf of a subsidiary (31 December 2016: Baht 47,020 million for bank credit facilities on behalf of two subsidiaries).

23.5 Bank guarantees

As at 30 September 2017 and 31 December 2016, there were outstanding bank guarantees issued by banks on behalf of the Company and its subsidiaries in respect of certain performance bonds as required in the normal course of business of the Company and its subsidiaries. The details of bank guarantees are as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
		(Audited)		(Audited)
Guarantee of construction contracts, bidding and debt repayment	19,441	17,785	14,294	12,570
Guarantee of advance payment bond and retention	10,880	10,236	8,126	7,109
Other guarantees	290	327	127	151
	<u>30,611</u>	<u>28,348</u>	<u>22,547</u>	<u>19,830</u>

(Unaudited but reviewed)

24. Fair value hierarchy

As of 30 September 2017 and 31 December 2016, the Company and its subsidiaries had the assets and liabilities that were measured at fair value using different levels of inputs as follows:

(Unit: Million Baht)

Consolidated financial statements								
Level 1		Level 2		Level 3		Total		
30 September 2017	31 December 2016	30 September 2017	31 December 2016	30 September 2017	31 December 2016	30 September 2017	31 December 2016	
(Audited)		(Audited)		(Audited)		(Audited)		
Financial assets measured at fair value								
Held for trade investments								
Equity instruments	7	6	-	-	-	-	7	6
Available-for-sale investments								
Equity instruments	8,283	8,283	-	-	-	-	8,283	8,283
Debt instruments	-	-	751	1,125	-	-	751	1,125
Derivatives								
Foreign currency forward contracts	-	-	-	29	-	-	-	29
Financial liabilities measured at fair value								
Derivatives								
Foreign currency forward contracts	-	-	75	-	-	-	75	-

(Unit: Million Baht)

Separate financial statements								
Level 1		Level 2		Level 3		Total		
30 September 2017	31 December 2016	30 September 2017	31 December 2016	30 September 2017	31 December 2016	30 September 2017	31 December 2016	
(Audited)		(Audited)		(Audited)		(Audited)		
Financial assets measured at fair value								
Held for trade investments								
Equity instruments	7	6	-	-	-	-	7	6
Available-for-sale investments								
Equity instruments	8,283	8,283	-	-	-	-	8,283	8,283
Debt instruments	-	-	669	1,084	-	-	669	1,084
Derivatives								
Foreign currency forward contracts	-	-	28	15	-	-	28	15

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

25. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's authorised directors on 14 November 2017.