

**SIAMGAS AND PETROCHEMICALS PUBLIC  
COMPANY LIMITED**

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

**30 JUNE 2017**

## **AUDITOR'S REPORT ON THE REVIEW OF THE INTERIM FINANCIAL INFORMATION**

To the Shareholders and the Board of Directors of Siamgas and Petrochemicals Public Company Limited

I have reviewed the interim consolidated financial information of Siamgas and Petrochemicals Public Company Limited and its subsidiaries, and the interim separate financial information of Siamgas and Petrochemicals Public Company Limited. These comprise the consolidated and separate statements of financial position as at 30 June 2017, the consolidated and separate statements of income and comprehensive income for the three-month and six-month periods then ended, the related consolidated and separate statements of changes in equity and cash flows for the six-month period then ended, and the condensed notes to the interim financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate financial information based on my review.

### **Scope of review**

I conducted my review in accordance with the 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 consolidated and separate financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

PricewaterhouseCoopers ABAS Ltd.

**Amornrat Pearmpoonvatanasuk**  
Certified Public Accountant (Thailand) No. 4599  
Bangkok  
10 August 2017

**Siamgas and Petrochemicals Public Company Limited**

**Statement of Financial Position**

**As at 30 June 2017**

		Consolidated		Separate	
		financial information		financial information	
		Unaudited	Audited	Unaudited	Audited
		30 June	31 December	30 June	31 December
		2017	2016	2017	2016
	Notes	Baht'000	Baht'000	Baht'000	Baht'000
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		1,887,386	1,879,333	185,381	260,283
Short-term investments	6	109,238	108,039	109,238	108,039
Trade and other receivables, net	7	3,648,230	3,089,255	678,586	431,879
Inventories, net	8	4,091,796	3,345,261	427,338	165,034
Other current assets	9	492,722	497,715	96,655	22,233
<b>Total current assets</b>		<b>10,229,372</b>	<b>8,919,603</b>	<b>1,497,198</b>	<b>987,468</b>
<b>Non-current assets</b>					
Investments in subsidiaries, net	10	-	-	9,459,225	8,641,914
Investments in associates	10	1,700,965	-	-	-
Investments in joint ventures	10	93,365	101,372	23,578	23,578
Long-term loans to related parties	21	28,170	36,593	1,367,819	1,821,451
Property, plant and equipment, net	11	15,203,408	15,731,579	5,067,274	5,073,116
Goodwill		1,537,801	1,537,801	-	-
Intangible assets, net	11	119,117	140,747	938	1,022
Deferred tax assets, net		307,603	421,867	-	-
Other non-current assets	12	899,391	1,667,285	485,916	378,463
<b>Total non-current assets</b>		<b>19,889,820</b>	<b>19,637,244</b>	<b>16,404,750</b>	<b>15,939,544</b>
<b>Total assets</b>		<b>30,119,192</b>	<b>28,556,847</b>	<b>17,901,948</b>	<b>16,927,012</b>

Director \_\_\_\_\_ Director \_\_\_\_\_

The condensed notes to the interim financial information from pages 14 to 40 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited**

**Statement of Financial Position**

**As at 30 June 2017**

	Notes	Consolidated financial information		Separate financial information	
		Unaudited 30 June 2017 Baht'000	Audited 31 December 2016 Baht'000	Unaudited 30 June 2017 Baht'000	Audited 31 December 2016 Baht'000
<b>Liabilities and equity</b>					
<b>Current liabilities</b>					
Short-term borrowings					
from financial institutions	13	2,107,955	1,726,730	757,476	567,998
Trade and other payables	14	3,552,453	4,030,654	306,504	605,251
Current portion of long-term loans					
from financial institutions, net	15	502,322	485,634	142,767	145,791
Current portion of bonds, net	16	1,995,586	1,299,905	1,995,586	1,299,905
Accrued income tax		96,946	78,283	-	-
Other current liabilities		53,217	83,808	6,065	12,948
<b>Total current liabilities</b>		<b>8,308,479</b>	<b>7,705,014</b>	<b>3,208,398</b>	<b>2,631,893</b>
<b>Non-current liabilities</b>					
Long-term loans from financial institutions, net	15	1,275,785	886,146	811,773	375,170
Long-term loans from related parties	21	3,000	3,000	545,687	534,463
Bonds, net	16	4,996,446	4,993,956	4,996,446	4,993,956
Cylinder deposits		4,814,694	4,627,110	924,446	883,661
Employee benefit obligations		148,759	145,050	52,821	53,228
Deferred tax liabilities, net		378,426	377,568	71,602	87,806
Other non-current liabilities		17,990	19,147	3,447	2,324
<b>Total non-current liabilities</b>		<b>11,635,100</b>	<b>11,051,977</b>	<b>7,406,222</b>	<b>6,930,608</b>
<b>Total liabilities</b>		<b>19,943,579</b>	<b>18,756,991</b>	<b>10,614,620</b>	<b>9,562,501</b>

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**Siamgas and Petrochemicals Public Company Limited**

**Statement of Financial Position**

**As at 30 June 2017**

	Note	Consolidated financial information		Separate financial information	
		Unaudited 30 June 2017 Baht'000	Audited 31 December 2016 Baht'000	Unaudited 30 June 2017 Baht'000	Audited 31 December 2016 Baht'000
<b>Liabilities and equity</b> (continued)					
<b>Equity</b>					
Share capital					
Authorised share capital					
918,931,500 ordinary shares with a par value of Baht 1 each					
		918,932	918,932	918,932	918,932
Issued and paid-up share capital					
918,931,500 ordinary shares, fully paid-up of Baht 1 each					
		918,932	918,932	918,932	918,932
Premium on share capital					
		1,874,482	1,874,482	1,874,482	1,874,482
Retained earnings					
Appropriated					
- Legal reserve					
		162,089	162,089	162,089	162,089
Unappropriated					
		6,954,678	6,199,187	4,183,665	4,260,848
Other components of equity					
	20	125,534	521,802	148,160	148,160
<b>Total parent's equity</b>		10,035,715	9,676,492	7,287,328	7,364,511
Non-controlling interests		139,898	123,364	-	-
<b>Total equity</b>		10,175,613	9,799,856	7,287,328	7,364,511
<b>Total liabilities and equity</b>		30,119,192	28,556,847	17,901,948	16,927,012

The condensed notes to the interim financial information from pages 14 to 40 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited**

**Statement of Income**

**For the three-month period ended 30 June 2017**

	<b>Notes</b>	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
		<b>Unaudited 2017</b>	<b>Unaudited 2016</b>	<b>Unaudited 2017</b>	<b>Unaudited 2016</b>
		<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>
<b>Revenue</b>					
Revenue from sales		13,275,944	12,323,970	2,594,122	2,008,390
Revenue from transportation		93,799	133,281	-	-
Revenue from services		2,585	2,836	29,526	29,629
<b>Total revenue</b>		<b>13,372,328</b>	<b>12,460,087</b>	<b>2,623,648</b>	<b>2,038,019</b>
Cost of sales and services		(12,987,135)	(11,626,058)	(2,581,287)	(1,908,779)
Cost of transportation		(94,283)	(107,247)	-	-
<b>Total cost of sales, services and transportation</b>		<b>(13,081,418)</b>	<b>(11,733,305)</b>	<b>(2,581,287)</b>	<b>(1,908,779)</b>
<b>Gross profit</b>		<b>290,910</b>	<b>726,782</b>	<b>42,361</b>	<b>129,240</b>
Dividends income		-	1,670	330,135	336,225
Other income		154,425	20,456	78,738	40,194
<b>Profit before expenses</b>		<b>445,335</b>	<b>748,908</b>	<b>451,234</b>	<b>505,659</b>
Selling expenses		(46,664)	(42,027)	(11,515)	(12,388)
Administrative expenses		(292,657)	(341,773)	(86,116)	(84,757)
<b>Total expenses</b>		<b>(339,321)</b>	<b>(383,800)</b>	<b>(97,631)</b>	<b>(97,145)</b>
Share of profit (loss) of associates and joint ventures		18,847	(3,214)	-	-
<b>Profit before finance costs and income tax</b>		<b>124,861</b>	<b>361,894</b>	<b>353,603</b>	<b>408,514</b>
Finance costs		(102,728)	(103,278)	(92,440)	(83,603)
<b>Profit before income tax</b>		<b>22,133</b>	<b>258,616</b>	<b>261,163</b>	<b>324,911</b>
Income tax revenue (expenses)	17	(93,013)	4,374	11,714	6,384
<b>Net profit (loss) for the period</b>		<b>(70,880)</b>	<b>262,990</b>	<b>272,877</b>	<b>331,295</b>
<b>Profit (loss) attributable to:</b>					
Owners of the parent		(66,067)	254,492	272,877	331,295
Non-controlling interests		(4,813)	8,498	-	-
<b>Net profit (loss) for the period</b>		<b>(70,880)</b>	<b>262,990</b>	<b>272,877</b>	<b>331,295</b>
<b>Earnings (loss) per share for profit (loss) attributable to the equity holders of the parent</b>	18				
Basic earnings (loss) per share (Baht)		(0.07)	0.28	0.30	0.36

The condensed notes to the interim financial information from pages 14 to 40 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited**

**Statement of Comprehensive Income**

**For the three-month period ended 30 June 2017**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial information</b>		<b>financial information</b>	
	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>
Net profit (loss) for the period	(70,880)	262,990	272,877	331,295
Other comprehensive income (expense):				
Items that will be reclassified subsequently to profit or loss				
- Currency translation differences	(32)	(198,152)	-	-
Total other comprehensive income (expense)	(32)	(198,152)	-	-
<b>Total comprehensive income (expense) for the period</b>	<b>(70,912)</b>	<b>64,838</b>	<b>272,877</b>	<b>331,295</b>
<b>Total comprehensive income (expense) attributable to:</b>				
Owners of the parent	(69,293)	61,069	272,877	331,295
Non-controlling interests	(1,619)	3,769	-	-
<b>Total comprehensive income (expense) for the period</b>	<b>(70,912)</b>	<b>64,838</b>	<b>272,877</b>	<b>331,295</b>

The condensed notes to the interim financial information from pages 14 to 40 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited**

**Statement of Income**

**For the six-month period ended 30 June 2017**

	Notes	Consolidated financial information		Separate financial information	
		Unaudited 2017 Baht'000	Unaudited 2016 Baht'000	Unaudited 2017 Baht'000	Unaudited 2016 Baht'000
<b>Revenue</b>					
Revenue from sales		27,477,858	23,743,257	4,866,029	4,189,751
Revenue from transportation		227,957	261,360	-	-
Revenue from services		7,518	24,521	58,642	59,925
<b>Total revenue</b>		<b>27,713,333</b>	<b>24,029,138</b>	<b>4,924,671</b>	<b>4,249,676</b>
Cost of sales and services		(25,553,010)	(22,631,021)	(4,769,273)	(3,990,612)
Cost of transportation		(226,234)	(202,166)	-	-
<b>Total cost of sales, services and transportation</b>		<b>(25,779,244)</b>	<b>(22,833,187)</b>	<b>(4,769,273)</b>	<b>(3,990,612)</b>
<b>Gross profit</b>		<b>1,934,089</b>	<b>1,195,951</b>	<b>155,398</b>	<b>259,064</b>
Dividends income		-	3,355	330,135	337,910
Other income		245,673	95,857	134,154	88,549
<b>Profit before expenses</b>		<b>2,179,762</b>	<b>1,295,163</b>	<b>619,687</b>	<b>685,523</b>
Selling expenses		(99,332)	(93,668)	(24,850)	(25,848)
Administrative expenses		(568,189)	(624,689)	(182,946)	(218,149)
<b>Total expenses</b>		<b>(667,521)</b>	<b>(718,357)</b>	<b>(207,796)</b>	<b>(243,997)</b>
Share of profit of associates and joint ventures	10	24,189	14,300	-	-
<b>Profit before finance costs and income tax</b>		<b>1,536,430</b>	<b>591,106</b>	<b>411,891</b>	<b>441,526</b>
Finance costs		(215,438)	(201,071)	(183,654)	(162,410)
<b>Profit before income tax</b>		<b>1,320,992</b>	<b>390,035</b>	<b>228,237</b>	<b>279,116</b>
Income tax revenue (expenses)	17	(242,095)	(70,768)	16,205	5,978
<b>Net profit for the period</b>		<b>1,078,897</b>	<b>319,267</b>	<b>244,442</b>	<b>285,094</b>
<b>Profit attributable to:</b>					
Owners of the parent		1,077,116	294,655	244,442	285,094
Non-controlling interests		1,781	24,612	-	-
<b>Net profit for the period</b>		<b>1,078,897</b>	<b>319,267</b>	<b>244,442</b>	<b>285,094</b>
<b>Earnings per share for profit attributable to the equity holders of the parent</b>	18				
Basic earnings per share (Baht)		1.17	0.32	0.27	0.31

The condensed notes to the interim financial information from pages 14 to 40 are an integral part of this interim financial information.



**Siamgas and Petrochemicals Public Company Limited**  
**Statement of Comprehensive Income**  
**For the six-month period ended 30 June 2017**

	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial information</b>		<b>financial information</b>	
	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>
Net profit for the period	1,078,897	319,267	244,442	285,094
Other comprehensive income (expense):				
Items that will be reclassified subsequently to profit or loss				
- Currency translation differences	(399,785)	(426,981)	-	-
Total other comprehensive income (expense)	(399,785)	(426,981)	-	-
<b>Total comprehensive income (expense) for the period</b>	<b>679,112</b>	<b>(107,714)</b>	<b>244,442</b>	<b>285,094</b>
<b>Total comprehensive income (expense) attributable to:</b>				
Owners of the parent	680,848	(137,122)	244,442	285,094
Non-controlling interests	(1,736)	29,408	-	-
<b>Total comprehensive income (expense) for the period</b>	<b>679,112</b>	<b>(107,714)</b>	<b>244,442</b>	<b>285,094</b>

The condensed notes to the interim financial information from pages 14 to 40 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited**  
**Statement of Changes in Equity**  
**For the six-month period ended 30 June 2017**

<b>Consolidated financial information (Unaudited)</b>							
<b>Attributable to owners of the parent</b>							
	<b>Issued and paid-up share capital</b>	<b>Premium on share capital</b>	<b>Retained earnings</b>		<b>Other components of equity</b>	<b>Non- controlling interests</b>	<b>Total equity</b>
<b>Notes</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Legal reserve Baht'000</b>	<b>Unappropriated Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>
					(Note 20)		
<b>Opening balance 1 January 2017</b>	918,932	1,874,482	162,089	6,199,187	521,802	123,364	9,799,856
Dividends paid	19	-	-	(321,625)	-	(8,344)	(329,969)
Total comprehensive income (expense) for the period	-	-	-	1,077,116	(396,268)	(1,736)	679,112
Disposal of investment in a subsidiary by not losing control	10	-	-	-	-	26,614	26,614
<b>Closing balance 30 June 2017</b>	<b>918,932</b>	<b>1,874,482</b>	<b>162,089</b>	<b>6,954,678</b>	<b>125,534</b>	<b>139,898</b>	<b>10,175,613</b>
<b>Opening balance 1 January 2016</b>	918,932	1,874,482	162,089	5,492,886	1,207,855	118,514	9,774,758
Dividends paid	-	-	-	(275,678)	-	(32,429)	(308,107)
Total comprehensive income (expense) for the period	-	-	-	294,655	(431,777)	29,408	(107,714)
<b>Closing balance 30 June 2016</b>	<b>918,932</b>	<b>1,874,482</b>	<b>162,089</b>	<b>5,511,863</b>	<b>776,078</b>	<b>115,493</b>	<b>9,358,937</b>

The condensed notes to the interim financial information from pages 14 to 40 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited**  
**Statement of Changes in Equity**  
**For the six-month period ended 30 June 2017**

<b>Separate financial information (Unaudited)</b>						
	<b>Issued and paid-up share capital</b>	<b>Premium on share capital</b>	<b>Retained earnings</b>		<b>Other components of equity</b>	<b>Total equity</b>
<b>Note</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Legal reserve Baht'000</b>	<b>Unappropriated Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>
					(Note 20)	
<b>Opening balance 1 January 2017</b>	918,932	1,874,482	162,089	4,260,848	148,160	7,364,511
Dividends paid	-	-	-	(321,625)	-	(321,625)
Total comprehensive income for the period	-	-	-	244,442	-	244,442
<b>Closing balance 30 June 2017</b>	<u>918,932</u>	<u>1,874,482</u>	<u>162,089</u>	<u>4,183,665</u>	<u>148,160</u>	<u>7,287,328</u>
<b>Opening balance 1 January 2016</b>	918,932	1,874,482	162,089	4,220,235	148,160	7,323,898
Dividends paid	-	-	-	(275,678)	-	(275,678)
Total comprehensive income for the period	-	-	-	285,094	-	285,094
<b>Closing balance 30 June 2016</b>	<u>918,932</u>	<u>1,874,482</u>	<u>162,089</u>	<u>4,229,651</u>	<u>148,160</u>	<u>7,333,314</u>

The condensed notes to the interim financial information from pages 14 to 40 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited**

**Statement of Cash Flows**

**For the six-month period ended 30 June 2017**

	Notes	Consolidated		Separate	
		financial information		financial information	
		Unaudited 2017 Baht'000	Unaudited 2016 Baht'000	Unaudited 2017 Baht'000	Unaudited 2016 Baht'000
<b>Cash flows from operating activities</b>					
Profit before income tax		1,320,992	390,035	228,237	279,116
Adjustments to reconcile profit before income tax					
Depreciation expenses - buildings and equipment	11	619,407	523,132	57,712	40,704
Amortisation expenses - intangible assets and other assets		26,986	29,446	84	673
Loss (gain) on sales and write-offs of equipment, net		(3,003)	272	(775)	(1,336)
Gain on change in fair value of short-term investments	6	(2,699)	(3,426)	(2,699)	(3,426)
Loss from disposal of investment in a subsidiary	10	-	-	3,082	-
Share of profit of associates and joint ventures	10	(24,189)	(14,300)	-	-
Reversal of allowance for doubtful debts		(251)	(211)	-	-
Provision for diminution in value of inventories (reversal)		20,921	(48,601)	-	-
Dividends income		-	(3,355)	(330,135)	(337,910)
Employee benefit expenses		6,771	6,788	2,868	2,457
Unrealised loss on exchange rates, net		1,697	19,732	6,895	71,514
Amortisation of deferred financing fees		4,628	2,813	4,173	2,318
Interest income		(8,578)	(11,040)	(29,677)	(38,588)
Finance costs		215,438	201,071	183,654	162,410
		2,178,120	1,092,356	123,419	177,932
Changes in operating assets and liabilities					
- Trade and other receivables		(619,144)	451,328	(239,225)	98,037
- Inventories		(832,407)	(57,190)	(262,304)	(28,236)
- Other current assets		15,173	(73,867)	(66,565)	(768)
- Other non-current assets		15,671	227,743	15,329	7,203
- Trade and other payables		(516,777)	(275,596)	(310,282)	(41,986)
- Other current liabilities		(31,435)	(12,792)	(6,883)	(4,008)
- Cylinder deposits		187,584	246,307	40,785	40,209
- Other non-current liabilities		(1,443)	(899)	1,123	12
- Employee benefits paid		(4,155)	(1,267)	(3,276)	(688)
Cash generated from (used in) operations		391,187	1,596,123	(707,879)	247,707
- Finance costs paid		(209,043)	(198,075)	(178,099)	(162,647)
- Income tax paid		(135,827)	(140,278)	(7,885)	(37,384)
<b>Net cash received from (used in) operating activities</b>		<b>46,317</b>	<b>1,257,770</b>	<b>(893,863)</b>	<b>47,676</b>

The condensed notes to the interim financial information from pages 14 to 40 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited**

**Statement of Cash Flows**

**For the six-month period ended 30 June 2017**

	Notes	Consolidated		Separate	
		financial information		financial information	
		Unaudited 2017 Baht'000	Unaudited 2016 Baht'000	Unaudited 2017 Baht'000	Unaudited 2016 Baht'000
<b>Cash flows from investing activities</b>					
Proceeds from short-term investments, net	6	1,500	120,000	1,500	120,000
Proceeds from long-term loans to related parties	21	5,993	-	715,158	471,963
Payments for long-term loans to related parties	21	-	-	(305,000)	-
Advance payment for acquisition of investment in a subsidiary	12	-	-	(1,699)	-
Payment for acquisition of investment in associates	10	(816,984)	-	-	-
Payment for investment in a subsidiary	10	-	-	(843,924)	(25,000)
Proceeds from disposal of investment in a subsidiary	10	23,367	-	23,367	-
Purchases of property, plant and equipment		(410,722)	(741,643)	(56,259)	(107,225)
Advance payments for purchase of equipment		(126,206)	(306,559)	(108,151)	(291,429)
Proceeds from disposals of property, plant and equipment		12,843	430	986	24,037
Purchases of intangible assets		-	(1,218)	-	-
Interest received		8,270	16,958	19,658	35,057
Dividends received		-	3,355	330,135	264,771
<b>Net cash received from (used in) investing activities</b>		<b>(1,301,939)</b>	<b>(908,677)</b>	<b>(224,229)</b>	<b>492,174</b>
<b>Cash flows from financing activities</b>					
Proceeds from (repayments for) short-term loans from financial institutions, net		441,030	(2,136,478)	189,478	(2,029,069)
Proceeds from long-term loans from financial institutions, net	15	729,574	291,676	537,876	-
Repayments for long-term loans from financial institutions	15	(272,391)	(169,329)	(69,484)	-
Proceeds from long-term loans from related parties	21	-	-	350,000	320,000
Repayments for long-term loans from related parties	21	-	-	(338,777)	(265,537)
Repayments for bond redemption	16	(1,300,000)	(1,500,000)	(1,300,000)	(1,500,000)
Proceeds from issue of bonds, net	16	1,995,690	2,993,560	1,995,690	2,993,560
Dividend paid	19	(329,969)	(302,883)	(321,625)	(275,678)
<b>Net cash received from (used in) financing activities</b>		<b>1,263,934</b>	<b>(823,454)</b>	<b>1,043,158</b>	<b>(756,724)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>		<b>8,312</b>	<b>(474,361)</b>	<b>(74,934)</b>	<b>(216,874)</b>
Cash and cash equivalents at the beginning of the period		1,879,333	2,270,150	260,283	372,373
Exchange gain (loss) on cash and cash equivalents		(259)	(1,858)	32	403
<b>Cash and cash equivalents at the end of the period</b>		<b>1,887,386</b>	<b>1,793,931</b>	<b>185,381</b>	<b>155,902</b>

The condensed notes to the interim financial information from pages 14 to 40 are an integral part of this interim financial information.

**Siamgas and Petrochemicals Public Company Limited****Statement of Cash Flows****For the six-month period ended 30 June 2017**

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	<b>Consolidated</b>		<b>Separate</b>	
	<b>financial information</b>		<b>financial information</b>	
	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>

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**Cash and cash equivalents are made up as follows:**

- Cash on hand and deposits at financial institutions - maturities within three months	<u>1,887,386</u>	<u>1,793,931</u>	<u>185,381</u>	<u>155,902</u>
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**Non-cash items**

Payables for purchase of property, plant and equipment (included in other payables)	57,474	134,179	19,297	29,590
Receivable from disposal of equipment (included in trade and other receivables)	1,153	-	12,551	-

The condensed notes to the interim financial information from pages 14 to 40 are an integral part of this interim financial information.

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## **1 General information**

Siamgas and Petrochemicals Public Company Limited (“the Company”) is a public limited company that is listed on the Stock Exchange of Thailand and is incorporated and domiciled in Thailand. The address of the Company’s registered office is as follows:

553 30<sup>th</sup> Floor, The Palladium Building, Ratchaprarop Road, Makkasan, Ratchathewi, Bangkok.

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

The Group’s main business is the trading of liquefied petroleum gas (“LPG”) and petrochemicals and transportation services by land and vessel.

This interim consolidated and separate financial information was authorised by the Board of Directors on 10 August 2017.

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

## **2 Accounting policies**

### **2.1 Basis of preparation**

The interim financial information has been prepared in accordance with Thai Accounting Standard 34 “Interim Financial Reporting”. The primary financial information (statement of financial position, statement of income and statement of comprehensive income, statement of changes in equity and statement of cash flows) is presented in a format consistent with the annual financial statements complying with Thai Accounting Standard 1, “Presentation of Financial Statements”. The notes to the financial information are prepared in a condensed format. Additional notes are presented as required by the Securities and Exchange Commission under the Securities and Exchange Act.

This interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2016.

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

The accounting policies used in the preparation of the interim financial information are consistent with those used in the financial statements for the year ended 31 December 2016.

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

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

### **2.2 New and revised financial reporting standards**

Commencing 1 January 2017, the Group has applied the new financial reporting standards, revised accounting standards, revised financial reporting standards and interpretations (collectively “the accounting standards”) which are effective for the period beginning on or after 1 January 2017. The application of those accounting standards does not have significant impact to the financial information being presented.

**2 Accounting policies (continued)**

**2.3 Additional revised accounting policies**

**2.3.1 Group Accounting - Investments in subsidiaries and associates and interests in joint ventures**

**Associates**

Associates are all entities over which the Group has significant influence but not control, generally accompanying a shareholding of between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting. Under the equity method, the investment is initially recognised at cost, and the carrying amount is increased or decreased to recognise the investor's share of the profit or loss of the investee after the date of acquisition. The Group's investment in associates includes goodwill identified on acquisition.

If the shareholders' equity in an associate is reduced but significant influence is retained, The Company has to reclassified the transaction that was recognised in other comprehensive income to profit or loss only a proportionate share of the amounts which decrease.

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

The Group determines at each reporting date whether there is any objective evidence that the investment in the associate is impaired. If this the case, the Group calculates the amount of impairment as the difference between the recoverable amount of the associate and its carrying value and recognises the amount adjacent to share of profit/(loss) of associates in the statement of income.

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

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

In the separate financial statements, investments in associates are accounted for at cost less impairment. Cost is adjusted to reflect changes in consideration arising from contingent consideration amendments. Cost also includes direct attributable costs of investment.

**3 Estimates**

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

In preparing this interim financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2016.



**Siamgas and Petrochemicals Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2017**

**4 Segment information**

Segment information is presented in respect of the Group's operating segments which are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker.

The significant operating segments are as follows:

Petroleum and Petrochemical products : Petroleum trading for household cooking, industry and transportation businesses, and petrochemical trading;  
Transportation services : Transportation services by land and vessel;  
Other business segment : Cylinder manufacturing

For the six-month period ended 30 June 2017	Consolidated financial information				
	Petroleum and petrochemical products Million Baht	Transportation services Million Baht	Other business segment Million Baht	Elimination entries Million Baht	Total Million Baht
Sales and services income	38,512	1,043	91	(11,933)	27,713
Cost of goods sold and services	(36,798)	(1,039)	(78)	12,136	(25,779)
Gross profit	1,714	4	13	203	1,934
Other income	315	21	11	(101)	246
Profit before operating expenses	2,029	25	24	102	2,180
Unallocated expenses					(1,125)
Share of profit of associates and joint ventures					24
Net profit for the period					1,079

For the six-month period ended 30 June 2016	Consolidated financial information				
	Petroleum and petrochemical products Million Baht	Transportation services Million Baht	Other business segment Million Baht	Elimination entries Million Baht	Total Million Baht
Sales and services income	32,867	1,114	100	(10,052)	24,029
Cost of goods sold and services	(31,917)	(880)	(84)	10,048	(22,833)
Gross profit	950	234	16	(4)	1,196
Other income	169	5	(3)	(72)	99
Profit before operating expenses	1,119	239	13	(76)	1,295
Unallocated expenses					(990)
Share of profit of joint ventures					14
Net profit for the period					319

**4 Segment information (continued)**

**Geographical information**

In presenting geographical information, revenue is based on the geographical location of control in operation management and non-current assets are based on the geographical location of the assets.

For the six-month period ended 30 June	Consolidated financial information	
	Revenue from sales and services	
	2017	2016
	Million Baht	Million Baht
Domestic	10,646	10,209
Overseas	17,067	13,820
Total	27,713	24,029

  

As at	Consolidated financial information	
	Non-current assets	
	30 June	31 December
	2017	2016
	Million Baht	Million Baht
Domestic	10,810	11,095
Overseas	4,393	4,637
Total	15,203	15,732

For the six-month period ended 30 June 2017 and 2016, the Group did not have any major customer who generates revenue more than 10% of total revenue.

**5 Fair value**

The Group's financial assets that are measured at fair value as at 30 June 2017 in the interim consolidated and separate financial information are as follows:

	Consolidated and Separate financial information			
	Level 1	Level 2	Level 3	Total
	Million Baht	Million Baht	Million Baht	Million Baht
<b>Financial assets at fair value through profit or loss</b>				
Short-term investments	109	-	-	109

The fair value of short-term investments are based on net asset value of individual mutual fund using quoted prices (unadjusted) in active markets for identical assets. The fair values are within level 1 of the fair value hierarchy.

During the period, there were no transfers between levels 1 and 2. In addition, there were no any changes in valuation techniques during the period.

**Siamgas and Petrochemicals Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2017**

**6 Short-term investments**

Short-term investments comprise trading investments in units of mutual funds. The purpose of these investments is to invest short-term excess cash to achieve a competitive rate of return with low risk.

The movements of short-term investments can be analysed as follows:

**For the six-month period ended 30 June 2017**

	<b>Consolidated financial information Million baht</b>	<b>Separate financial information Million Baht</b>
Opening amount	108	108
Additions	500	500
Redemptions	(502)	(502)
Gain on change in fair value of short-term investments	3	3
Closing amount	<u>109</u>	<u>109</u>

**7 Trade and other receivables, net**

<b>As at</b>	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>30 June 2017 Million Baht</b>	<b>31 December 2016 Million Baht</b>	<b>30 June 2017 Million Baht</b>	<b>31 December 2016 Million Baht</b>
Trade receivables	2,742	2,400	253	275
<u>Less</u> Allowance for doubtful accounts	(63)	(63)	(5)	(5)
Trade receivables, net	2,679	2,337	248	270
Trade receivables from related parties (Note 21)	51	49	63	19
Prepayments	231	182	39	45
Advance payments	140	173	1	1
Accrued income	4	3	-	-
Receivables on subsidies for liquefied petroleum gas from government	543	343	224	-
Other receivables	-	2	-	-
Accrued interest income on long-term loans to related parties (Note 21)	-	-	3	8
Other receivable from related parties (Note 21)	-	-	101	89
Total trade and other receivables, net	<u>3,648</u>	<u>3,089</u>	<u>679</u>	<u>432</u>

The age analysis of trade receivables is as follows:

<b>As at</b>	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>30 June 2017 Million Baht</b>	<b>31 December 2016 Million Baht</b>	<b>30 June 2017 Million Baht</b>	<b>31 December 2016 Million Baht</b>
<b>Trade receivables</b>				
Current	1,995	1,753	198	231
Overdue				
- less than 3 months	331	319	38	33
- 3 months to 12 months	342	239	7	1
- more than 12 months	74	89	10	10
Total	2,742	2,400	253	275
<u>Less</u> Allowance for doubtful accounts	(63)	(63)	(5)	(5)
Total trade receivables, net	<u>2,679</u>	<u>2,337</u>	<u>248</u>	<u>270</u>

**Siamgas and Petrochemicals Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2017**

**7 Trade and other receivables, net (continued)**

The age analysis of trade receivables from related parties is as follows:

As at	Consolidated financial information		Separate financial information	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	Million Baht	Million Baht	Million Baht	Million Baht
<b>Trade receivables from related parties</b>				
Current	51	49	54	10
Overdue				
- less than 3 months	-	-	9	9
Total trade receivables from related parties	51	49	63	19

**8 Inventories, net**

As at	Consolidated financial information		Separate financial information	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	Million Baht	Million Baht	Million Baht	Million Baht
Raw material	20	25	-	-
Work in progress	16	16	-	-
Finished goods				
- Petroleum products	3,551	2,922	426	141
- Petrochemical products	31	23	-	-
- Oil products	94	119	-	-
- Others	16	16	1	1
- Goods in transit	313	137	-	23
Supplies and other	85	100	-	-
Total	4,126	3,358	427	165
Less Allowance for diminution in value of inventories	(34)	(13)	-	-
Total inventories, net	4,092	3,345	427	165

According to regulations issued by the Ministry of Energy, the Group and the Company are required to reserve petroleum products and crude oil at 1% and 1% of the total trading volume of petroleum products and crude oil in Thailand in each period, respectively. As at 30 June 2017, the inventories included minimum mandatory reserve on petroleum products and crude oil amounting to Baht 182.50 million in the consolidated financial information, and Baht 84.55 million in the separate financial information (31 December 2016: Baht 171.51 million and Baht 77.29 million, respectively), which were net of allowance for net realisable value.

**9 Other current assets**

As at	Consolidated financial information		Separate financial information	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	Million Baht	Million Baht	Million Baht	Million Baht
VAT refundable	390	182	53	-
Corporate income tax refundable	27	18	23	15
Deposits for tariff customs	-	182	-	-
Deposits at bank used as collateral	20	59	-	-
Others	56	57	21	7
Total other current assets	493	498	97	22

**Siamgas and Petrochemicals Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2017**

**10 Investments in subsidiaries, associates and joint ventures, net**

**10.1 Investments in subsidiaries, net**

The movement in investments in subsidiaries are as follows:

<b>For the six-month period ended 30 June 2017</b>	<b>Separate financial information Million Baht</b>
Opening balance, net	8,642
Acquisitions	844
Disposal of investment	(24)
Loss from disposal of investment	(3)
Closing balance, net	<u>9,459</u>

Details of investments in subsidiaries are as follows:

	<b>Country of incorporation</b>	<b>% ownership interest</b>		<b>Type of business</b>
		<b>30 June 2017</b>	<b>31 December 2016</b>	
<b>Direct Subsidiaries</b>				
Unique Gas and Petrochemicals Public Company Limited	Thailand	99.59	99.59	Petroleum and petrochemical product distribution
Lucky Carrier Co., Ltd.	Thailand	99.99	99.99	Transportation and distribution
Siam Quality Steel Co., Ltd.	Thailand	99.99	99.99	Manufacturing and distribution of LPG cylinders
Siam Ethanol Export Co., Ltd.	Thailand	70.00	70.00	Manufacturing of ethanol products (ceased its operation)
Siam Lucky Marine Co., Ltd.	Thailand	45.86	45.86	Transportation services
Siam Suksawat Co., Ltd.	Thailand	100.00	100.00	Transportation and discharge goods, petroleum product distribution
Siamgas Hongkong Co., Ltd.	Hongkong	100.00	100.00	Holding business
Super Gas Co., Ltd.	Vietnam	100.00	100.00	Petroleum product distribution
SingGas (LPG) Pte. Ltd.	Singapore	95.00	95.00	Petroleum product distribution
Siam Gas Trading Pte. Ltd.	Singapore	100.00	100.00	Petroleum product distribution
MyGaz Sdn. Bhd.	Malaysia	70.00	70.00	Petroleum product distribution
Siamgas Myanmar Consortium Pte. Ltd.	Singapore	80.00	80.00	Holding business
Siam Gas Power Pte. Ltd. <sup>(1)</sup>	Singapore	100.00	100.00	Holding business
Siamgas Global Investment Pte. Ltd.	Singapore	100.00	100.00	Holding business
Far East Petroleum Sdn. Bhd. <sup>(2)</sup>	Malaysia	70.00	100.00	Petroleum product distribution, warehousing and storage service

**Siamgas and Petrochemicals Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2017**

**10 Investments in subsidiaries, associates and joint ventures, net (continued)**

**10.1 Investments in subsidiaries, net (continued)**

Details of investments in subsidiaries are as follows: (continued)

	Country of incorporation	% ownership interest		Type of business
		30 June 2017	31 December 2016	
<b>Indirect Subsidiaries (held by Unique Gas and Petrochemicals Public Company Limited)</b>				
Siam Lucky Marine Co., Ltd.	Thailand	14.77	14.77	Transportation services
<b>Indirect Subsidiary (held by Lucky Carrier Co., Ltd.)</b>				
Siam Lucky Marine Co., Ltd.	Thailand	39.37	39.37	Transportation services
<b>Indirect Subsidiaries (held by Siamgas Hongkong Co., Ltd.)</b>				
Sino Siam Gas and Petrochemical Co., Ltd.	The People's Republic of China	100.00	100.00	Petroleum and petrochemical product distribution
Siam Ocean Gas and Energy Co., Ltd.	The People's Republic of China	100.00	100.00	Petroleum and petrochemical product distribution

As at	Separate financial information			
	Paid-up Capital		Cost Method	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	Million Baht	Million Baht	Million Baht	Million Baht
Unique Gas and Petrochemicals Public Company Limited	105	105	2,105	2,105
Lucky Carrier Company Limited	70	70	70	70
Siam Quality Steel Company Limited	70	70	70	70
Siam Ethanol Export Company Limited	400	400	280	280
Siam Lucky Marine Company Limited	447	447	205	205
Siam Suksawat Co., Ltd.	100	100	100	100
Siamgas Hongkong Co., Ltd.	4,088	4,088	4,088	4,088
Super Gas Co., Ltd.	425	425	388	388
SingGas (LPG) Pte. Ltd.	336	336	427	427
Siam Gas Trading Pte. Ltd.	12	12	12	12
MyGaz Sdn. Bhd.	121	121	84	84
Siam Gas Power Pte. Ltd. <sup>(1)</sup>	1,687	843	1,687	843
Siamgas Myanmar Consortium Pte. Ltd.	-	-	-	-
Siamgas Global Investment Pte. Ltd.	2	2	2	2
Far East Petroleum Sdn. Bhd. <sup>(2)</sup>	89	89	62	89
Total investment in subsidiaries			9,580	8,763
Less Impairment charge			(121)	(121)
Total investment in subsidiaries, net			9,459	8,642

**10 Investments in subsidiaries, associates and joint ventures, net (continued)**

**10.1 Investments in subsidiaries, net (continued)**

Changes of investments in subsidiaries during the period are as follows:

- (1) On 22 February 2017, at the Board of Directors' meeting of the Company, the board passed a resolution to approve an increase in share capital of Siam Gas Power Pte. Ltd ("SPW"), incorporated in Singapore, of 24.00 million shares at par value of USD 1 each or approximately to Baht 843.92 million. The number of shares increased from 24.01 million shares to 48.01 million shares (with a par value of USD 1 each). The Company has already paid the capital increase to SPW. As a result, the Company's ownership interest remains unchanged at 100%. The registration was completed on 2 March 2017.
- (2) On 23 January 2017, the Company entered into the share sales agreement to dispose shares of Far East Petroleum Sdn. Bhd. to third parties in the portion of 30% or 3.00 million shares at a par value of MYR 1.00 each, totalling MYR 3.00 million. The Company made a loss from the disposal of investment in a subsidiary amounting to Baht 3.08 million. As a result, the Company's ownership interest decreased from 100.00% to 70.00% and Far East Petroleum Sdn. Bhd. still be a subsidiary of the Group. The Company received cash proceeds from the disposal of investment amounting to MYR 3.00 million (or equivalent to Baht 23.37 million) in the second quarter of 2017.

**10.2 Investments in associates**

The movement in investments in associates are as follows:

**For the six-month period ended 30 June 2017**

	<b>Consolidated financial information</b>
	<b>Equity Method</b>
	<b>Million Baht</b>
Opening balance	-
Acquisitions	1,677
Share of profit	24
Currency translation differences	-
Closing balance	<u>1,701</u>

Details of investments in associates are as follows:

	<b>Country of incorporation</b>	<b>% ownership interest</b>		<b>Type of business</b>
		<b>30 June 2017</b>	<b>31 December 2016</b>	
<b>Indirect Associates</b>				
<b>(held by Siam Gas Power Co., Ltd.)</b>				
MSN International Limited	Malaysia	30.00	-	Energy related business services
Asiatech Energy Pte. Ltd.	Singapore	30.00	-	Energy related business services
Myanmar Lighting (IPP) Co., Ltd.	Myanmar	30.00	-	Electricity generation

**Siamgas and Petrochemicals Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2017**

**10 Investments in subsidiaries, associates and joint ventures, net (continued)**

**10.2 Investments in associates (continued)**

Details of investments in associates are as follows:

As at	Paid-up capital (the Group's portion)		Consolidated financial information Equity Method		Separate financial information Cost Method	
	30 June 2017	31 December 2016	30 June 2017	31 December 2016	30 June 2017	31 December 2016
	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht	Million Baht
MSN International Limited	-	-	402	-	-	-
Asiatech Energy Pte. Ltd.	-	-	-	-	-	-
Myanmar Lighting (IPP) Co., Ltd.	71	-	1,299	-	-	-
Total			1,701	-	-	-

On 18 July 2016, Siam Gas Power Pte. Ltd. ("SPW"), who is a subsidiary of the Company, entered into a share purchase agreement for investment in Myanmar Lighting (IPP) Co., Ltd. ("MLIPP"), who is the combined cycle power plant in Myanmar, with a total consideration of USD 48 million or equivalent to Baht 1,677 million. The source of fund is from the net working capital of the Group and borrowing from financial institution. SPW has purchased shares of two companies which are MSN International Limited ("MSN") and Asiatech Energy Pte. Ltd. ("AEPL") at the same proportion of 30% of registered and paid up capital in each company, for the purpose of holding shares in the combined cycle power plant directly. The payment of investment is divided into two tranches: the first tranche, SPW paid USD 24 million to acquire 30% of registered and paid up capital shares in MSN and AEPL, which was paid on 29 July 2016, and the second tranche, SPW paid the remaining amount USD 24 million to the seller on 23 February 2017 to acquire 30% of registered and paid up shares capital in MLIPP and become one of the investors of the combined cycle power plant. Under the condition of the share purchase agreement, if the direct holding of shares in MLIPP is not successfully, SPW has the rights to terminate the share purchase agreement and refund all payments. The transfer of shares was completed on 23 May 2017. As a result, MSN, AEPL and MLIPP became the new indirect associates of the Group in this second quarter of 2017.

Details of net assets acquired based on proportion of investment at 30.00% of each associates are as follows:

	MSN International Limited Million Baht	Asiatech Energy Pte. Ltd. Million Baht	Myanmar Lighting (IPP) Co., Ltd. Million Baht	Total Million Baht
Trade receivables	904	-	63	967
Other receivable from related parties	35	-	-	35
Finance lease receivable	-	-	1,067	1,067
Long-term loans to related parties	-	1,377	-	1,377
Other payables to related parties	-	(888)	-	(888)
Borrowings from financial institutions	-	(473)	-	(473)
Borrowings from related party	(555)	-	(1,196)	(1,751)
Liabilities less other assets	(3)	(16)	(146)	(165)
Fair value of net assets	381	-	(212)	169
Goodwill (Presented as a part of investments in associates)	17	-	1,491	1,508
Total purchase consideration	398	-	1,279	1,677

The Group is still assessing the fair value of net assets acquired from the acquisition of the assets group. The assessment is expected to be completed within 12 months from the acquisition date. Therefore, the Group has estimated the value of the assets group based on the carrying amount of each entity. The value of net identifiable assets at the acquisition date was based on the carrying amount of Baht 169 million and the total purchase consideration, which was higher than the carrying amount of the net assets at Baht 1,508 million. The Group has recognised the excess as goodwill which was part of the investment in the associates of the Group in the consolidated statement of financial position as at 30 June 2017.



**Siamgas and Petrochemicals Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2017**

**10 Investments in subsidiaries, associates and joint ventures, net (continued)**

**10.3 Investments in joint ventures**

The movement in investments in joint ventures are as follows:

**For the six-month period ended 30 June 2017**

	<b>Consolidated financial information</b>	<b>Separate financial information</b>
	<b>Equity Method</b>	<b>Cost Method</b>
	<b>Million Baht</b>	<b>Million Baht</b>
Opening balance	101	24
Share of profit	-	-
Currency translation differences	(8)	-
Closing balance	<u>93</u>	<u>24</u>

Details of investments in joint ventures are as follows:

	<b>Country of incorporation</b>	<b>% ownership interest</b>		<b>Type of business</b>
		<b>30 June 2017</b>	<b>31 December 2016</b>	
<b>Direct Joint Ventures</b>				
CityGas North Co., Ltd.	Vietnam	79.64	79.64	Petroleum product distribution
SG Gas Sdn. Bhd.	Malaysia	29.99	29.99	Petrochemical product distribution
Siam Nathalin Co., Ltd.	Thailand	50.00	50.00	Vessel transportation food and beverage

The Group has ownership interest in investments in different percentage and classified as investments in joint ventures because shareholder agreements of joint ventures have determined the management structure including strategic financial decision and operation which has voting right from the shareholders or the representative of each parties.

Details of investments in joint ventures are as follows:

<b>As at</b>	<b>Paid-up capital (the Group's portion)</b>		<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>30 June 2017</b>	<b>31 December 2016</b>	<b>Equity Method</b>		<b>Cost Method</b>	
	<b>Million Baht</b>	<b>Million Baht</b>	<b>30 June 2017</b>	<b>31 December 2016</b>	<b>30 June 2017</b>	<b>31 December 2016</b>
CityGas North Co., Ltd.	150	150	92	100	20	20
SG Gas Sdn. Bhd.	3	3	-	-	3	3
Siam Nathalin Co., Ltd.	1	1	1	1	1	1
Total			<u>93</u>	<u>101</u>	<u>24</u>	<u>24</u>

**11 Property, plant and equipment and intangible assets, net**

Property, plant and equipment consists of land, land improvement, building, vehicles, machinery, warehouse and storage tank, gas station and filling station, equipment for gas and filling stations, vessels, cylinders, office equipment and construction in progress. Intangible assets consist of computer software and customer relationships. The movements are as follows:

For the six-month period ended 30 June 2017	Consolidated financial information		Separate financial information	
	Property, plant and equipment Million Baht	Intangible assets Million Baht	Property, plant and equipment Million Baht	Intangible assets Million Baht
Opening net book amount	15,732	141	5,073	1
Additions	404	-	65	-
Disposals, net	(27)	-	(13)	-
Depreciation and amortisation charges	(619)	(17)	(58)	-
Currency translation differences	(287)	(5)	-	-
Closing net book amount	15,203	119	5,067	1

**12 Other non-current assets**

As at	Consolidated financial information		Separate financial information	
	30 June 2017 Million Baht	31 December 2016 Million Baht	30 June 2017 Million Baht	31 December 2016 Million Baht
Accrued interest income on loans to subsidiaries (Note 21)	-	-	173	158
Deposits at bank used as collateral	19	18	-	-
Deposits	20	28	8	8
Corporate income tax refundable	76	60	59	59
Advance payments for purchases of equipment	224	102	203	97
Deposits for investments in associates (Note 10.2)	-	860	-	-
Advance payment for acquiring shares for investment in subsidiary <sup>(1)</sup>	-	-	2	-
Deferred charge	25	14	-	-
Prepaid rental	431	477	40	52
Leasehold	55	66	-	-
Others	49	42	1	4
Total other non-current assets	899	1,667	486	378

<sup>(1)</sup> On 11 May 2017, at the Board of Directors' meeting of the Company, the board passed a resolution to approve an increase in share capital of Siamgas Global Investment Pte. Ltd. of 0.05 million shares or approximately to Baht 1.70 million. The number of shares increased from 0.05 million shares to 0.10 million shares (with a par value of USD 1 each). The Company paid an advance payment for all shares for investment in subsidiary in June 2017 and recorded it under other non-current assets. As a result, the Company's ownership interest remains unchanged at 100.00%. The registration was completed on 7 July 2017.

**Siamgas and Petrochemicals Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2017**

**13 Short-term borrowings from financial institutions**

As at	Consolidated financial information		Separate financial information	
	30 June 2017 Million Baht	31 December 2016 Million Baht	30 June 2017 Million Baht	31 December 2016 Million Baht
Short-term borrowings from financial institutions	2,108	1,727	757	568

As at 30 June 2017, the Group and the Company have short-term promissory notes and trust receipts from local commercial banks amounting to Baht 2,107.96 million and Baht 757.48 million, respectively, which bear interest rates at the range of 1.50% - 2.75% per annum and 1.63% - 2.75% per annum, respectively (31 December 2016: amounting to Baht 1,726.73 million and Baht 568.00 million bear interest rates at the range of 1.20% - 2.75% per annum for the Group and 1.95% - 2.75% per annum for the Company).

**14 Trade and other payables**

As at	Consolidated financial information		Separate financial information	
	30 June 2017 Million Baht	31 December 2016 Million Baht	30 June 2017 Million Baht	31 December 2016 Million Baht
Trade payables	2,725	2,707	95	420
Trade payables to related parties (Note 21)	-	-	46	36
Other payables	154	259	54	44
Other payables to related parties (Note 21)	2	5	25	21
Advance received from customers	281	419	-	-
Accrued interest expenses	65	58	64	59
Accrued expenses	325	583	23	25
Total trade and other payables	3,552	4,031	307	605

**15 Long-term loans from financial institutions, net**

As at	Consolidated financial information		Separate financial information	
	30 June 2017 Million Baht	31 December 2016 Million Baht	30 June 2017 Million Baht	31 December 2016 Million Baht
<b>Current portion of long-term loans, net</b>				
Thai Baht	237	187	-	-
US Dollar	270	302	147	148
Less Deferred financing fees	(5)	(3)	(4)	(2)
	502	486	143	146
<b>Long-term loans, net</b>				
Thai Baht	352	378	-	-
US Dollar	928	512	815	378
Less Deferred financing fees	(4)	(4)	(3)	(3)
	1,276	886	812	375
Total long-term loans, net	1,778	1,372	955	521

**15 Long-term loans from financial institutions, net** (continued)

The movements of long-term loans financial institutions can be analysed as follows:

<b>For the six-month period ended 30 June 2017</b>	<b>Consolidated financial information Million Baht</b>	<b>Separate financial information Million Baht</b>
Opening net book balance	1,372	521
Additions	735	543
Repayments	(272)	(69)
Financing fees on addition loans	(5)	(5)
Amortised deferred financing fees	2	2
Unrealised gain on exchange rates	(8)	(37)
Currency translation differences	(46)	-
Closing net book balance	<u>1,778</u>	<u>955</u>

**The Company**

During the six-month period ended 30 June 2017, the Company drew-down the loan of USD 15.60 million or equivalent to Baht 543.33 million from a local commercial bank, which is part of an investment in the combined cycle power plant in Myanmar, for payment of the second tranche to the seller as described in Note 10.2. The investment in the power plant was made through a subsidiary. The loan bears an annual interest rate at LIBOR 3M plus 3.42% per annum, the repayment of principal and interest are made on a quarterly basis and the total repayment is due within 3 years from the first instalment. The loan is also guaranteed by another subsidiary. In order to protect the financial risk from interest rate fluctuation, the Company has entered into interest rate swap contract to convert interest rate from LIBOR 3M plus 3.42% per annum to fixed interest rate at 4.60% per annum but the Company terminated a contract in this second quarter of 2017. Expenses related to the termination of contract was recorded in the statement of income for the second quarter of 2017.

Under the terms and conditions as specified in the loan agreement, the Company has to comply with the conditions, including certain debt covenants as specified in the agreement.

**Subsidiary**

During the six-month period ended 30 June 2017, a subsidiary has long-term loan contracts with local commercial banks for its dry-docking as details below;

- Long-term loan of Baht 143.00 million for a dry-docking with annual interest rate at 2.57% per annum, the repayment of principal are made on a monthly basis and the total repayment is due within 3 years. The Group amended its long-term loan agreement of Baht 143.00 million to be long-term loan agreement of USD 4.04 million with interest rate at 4.25% per annum.
- Long-term loan of USD 0.44 million or equivalent to Baht 15.27 million for a dry-docking with annual interest rate at LIBOR 3M plus 3.10% per annum, the repayment of principal are made on a monthly basis.
- Long-term loan of USD 0.96 million or equivalent to Baht 33.43 million for a dry-docking with annual interest rate at LIBOR 3M plus 3.10% per annum, the repayment of principal are made on a monthly basis.

The subsidiary has used its vessels as collateral. In addition, the loans are also guaranteed by the Company and another two subsidiaries. Under the terms and conditions as specified in the loan agreements, the subsidiary is not permitted to use assets pledged as collateral for other obligations without prior formal approval from the banks. The subsidiary has to comply with the terms and conditions, including certain debt covenants as specified in the agreement.

During the six-month period ended 30 June 2017, the Group entered into the interest rate and cross currency swap contracts with the financial institutions, see note 22 for disclosure of the interest rate and cross currency swap contracts with the financial institutions as at 30 June 2017.

**Credit facilities**

As at 30 June 2017, the Group has available credit facilities with several financial institutions for letter of credit, trust receipt, cheque discounted, letter of guarantee, forward contract and loan of Baht 25,382 million (31 December 2016: Baht 24,375 million).

**Siamgas and Petrochemicals Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2017**

**16 Bonds, net**

As at	Consolidated financial information		Separate financial information	
	30 June 2017 Million Baht	31 December 2016 Million Baht	30 June 2017 Million Baht	31 December 2016 Million Baht
<b>Current portion of long-term bonds, net</b>				
Thai Baht	2,000	1,300	2,000	1,300
<u>Less</u> Deferred financing fees	(4)	-	(4)	-
	<u>1,996</u>	<u>1,300</u>	<u>1,996</u>	<u>1,300</u>
<b>Long term bonds, net</b>				
Thai Baht	5,000	5,000	5,000	5,000
<u>Less</u> Deferred financing fees	(4)	(6)	(4)	(6)
	<u>4,996</u>	<u>4,994</u>	<u>4,996</u>	<u>4,994</u>
Total bonds, net	<u>6,992</u>	<u>6,294</u>	<u>6,992</u>	<u>6,294</u>

The movements of bonds can be analysed as follows:

**For the six-month period ended 30 June 2017**

	Consolidated financial information Million Baht	Separate financial information Million Baht
Opening amount, net	6,294	6,294
Repayment of bonds	(1,300)	(1,300)
Issue of bonds	2,000	2,000
Financing fees on issue of bonds	(4)	(4)
Amortised deferred financing fees	2	2
Closing amount, net	<u>6,992</u>	<u>6,992</u>

During the period from 23-25 January 2017, the Company had proposed to issue and offer unsubordinated and unsecured debenture bond. Total value of debenture bond is Baht 2,000 million. The par value is equal to offering price at Baht 1,000 per unit. Interest is repayment every 3 months.

The bond is rated at BBB (Stable) by TRIS. The detail of the bond is as follows:

Type of bond	Fixed Interest rate
3-year bond	3.95% per annum

The Company has successfully issued the bond of Baht 2,000 million and already used the proceeds from the bond to repay another bond of Baht 1,300 million which was due in January 2017. Under the rights and responsibility of the issuer and the holders of bond, the Company has to comply with the conditions, including certain financial covenants.

**Siamgas and Petrochemicals Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2017**

**17 Income tax**

	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
<b>For the three-month period ended 30 June</b>				
Current tax	63	50	-	-
Deferred tax	30	(54)	(12)	(6)
Total income tax	93	(4)	(12)	(6)
	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>	<b>Million Baht</b>
<b>For the six-month period ended 30 June</b>				
Current tax	136	95	-	-
Deferred tax	106	(24)	(16)	(6)
Total income tax	242	71	(16)	(6)

The interim income tax expense is accrued based on management's estimate using the tax rate that would be applicable to expected total annual earnings. The estimated average tax rate used is 10% to 25% per annum for the Group (2016: 10% to 25% per annum for the Group) and 20% per annum for the Company (2016: 20% per annum for the Company).

**18 Earnings (loss) per share**

Basic earnings (loss) per share is calculated by dividing the net profit (loss) attributable to shareholders of the parent company by the weighted average number of ordinary shares in issue during the period.

	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
<b>For the three-month period ended 30 June</b>				
Net profit (loss) for the period attributable to owner of the parent (million Baht)	(66)	254	273	331
Weighted average number of ordinary shares in issue during the period (million shares)	919	919	919	919
Basic earnings (loss) per share (Baht per share)	(0.07)	0.28	0.30	0.36
	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>2017</b>	<b>2016</b>	<b>2017</b>	<b>2016</b>
<b>For the six-month period ended 30 June</b>				
Net profit for the period attributable to owner of the parent (million Baht)	1,077	295	244	285
Weighted average number of ordinary shares in issue during the period (million shares)	919	919	919	919
Basic earnings per share (Baht per share)	1.17	0.32	0.27	0.31

There are no potential dilutive ordinary shares in issue during the six-month period ended 30 June 2017 and 2016.

**19 Dividend payment**

**The Company**

On 21 April 2017, at the Annual General Shareholders' meeting of the Company, the shareholders passed a resolution to approve the payment of dividends for the year 2016 amounting to Baht 0.50 per share, totalling Baht 459.47 million, inclusive of interim dividends for the six-month period ended 30 June 2016 amounting to Baht 0.15 per share, totalling Baht 137.84 million. The interim dividends had already been paid on 8 September 2016. The remaining dividends of Baht 0.35 per share, totalling Baht 321.63 million, had already been paid on 18 May 2017.

**Subsidiary**

On 19 April 2017, at the Annual General Shareholders' meeting of the Unique Gas and Petrochemical Public Company Limited, the shareholders passed a resolution to approve the payment of dividends payment for the year 2016 from retained earnings and the operating results for the year ended 31 December 2016 in an amount of Baht 55.00 per share, for 10.50 million shares, totalling Baht 577.50 million, inclusive of interim dividends amounting to Baht 25.00 per share, totalling Baht 262.50 million. The interim dividends had already been paid on 5 September 2016. The remaining dividends of Baht 30.00 per share, totalling Baht 315.00 million, had already been paid on 16 May 2017.

On 29 May 2017, at the Board of Directors' meeting of MyGaz Sdn. Bhd., the board passed a resolution to approve the payment of interim dividends from retained earnings at MYR 0.25 per share or Baht 1.96 per share, for 12.00 million shares, totalling MYR 3.00 million or Baht 23.48 million. The Company recognised the dividend income in the separate statement of income amounting to MYR 2.10 million or Baht 16.44 million. The remaining dividends of MYR 0.90 million or Baht 7.04 million were dividend of non-controlling interests. The interim dividends had been paid on 22 June 2017.

Siamgas and Petrochemicals Public Company Limited  
Condensed Notes to Interim Financial Information (Unaudited)  
For the interim period ended 30 June 2017

20 Other components of equity

	Consolidated financial information				
	Revaluation surplus on land Million Baht	Difference from purchase of assets from a business combination under common control Million Baht	Difference from taking equity of a business combination under common control Million Baht	Currency translation differences Million Baht	Total other component of equity Million Baht
<b>Opening balance 1 January 2017</b>	969	(609)	22	140	522
Total comprehensive expense for the period	-	-	-	(396)	(396)
<b>Closing balance 30 June 2017</b>	<u>969</u>	<u>(609)</u>	<u>22</u>	<u>(256)</u>	<u>126</u>
<b>Opening balance 1 January 2016</b>	969	(609)	22	826	1,208
Total comprehensive expense for the period	-	-	-	(432)	(432)
<b>Closing balance 30 June 2016</b>	<u>969</u>	<u>(609)</u>	<u>22</u>	<u>394</u>	<u>776</u>



**Siamgas and Petrochemicals Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2017**

**20 Other components of equity (continued)**

	Separate financial information		
	Revaluation surplus on land Million Baht	Difference from purchase of assets from a business combination under common control Million Baht	Total other component of equity Million Baht
<b>Opening balance 1 January 2017</b>	757	(609)	148
Total comprehensive income (expense) for the period	-	-	-
<b>Closing balance 30 June 2017</b>	<u>757</u>	<u>(609)</u>	<u>148</u>
<b>Opening balance 1 January 2016</b>	757	(609)	148
Total comprehensive income (expense) for the period	-	-	-
<b>Closing balance 30 June 2016</b>	<u>757</u>	<u>(609)</u>	<u>148</u>

**21 Related party transactions**

As at 30 June 2017, the major shareholders of the Company are members of the Weeraborwornpong family, who own 61.30% of the Company's share capital.

Details of subsidiaries, associates and joint ventures are presented in Note 10.

The following material transactions were carried out with subsidiaries and related parties:

**i) Outstanding balances arising from sales and purchases of goods/services**

As at	Consolidated financial information		Separate financial information	
	30 June 2017 Million Baht	31 December 2016 Million Baht	30 June 2017 Million Baht	31 December 2016 Million Baht
<b>Trade receivables</b>				
Subsidiaries	-	-	62	18
Joint ventures	49	46	-	-
Other related parties - the same shareholders and directors	2	3	1	1
<b>Total</b>	<u>51</u>	<u>49</u>	<u>63</u>	<u>19</u>
<b>Other receivables</b>				
Subsidiaries	-	-	101	89
<b>Cylinder deposits</b>				
Subsidiaries	-	-	2	2
<b>Deposits for building rental</b>				
Other related parties - the same shareholders and directors	7	7	3	3
<b>Prepayments for building rental</b>				
Other related parties - the same shareholders and directors	53	76	22	31
<b>Trade payables</b>				
Subsidiaries	-	-	46	36
<b>Other payables</b>				
Subsidiaries	-	-	24	19
Other related parties - the same shareholders and directors	2	5	1	2
<b>Total</b>	<u>2</u>	<u>5</u>	<u>25</u>	<u>21</u>

21 Related party transactions (continued)

The following material transactions were carried out with subsidiaries and related parties: (continued)

ii) Loans to/from related parties

Long-term loans to related parties

As at	Consolidated financial information		Separate financial information	
	30 June 2017 Million Baht	31 December 2016 Million Baht	30 June 2017 Million Baht	31 December 2016 Million Baht
<b>Long-term loans to related parties</b>				
Subsidiaries	-	-	1,340	1,784
Joint venture	28	37	28	37
<b>Total</b>	<b>28</b>	<b>37</b>	<b>1,368</b>	<b>1,821</b>
<b>Accrued interest income</b>				
Current portion	-	-	3	8
Non-current portion	-	-	173	158
<b>Total</b>	<b>-</b>	<b>-</b>	<b>176</b>	<b>166</b>

The movements of long-term loans to related parties can be analysed as follows:

For the six-month period ended 30 June 2017

	Consolidated financial information Million Baht	Separate financial information Million Baht
Opening balance	37	1,821
Additions	-	305
Proceeds	(6)	(715)
Unrealised loss on exchange rates	(3)	(43)
Closing balance	28	1,368

Long-term loans from related parties

As at	Consolidated financial information		Separate financial information	
	30 June 2017 Million Baht	31 December 2016 Million Baht	30 June 2017 Million Baht	31 December 2016 Million Baht
<b>Long-term loans from related parties</b>				
Subsidiaries	-	-	546	534
Directors and key management	3	3	-	-
<b>Total</b>	<b>3</b>	<b>3</b>	<b>546</b>	<b>534</b>
<b>Accrued interest expenses</b>				
Subsidiaries	-	-	1	1

**21 Related party transactions (continued)**

The following material transactions were carried out with subsidiaries and related parties: (continued)

**ii) Loans to/from related parties (continued)**

**Long-term loans from related parties (continued)**

The movements of long-term loans from related parties can be analysed as follows:

**For the six-month period ended 30 June 2017**

	<b>Consolidated financial information Million Baht</b>	<b>Separate financial information Million Baht</b>
Opening balance	3	534
Additions	-	350
Repayment	-	(338)
Closing balance	<u>3</u>	<u>546</u>

**iii) Sales of goods and services, interest income and other income**

<b>For the three-month period ended 30 June</b>	<b>Consolidated financial information</b>		<b>Separate financial information</b>	
	<b>2017 Million Baht</b>	<b>2016 Million Baht</b>	<b>2017 Million Baht</b>	<b>2016 Million Baht</b>
<b>Sales of gas</b>				
Subsidiaries	-	-	345	-
Joint ventures	81	99	-	-
Other related parties - the same shareholders and directors	3	3	1	1
<b>Total</b>	<u>84</u>	<u>102</u>	<u>346</u>	<u>1</u>
<b>Wharfing service income</b>				
Subsidiaries	-	-	10	10
<b>Interest income</b>				
Subsidiaries	-	-	14	17
Joint ventures	1	-	1	-
<b>Total</b>	<u>1</u>	<u>-</u>	<u>15</u>	<u>17</u>
<b>Other income</b>				
Subsidiaries	-	-	18	15
<b>Dividends income</b>				
Subsidiaries	-	-	330	335

**Siamgas and Petrochemicals Public Company Limited**  
**Condensed Notes to Interim Financial Information (Unaudited)**  
**For the interim period ended 30 June 2017**

**21 Related party transactions (continued)**

The following material transactions were carried out with subsidiaries and related parties: (continued)

**iii) Sales of goods and services, interest income and other income (continued)**

For the six-month period ended 30 June	Consolidated financial information		Separate financial information	
	2017 Million Baht	2016 Million Baht	2017 Million Baht	2016 Million Baht
<b>Sales of gas</b>				
Subsidiaries	-	-	505	-
Joint ventures	186	219	-	-
Other related parties - the same shareholders and directors	6	6	3	3
<b>Total</b>	<b>192</b>	<b>225</b>	<b>508</b>	<b>3</b>
<b>Wharfing service income</b>				
Subsidiaries	-	-	20	20
<b>Interest income</b>				
Subsidiaries	-	-	28	37
Joint ventures	1	1	1	1
<b>Total</b>	<b>1</b>	<b>1</b>	<b>29</b>	<b>38</b>
<b>Other income</b>				
Subsidiaries	-	-	36	38
<b>Dividend income</b>				
Subsidiaries	-	-	330	335

**iv) Purchases of goods and services**

For the three-month period ended 30 June	Consolidated financial information		Separate financial information	
	2017 Million Baht	2016 Million Baht	2017 Million Baht	2016 Million Baht
<b>Purchase of goods</b>				
Subsidiaries	-	-	79	-
<b>Purchases of equipment</b>				
Subsidiaries	-	-	16	12
<b>Transportation expenses</b>				
Subsidiaries	-	-	54	55
<b>Wharfing expenses</b>				
Subsidiaries	-	-	10	4
<b>Rental expenses</b>				
Subsidiaries	-	-	1	-
Other related parties - the same shareholders and directors	8	7	3	3
<b>Total</b>	<b>8</b>	<b>7</b>	<b>4</b>	<b>3</b>
<b>Interest expenses</b>				
Subsidiaries	-	-	3	3
<b>Other expenses</b>				
Subsidiaries	-	-	2	2
Other related parties - the same shareholders and directors	7	7	4	3
<b>Total</b>	<b>7</b>	<b>7</b>	<b>6</b>	<b>5</b>

21 Related party transactions (continued)

The following material transactions were carried out with subsidiaries and related parties: (continued)

iv) Purchases of goods and services (continued)

For the six-month period ended 30 June	Consolidated financial information		Separate financial information	
	2017 Million Baht	2016 Million Baht	2017 Million Baht	2016 Million Baht
<b>Purchase of goods</b>				
Subsidiaries	-	-	80	1
<b>Purchases of equipment</b>				
Subsidiaries	-	-	31	27
<b>Transportation expenses</b>				
Subsidiaries	-	-	152	113
<b>Wharfing expenses</b>				
Subsidiaries	-	-	17	9
<b>Rental expenses</b>				
Subsidiaries	-	-	2	1
Other related parties - the same shareholders and directors	15	15	6	6
Total	15	15	8	7
<b>Interest expenses</b>				
Subsidiaries	-	-	5	6
<b>Other expenses</b>				
Subsidiaries	-	-	3	3
Other related parties - the same shareholders and directors	17	20	8	9
Total	17	20	11	12

v) Directors' and key management remunerations

For the three-month period ended 30 June	Consolidated financial information		Separate financial information	
	2017 Million Baht	2016 Million Baht	2017 Million Baht	2016 Million Baht
Short-term employee benefits	14.1	13.7	7.1	7.8
Post-employment benefits	0.3	0.2	0.1	0.1
Total	14.4	13.9	7.2	7.9
For the six-month period ended 30 June	Consolidated financial information		Separate financial information	
	2017 Million Baht	2016 Million Baht	2017 Million Baht	2016 Million Baht
Short-term employee benefits	28.2	27.8	15.0	15.9
Post-employment benefits	0.5	0.4	0.3	0.2
Total	28.7	28.2	15.3	16.1

## 22 Commitments and contingent liabilities

As at 30 June 2017, the Group has the significant outstanding commitments and contingent liabilities as follows:

### a) Financial instruments

#### Interest rate and cross currency swap contracts

The interest rate and cross currency swap contracts are entered to manage the exposure on fluctuation in interest rates and foreign currency exchange rate on specific transaction. The Group has the interest rate and cross currency swap contracts with financial institutions as at 30 June 2017 as follows:

#### The Company

Interests at LIBOR 3M plus 3.42% per annum of long-term loans of USD 12.60 million was converted to fixed interests at 4.60% per annum. This contract is effective for a period from 27 January 2017 to 26 July 2019.

#### Subsidiary

Interests at LIBOR plus 3.00% per annum of long-term loans of USD 2.83 million was converted to fixed interests at 4.45% per annum. This contract is effective for a period from 18 February 2015 to 28 June 2019.

Long-term loans of Baht 103.38 million bearing interest rate at 4.62% per annum was converted to long-term loans of USD 3.14 million bearing fixed interest rate at 4.40% per annum. This contract is effective for a period from 8 January 2015 to 29 February 2020.

Long-term loans of Baht 69.67 million bearing interest rate at 3.00% per annum was converted to long-term loans of USD 1.96 million bearing fixed interest rate at 3.60% per annum. This contract is effective for a period from 16 February 2016 to 28 February 2021.

Long-term loans of Baht 109.65 million bearing interest rate at 3.00% per annum was converted to long-term loans of USD 3.12 million bearing fixed interest rate at 3.60% per annum. This contract is effective for a period from 27 April 2016 to 30 April 2019.

Long-term loans of Baht 146.20 million bearing interest rate at 2.57% per annum was converted to long-term loans of USD 4.22 million bearing fixed interest rate at 4.25% per annum. This contract is effective for a period from 26 September 2016 to 30 September 2021.

Long-term loans of Baht 123.14 million bearing interest rate at 2.57% per annum was converted to long-term loans of USD 3.48 million bearing fixed interest rate at 4.25% per annum. This contract is effective for a period from 13 January 2017 to 31 January 2020.

The fair values of the financial instruments that the Group has not recognized in the statement of financial position are as follows:

As at	Consolidated financial information		Separate financial information	
	30 June 2017 Million Baht	31 December 2016 Million Baht	30 June 2017 Million Baht	31 December 2016 Million Baht
Cross currency swap contracts - assets (liabilities)	3	(29)	-	-
Interest rate swap contracts - assets (liabilities)	2	8	2	8

The fair values of forward foreign exchange contracts and interest rate and cross currency swap contracts were calculated using the rates quoted by the Group's bankers which were based on market conditions existing at the statement of financial position date. The fair values are within level 2 of the fair value hierarchy.

**22 Commitments and contingent liabilities (continued)**

**b) Contingent liabilities**

**The first assessment of value added tax**

On 19 June 2011, the Revenue Department issued a notice of value added tax underpayment, including penalty and surcharge, for the period from October to December 2010 totaling Baht 8.85 million to a subsidiary. The assessment was issued because the subsidiary did not pay value added tax on transportation service income arising from time charter party contracts. The Revenue Department deemed that this service is classified as property rental, not transportation which is exempt for value added tax.

On 19 July 2011, the subsidiary appealed the assessment to the Administrative Appeal Committee of the Revenue Department. On 18 November 2014, the Administrative Appeal Committee issued a judgement agreeing with the Revenue Department's assessment. The subsidiary paid the value added tax assessment including penalty and surcharge in March 2015 in accordance with the Administrative Appeal Committee's assessment. However, this payment did not mean that the subsidiary accepted the assessment.

On 26 March 2015, the subsidiary filed a petition to the Central Tax Court to withdraw the judgment. On 25 May 2016, the Central Tax Court judged for the Revenue Department to return value added tax and a penalty and surcharge totalling Baht 5,539,038 with interest rate at 7.5% per annum since 12 March 2015 until the full settlement to the subsidiary. The Revenue Department also has to correct the assessment on value added tax and the assessment of the Administrative Appeal Committee in relation to service income arising from time charter party contracts. The Revenue Department filed the appeal to the Central Tax Court on 19 August 2016. However, the subsidiary filed the defending to the Central Tax Court on 2 December 2016. The Central Tax Court accepted the defending from the subsidiary and processed the appeal and the defending of both parties to the Supreme Court. The final judgement will be made by the Supreme Court. As at 30 June 2017, the case is currently being reviewed by the Supreme Court.

**The second assessment of value added tax**

On 5 June 2017, the Revenue Department issued an additional notice of value added tax underpayment, including penalty and surcharge, for the period from May to December 2012 totaling Baht 11.62 million to a subsidiary. The assessment was issued because the subsidiary did not pay value added tax on transportation service income arising from time charter party contracts. The Revenue Department deemed that this service is classified as property rental, not transportation which is exempt for value added tax.

On 5 July 2017, the subsidiary appealed against the assessment to the Administrative Appeal Committee of the Revenue Department. The appeal is currently being judged by the Administrative Appeal Committee.

As a result of the judgement by the Central Tax Court of the first assessment of value added tax, the Group's management considers that if the case is appealed to the Supreme Court, the outcome will be favourable to the Group. Therefore, the Group didn't recognise the expense and contingent liability relating to the value added tax, penalty and surcharge on service income arising from the time charter party contracts from 2010 to date in the interim consolidated financial information.

**c) Letter of guarantee**

The Group and the Company have bank guarantees issued on its behalf as follows:

As at	Consolidated financial information		Separate financial information	
	30 June 2017 Million Baht	31 December 2016 Million Baht	30 June 2017 Million Baht	31 December 2016 Million Baht
Letters of guarantee	1,155	2,310	299	921
Letters of credit	2,561	2,313	-	-

The Group has available credit facilities with commercial banks for letter of credit, trust receipt, cheque discounted, letter of guarantee, forward contract. Credit facilities are secured by the subsidiaries and personal guarantees by the Company's directors.

**22 Commitments and contingent liabilities (continued)**

**d) Operating lease commitments**

The Group and the Company have lease commitments from land, building and equipment lease agreements as follows:

As at	Consolidated financial information		Separate financial information	
	30 June 2017 Million Baht	31 December 2016 Million Baht	30 June 2017 Million Baht	31 December 2016 Million Baht
Within 1 year	63	59	16	17
During 2 - 5 years	131	130	62	61
Later than 5 years	265	284	90	102
<b>Total</b>	<b>459</b>	<b>473</b>	<b>168</b>	<b>180</b>

**e) Capital commitments**

The Group and the Company have capital commitments at the statement of financial position date but not recognised in the financial statements as follows:

As at	Consolidated financial information		Separate financial information	
	30 June 2017 Million Baht	31 December 2016 Million Baht	30 June 2017 Million Baht	31 December 2016 Million Baht
Property, plant and equipment	901	1,031	478	597

**23 Events after the reporting date**

**a) Vessel acquisition**

On 11 July 2017, a subsidiary purchased and acquired a vessel from a third party with a contract value of USD 18.00 million or equivalent to Baht 611.88 million. A subsidiary paid a deposit of USD 0.50 million or equivalent to Baht 17.21 million in the second quarter of 2017 and paid the remaining USD 17.50 million or Baht 594.67 million on the date of the delivery. The sources of funds were from the draw-down of loan from a local commercial bank of Baht 490 million and loan from a related party for the purchase of the vessel. The loan from the financial institution bears an annual interest rate of 4.94% per annum, with monthly repayments of the principal of Baht 8.18 million. The repayment is due within 5 years from the first instalment. The loan is secured by the subsidiary's vessel as collateral and also guaranteed by the Company and another two subsidiaries.

**b) Dividend payment**

**The Company**

On 10 August 2017, at the Board of Directors' meeting of the Company, the board passed a resolution to approve the payment of interim dividends from retained earnings and operating results for the six-month period ended 30 June 2017 at Baht 0.50 per share, for 918.32 million shares, totalling Baht 459.47 million. The dividends will be paid to the shareholders on September 2017.

**Subsidiary**

On 10 August 2017, at the Board of Directors' meeting of Unique Gas and Petrochemical Public Company Limited, the board passed a resolution to approve the payment of interim dividends from retained earnings and operating results for the six-month period ended 30 June 2017 at Baht 30.00 per share, for 10.50 million shares, totalling Baht 315.00 million. The dividends will be paid to the shareholders on September 2017.



**23 Events after the reporting date** (continued)

**c) Increase in share capital of Siamgas Power Pte. Ltd.**

On 10 August 2017, at the Board of Directors' meeting of the Company, the board passed a resolution to approve an increase in share capital of Siamgas Power Pte. Ltd., incorporated in Singapore, ("a subsidiary") by 0.01 million shares with a par value of USD 1 each, approximately to Baht 0.34 million. The number of shares increased from 48.01 million shares to 48.02 million shares (with a par value of USD 1 each). As a result, the Company's ownership interest at 100% remains unchanged.

**d) Increase in share capital of Siamgas Myanmar Consortium Pte. Ltd.**

On 10 August 2017, at the Board of Directors' meeting of the Company, the board passed a resolution to approve an increase in share capital of Siamgas Myanmar Consortium Pte. Ltd., incorporated in Singapore, ("a subsidiary") by 5,000 shares with a par value of SGD 1 each, approximately to Baht 0.12 million. The number of shares increased from 100 shares to 5,100 shares (with a par value of SGD 1 each).