

ITALIAN - THAI DEVELOPMENT PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONDENSED NOTES TO INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH AND SIX-MONTH PERIODS ENDED 30 JUNE 2018 (Unaudited but reviewed)

1. NATURE OF OPERATIONS

Italian - Thai Development Public Company Limited (“the Company”) registered its incorporation and is domiciled in Thailand. The Company and subsidiaries are principally engaged in the construction business both in Thailand and overseas, and in addition provided the soil and coal extraction and removal services.

2. BASIS OF INTERIM FINANCIAL STATEMENTS PREPARATION AND CONSOLIDATION

2.1 Basis for interim financial statements preparation

The interim financial statements are for the three-month and six-month periods ended 30 June 2018 and are presented in Thai Baht. They have been prepared in accordance with Thai Accounting Standard No. 34 (Revised 2017) “Interim Financial Reporting” which do not include all of the information required in annual financial statements in accordance with Thai Financial Reporting Standards. These should therefore be read in conjunction with the consolidated financial statements for the year ended 31 December 2017.

The interim financial statements are officially prepared in Thai language. The translation of these statutory financial statements to other language must conform to the Thai financial report.

These interim financial statements have been approved by the Company’s director on 14 August 2018.

2.2 Basis of consolidation

The interim consolidated financial statements included the financial statements of Italian - Thai Development Public Company Limited and its subsidiaries and have been prepared on the same basis as applied for the consolidated financial statements for the year ended 31 December 2017 with some changes in the structure of the group during the period as follows :

- An overseas subsidiary company increased its share capital which the Company did not participate in additional investment. This diluted the Company proportion of investment from 51.63% to 46.64%. However, the Company has continued to the consolidate the financial statements of such subsidiary since it has not lost control from the change of shareholding in subsidiary. In addition, such oversea subsidiary company has investment in a joint venture of 40.00%. This also cause the dilution of the company equity of such joint venture from 20.70% to 18.66%

- The Company and Sumitomo Mitsui Corporation Company Limited jointly invested in SMCC-ITD Joint Venture. The Company has proportion of 49% investment in the Joint Venture. Joint Venture is incorporated under the laws of Bangladesh and is principally engaged in the construction of Dhaka Mass Transit Development project (CP-06) at Dhaka, Bangladesh with Dhaka Mass Transit Company Limited.
- The Company made investment for share capital increment of Italian Thai Power Co., Ltd of 550.00 million. Its proportion of investment still remains at 99.99%.
- The Company made additional payment of BDT 455.41 million for share capital of First Dhaka Expressway Co., Ltd.

2.3 The consolidated financial statements as at 30 June 2018 include investments in associated companies under the equity method of Baht 491.78 million (representing 0.52% of the total assets) and related share of loss accounted for under equity method for three-month and six-month periods then ended of Baht 1.16 million and Bath 7.90 million, respectively (representing 0.97% and 3.12%, of the consolidated net profit of the three-month and six-month periods, respectively). Those financial statements are based on financial information compiled by the management of such associated companies which has not been reviewed by their auditor because those associated companies are not under the control of the Company's management. However, the management of the Company believes that there will be no significant variances had the financial statements of those associated companies been reviewed by their auditor.

2.4 Information of joint operations

The consolidated and separate financial statements as at 30 June 2018 and 31 December 2017 and for the three-month and six-month periods ended 30 June 2018 and 2017 included assets, liabilities, revenues and expenses of the joint operations proportionately based on the Company's interest as follows :

	(Unit : Thousand Baht)	
	30 June 2018	31 December 2017
	<hr/>	<hr/>
Current assets	1,441,157	220,988
Non – current assets	1,159,917	1,186,325
Current liabilities	655,250	704,165
Non – current liabilities	601,292	167,179

	(Unit : Thousand Baht)			
	For the three-month periods ended 30 June		For the six-month periods ended 30 June	
	2018	2017	2018	2017
Revenues	294,300	218,713	742,947	465,019
Expenses	347,866	257,567	778,844	515,321

3. SIGNIFICANTS ACCOUNTING POLICIES

These interim financial statements have been prepared using the same accounting policies used in the preparation of the financial statements of the Company and its subsidiaries for the year ended 31 December 2017. The Company and its subsidiaries have adopted the revised Thai Financial Reporting Standards, interpretations and guidance effective for annual accounting periods beginning on or after 1 January 2018. The changes were principally to align with the corresponding International Financial Reporting Standards, with most of the changes relating to the revision of wording and terminology, the provision of interpretations and accounting guidance to the users of the standards. The initial application of the revised Thai Financial Reporting Standards has no material effect on these interim financial statements of the Company and subsidiaries.

During the period, the Federation of Accounting Professions issued the Thai Financial Reporting Standard No. 15 "Revenue from Contracts with Customers" which is effective from 1 January 2019. Thai Financial Reporting Standard No. 15 suggests new requirements for the recognition of revenue, replacing Thai Accounting Standard No. 18 "Revenue", Thai Accounting Standard No. 11 "Construction Contracts", and several revenue-related Interpretations. The new standard establishes a control-based revenue recognition model and provides additional guidance in many areas which are limited in detail under existing Thai Financial Reporting Standards. The Company and its subsidiaries will adopt this new standard when it becomes effective. The management is in the process to assess the impact on the financial statements in the period of initial application.

4. ESTIMATES

When preparing the interim financial statements, management undertake judgments, estimates and assumptions about recognition and measurement of assets, liabilities, revenues and expenses. The actual results may differ from the judgments, estimates and assumptions made by management.

The judgments, estimates and assumptions applied in the interim financial statements, including the key sources of estimation, are the same as those applied in the annual financial statements for the year ended 31 December 2017.

5. TRADE ACCOUNTS RECEIVABLE – UNRELATED PARTIES – NET

The aging of outstanding trade accounts receivable balances as at 30 June 2018 and 31 December 2017 are as follows :

Receivable Ages	(Unit : Thousand Baht)			
	Consolidated F/S		Separate F/S	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
Less than 3 months	10,885,406	7,632,380	10,068,747	6,658,682
3 – 6 months	748,387	449,812	300,382	158,943
6 – 12 months	143,315	353,200	20,408	7,635
More than 12 months	1,444,490	1,230,896	407,110	402,137
Total	13,221,598	9,666,288	10,796,647	7,227,397
Less : Allowance for doubtful accounts	(914,237)	(969,052)	(399,175)	(396,706)
Net	12,307,361	8,697,236	10,397,472	6,830,691

The Company has set up a full allowance for doubtful accounts for receivables from private customers that have been overdue for more than 12 months and at 50 percent for those accounts overdue for more than 6 months, except trade accounts receivables of an overseas subsidiary included in the consolidated financial statements of Baht 315.85 million (31 December 2017: Baht 309.98 million) which have been under negotiation with the customer under a debt settlement plan. Management considers that the amount will be received in full amount. Therefore, no allowance was made for non-collection.

As at 30 June 2018, the consolidated and separate financial statements include trade receivable from the State Enterprise for a construction project which has been under process of negotiation to extend the construction period. As a result, the portion of amounts billed for progress of work have not been settled for Baht 590.80 million. The Company's management believes that they will be obtain the approval for the extension of construction period and will be receive the billing for construction work in full amount.

6. TRADE ACCOUNTS RECEIVABLE – RELATED PARTIES – NET

The outstanding balances as at 30 June 2018 and 31 December 2017 are as follows :

	(Unit : Thousand Baht)			
	Consolidated F/S		Separate F/S	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
Subsidiaries	-	-	1,734,903	1,761,470
Associated companies and joint ventures	1,301,010	1,182,412	1,211,995	1,129,910
Related parties	1,507,606	1,470,758	1,387,401	1,308,318
Joint operations	16,339	25,958	16,339	25,958
Total	2,824,955	2,679,128	4,350,638	4,225,656
Less : Allowance for doubtful accounts	(598,143)	(617,903)	(664,337)	(687,186)
Net	2,226,812	2,061,225	3,686,301	3,538,470

The aging of outstanding trade accounts receivable – related parties balances as at 30 June 2018 and 31 December 2017 are as follows :

Receivable Ages	(Unit : Thousand Baht)			
	Consolidated F/S		Separate F/S	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
Less than 3 months	436,032	447,786	644,312	790,904
3 – 6 months	175,108	108,456	395,755	877,501
6 – 12 months	106,957	116,637	954,442	303,972
More than 12 months	2,106,858	2,006,249	2,356,129	2,253,279
Total	2,824,955	2,679,128	4,350,638	4,225,656
Less : Allowance for doubtful accounts	(598,143)	(617,903)	(664,337)	(687,186)
Net	2,226,812	2,061,225	3,686,301	3,538,470

As at 30 June 2018, the consolidated and separate financial statements include trade accounts receivable - related companies totalling Baht 163.29 million and Baht 103.57 million, respectively (31 December 2017: Baht 162.94 million and Baht 103.57 million, respectively). Such receivables are under the process of project feasibility study and negotiation with strategic investors to join its operations in the future. Debt repayment from such debtors depends on the materialization of the project feasibility. The management, therefore, considers that full collection from such debtors can be made and has not considered setting up allowance for non – collection in the accounts.

During the period, the Company has received the repayment of receivable from a local subsidiary amount of Baht 27.48 million. The Company had recognized allowance for doubtful accounts of such receivable in full amount. The Company, therefore reversed allowance for doubtful account of such receivable during the period.

7. SHORT – TERM LOANS AND ADVANCES TO SUBSIDIARIES AND RELATED PARTIES – NET

	(Unit : Thousand Baht)			
	Consolidated F/S		Separate F/S	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
Subsidiaries	-	-	3,241,702	3,233,016
Associated companies and joint ventures	275,715	255,908	217,373	198,730
Related parties	16,025	16,018	-	-
Joint operations	-	23	-	23
Total	291,740	271,949	3,459,075	3,431,769
Less : Allowance for doubtful accounts	(11,301)	(11,255)	(2,121,249)	(2,059,344)
Net	280,439	260,694	1,337,826	1,372,425

Movements in short - term loans and advances to subsidiaries and related parties for the six-month period ended 30 June 2018 are as follows :

	(Unit : Thousand Baht)			
	Consolidated F/S			30 June 2018
	1 January 2018	During the period		
	Increase	Decrease		
Associated companies and joint ventures	255,908	19,807	-	275,715
Related companies	16,018	7	-	16,025
Joint operations	23	-	23	-
Total	271,949	19,814	23	291,740

(Unit : Thousand Baht)

	Separate F/S			30 June 2018
	1 January 2018	During the period		
		Increase	Decrease	
Subsidiaries	3,233,016	8,686	-	3,241,702
Associated company and joint ventures	198,730	18,643	-	217,373
Joint operations	23	-	23	-
Total	3,431,769	27,329	23	3,459,075

As at 30 June 2018, the consolidated financial statements include short – term loans and advances to related companies totalling Baht 16.03 million (31 December 2017: Baht 16.02 million). Debt repayment from such related companies depends on the situation as discussed in Note 6 to the financial statements. The management, therefore, believes that full collection of short – term loans and advances to such related companies can be made and has not considered setting up allowance for non – collection in the accounts.

8. INVESTMENTS

8.1 Investments in subsidiaries – net

Investments in direct subsidiaries as at 30 June 2018 and 31 December 2017 comprise investments as follows :

Nature of business	Paid-up Capital	Percentage of shareholding		(Unit : Thousand Baht) Separate F/S Cost		
		30 Jun	31 Dec	30 Jun	31 Dec	
		2018	2017	2018	2017	
		Percent	Percent			
Investments in subsidiaries						
Italian-Thai International Co., Ltd.	Holding company	400,000	99.99	99.99	400,000	400,000
Less : Allowance for impairment					(400,000)	(400,000)
Net					-	-
Bhaka Bhumi Development Co., Ltd.	Real estate development	5,075	99.99	99.99	5,075	5,075
Thai Pride Cement Co., Ltd.	Manufacture and distribution of cement	1,300,000	99.99	99.99	1,585,000	1,585,000
Nha Pralan Crushing Plant Co., Ltd.	Rock quarrying, processing and distribution	31,000	99.99	99.99	30,999	30,999
Less : Allowance for impairment					(10,999)	(10,999)
Net					20,000	20,000
Siam Concrete and Brick Products Co., Ltd.	Manufacture and distribution of concrete products	126,000	99.80	99.80	124,296	124,296
Italthai Marine Co., Ltd.	Production and sale of vessels and equipment	810,000	92.59	92.59	430,000	430,000
Less : Allowance for impairment					(430,000)	(430,000)
Net					-	-
Italthai Trevi Co., Ltd.	Foundation and piling work services	80,000	90.94	90.94	84,189	84,189
Asian Steel Product Co., Ltd.	Manufacture and distribution of large steel pipes	20,000	69.90	69.90	7,004	7,004

		(Unit : Thousand Baht)					
				Percentage of shareholding		Separate F/S Cost	
				30 Jun 2018	31 Dec 2017	30 Jun 2018	31 Dec 2017
Nature of business		Paid-up Capital		Percent	Percent		
Thai Maruken Co., Ltd.	Lease and sale of sheet piles and beams for foundation construction work	20,000		50.96	50.96	10,196	10,196
Italian-Thai Land Co., Ltd.	Not yet operational	10,000		99.99	99.99	50	50
Less : Allowance for impairment						(50)	(50)
Net						-	-
Palang Thai Kaowna Co., Ltd.	Not yet operational	1,000		99.94	99.94	650	650
Less : Allowance for impairment						(650)	(650)
Net						-	-
Palit Palang Ngan Co., Ltd.	Not yet operational	1,000		74.93	74.93	50	50
Less : Allowance for impairment						(50)	(50)
Net						-	-
Italian Thai Power Co., Ltd.	Production and distribution of electricity	650,000 (31 Dec 2017: 100,000)		99.99	99.99	650,000	100,000
Less : Allowance for impairment						(650,000)	(100,000)
Net						-	-
Saraburi Construction Technology Co., Ltd.	Manufacture, distribution and installation of concrete sheet	250		99.93	99.93	250	250
Asia Logistics Development Co., Ltd.	Not yet operational	1,000		99.93	99.93	999	999
Asia Industrial and Port Corporation Co., Ltd.	Not yet operational	1,000		99.93	99.93	999	999
Myanmar Italian-Thai Power 1 Co., Ltd.	Not yet operational	250		99.95	99.95	250	250
Italian - Thai Hongsa Co., Ltd.	Coal mining contractor	250		99.97	99.97	250	250
APPC Holding Co., Ltd.	Holding company	3,795,987		60.00	60.00	2,277,592	2,277,592
<u>Overseas subsidiary companies</u>							
Myanmar ITD Co., Ltd.	Service agent for Myanmar companies	1,483		99.99	99.99	1,483	1,483
Less : Allowance for impairment						(1,483)	(1,483)
Net						-	-
PT. Thailindo Bara Pratama	Coal mining contractor	25,250 Million IDR		99.99	99.99	108,071	108,071
ITD Cementation India Limited	Construction services in India	172 (31 Dec 2017: 155) Million INR		46.64	51.63	2,143,951	2,143,951
ITD–Madagascar S.A.	Mining business	20 Million MGA		99.98	99.98	99,527	99,527
Less : Allowance for impairment						(99,173)	(99,173)
Net						354	354
ITD Construction SDN. BHD.	Construction services in Malaysia	0.75 Million MYR		99.99	99.99	7,312	7,312
Less : Allowance for impairment						(7,312)	(7,312)
Net						-	-
First Dhaka Elevated Expressway Co., Ltd.	Concession for constructing elevated expressway in Bangladesh	1,575 (31 Dec 2017: 1,120) Million BDT		99.99	99.99	649,280	463,949
ITD Bangladesh Company Limited	Construction services in Bangladesh	4 Million BDT		99.99	99.99	1,546	1,546

				(Unit : Thousand Baht)	
				Separate F/S	
		Percentage of shareholding		Cost	
Nature of business		Paid-up Capital		30 Jun 2018	31 Dec 2017
		30 Jun 2018	31 Dec 2017	30 Jun 2018	31 Dec 2017
		Percent	Percent		
Italian–Thai Development Vietnam Co., Ltd.	Not yet operational	6,000	80.00	80.00	9,160
		Million VND			9,160
Less : Allowance for impairment					(9,160)
Net					-
ITD Mozambique Limitada	Construction services in the Republic of Mozambique	1,141,815	99.00	99.00	38,447
		USD			38,447
Thai Mozambique Logistica SA	Concession for constructing Port and Railway in the Republic of Mozambique	250,000	60.00	60.00	4,955
		USD			4,955
Momaz Logistics	Not yet operational	-	100.00	100.00	-
		USD			-
Italian - Thai Development (Myanmar) Co., Ltd.	Construction services in the Republic of the Union of Myanmar	25,000	99.90	99.90	814
		USD			814
Total Investments in subsidiaries - net				7,063,518	6,878,187

On 2 February 2018, an overseas subsidiary re-issued 16,629,684 new shares at price of 202.55 INR per share (par value at 1 INR per share) to Qualified Institutional Buyers by legal and received paid-up share capital amounting to INR 3,368.34 million (net cash received from share issuance expenses of Baht 1,531.67 million). Such subsidiary increased its registered share capital from 155,157,900 shares to 171,787,584 shares. Consequently, the proportion the Company's investment from 51.63% to 46.64%. However, the Company has continued to consolidate the financial statements of such subsidiary since the Company has not lost control from the change of shareholding in subsidiary as a result of the surplus on investment in subsidiary increased by Baht 511.54 million, which is recognized in other components of shareholders' equity during the period

During the period, the Company has payment for share capital increased of a local subsidiary amount of Baht 550 million which was to be used for debt settlement to the Company. The Company, therefore recognized provision for impairment of such investment in full amount.

8.2 Investments in associated companies - net

Movements in investments in associated companies, which are accounted for by the equity method in the consolidated financial statements, for the six-month period ended 30 June 2018 are as follows:

	(Unit : Thousand Baht)	
	Consolidated F/S	Separate F/S
Balance as at 1 January 2018	633,637	697,963
Less: Dividend from associated companies	(2,971)	-
Less: Share of loss from associated companies	(9,104)	-
Add: Translation adjustment for foreign currency financial statements	2,532	-
Balance as at 30 June 2018	<u>624,094</u>	<u>697,963</u>

Investments in associated companies as at 30 June 2018 and 31 December 2017, comprise investments in the following :

Nature of business	Paid-up Capital	Percentage of shareholding		Consolidated F/S Equity method		Separate F/S Cost		
		30 Jun 2018	31 Dec 2017	30 Jun 2018	31 Dec 2017	30 Jun 2018	31 Dec 2017	
		Percent	Percent					
<u>Investments in associated companies</u>								
ATO-Asia Turnouts Co., Ltd.	Production and distribution of turnouts for railway projects	5,000	48.99	48.99	36,833	35,199	2,450	2,450
Siam Pacific Holding Co., Ltd.	Holding company	58,625	46.69	46.69	26,615	26,615	27,373	27,373
Bangkok Steel Wire Co., Ltd.	Production and distribution of P.C. wire	313,000	19.98	19.98	95,482	101,292	71,603	71,603
Oriental Residence Bangkok Co., Ltd.	Real estate development	500,000	15.00	15.00	-	-	75,000	75,000
<u>Overseas companies</u>								
MCRP Construction Corporation, Philippines	Construction contractor in Philippines	25 Million PHP	24.00	24.00	12,000	12,000	12,000	12,000
Less : Allowance for impairment Net					(12,000)	(12,000)	(12,000)	(12,000)
MCRP Holding Corporation, Philippines	Holding company in Philippines	5 Million PHP	24.00	24.00	3,000	3,000	3,000	3,000
Less : Allowance for impairment Net					(3,000)	(3,000)	(3,000)	(3,000)
Sino Lao Aluminum Corporation Limited	Bauxite mine business in Laos	32 Million USD	34.00	34.00	462,639	468,006	521,537	521,537
Total investments in associated companies – net					<u>621,569</u>	<u>631,112</u>	<u>697,963</u>	<u>697,963</u>
<u>Investment in associated company held by subsidiary</u>								
Siam Pacific Holding Co., Ltd.	Holding company	58,625	4.30	4.30	2,525	2,525	-	-
Total investment in associated company held by subsidiary					<u>2,525</u>	<u>2,525</u>	<u>-</u>	<u>-</u>
Total investments in associated companies - net					<u>624,094</u>	<u>633,637</u>	<u>697,963</u>	<u>697,963</u>

8.3 Investments in joint ventures - net

Movements in investments in joint ventures, which are accounted for by the equity method in the consolidated financial statements, during the six-month period ended 30 June 2018 are as follows :

	(Unit : Thousand Baht)	
	Consolidated F/S	Separate F/S
Balance as at 1 January 2018	126,524	-
Add : Share of profit from joint ventures	89,360	-
Add : Invested during the period	12,313	12,313
Add : Translation adjustment for foreign currency financial statements	12,307	-
Balance as at 30 June 2018	<u>240,504</u>	<u>12,313</u>

Investments in joint ventures as at 30 June 2018 and 31 December 2017, comprise investments in the following:

Nature of business	(Unit : Thousand Baht)						
	Proportion of investments		Consolidated F/S Equity		Separate F/S Cost		
	30 Jun 2018	31 Dec 2017	30 Jun 2018	31 Dec 2017	30 Jun 2018	31 Dec 2017	
	Percent	Percent					
<u>Investments in joint ventures</u>							
ITD-EGC Joint Venture	Construction services in Republic of China	55.00	55.00	308,396	295,766	298,364	295,206
Less : Allowance for impairment Net				(298,364)	(292,896)	(298,364)	(295,206)
				<u>10,032</u>	<u>2,870</u>	<u>-</u>	<u>-</u>
IOT Joint Venture	Construction services	40.00	40.00	-	-	-	-
ITD – ETF Joint Venture	Construction services	65.00	65.00	69,460	52,525	12,313	-
ITD – ETF – MVM Joint Venture	Construction services	55.25	55.25	19,829	19,831	-	-
CMC/ITD/SONG DA Joint Venture	Construction services	30.00	30.00	87,193	48,223	-	-
ITD SINOHYDRO Joint Venture	Construction services	51.00	51.00	14,045	3,075	-	-
SMCC-ITD Joint Venture	Construction services	49.00	-	3	-	-	-
Total investments in joint ventures - net				<u>200,562</u>	<u>126,524</u>	<u>12,313</u>	<u>-</u>
<u>Investments in joint ventures held by subsidiary</u>							
CEC-ITD Cem-TPL Joint Venture	Construction services	18.66 *	20.70 *	39,942	-	-	-
Total investments in joint venture held by subsidiary - net				<u>39,942</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total investments in joint ventures - net				<u>240,504</u>	<u>126,524</u>	<u>12,313</u>	<u>-</u>
Total investments in subsidiaries, associated companies and joint ventures - net				<u>864,598</u>	<u>760,161</u>	<u>7,773,794</u>	<u>7,576,150</u>

* The Company has investment in joint ventures held by this subsidiary of 40%. During the period, such subsidiary increased its share capital. Consequently, the proportion of investment in subsidiary was diluted from 51.63% to 46.64%. Therefore, the proportion of the Company in the joint venture also was diluted from 20.70% to 18.66%.

The Company regularly assesses the values of investments in subsidiaries, associated companies and joint ventures. An allowance for impairment is promptly taken up when there is a reliable indication that the decline in value can be determined.

9. OTHER LONG – TERM INVESTMENTS – NET

Movements in other long - term investments during the six-month period ended 30 June 2018 are as follows :

	(Unit : Thousand Baht)	
	Consolidated F/S	Separate F/S
Balance as at 1 January 2018	861,138	691,793
Less : Unrealized loss from changes in value of investments	(156,683)	(147,755)
Balance as at 30 June 2018	<u>704,455</u>	<u>544,038</u>

Other long - term investments as at 30 June 2018 and 31 December 2017 comprise investments as follows :

		(Unit : Thousand Baht)					
Nature of business	Percentage of Shareholding		Consolidated F/S		Separate F/S		
	30 Jun 2018	31 Dec 2017	30 Jun 2018	31 Dec 2017	30 Jun 2018	31 Dec 2017	
	Percent	Percent					
<u>Investments in other companies</u>							
a) <u>Non-listed companies</u>							
M-Home SPV 3 Co., Ltd.	Real estate development	11.54	11.54	12	12	12	12
Less : Allowance for impairment				(12)	(12)	(12)	(12)
Net				-	-	-	-
Siam Steel Syndicate Plc.	Manufacture and distribution for construction	1.15	1.15	55,885	55,885	55,885	55,885
Siam Fiber Optics Co., Ltd.	Manufacture and distribution of optic fibers	10.00	10.00	24,000	24,000	24,000	24,000
Bell Development Co., Ltd.	Real estate development	2.29	2.29	47,313	47,313	47,313	47,313
The Bangkok Club Co., Ltd.	Entertainment services	0.44	0.44	3,000	3,000	3,000	3,000
Less : Allowance for impairment				(1,985)	(1,985)	(1,985)	(1,985)
Net				<u>1,015</u>	<u>1,015</u>	<u>1,015</u>	<u>1,015</u>
Nishio Rent All (Thailand) Co., Ltd.	Construction machinery rental	15.00	15.00	7,500	7,500	7,500	7,500
Praram 9 Square Co., Ltd.	Shopping center development	6.32	6.32	200,000	200,000	200,000	200,000
Less : Allowance for impairment				(200,000)	(200,000)	(200,000)	(200,000)
Net				<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total investment in other non-listed companies – net				<u>135,713</u>	<u>135,713</u>	<u>135,713</u>	<u>135,713</u>
b) <u>Listed companies</u>							
Charoong Thai Wire and Cable Plc.	Manufacture and distribution of wire and cable	12.90	12.90	308,715	308,715	308,715	308,715
Add : Unrealized gain from changes in value of investments				96,770	240,485	96,770	240,485
Net market value				<u>405,485</u>	<u>549,200</u>	<u>405,485</u>	<u>549,200</u>

(Unit : Thousand Baht)

Nature of business	Percentage of Shareholding		Consolidated F/S		Separate F/S		
	30 Jun 2018	31 Dec 2017	30 Jun 2018	31 Dec 2017	30 Jun 2018	31 Dec 2017	
	Percent	Percent					
TTCL Plc.	0.07	0.07	400	400	400	400	
Add : Unrealized gain from changes in value of investments			2,440	6,480	2,440	6,480	
Net market value			2,840	6,880	2,840	6,880	
Total investment in other listed companies – net			408,325	556,080	408,325	556,080	
Total investments in other companies - net			544,038	691,793	544,038	691,793	
Investments held by subsidiaries							
a) Non-listed company							
Bell Development Co., Ltd.	Real estate development	6.55	6.55	135,226	135,226	-	-
b) Listed company							
Charoong Thai Wire and Cable Plc.	Manufacture and distribution of wire and cable	0.80	0.80	19,178	19,178	-	-
Add : Unrealized gain from changes in value of investments			6,013	14,941	-	-	
Net market value			25,191	34,119	-	-	
Total investment held by subsidiaries			160,417	169,345	-	-	
Total other long-term investments – net			704,455	861,138	544,038	691,793	

10. LAND LEASE CONCESSION AND PROJECT UNDER DEVELOPMENT

(Unit : Thousand Baht)

	Consolidated F/S		Separate F/S	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
Land lease concession	30,198	30,198	-	-
Project under development	7,683,698	7,621,557	5,179,121	5,130,170
Total	7,713,896	7,651,755	5,179,121	5,130,170

As at 30 June 2018 and 31 December 2017, the Company has costs for acquisition of land lease concessions and projects under development in the Dawei Special Economic Zone ("DSEZ") amounting to Baht 7,713.90 million and Baht 7,651.76 million, respectively. This project depends on the cooperation of the governments of Thailand and The Republic of the union of Myanmar as the new concessionaires and promoters of the Dawei Project. The Company has the right to reimburse such costs including other expenses during negotiation from Special Purpose Vehicle after the completion of the due diligence work performed by the consultants of the two governments.

The Dawei SEZ Management Committee (“DSEZ MC”) and the Special Purpose Vehicle (“SPV”) signed the Supplementary Memorandum of Understanding wherein the agreement defined the DSEZ MC and the SPV as the responsible entities to coordinate the reimbursement of the Company’s previous investments from the future developer of the Dawei Special Economic Zone (“Dawei SEZ”) as well as determining the conditions wherein the Company has the option to exchange its previous investment cost for additional industrial estate land.

The Company along with its consortium partners signed separate concession agreements with the DSEZ MC to develop the Initial Phase of the Dawei Special Economic Zone which includes the Initial Industrial Estate area of 27 square kilometers and its related infrastructure projects wherein each respective partners of the individual concessions will be responsible for the Company’s previous investment through its own due diligence.

On 21 March 2018, the Government of the Republic of the Union of Myanmar established a DSEZ Legal Advisory Team to arrange the meeting for Land Lease Agreement with the concessionaires. In the meeting, both parties agreed to find out the solution for further discussion with the DSEZ MC.

In March 2018, the Government of the Republic of the Union of Myanmar approved the terms and conditions of a loan offer by the Government of Thailand for construction of road link from Dawei to the Thailand border which it is in process to prepare the loan agreement and the selection of contractor through bidding for construction of road link project. In May 2018, the Joint Technical Task Force had arranged the meeting for engineering issues of the road as well as the terms of loan offered by the Government of Thailand.

On 28 – 29 March 2018, DSEZ MC arranged a final Public Consultation Meeting for all concessionaires which was attended by the local people, relevant of the Republic of the Union of Myanmar Authorities, the concessionaires and external agencies. Currently, the Environmental Impact Assessment Report (EIA Report) has been approved by the Environmental Conservation Department (ECD) of the Republic of the Union of Myanmar.

11. POTASH MINING RIGHT

The Company holds a 90% investment in a potash mine project through a group of subsidiary companies with has total investment of Baht 2,293.49 million. The Ministry of Finance also holds 10% of the registered share capital. The application for potash mining concessions from the government is under process.

The Department of Primary Industries and Mines (DPIM) is now scrutinizing the documents for the mining license application approval of subsidiary to the Ministry of Industry. The approval of mining licenses may be behind the Company’s expectation since the DPIM is waiting for the approval of the Mineral Master Plan B.E. 2560 - 2564 from the Ministry in according to the Mineral Act. B.E. 2560. The Company’s management believes that the Mineral Master Plan will be approved by the Ministry soon.

In June 2018, DPIM has made the legal consultations letter to the Office of the Council of State to request an opinion for proper implementations and compliance with both the concession agreement and the Mineral Act. B.E. 2560 before submit to the Cabinet's consideration.

The Company's management believes that this project will generate benefits both for neighboring area and for the country. The project is expected to be approved by the government and become operational as planned. The management of the Company believes that there will be no impairment in the value of investment.

12. DEFERRED CONCESSION COST AND COSTS OF PROJECT UNDER DEVELOPMENT

(Unit : Thousand Baht)

	Consolidated F/S		Separate F/S	
	30 June	31 December	30 June	31 December
	2018	2017	2018	2017
Project under development				
– Mozambique	2,037,004	1,943,705	1,827,644	1,740,234
– Bangladesh	2,289,457	1,826,268	-	-
Total	4,326,461	3,769,973	1,827,644	1,740,234

During the year 2011, the Company entered into a Concession Agreement with Bangladesh Bridge Authority of the Government of People's Republic of Bangladesh to proceed with the development of the Dhaka Elevated Expressway. Total project development value is approximately Baht 38,044.98 million. The Company established and registered Project Company as the concessionaire, to operate the project in according to the legal of the Republic of Bangladesh. The Company will be appointed as the EPC Contractor for the design, construction and completion of the project.

On 1 April 2018, Bangladesh Bridge Authority has issued the Construction Commencement Date notification which is considered as formal permission to start the project. The construction and inception of concession period is 25 years included 42 months of construction period. Currently, the Company has performed the construction work for the 1st Tranche of construction distance of 7.45 Kilometer which work progress of approximately 9.25%.

13. LONG – TERM LOANS AND ADVANCES TO SUBSIDIARIES – NET

The outstanding balances as at 30 June 2018 and 31 December 2017 are as follows :

	(Unit : Thousand Baht)			
	Consolidated F/S		Separate F/S	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
Subsidiaries	-	-	6,615,782	7,026,668
Less : Allowance for doubtful accounts	-	-	(837,795)	(1,355,601)
Net	-	-	5,777,987	5,671,067

Significant movements in the long - term loans and advances to subsidiaries for the six-month period ended 30 June 2018 are as follows :

	(Unit : Thousand Baht)			
	1 January 2018	Separate F/S		30 June 2018
		Increase	Decrease	
Subsidiaries	7,026,668	-	410,886	6,615,782

During the period, a local subsidiary repaid its long-term loans and advance to the Company amounted to Baht 520.62 million. The Company had previously recognized full allowances for doubtful accounts of such long-term loans and advance. The Company, therefore reversed allowances for doubtful account of such long-term loans and advance during the period.

14. INVESTMENT PROPERTIES

As at 30 June 2018, investment properties presented at fair value consist of :

	(Unit : Thousand Baht)	
	Consolidated F/S	Separate F/S
Land	1,727,270	765,219
Building	321,000	321,000
Total	2,048,270	1,086,219

Movements in investment properties for the six-month period ended 30 June 2018 are as follows :

	(Unit : Thousand Baht)	
	Consolidated F/S	Separate F/S
	<u> </u>	<u> </u>
Net book value as at 1 January 2018	2,113,270	1,151,219
Disposal during the period	(65,000)	(65,000)
Net book value as at 30 June 2018	<u>2,048,270</u>	<u>1,086,219</u>

15. PROPERTY, PLANT AND EQUIPMENT – NET

During the six-month period ended 30 June 2018, condensed movements in property, plant and equipment are as follows :

	(Unit : Thousand Baht)	
	Consolidated F/S	Separate F/S
	<u> </u>	<u> </u>
Net book value as at 1 January 2018	19,646,861	9,488,112
Purchases / transferred in	2,518,226	1,889,982
Disposal / transferred out	(367,973)	(155,562)
Depreciation for the period	(1,365,535)	(718,204)
Accumulated depreciation for disposal of fixed assets	289,849	141,407
Translation adjustment for foreign currency financial statements	(146,196)	(2,095)
Net book value as at 30 June 2018	<u>20,575,232</u>	<u>10,643,640</u>

16. BANK OVERDRAFTS AND SHORT – TERM LOANS FROM FINANCIAL INSTITUTIONS

The outstanding balances of bank overdrafts and short – term loans from financial institutions as at 30 June 2018 and 31 December 2017 are as follows :

	(Unit : Thousand Baht)			
	Consolidated F/S		Separate F/S	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Bank overdrafts	1,369,276	791,468	2,082	-
Short – term loans from financial institutions	8,575,135	7,700,113	7,161,284	5,348,803
Total	<u>9,944,411</u>	<u>8,491,581</u>	<u>7,163,366</u>	<u>5,348,803</u>

These represent loans obtained from local and overseas financial institutions in the following currencies :

	(Unit : Million)			
	Consolidated F/S		Separate F/S	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
THB	7,512	5,738	7,161	5,349
INR	2,197	3,845	-	-

These loans are subject to interest at domestic market rates for Thai Baht currency loans and at the market rates of India for Rupee currency loans.

The subsidiary companies have loan agreements with commercial banks for credit facilities of Baht 125.29 million. These loans bear interest per annum at MLR – 0.75%. Such long-term loans are collateralized by its land and structure thereon, including present and future construction, and the guarantee of the Company and subsidiary. The subsidiary companies are obliged to reduce credit facilities when upon the redemption of the mortgage at 70% – 80% of selling price of the projects' assets as stipulated in the agreements. The payback period for the principals are within 36 – 42 months from agreements date.

As at 30 June 2018 and 31 December 2017, part of loans amounted to Baht 5,099.93 million and Baht 3,869.50 million, respectively, have been used to finance certain specific projects (Project Finance). The lending banks had set a condition for the Company to process the cash transactions from the projects through the Company's accounts with those banks.

As at 30 June 2018 and 31 December 2017, bank overdrafts and short - term credit facilities that have not been drawn down amounted to Baht 6,324.78 million and Baht 7,100.72 million, respectively.

17. TRADE ACCOUNTS PAYABLE – RELATED PARTIES

The outstanding balances as at 30 June 2018 and 31 December 2017 are as follows :

	(Unit : Thousand Baht)			
	Consolidated F/S		Separate F/S	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
Subsidiaries	-	-	568,015	460,569
Associated companies and joint ventures	460,534	389,174	442,573	372,829
Related companies	1,269,681	1,183,482	1,118,230	1,046,130
Total trade accounts payable				
– related parties	1,730,215	1,572,656	2,128,818	1,879,528

18. LONG – TERM LOANS – NET

As at 30 June 2018 and 31 December 2017, the outstanding balance of long - term loans are as follows :

	(Unit : Thousand Baht)			
	Consolidated F/S		Separate F/S	
	30 June 2018	31 December 2017	30 June 2018	31 December 2017
Outstanding balances	18,107,408	15,236,546	12,332,546	9,209,727
Less : Current portion	(10,185,377)	(8,823,130)	(8,719,290)	(7,398,073)
Net	<u>7,922,031</u>	<u>6,413,416</u>	<u>3,613,256</u>	<u>1,811,654</u>

Movements in the long - term loans for the six-month period ended 30 June 2018 are summarized below :

	(Unit : Thousand Baht)	
	Consolidated F/S	Separate F/S
Balance as at 1 January 2018	15,236,546	9,209,727
Add : Additional borrowings	4,870,772	4,562,172
Less : Repayments	(2,002,390)	(1,444,695)
Add : Translation adjustment for foreign currency financial statements	2,480	5,342
Balance as at 30 June 2018	<u>18,107,408</u>	<u>12,332,546</u>

The outstanding balance of long – term loans as at 30 June 2018 and 31 December 2017 are as follows :

Loan	Credit amount (Million Baht)	Interest rate (Percentage)	Condition	Guarantee	Million Baht			
					Consolidated F/S		Separate F/S	
					30 June 2018	31 December 2017	30 June 2018	31 December 2017
Parent Company								
	13,478	MLR - 0.50 per annum	Repayable within 2018 or upon completion of the project, whichever is earlier	Assignment of collection from construction contract	12,333	9,210	12,333	9,210
		MLR - 1 per annum	Repayable within 2018 or upon completion of the project, whichever is earlier	Assignment of collection from construction contract				
		MLR - 1.25 per annum	Repayable within 2018 and 2020 upon completion of the project, whichever is earlier	Assignment of collection from construction contract				
		MLR - 1.50 per annum	Repayable within 2019 - 2021 upon completion of the project, whichever is earlier	Assignment of collection from construction contract				
		Libor + 4% per annum	Repayable per contract	Machinery				
		Market rate per annum	Repayable within 2019 - 2020 upon completion of the project, whichever is earlier	Bank account opened for receive revenue from construction				
Subsidiaries								
1	120	MLR - 1.90 per annum	Repayable within 36 months from initial drawdown	Machinery	75	65	-	-
2	951	MLR per annum	Repayable per contract	Land and Machinery	313	329	-	-
3	265 Million INR	10.15 per annum	Repayable by quarterly start from November 2017	Construction and Equipment	-	135	-	-
4	10,242	MLR - 1.50 per annum	Repayable within 2018 – 2026	Assignment of collection from construction contract	3,980	4,235	-	-
5	8,000 Million BDT	Floating rate of Bank of Bangladesh plus 6 percent per annum	Repayable per contract	Guaranteed by parent company	1,406	1,263	-	-
				Total	18,107	15,237	12,333	9,210
				Less : Current portion	(10,185)	(8,823)	(8,719)	(7,398)
				Net	7,922	6,414	3,614	1,812

19. DEBENTURES – NET

Movements of debentures for the six-month period ended 30 June 2018 are as follows :

	(Unit : Thousand Baht)
	Consolidated and Separate F/S
	<hr/>
Balance as at 1 January 2018	14,553,330
Newly issued debentures	850,000
Redemption of old debentures	(630,000)
Amortization of debentures issuing costs	3,828
Balance as at 30 June 2018	<hr/> 14,777,158
Less : Current portion	(1,299,796)
Net	<hr/> 13,477,362 <hr/>

On 25 May 2018, the Company issued new short-term debentures to specific persons, unsecured, unsubordinated with no representative holders, for a principal amount of Baht 850 million with 270 days tenure and with a face value of Baht 1,000. These bear interest at a rate of 3 percent per annum which is payable on the redemption date. The debentures will be due for redemption on 19 February 2019. The Company used the proceeds from this issuance to repay debts.

The debentures were issued with covenants relating to various matters such as the decrease in share capital, merger, the payment of dividend and limitations on the execution of new loan obligation.

20. RELATED PARTY TRANSACTION

During the period, the Company and subsidiaries had significant business transactions with related parties, which have been executed on commercial terms and agreed upon basis in the ordinary course of businesses between the Company and those related parties, as follows :

<u>Type of transaction</u>	<u>Pricing policy</u>
Turn-key construction service income	Cost plus margin
Construction service income, exclusive the procurements of materials	Cost or cost plus margin
Land rental income	Mutually agreed rate
Sales of equipment	Cost or mutually agreed price
Sales of investment	Market price
Purchases of construction materials	Approximate market price
Turn-key construction expenses	Cost plus margin
Hire of construction services, exclusive procurements of materials	Cost

<u>Type of transaction</u>	<u>Pricing policy</u>
Purchases of investments	Approximate net book value
Purchases of assets	Mutually agreed price
Interest on loans with related parties	Mutually agreed rate
Rental expenses	Mutually agreed rate

Below are summaries of significant related party transactions during the period :

	(Unit : Million Baht)			
	Consolidated F/S		Separate F/S	
	For the three-month periods ended 30 June			
	2018	2017	2018	2017
<u>Transactions with subsidiaries</u>				
Construction services, sales and other income	-	-	150	154
Sales of assets	-	-	-	37
Purchases of construction materials and services	-	-	507	418
<u>Transactions with associated companies and joint ventures</u>				
Construction services, sales and other income	26	55	23	53
Sales of equipment	-	25	-	24
Purchases of construction materials and services	137	87	107	46
<u>Transactions with related companies</u>				
Construction services, sales and other income	120	130	105	111
Purchases of construction materials and services	1,249	720	1,139	583
Purchases of assets and equipment	79	8	78	8
<u>Key management personnel compensation</u>				
Short-term employee benefits	34	33	27	24
Post-employment benefits	4	2	1	1

	(Unit : Million Baht)			
	Consolidated F/S		Separate F/S	
	For the six-month periods ended 30 June			
	2018	2017	2018	2017
<u>Transactions with subsidiaries</u>				
Construction services, sales and other income	-	-	298	290
Sales of assets	-	-	-	37
Purchases of construction materials and services	-	-	583	955
<u>Transactions with associated companies and joint ventures</u>				
Construction services, sales and other income	71	90	50	83
Sales of equipment	-	25	-	24
Purchases of construction materials and services	137	172	107	117
<u>Transactions with related companies</u>				
Construction services, sales and other income	297	212	263	173
Purchases of construction materials and services	1,480	1,341	1,301	1,162
Purchases of assets and equipment	311	130	270	130
<u>Key management personnel compensation</u>				
Short-term employee benefits	66	64	52	49
Post-employment benefits	7	5	1	1

Furthermore, the Company also has significant transactions with its related parties in respect of loans and advances. The outstanding balances of such transactions are presented as separate items in the statement of financial position.

Accrued rental expenses

As at 30 June 2018, a subsidiary has accrued rental expenses of Baht 78.88 million (31 December 2017 : Baht 77.38 million).

21. GUARANTEES

As at 30 June 2018, the Company and subsidiaries have outstanding guarantees totaling approximately Baht 59,304.38 million issued by financial institutions on behalf of the Company and subsidiaries in respect of certain performance bonds required in the normal course of business. The Company does not expect to incur losses from these guarantees.

As at 30 June 2018, the Company has outstanding guarantees approximately Baht 7,259.80 million issued to financial institutions to collateralize credit facilities granted by those financial institutions to the subsidiaries and joint venture. The Company issued guarantees in proportion to its shareholding (except for Italthai Trevi Co., Ltd., Italthai Marine Co., Ltd., Aquathai Co., Ltd., Sarithorn Co., Ltd., Asian Steel Product Co., Ltd., First Dhaka Elevated Expressway Co., Ltd., and ITD Cementation India Limited for which the Company issued full guarantees for the credit facilities).

22. COMMITMENTS

22.1 As at 30 June 2018, the Company, subsidiaries and joint ventures have outstanding commitments with major subcontractors, classified by currencies as follows :

(Unit : Million Baht)

<u>Currency</u>	Baht Equivalent	
	Consolidated F/S	Separate F/S
THB	4,079.33	3,922.24
INR	1,758.53	101.39
BDT	1,075.10	1,030.28

22.2 As at 30 June 2018, the Company and subsidiaries have the following outstanding commitments for purchases of materials, machinery, related services and service contracts classified by currencies as follow :

(Unit : Million Baht)

<u>Currency</u>	Baht Equivalent	
	Consolidated F/S	Separate F/S
THB	1,403.32	1,329.91
USD	1,042.65	694.05
INR	163.50	-
EUR	1,365.01	1,357.16
VND	62.35	62.35
CNY	92.85	92.85
JPY	1.80	1.80
BDT	1,438.28	1,438.28
SGD	2.21	2.21

22.3 As at 30 June 2018, the Company has outstanding commitments in respect of the un-call portion of investments in nine subsidiary companies of Baht 2.25 million, USD 1.65 million, BDT 26,944.78 million and MMK 344.17 million.

22.4 As at 30 June 2018, the Company has outstanding commitments of USD 8.35 million for purchase shares transfer agreement of an associated company from existing shareholder.

- 22.5 A subsidiary company has a commitment to apply for and to obtain a mining concession from the Government of Thailand prior to the commencement of the potash mining operations. A fee of USD 5.00 million is payable to the Ministry of Industry upon receipt of the mining concession and an annual fee subsidizing the Education Fund of USD 0.20 million is payable to the Department of Primary Industries and Mines in accordance with an agreement between the Ministry of Industry and the Department of Primary Industries and Mines and the subsidiary company.
- 22.6 A subsidiary company entered into a land purchase and sale agreement for the land located in the mining project area in Udon Thani Province. The total area of land is approximately 1,239 rais for a total cost of Baht 279 million. The subsidiary company has paid a deposit of Baht 1.58 million for the land purchase, and the balance will be paid according to the terms of the agreements.
- 22.7 Several indirect subsidiary companies entered service agreements for project consultant which have commitment to pay at the rate as specified in agreements.

23. CONTINGENT LIABILITIES

During the prior year, litigation has been brought against the Company. As at 30 June 2018, management has considered such litigation to be unjustifiable. The Company, therefore, has not set any provision in the financial statements. There has been no significant change in litigation from the year ended 31 December 2017.

24. SEGMENT REPORTING

The operations of the Company and subsidiaries for the three-month and six-month periods ended 30 June 2018 and 2017 are principally engaged in a single industry segment, construction services and are conducted in the following geographical segments as follows :

(Unit : Million Baht)

	Consolidated F/S											
	For the three-month periods ended 30 June											
	Thailand		India		Other countries		Total		Eliminate		Grand Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
<u>Revenue from construction work</u>												
Revenues from external sources	8,366	8,317	3,639	3,122	1,345	182	13,350	11,621	-	-	13,350	11,621
Inter - segment revenues	310	65	35	9	-	-	345	74	(345)	(74)	-	-
Total segment revenues	8,676	8,382	3,674	3,131	1,345	182	13,695	11,695	(345)	(74)	13,350	11,621
<u>Revenue from sales and services</u>												
Revenues from external sources	739	483	-	-	554	518	1,293	1,001	-	-	1,293	1,001
Inter - segment revenues	339	467	-	-	-	-	339	467	(339)	(467)	-	-
Total segment revenues	1,078	950	-	-	554	518	1,632	1,468	(339)	(467)	1,293	1,001
Gross profit	474	804	649	589	363	119	1,486	1,512	(15)	227	1,471	1,739
Other income											131	95
Interest income											39	46
Interest expense											(587)	(635)
Depreciation and amortization											(708)	(643)
Provision for doubtful accounts											(16)	(58)
Gain (Loss) on exchange rate											88	(40)
Share of profit from investment in associated companies and joint ventures											42	15
Income tax expense											(214)	(72)
Profit for the period											120	137

(Unit : Million Baht)

Consolidated F/S

	For the six-month periods ended 30 June											
	Thailand		India		Other countries		Total		Eliminate		Grand Total	
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
<u>Revenue from construction work</u>												
Revenues from external	17,157	16,793	7,206	6,251	1,942	340	26,305	23,384	-	-	26,305	23,384
Inter - segment revenues	375	302	97	22	-	-	472	324	(472)	(324)	-	-
Total segment revenues	17,532	17,095	7,303	6,273	1,942	340	26,777	23,708	(472)	(324)	26,305	23,384
<u>Revenue from sales and services</u>												
Revenues from external	1,544	1,147	-	-	1,188	952	2,732	2,099	-	-	2,732	2,099
Inter - segment revenues	492	882	-	-	-	-	492	882	(492)	(882)	-	-
Total segment revenues	2,036	2,029	-	-	1,188	952	3,224	2,981	(492)	(882)	2,732	2,099
Gross profit	1,250	1,769	1,138	1,069	673	279	3,061	3,117	(28)	233	3,033	3,350
Other income											317	204
Interest income											53	92
Interest expense											(1,145)	(1,226)
Depreciation and amortization											(1,393)	(1,261)
Provision for doubtful accounts											(29)	(73)
Loss on exchange rate											(91)	(151)
Loss on impairment of assets											-	(27)
Share of profit from investment in associated companies and joint ventures											80	46
Income tax expense											(298)	(187)
Profit for the period											253	235

(Unit : Million Baht)

	Thailand		India		Other countries		Total		Elimination		Grand total	
	30 Jun	31 Dec	30 Jun	31 Dec	30 Jun	31 Dec	30 Jun	31 Dec	30 Jun	31 Dec	30 Jun	31 Dec
	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017	2018	2017
Property, plant and equipment – net	11,823	11,188	2,583	2,624	6,186	5,857	20,592	19,669	(17)	(22)	20,575	19,647
Other assets	67,930	63,832	13,511	13,418	11,492	9,865	92,933	87,115	(18,956)	(18,933)	73,977	68,182
Total assets	79,753	75,020	16,094	16,042	17,678	15,722	113,525	106,784	(18,973)	(18,955)	94,552	87,829
Total liabilities	57,434	52,836	14,992	16,639	19,255	17,632	91,681	87,107	(13,556)	(14,050)	78,125	73,057

25. FINANCIAL INSTRUMENTS

Foreign currency risk

The significant balances of financial assets and liabilities denominated in foreign currencies as at 30 June 2018 are summarized below :

Foreign currency	Consolidated F/S		Separate F/S		Average exchange rate as at 30 June 2018 (Baht per foreign currency unit)
	Financial assets	Financial liabilities	Financial assets	Financial liabilities	
	(Million)	(Million)	(Million)	(Million)	
USD	26	13	54	13	31.7935
INR	-	-	24	-	0.4502
LAK	-	1,658	-	-	0.0040
JPY	-	10	-	10	0.303658

Forward exchange contracts which remain outstanding as at 30 June 2018 are summarized below :

Currency	Balance (Million)	Forward contract exchange rate
JPY (buy)	190	0.3091
USD (buy)	13	31.1380 – 33.1700
CNY (buy)	1	4.9370
EUR (buy)	1	38.5310

As at 30 June 2018, significant foreign currency denominated assets and liabilities of the Company, subsidiaries and joint venture which are unhedged are as follow :

	Consolidated F/S (Net)		
	USD Million	LAK Million	JPY Million
Trade accounts receivable and retention	9	-	-
Trade accounts receivable and loan to related companies	17	-	-
Trade accounts payable	8	1,658	10
Loans from financial institutions	5	-	-

	Separate F/S (Net)		
	USD Million	INR Million	JPY Million
Trade accounts receivable and loan to related companies	54	24	-
Trade accounts payable	8	-	10
Loans from financial institutions	5	-	-

In addition, the Company and subsidiaries have foreign currency exposure risk with respect to their investments in subsidiaries, joint venture and associated companies in overseas which are not covered by the hedges against foreign currency risk.

26. EARNINGS PER SHARE

There is no potential dilution in earnings per share from warrant exercising because the average share price during this period was lower than the exercise price. The Company therefore, has not computed the diluted earnings per share from warrant.

27. FAIR VALUE MEASUREMENT

The following table present financial and liabilities assets that are measured at fair value as at 30 June 2018 :

(Unit : Thousand Baht)

	Consolidated F/S			
	Level 1	Level 2	Level 3	Total
<u>Assets</u>				
Current investments	-	46	-	46
Other long – term investments	433,516	-	-	433,516
Investment properties	-	2,048,270	-	2,048,270
Total	433,516	2,048,316	-	2,481,832
<u>Liabilities</u>				
Forward contract liabilities	-	10,727	-	10,727
Total	-	10,727	-	10,727

(Unit : Thousand Baht)

	Separate F/S			
	Level 1	Level 2	Level 3	Total
<u>Assets</u>				
Other long – term investment	408,325	-	-	408,325
Investment properties	-	1,086,219	-	1,086,219
Total	408,325	1,086,219	-	1,494,544
<u>Liabilities</u>				
Forward contract liabilities	-	10,727	-	10,727
Total	-	10,727	-	10,727