

UAC GLOBAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

AUDITOR'S REPORT AND FINANCIAL INFORMATION

FOR THE YEAR ENDED DECEMBER 31, 2016

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of UAC GLOBAL PUBLIC COMPANY LIMITED

Opinion

I have audited the accompanying consolidated and separate financial statements of UAC GLOBAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES (“the Group”) and of UAC GLOBAL PUBLIC COMPANY LIMITED (“the Company”), which comprise the consolidated and separate statements of financial position as at December 31, 2016, and the consolidated and separate statements of comprehensive income, consolidated and separate statements of changes in equity and consolidated and separate statements of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying consolidated and separate financial statements present fairly, in all material respects, the financial position of UAC GLOBAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES and of UAC GLOBAL PUBLIC COMPANY LIMITED as at December 31, 2016, and their financial performance and cash flows for the year then ended in accordance with Thai Financial Reporting Standards.

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Consolidated and Separate Financial Statements section of my report. I am independent of the Group in accordance with the Federation of Accounting Professions under the Royal Patronage of his Majesty the King’s Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to my audit of the consolidated and separate financial statements, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the consolidated and separate financial statements of the current period. These matters were addressed in the context of my audit of the consolidated and separate financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

Key audit matters included auditing procedures are as follows:

Impairment of assets assessment

As stated in note to financial statements No.12, the Group recorded impairment of building, machine and equipment as at December 31, 2016 Baht 45.88 million Impairment of building ,machine and equipment ii considered as significant risk relating to significant judgment of Management in considering an indicator of impairment and recoverable value Such judgment including estimation and assumption especially relating to expected future cash flows and growth rate ,discounted rate used for each unit of assets generating cash. Accordingly, I have addressed such matter as key audit matter.

I have obtained an assurance relating to impairment of building, machine and equipment by included

- Obtained an understanding whether estimation of impairment of assets applied by Management of the Group conformity with usage benefit of the assets.
- Tested significant assumption of the management supported the estimated future cash flows discounted for presenting present value by referring to previous performance, trend analysis in the past, the accuracy of estimated cash flows with actual performance and impairment for assets calculation.
- Considered the adequacy of the disclosure of information relating to significant assumption for testing impairment of assets in the financial statements.

Other Information

Management is responsible for the other information. The other information comprises information in the annual report of the Group, but does not include the consolidated and separate financial statements and my auditor's report thereon, which I obtained prior to the date of this auditor's report, and the annual report, which is expected to be made available to me after that date.

My opinion on the consolidated and separate financial statements does not cover the other information and I do not and will not express any form of assurance conclusion thereon.

In connection with my audit of the consolidated and separate financial statements, my responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated.

When I read the annual report of the Company, if I conclude that there is a material misstatement therein, I am required to communicate the matter to those charged with governance.

Responsibilities of Management and Those Charged with Governance for the Consolidated and Separate Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated and separate financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of consolidated and separate financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated and separate financial statements, management is responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated and Separate Financial Statements

My objectives are to obtain reasonable assurance about whether the consolidated and separate financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated and separate financial statements.

As part of an audit in accordance with Thai Standards on Auditing, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the consolidated and separate financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's and the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated and separate financial statements, including the disclosures, and whether the consolidated and separate financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. I am responsible for the direction, supervision and performance of the group audit. I remain solely responsible for my audit opinion.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the consolidated and separate financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

D I A INTERNATIONAL AUDIT CO., LTD.

(Miss Somjintana Pholhirunrat)

C.P.A. (Thailand)

Registration No. 5599

February 24, 2017

UAC GLOBAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

AS AT DECEMBER 31, 2016

Assets	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2016	2015	2016	2015
Current assets					
Cash and cash equivalents	5	25,432,413.93	140,810,514.01	20,246,516.91	113,248,536.37
Temporary investment	6	2,305,640.99	0.00	0.00	0.00
Trade and other receivables	7	366,397,227.31	274,843,025.06	251,024,085.81	167,060,466.08
<i>Prepayment for wages and goods acquisition</i>		939,214.40	939,214.40	939,214.40	939,214.40
<i>Short-term loans</i>	26	18,000,000.00	0.00	217,500,000.00	65,000,000.00
<i>Inventories</i>	8	215,785,896.95	229,629,831.85	162,260,004.40	159,383,998.96
Total current assets		628,860,393.58	646,222,585.32	651,969,821.52	505,632,215.81
Non-current assets					
<i>Investment in associates</i>	9	235,403,399.24	247,317,393.95	111,051,487.00	111,051,487.00
<i>Investment in subsidiaries</i>	10	0.00	0.00	331,477,259.89	304,808,860.00
<i>Other long-term investment</i>	11	20,000,000.00	0.00	0.00	0.00
<i>Property, plant and equipment</i>	12	1,664,392,418.36	1,424,454,079.47	951,802,488.19	945,749,095.39
<i>Goodwill</i>	3.4	385,804,794.21	385,804,794.21	0.00	0.00
<i>Deferred tax assets</i>	13	36,269,649.23	19,443,631.70	35,954,381.25	18,512,743.87
<i>Prepayment for fixed assets acquisition</i>		1,053,678.75	7,316,466.00	993,678.75	6,993,678.75
<i>Other non-current assets</i>		8,304,685.56	4,582,007.26	4,556,007.97	1,977,939.72
Total non-current assets		2,351,228,625.35	2,088,918,372.59	1,435,835,303.05	1,389,093,804.73
Total assets		2,980,089,018.93	2,735,140,957.91	2,087,805,124.57	1,894,726,020.54

Notes to financial statements are parts of these financial statements.

UAC GLOBAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT DECEMBER 31, 2016

Liabilities and shareholders' equity	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2016	2015	2016	2015
Current liabilities					
Bank overdrafts and short-term loans					
from financial institutions	14	61,373,804.31	462,467,163.10	61,367,811.12	462,467,163.10
Trade and other payables	15	223,252,272.56	188,589,499.34	141,590,601.70	92,475,333.17
Current portion of long-term debts	16	225,589,349.17	198,894,720.67	136,048,607.22	132,489,088.66
Short-term loans	26	81,000,000.00	60,000,000.00	0.00	0.00
<i>Accrued corporate income tax</i>		7,833,137.79	6,701,087.15	0.00	0.00
Total current liabilities		599,048,563.83	916,652,470.26	339,007,020.04	687,431,584.93
Non-current liabilities					
Long-term loans	17	410,133,202.43	533,366,579.69	79,498,376.54	132,394,376.54
Debenture	18	500,000,000.00	0.00	500,000,000.00	0.00
Financial lease liabilities	19	78,345,382.22	86,341,358.77	3,675,816.59	82,319,451.79
Deferred tax liabilities	13	35,584,779.13	28,962,962.16	23,738,288.05	15,176,332.55
Provisions for dismantling		53,290,710.60	32,501,583.18	49,886,973.25	30,625,548.86
Employee benefit obligations	20	13,744,797.50	11,456,777.50	11,813,406.50	10,657,003.50
Other non-current liabilities		23,747,387.92	14,448,078.48	13,934,303.80	8,840,601.84
Total non-current liabilities		1,114,846,259.80	707,077,339.78	682,547,164.73	280,013,315.08
Total liabilities		1,713,894,823.63	1,623,729,810.04	1,021,554,184.77	967,444,900.01

Notes to financial statements are parts of these financial statements.

UAC GLOBAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION (CONTINUED)

AS AT DECEMBER 31, 2016

Liabilities and shareholders' equity (Cont'd)	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2016	2015	2016	2015
Shareholders' equity					
<i>Share capital</i>					
<i>Authorized share capital</i>					
<i>867,885,301 ordinary</i>					
<i>shares of Baht 0.50 each</i>	21	433,942,650.50		433,942,650.50	
<i>746,347,402 ordinary</i>					
<i>shares of Baht 0.50 each</i>			373,173,701.00		373,173,701.00
<i>Issued and paid-up share capital</i>					
<i>667,605,301 ordinary</i>					
<i>shares of Baht 0.50 each</i>	21	333,802,650.50		333,802,650.50	
<i>631,874,101 ordinary</i>					
<i>shares of Baht 0.50 each</i>			315,937,050.50		315,937,050.50
<i>Premium on ordinary shares</i>		587,165,357.66	406,526,272.31	587,165,357.66	406,526,272.31
<i>Retained earnings</i>					
<i>Appropriated - legal reserve</i>	22	29,238,544.19	28,897,077.03	29,238,544.19	28,897,077.03
<i>Unappropriated</i>		274,492,706.33	311,644,449.25	116,044,387.45	175,920,720.69
<i>Total owners of the Company</i>		1,224,699,258.68	1,063,004,849.09	1,066,250,939.80	927,281,120.53
<i>Non-controlling interests</i>		41,494,936.62	48,406,298.78	0.00	0.00
<i>Total shareholders' equity</i>		1,266,194,195.30	1,111,411,147.87	1,066,250,939.80	927,281,120.53
<i>Total liabilities and shareholders' equity</i>		2,980,089,018.93	2,735,140,957.91	2,087,805,124.57	1,894,726,020.54

Notes to financial statements are parts of these financial statements.

UAC GLOBAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED DECEMBER 31, 2016

	<i>Note</i>	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2016	2015	2016	2015
Sales and services		1,324,551,035.86	1,446,376,458.74	955,722,160.25	1,187,557,860.26
Cost of sales and services		(1,035,406,065.31)	(1,194,350,836.86)	(794,358,901.34)	(1,006,748,679.18)
Gross profit		289,144,970.55	252,025,621.88	161,363,258.91	180,809,181.08
Other income					
<i>Dividend</i>		0.00	0.00	45,011,743.40	81,958,530.90
<i>Other</i>		25,372,261.41	18,794,465.25	30,748,349.08	23,534,843.50
Selling expenses		(57,828,073.86)	(47,864,037.12)	(48,298,561.05)	(40,862,874.22)
Administrative expenses		(190,668,414.50)	(149,935,269.26)	(148,312,961.31)	(124,213,753.11)
Finance costs		(68,182,583.54)	(51,076,653.49)	(42,661,222.89)	(32,561,822.32)
Share of profit from investment					
<i>in associates</i>		31,185,966.29	79,186,648.16	0.00	0.00
Profit (loss) before income tax		29,024,126.35	101,130,775.42	(2,149,393.86)	88,664,105.83
Income tax (expense) revenue	24	(4,625,137.48)	(7,130,607.56)	8,978,737.08	(1,910,000.09)
Profit for the year		24,398,988.87	94,000,167.86	6,829,343.22	86,754,105.74
Other comprehensive income					
Items that will not be reclassified subsequently to profit or loss					
Actuarial gain (loss) on defined employee benefit obligations		407,258.40	0.00	495,276.00	0.00
Income tax related to components of other comprehensive income		(99,055.20)	0.00	(99,055.20)	0.00
Other comprehensive income - net by income tax		308,203.20	0.00	396,220.80	0.00
Total comprehensive income (expense) for the year		24,707,192.07	94,000,167.86	7,225,564.02	86,754,105.74

Notes to financial statements are parts of these financial statements

UAC GLOBAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED DECEMBER 31, 2016

	<i>Note</i>	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2016	2015	2016	2015
<i>Attributable to :</i>					
Owners of the Company		29,641,951.14	96,348,288.89	6,829,343.22	86,754,105.74
Non-controlling interests		(5,242,962.27)	(2,348,121.03)	0.00	0.00
		<u>24,398,988.87</u>	<u>94,000,167.86</u>	<u>6,829,343.22</u>	<u>86,754,105.74</u>
Total comprehensive income attributable to					
Owners of the Company		29,950,154.34	96,348,288.89	7,225,564.02	86,754,105.74
Non-controlling interests		(5,242,962.27)	(2,348,121.03)	0.00	0.00
		<u>24,707,192.07</u>	<u>94,000,167.86</u>	<u>7,225,564.02</u>	<u>86,754,105.74</u>
Earnings (loss) per share					
Basic earnings (loss) per share	25	0.05	0.15	0.01	0.14
Weighted average number of					
ordinary shares	25	664,188,383	624,904,477	664,188,383	624,904,477
Diluted earnings (loss) per share					
	25	0.05	0.15	0.01	0.13
Weighted average number of					
ordinary shares	25	664,188,383	655,246,529	664,188,383	655,246,529

Notes to financial statements are parts of these financial statements.

UAC GLOBAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEAR ENDED DECEMBER 31, 2016

(Unit : Baht)

		Consolidated financial statements						
		Owners of the Company				Owners of the Company	Non-controlling interests	Total shareholders' equity
		Issued and paid-up share capital	Premium on share capital	Retained earnings (loss)				
				Appropriated	Unappropriated			
Note				Legal reserve				
	Balance as at December 31, 2015	315,937,050.50	406,526,272.31	28,897,077.03	311,644,449.25	1,063,004,849.09	48,406,298.78	1,111,411,147.87
	Changes in shareholders' equity							
	for the year :							
	Ordinary shares increase	0.00	0.00	0.00	0.00	0.00	(1,668,399.89)	(1,668,399.89)
	Ordinary shares exercised							
	from warrants	21	17,865,600.00	180,639,085.35	0.00	0.00	198,504,685.35	0.00
	Total comprehensive income							
	for the year		0.00	0.00	0.00	29,950,154.34	29,950,154.34	(5,242,962.27)
	Dividend paid	23	0.00	0.00	0.00	(66,760,430.10)	(66,760,430.10)	0.00
	Legal reserve	22	0.00	0.00	341,467.16	(341,467.16)	0.00	0.00
	Balance as at December 31, 2016	333,802,650.50	587,165,357.66	29,238,544.19	274,492,706.33	1,224,699,258.68	41,494,936.62	1,266,194,195.30
	Balance as at December 31, 2014	277,111,038.00	363,995,604.81	24,559,371.74	258,124,522.79	923,790,537.34	45,955,079.81	969,745,617.15
	Changes in shareholders' equity							
	for the year :							
	Ordinary shares increase	0.00	0.00	0.00	0.00	0.00	4,799,340.00	4,799,340.00
	Ordinary shares exercised							
	from warrants	21	4,187,457.50	42,530,667.50	0.00	0.00	46,718,125.00	0.00
	Total comprehensive income							
	for the year		0.00	0.00	0.00	96,348,288.89	96,348,288.89	(2,348,121.03)
	Dividend paid by cash							
	and ordinary shares	21, 23	34,638,555.00	0.00	0.00	(38,490,657.14)	(3,852,102.14)	0.00
	Legal reserve	22	0.00	0.00	4,337,705.29	(4,337,705.29)	0.00	0.00
	Balance as at December 31, 2015	315,937,050.50	406,526,272.31	28,897,077.03	311,644,449.25	1,063,004,849.09	48,406,298.78	1,111,411,147.87

Notes to financial statements are parts of these financial statements.

UAC GLOBAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES
STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2016

(Unit : Baht)

	Note	Separate financial statements				Total shareholders' equity
		Issued and paid-up share capital	Premium on share capital	Retained earnings (loss)		
				Appropriated Legal reserve	Unappropriated	
Balance as at December 31, 2015		315,937,050.50	406,526,272.31	28,897,077.03	175,920,720.69	927,281,120.53
Changes in shareholders' equity for the year :						
Ordinary shares exercised						
from warrants	21	17,865,600.00	180,639,085.35	0.00	0.00	198,504,685.35
Total comprehensive income for the year		0.00	0.00	0.00	7,225,564.02	7,225,564.02
Dividend paid	23	0.00	0.00	0.00	(66,760,430.10)	(66,760,430.10)
Legal reserve	22	0.00	0.00	341,467.16	(341,467.16)	0.00
Balance as at December 31, 2016		<u>333,802,650.50</u>	<u>587,165,357.66</u>	<u>29,238,544.19</u>	<u>116,044,387.45</u>	<u>1,066,250,939.80</u>
Balance as at December 31, 2014		277,111,038.00	363,995,604.81	24,559,371.74	131,994,977.38	797,660,991.93
Changes in shareholders' equity for the year :						
Ordinary shares exercised						
from warrants	21	4,187,457.50	42,530,667.50	0.00	0.00	46,718,125.00
Total comprehensive income for the year		0.00	0.00	0.00	86,754,105.74	86,754,105.74
Dividend paid by cash and ordinary shares	21, 23	34,638,555.00	0.00	0.00	(38,490,657.14)	(3,852,102.14)
Legal reserve	22	0.00	0.00	4,337,705.29	(4,337,705.29)	0.00
Balance as at December 31, 2015		<u>315,937,050.50</u>	<u>406,526,272.31</u>	<u>28,897,077.03</u>	<u>175,920,720.69</u>	<u>927,281,120.53</u>

Notes to financial statements are parts of these financial statements.

UAC GLOBAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2016

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Cash flows from operating activities				
Profit (Loss) before corporate income tax	29,024,126.35	101,130,775.42	(2,149,393.86)	88,664,105.83
Adjustment				
Depreciation	94,129,061.68	65,106,213.91	66,142,307.69	54,004,196.57
Loss from devaluation of inventories	1,097,832.59	0.00	1,097,832.59	0.00
Bad debt and doubtful accounts	2,427,275.66	1,573,415.41	2,427,275.66	1,573,415.41
Unrealized loss on exchange rate	166,282.00	1,125,094.90	56,047.14	687,954.22
Loss from impairment of assets	37,852,677.03	8,025,050.43	37,852,677.03	8,025,050.43
Gain from changing investment	(169,323.15)	0.00	(163,682.16)	0.00
Share of profit from investment in associates	(31,185,966.29)	(79,186,648.16)	0.00	0.00
(Gain) loss on sales of fixed assets	(1,964,102.42)	855,005.39	(38,284.49)	(8,048.73)
Amortized subsidy income for recognition	(795,171.58)	(479,751.00)	(795,171.58)	(479,751.00)
Other assets write off	5,056,819.96	2,331,624.41	3,657,615.69	2,196,066.15
Employee benefit obligations	2,357,511.04	2,652,843.50	1,254,956.00	1,853,069.50
Dividend income	0.00	0.00	(45,011,743.40)	(81,958,530.90)
Interest expenses	73,070,100.55	48,583,924.68	41,127,927.43	31,709,904.46
	<u>211,067,123.42</u>	<u>151,717,548.89</u>	<u>105,458,363.74</u>	<u>106,267,431.94</u>
(Increase) Decrease in changes of operating assets				
Trade and other receivables	(83,408,854.09)	37,082,391.85	(92,391,001.21)	34,083,393.55
Prepayment for wages and goods acquisition	0.00	4,199,353.60	0.00	4,199,353.60
Inventories	12,746,102.31	(40,236,827.69)	(3,973,838.03)	(27,966,926.45)
Other non-current assets	(4,336,155.65)	(1,092,001.23)	(2,774,593.34)	(305,071.23)
Increase (Decrease) in changes of operating liabilities				
Trade and other payables	49,801,064.27	(10,194,560.92)	61,373,815.03	(6,600,529.05)
Other non-current liabilities	10,094,481.02	0.00	5,888,873.54	0.00
Cash generated (paid for) from operations	<u>195,963,761.28</u>	<u>141,475,904.50</u>	<u>73,581,619.73</u>	<u>109,677,652.36</u>
Interest paid	(61,039,198.59)	(57,202,613.80)	(34,705,612.43)	(40,032,703.58)
Corporate income tax paid	<u>(13,804,475.92)</u>	<u>(5,366,846.32)</u>	<u>(672,607.60)</u>	<u>(470,042.40)</u>
Net cash provided by (used in) operating activities	<u>121,120,086.77</u>	<u>78,906,444.38</u>	<u>38,203,399.70</u>	<u>69,174,906.38</u>

Notes to financial statements are parts of these financial statements.

UAC GLOBAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF CASH FLOWS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2016

	Note	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
		2016	2015	2016	2015
Cash flows from investing activities					
Proceeds (payments) from temporary investment		(2,136,317.84)	0.00	163,682.16	0.00
Proceeds (payments) from short-term loans		(18,000,000.00)	0.00	(152,500,000.00)	(65,000,000.00)
Payments to purchase subsidiaries		(1,668,399.89)	(614,065,401.38)	0.00	0.00
Payments for investment in subsidiaries		0.00	0.00	(26,668,399.89)	(208,800,660.00)
Payments for investment in associated.		(1,999,800.00)	0.00	0.00	0.00
Proceeds from dividend in associates		45,011,743.40	81,958,530.90	45,011,743.40	81,958,530.90
Payment for other long-term investment.		(20,000,000.00)	0.00	0.00	0.00
Proceeds from sales of assets		3,975,452.42	1,097,266.36	683,762.99	373,831.78
Payments for fixed assets acquisition		(379,377,819.56)	(299,033,348.49)	(95,678,787.26)	(102,735,744.76)
Net cash provided by (used in) investing activities		<u>(374,195,141.47)</u>	<u>(830,042,952.61)</u>	<u>(228,987,998.60)</u>	<u>(294,204,042.08)</u>
Cash flows from financing activities					
Proceeds (payments) from bank overdrafts and short-term loans from financial institutions		(401,093,358.79)	298,279,481.68	(401,099,351.98)	310,809,771.28
Proceeds from short-term loans		21,000,000.00	60,000,000.00	0.00	0.00
Proceeds (payments) from long-term loans		(118,622,678.71)	462,644,596.38	(52,896,000.00)	(3,254,989.69)
Proceeds from debentures issuance		500,000,000.00	0.00	500,000,000.00	0.00
Proceed from financial lease agreement.		93,500,000.00	0.00	0.00	0.00
Payments for financial lease liabilities		(88,946,705.47)	(76,522,186.18)	(80,081,766.17)	(75,848,258.14)
Proceeds from exercise of warrants to purchase ordinary shares		198,504,685.35	46,718,125.00	198,504,685.35	46,718,125.00
Proceeds from non-controlling interests		0.00	4,799,340.00	0.00	0.00
Dividend paid		(66,760,430.10)	(3,852,102.14)	(66,760,430.10)	(3,852,102.14)
Net cash provided by (used in) financing activities		<u>137,581,512.28</u>	<u>792,067,254.74</u>	<u>97,667,137.10</u>	<u>274,572,546.31</u>
Effects of changes in exchange rate for cash and cash equivalents					
		115,442.34	(428,894.26)	115,442.34	(428,894.26)
Increase (decrease) in cash and cash equivalents		(115,378,100.08)	40,501,852.25	(93,002,019.46)	49,114,516.35
Cash and cash equivalents as at January 1		<u>140,810,514.01</u>	<u>100,308,661.76</u>	<u>113,248,536.37</u>	<u>64,134,020.02</u>
Cash and cash equivalents as at December 31	5	<u>25,432,413.93</u>	<u>140,810,514.01</u>	<u>20,246,516.91</u>	<u>113,248,536.37</u>

Notes to financial statements are parts of these financial statements.

UAC GLOBAL PUBLIC COMPANY LIMITED AND SUBSIDIARIES

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2016

1. GENERAL INFORMATION

1.1 The Company was registered as a company limited on April 1, 1985 and on April 22, 2010, the Company has registered to change its status to public company limited and was listed company in the Market for Alternative Investment (MAI) on October 18, 2010.

1.2 The Company has changed its name to "UAC Global Public Company Limited" which was registered the change of the Company's name with the Ministry of Commerce on April 18, 2014.

1.3 The Company's registered address is No.1 TP&T Tower, 19th Floor, Soi Vibhavadirangsit 19, Vibhavadirangsit Road, Chatuchak Sub-District, Chatuchak District, Bangkok 10900 and the branch office's addresses as follows :

Branch 1 : Warehouse is located at 999 Moo 4, Soi Tesaban Bangpoo 99 (Sermmitra), Sukhumvit Road, Muang Samutphakan, Samutprakan.

Branch 2 : Sale office is located at 188/76 Sukhumvit Road, Tambon Maptaput, Amphur Muang Rayong, Rayong.

Branch 3 : Warehouse is located at 613/13 Moo 2, Songkla-Jana Road, Tambon Pawong, Amphur Muang Songkla, Songkla.

Branch 4 : Manufacturing plant and distribution at 150 Moo 2, Tambon Mae Tang, Amphur Mae Tang, Chiangmai.

Branch 5 : Manufacturing plant and distribution at 1/1 Moo 8, Tumbon Kokrak, Amphur Kongkraitat, Sukhothai.

Branch 6 : Manufacturing plant and distribution at 150/1 Moo 2, Tambon Mae Tang, Amphur Mae Tang, Chiangmai.

1.4 The Company has engaged in business as follows:

1.4.1 The Company has engaged in business of import and distribution of chemicals and equipment used in various industries i.e. off-shore natural gas exploration and production, oil refinery and upstream petrochemicals, engine oil lubricant manufacturing plant, polymer and plastic manufacturing plant, chemical industrial plant, power plant and utilities system.

1.4.2 To provide the consultant and advising for the marketing of any products and services, the feasibility study of any projects or works related to Energy industry, Refinery, Petrochemicals, Power plants and other utilities.

1.4.3 Production and distribution of Biogas used in power generation, transportation and various industries.

1.4.4 Hire of construction of machines and equipment used in various industries i.e. off-shore natural gas exploration and production, oil refinery and upstream petrochemicals, engine oil lubricant manufacturing plant, polymer and plastic manufacturing plant, chemical industrial plant, power plant and utilities system.

1.4.5 Production and distribution of petroleum manufacturing such as Compressed Natural Gas (CNG), Liquefied Petroleum Gas (LPG), Natural Gas Liquid (NGL).

2. PREPARATION OF FINANCIAL STATEMENTS BASIS

2.1 Preparation of financial statements

The financial statements have been prepared in conformity with Financial Reporting Standards, enunciated under the Accounting Professions Act B.E. 2547 and presented in accordance with the notification of Department of Business Development by Ministry of Commerce dated September 28, 2011 regarding the condensed form should be included in the financial statements B.E. 2554 and in accordance with the regulations of the Securities and Exchange Commission regarding the preparation and presentation of financial reporting under the Securities and Exchange Act B.E. 2535.

The financial statements have been prepared under the historical cost convention, except as transaction disclosed in related accounting policy.

Measurement of fair values

A number of the Company and subsidiaries' accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

The Company and subsidiaries have an established control framework with respect to the measurement of fair values. This includes a valuation that has overall responsibility for overseeing all significant fair value measurements, including level 3 fair values, and reports directly to CFO.

The valuation regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of TFRS, including the level in the fair value hierarchy in which such valuation should be classified.

When measuring the fair value of an asset or a liability, the Company and subsidiaries use market observable data as fair as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows :

- Level 1 : quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2 : inputs other than quoted prices included in Level 1 that are observable for the asset or liabilities, either directly (i.e. as prices) or indirectly (i.e. observable prices).
- Level 3 : inputs are unobservable for the asset or liability.

If the inputs used to measure the fair value of an asset or liability might be categorized in different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company and subsidiaries recognized transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

2.2 Accounting standards and financial reporting standards adoption during the year

The Federation of Accounting Professions issued accounting standards, financial reporting standards, standing interpretations and financial reporting interpretations which are expected to be effective for the financial statements beginning on or after January 1, 2016 as detailed below :

<u>Financial Reporting Standards</u>	<u>Contents</u>
<u>Accounting Standards</u>	
TAS 1 (Revised 2015)	Presentation of Financial Statements
TAS 2 (Revised 2015)	Inventories
TAS 7 (Revised 2015)	Statement of Cash Flows
TAS 8 (Revised 2015)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (Revised 2015)	Events After the Reporting Period
TAS 11 (Revised 2015)	Construction Contracts
TAS 12 (Revised 2015)	Income Taxes
TAS 16 (Revised 2015)	Property, Plant and Equipment
TAS 17 (Revised 2015)	Leases

2.2 Accounting standards and financial reporting standards adoption during the year (Cont.)

<u>Financial Reporting Standards</u>	<u>Contents</u>
<u>Accounting Standards</u>	
TAS 18 (Revised 2015)	Revenue
TAS 19 (Revised 2015)	Employee Benefits
TAS 20 (Revised 2015)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (Revised 2015)	The Effects of Changes in Foreign Exchange Rates
TAS 23 (Revised 2015)	Borrowing Costs
TAS 24 (Revised 2015)	Related Party Disclosures
TAS 26 (Revised 2015)	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (Revised 2015)	Separate Financial Statements
TAS 28 (Revised 2015)	Investments in Associates and Joint Ventures
TAS 29 (Revised 2015)	Financial Reporting in Hyperinflationary Economies
TAS 33 (Revised 2015)	Earnings Per Share
TAS 34 (Revised 2015)	Interim Financial Reporting
TAS 36 (Revised 2015)	Impairment of Assets
TAS 37 (Revised 2015)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (Revised 2015)	Intangible Assets
TAS 40 (Revised 2015)	Investment Property
TAS 41	Agriculture

2.2 Accounting standards and financial reporting standards adoption during the year (Cont.)

<u>Financial Reporting Standards</u>	<u>Contents</u>
<u>Financial Reporting Standards</u>	
TFRS 2 (Revised 2015)	Share-based Payment
TFRS 3 (Revised 2015)	Business Combinations
TFRS 4 (Revised 2015)	Insurance Contracts
TFRS 5 (Revised 2015)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6 (Revised 2015)	Exploration for and Evaluation of Mineral Assets
TFRS 8 (Revised 2015)	Operating Segments
TFRS 10 (Revised 2015)	Consolidated Financial Statements
TFRS 11 (Revised 2015)	Joint Arrangements
TFRS 12 (Revised 2015)	Disclosure of Interests in Other Entities
TFRS 13 (Revised 2015)	Fair Value Measurement
<u>Standing Interpretations Committee</u>	
TSIC 10 (Revised 2015)	Government Assistance - No Specific Relation to Operating Activities
TSIC 15 (Revised 2015)	Operating Leases - Incentives
TSIC 25 (Revised 2015)	Income Taxes - Changes in the Tax Status of an Enterprise or its
	Shareholders

2.2 Accounting standards and financial reporting standards adoption during the year (Cont.)

<u>Financial Reporting Standards</u>	<u>Contents</u>
<u>Standing Interpretations Committee</u>	
TSIC 27 (Revised 2015)	Evaluating the Substance of Transactions in the Legal Form of a Lease
TSIC 29 (Revised 2015)	Disclosure - Service Concession Arrangements
TSIC 31 (Revised 2015)	Revenue - Barter Transactions Involving Advertising Services
TSIC 32 (Revised 2015)	Intangible Assets - Web Site Costs
<u>Financial Reporting Interpretations Committee</u>	
TFRIC 1 (Revised 2015)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (Revised 2015)	Determining Whether an Arrangement Contains a Lease
TFRIC 5 (Revised 2015)	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (Revised 2015)	Applying the Restatement Approach under TAS 29 (Revised 2015) Financial Reporting in Hyperinflationary Economies
TFRIC 10 (Revised 2015)	Interim Financial Reporting and Impairment
TFRIC 12 (Revised 2015)	Service Concession Arrangements
TFRIC 13 (Revised 2015)	Customer Loyalty Programmes

2.2 Accounting standards and financial reporting standards adoption during the year (Cont.)

<u>Financial Reporting Standards</u>	<u>Contents</u>
<u>Financial Reporting Interpretations Committee</u>	
TFRIC 14 (Revised 2015)	The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction for TAS 19 (Revised 2015) Employee Benefits
TFRIC 15 (Revised 2015)	Agreements for the Construction of Real Estate
TFRIC 17 (Revised 2015)	Distributions of Non-cash Assets to Owners
TFRIC 18 (Revised 2015)	Transfers of Assets from Customers
TFRIC 20 (Revised 2015)	Stripping Costs in the Production Phase of a Surface Mine
TFRIC 21	Levies

Accounting Guideline

Accounting guideline for plant measurement and recognition for generating production.

The above accounting standards, financial reporting standards, standing interpretations committee, financial reporting interpretations and accounting guideline committee will have no significant impact on these financial statements.

2.3 Financial Reporting Standards issued and revised which will be effective in the future

The Federation of Accounting Professions has issued the Notifications regarding Thai Financial Reporting Standards (TFRSs), which are effective for the financial statements for the periods beginning on or after January 1, 2017 onwards, as follows:

2.3 Financial Reporting Standards issued and revised which will be effective in the future (Cont.)

<u>Financial Reporting Standards</u>	<u>Contents</u>
<u>Accounting Standards</u>	
TAS 1 (Revised 2016)	Presentation of Financial Statements
TAS 2 (Revised 2016)	Inventories
TAS 7 (Revised 2016)	Statement of Cash Flows
TAS 8 (Revised 2016)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (Revised 2016)	Events after the Reporting Period
TAS 11 (Revised 2016)	Construction Contracts
TAS 12 (Revised 2016)	Income Taxes
TAS 16 (Revised 2016)	Property, Plant and Equipment
TAS 17 (Revised 2016)	Leases
TAS 18 (Revised 2016)	Revenue
TAS 19 (Revised 2016)	Employee Benefits
TAS 20 (Revised 2016)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (Revised 2016)	The Effects of Changes in Foreign Exchange Rates
TAS 23 (Revised 2016)	Borrowing Costs
TAS 24 (Revised 2016)	Related Party Disclosures
TAS 26 (Revised 2016)	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (Revised 2016)	Separate Financial Statements
TAS 28 (Revised 2016)	Investments in Associates and Joint Venture
TAS 29 (Revised 2016)	Financial Reporting in Hyperinflationary Economics
TAS 33 (Revised 2016)	Earnings per Share

2.3 Financial Reporting Standards issued and revised which will be effective in the future (Cont.)

<u>Financial Reporting Standards</u>	<u>Contents</u>
<u>Accounting Standards (Cont.)</u>	
TAS 34 (Revised 2016)	Interim Financial Reporting
TAS 36 (Revised 2016)	Impairment of Assets
TAS 37 (Revised 2016)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (Revised 2016)	Intangible Assets
TAS 40 (Revised 2016)	Investment Property
TAS 41 (Revised 2016)	Agriculture
TAS 104 (Revised 2016)	Accounting for Troubled Debt Restructuring
TAS 105 (Revised 2016)	Accounting for Investments in Debt and Equity Securities
TAS 107 (Revised 2016)	Financial Instruments Disclosure and Presentation.
<u>Financial Reporting Standards</u>	
TFRS 2 (Revised 2016)	Share-Based Payments
TFRS 3 (Revised 2016)	Business Combinations
TFRS 4 (Revised 2016)	Insurance Contracts
TFRS 5 (Revised 2016)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6 (Revised 2016)	Exploration for and Evaluation of Mineral Resources
TFRS 8 (Revised 2016)	Operating Segments
TFRS 10 (Revised 2016)	Consolidated Financial Statements
TFRS 11 (Revised 2016)	Joint Arrangements
TFRS 12 (Revised 2016)	Disclosure of Interests in Other Entities
TFRS 13 (Revised 2016)	Fair Value Measurement
TSIC 10 (Revised 2016)	Government Assistance - No Specific Relation to Operating Activities
TSIC 15 (Revised 2016)	Operating Leases – Incentives

2.3 Financial Reporting Standards issued and revised which will be effective in the future (Cont.)

<u>Financial Reporting Standards</u>	<u>Contents</u>
<u>Standing Interpretations Committee</u>	
TSIC 25 (Revised 2016)	Income Taxes- Changes in the Tax Status of an Entity or its Shareholders
TSIC 27 (Revised 2016)	Evaluating the Substance of Transactions Involving the Legal form of a Lease
TSIC 29 (Revised 2016)	Service Concession Arrangements: Disclosures
TSIC 31 (Revised 2016)	Revenue - Barter Transactions Involving Advertising Services
TSIC 32 (Revised 2016)	Intangible Assets - Web Site Costs
<u>Financial Reporting Interpretations Committee</u>	
TFRIC 1 (Revised 2016)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (Revised 2016)	Determining Whether an Arrangement Contains a Lease
TFRIC 5 (Revised 2016)	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (Revised 2016)	Applying the Restatement Approach under TAS 29 (Revised 2016) Financial Reporting in Hyperinflationary Economies
TFRIC 10 (Revised 2016)	Interim Financial Reporting and Impairment
TFRIC 12 (Revised 2016)	Service Concession Arrangements
TFRIC 13 (Revised 2016)	Customer Loyalty Programmes
TFRIC 14 (Revised 2016)	The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction for TAS 19 (Revised 2016) Employee Benefits
TFRIC 15 (Revised 2016)	Agreements for the Construction of Real Estate
TFRIC 17 (Revised 2016)	Distributions of Non-cash Assets to Owners
TFRIC 18 (Revised 2016)	Transfers of Assets from Customers
TFRIC 20 (Revised 2016)	Stripping Costs in the Production Phase of a Surface Mine
TFRIC 21 (Revised 2016)	Levies

The Company and subsidiaries have no plan to adopt and apply such financial reporting standards before effective date and has expected that there is no material impact to financial statements in the effective period.

3. BASIS OF CONSOLIDATED FINANCIAL STATEMENTS PREPARATION

3.1 The consolidated financial statements incorporate the financial statements of UAC Global Public Company Limited and its subsidiaries, control is achieved where the Company has the power to govern the financial and operating policies until the control is ceased as follows :

	Incorporated in	Percentage of investment (%)		Type of business
		2016	2015	
Subsidiaries				
UAC Utilities Co., Ltd. (Formerly name UAC Hydrotek Co., Ltd.)	Thailand	99.99	50	Hire of water production and distribution including related equipment use in consumption and industries
UAC & TPT Energy Co., Ltd.	Thailand	50.01	50.01	Production and distribution of Biogas used in power generation, transportation and various industries
UAC Energy Co., Ltd.	Thailand	99.99	99.99	Generating and distribution of electricity current and alternative energy
UAC TPT Pellets Co., Ltd. (held by UAC & TPT Energy Co., Ltd. at 99.97%)	Thailand	50	50	Generating and distribution of fuel briquette
Solar Energy Roof Power Co., Ltd. (held by UAC Energy Co., Ltd. at 99.99%)	Thailand	99.98	99.98	Generating and distribution of electricity current and alternative energy
UAC Advance Polymer & Chemicals Co., Ltd.	Thailand	99.99	99.99	Generating and distribution of chemical products use in general industries

3.2 The consolidated financial statements have been prepared in conformity with the same accounting policy for the same accounts and accounting events of the Company and subsidiaries.

3.3 The balance of accounts and transactions between UAC Global Public Company Limited and its subsidiaries, unrealized gain between of the Company and net assets of subsidiaries have been eliminated from the consolidated financial statements.

3.4 Business acquisition- UAC Advance Polymer and Chemicals Co., Ltd.

1. According to the minutes of shareholders' extraordinary meeting No.1/2015 held on March 12, 2015, passed the resolution to approve the subsidiary (UAC Advance Polymer and Chemicals Co., Ltd.) to acquire and received all business transferring of Advance Polymer and Chemical Co., Ltd., whose company engaged in manufacturing and distribution of chemical products in type of latex emulsion and latex polymer which has head office located at 9, Soi Sapapong 3 yak 6, Srinakarin, Nongbon, Pravech, Bangkok and a plant at 50 Moo 3 Sikeiw-Chaiyaphom Road (Stage Highway No.201), Tumbon Sikeiw, Amphur Sikeiw, Nakhonrajasima, and a warehouse at 998 Moo 2, Bangpoo Industrial Zone, Old-Sukhumvit Road, Prakasa, Meung Samutprakran, Samutprakran.
2. Subsidiary and seller had signed agreement to transfer all business on January 21, 2015 in accordance with the offering to acquire business of Advance Polymer and Chemical Co., Ltd. with the objective to receive the transfer of business including total assets, liabilities and employees under the rules and conditions as indicated in this agreement by receiving the business transferring on April 30, 2015.
3. Fair value and carrying value of net assets of Advance Polymer and Chemical Co., Ltd. at the business transferring date are being appraised and examined by the auditor.

(Unit : Million Baht)

	<i>Fair value</i>	<i>Book value</i>
Assets		
Cash and cash equivalents	115.93	115.93
Trade and other receivables	105.75	105.75
Inventories	57.92	48.90
Property, plant and equipment	149.53	76.39
Other non-current assets	0.01	0.01
	<hr/>	<hr/>
Total assets	<u>429.14</u>	<u>346.98</u>

3.4 Business acquisition- UAC Advance Polymer and Chemicals Co., Ltd. (Cont.)

(Unit : Million Baht)

	<i>Fair value</i>	<i>Book value</i>
Liabilities		
Trade and other payables	62.93	62.93
Corporate income tax payable	5.58	5.58
Deferred tax liabilities	16.43	0.00
Total liabilities	84.94	68.51
Net total assets	344.20	278.47
Percentage of investment (%)	100.00	
Net assets in percentage of investment of the Company	344.20	
Part of acquisition price higher than net assets	385.80	
Acquisition price	730.00	
Less Cash and cash equivalents of subsidiary	(115.93)	
Net payment for acquire of subsidiary	614.07	

Details of acquisition price for Advance Polymer and Chemical Co., Ltd. are as follows :

(Unit : Million Baht)

Acquisition price	
Cash payment	730.00
Fair value of acquired net assets	(344.20)
Goodwill	385.80

4. On April 30, 2015, subsidiary has received business transferring of Advance Polymer and Chemical Co., Ltd. and made payment for business acquisition to the seller in the amount of Baht 730 million for which the independent financial advisor expressed an opinion that such price are properly appropriated.
5. The results of operation of such subsidiary since the acquisition date up to December 31, 2015 included income and profit amount of Baht 252.25 million and Baht 16.16 million respectively in consolidated financial statements.

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 Income and Expenses Recognition

4.1.1 Revenues and expenses are recognized on an accrual basis.

4.1.2 Revenues from sales are recognized when the goods are delivered, the significant risk and rewards have *been transferred to the customers.*

4.1.3 Revenues from project advisory services are recognized as income when the services are rendered.

4.1.4 Revenues from construction contract services are recognized by reference to the stage of completion of the contract activity when it is probable that total contract cost will be exceed total contract revenue, the expected loss is recognized as an expenses in statements of comprehensive income immediately.

4.2 Cash and Cash Equivalents

Cash and cash equivalents included cash on hand and at bank of which the maturity is less than three months from the deposit date and without restriction on withdrawal.

4.3 Trade and Other Receivables

Trade and other receivables are stated at the rights to receive amount/invoice amount less allowance for doubtful accounts.

The Company and subsidiaries provided allowance for doubtful accounts by considering the overdue period of the accounts receivable from the abilities to repay the debts of each accounts receivable.

4.4 Inventory

Inventories are valued at the lower of cost on a first-in first-out (FIFO) basis or net realizable value.

4.5 Investment

Investment in subsidiaries is stated at cost less provision for impairment (if any).

Investment in separate financial statements is stated at cost less provision for impairment of investment (if any).

Other long-term investment is stated at cost less provision for impairment (If any).

4.6 Plant, Property and Equipment

Land is stated at cost less provision for impairment (If any).

Building and equipment are stated at cost less relevant accumulated depreciation and provision for impairment of assets (if any). Cost is included initial estimate of the costs of dismantling and removing the item and restoring the site on which it is located, the obligation for which the Company and subsidiaries incur.

Building and equipment are depreciated on a straight-line basis over the estimated useful lives of the assets and depreciation charge has to be determined separately for each significant parts of assets with the cost that is significant in relation to the total cost of asset item. In addition, the entity is required to review the useful lives, residual value and depreciation method at least at each financial year-end.

The estimated useful lives of the assets are as follows :

	Number of years
Building and building improvement	5 - 20
Machinery and equipment	5 - 20
Office equipment	2 and 5
Office furniture and fixture	5
Vehicles	5

Land and assets under construction were not depreciated.

4.7 Impairment of Assets

The Company and subsidiaries have assessed the impairment of assets whenever events or changes indicated that the carrying amount of an assets exceeds its recoverable value (net selling price of the assets under current operation or its utilization value whichever is higher). The Company will consider the impairment for each asset item or each assets unit generating cash flows, whichever is practical. In case of the carrying amount of an asset exceeds its recoverable value, the Company and subsidiaries will recognize an impairment loss in the statements of comprehensive income for the period. The Company and subsidiaries will reverse the impairment loss whenever there is an indication that there is no longer impairment or reduction in impairment.

4.8 Transactions in Foreign Currencies

The Company and subsidiaries record its transactions in foreign currencies converting into Thai Baht by using the exchange rates ruling on the transaction dates. The outstanding balances of accounts in foreign currencies as at the statements of financial position date are converted into Thai Baht by using the exchange rates ruling on the same date.

Gains or Loss on exchange rate are taken into income or expense in the results of operation.

4.9 Financial Instruments

Financial instruments are presented in statements of financial position, consist of cash and cash equivalents, current investment, trade and other receivables, long-term investment, short-term loans from financial institution, trade and other payables, long-term loans and financial lease liabilities. The basis of recognition and measurement of each item is separately disclosed in the related transactions.

4.10 Long-Term Lease

4.10.1 Financial lease

The Company and subsidiaries record vehicles under hire purchase agreement/lease agreement as assets and liabilities in an amount equal to the fair value of the leased assets or the present value of the minimum payments under the agreements. Interest expenses are recorded to each period over the term of the agreement.

4.10.2 Operating lease

The Company and subsidiaries have recorded long-term lease land agreement to be paid over the term of the agreement under operating lease as rental expenses since the inception date in the statements of comprehensive income, amortized on a straight-line basis.

4.11 Employee Benefits

4.11.1 Provident fund

The Company and subsidiaries have established provident fund under the defined contribution plan. The fund's assets are separated entities which are administered by the outsider fund manager. Employees paid accumulation, the Company and subsidiaries paid contribution into such provident fund. The Company's contribution payments to the provident fund were recorded as expenses in the statements of comprehensive income in the period in which they are incurred.

4.11.2 Employee benefits

The Company and subsidiaries provide for post-employment benefits, payable to employees under the Thai Labor Law. The present value of employee benefit liabilities recognized in the statements of financial position using Projected Unit Credit Method of which calculated by the Independent Actuary by using Actuarial Technique. The calculation was made from determining the present value of future cash flows expected to be required to settle and determines discount rate by reference to market yield of government bonds should have terms to maturity approximately equal to the terms of such obligations. In determine the future cash flows expected to be required to settle is used from employees' salaries, turnover, length of services and other factors. Changes in actuarial gains or losses are recognized in the period in which they are incurred in other comprehensive income. Expenses related to employee benefits shall be recorded in profit or loss for sharing such expenses throughout the period of services rendering.

4.12 Income Tax and Deferred Tax

4.12.1 Income tax expense for the period comprises current and deferred tax. Current and deferred tax are recognized in profit or loss except to the extent that they relate to a business combination, or items recognized directly in equity or in other comprehensive income

1) Current tax is the expected tax payable or receivable on the taxable income or loss for the period, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

2) Deferred tax is recognized in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.

Deferred tax is not recognized that it is probable that they will not utilize in the foreseeable future.

4.12.2 Deferred tax is measured at the tax rates that are expected to be applied to the temporary differences when they adjust, using tax rates enacted or substantively enacted at the reporting date.

4.12.3 In determining the amount of current and deferred tax, the Company and subsidiaries take into account the impact of uncertain tax positions and whether additional taxes and interest may be settled. The Company and subsidiaries believe that its accruals for tax liabilities are adequate for all open tax years based on its assessment of many factors, including interpretations of tax law and prior experience. This assessment relies on estimates and assumptions and may involve a series of judgements about future events. New information may become available that causes the Company and subsidiaries to change its judgement regarding the adequacy of existing tax liabilities; such changes to tax liabilities will impact tax expense in the period that such a determination is made.

4.12.4 Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but the Company and subsidiaries intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realized simultaneously.

4.12.5 A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the temporary differences can be utilized. Deferred tax assets are reviewed at each reporting date and reduced to the extent that it is no longer probable that the related tax benefit will be realized.

4.13 Accounting Estimates

Preparation of financial statements in conformity with the financial reporting standards required the management to make several estimation and assumption which affect the reported amounts in the financial statements and notes related thereto. Consequent actual results may differ from those estimates.

The Company and subsidiaries made estimates and assumptions concerning the future factors. The results of accounting estimates may be differed from the related actual results. The estimates and assumptions that may have a risk of causing an adjustment to the assets in the next financial year related to allowance for doubtful accounts, allowance for devaluation of inventories and provision for impairment of assets at the statements of financial position date. Other estimates are disclosed in related notes to financial statements.

4.14 Provisions

The Company and subsidiaries recognize a provision when an entity has a present legal or constructive obligation as a result of a past event. It is probable that an outflow of economic benefits resources will be required to settle the obligation and reliable estimate can be made of the amount of the obligation. If some or all the expenditure is required to settle a provision, is expected to be reimbursed when it is virtually certain that reimbursement will be received if the Company settles the obligation. The amount recognized should not exceed the amount of the provision.

4.15 Earnings per Share

Basic earnings per share which is determined by dividing the net profit (loss) for the year by the weighted average number of ordinary shares issued and paid-up during the year.

Diluted earnings per share is determined by the net profit (loss) for the year by the weighted average number of ordinary shares issued and paid-up during the year including number of ordinary shares issued to warrant holders.

5. ADDITIONAL DISCLOSURE OF CASH FLOWS INFORMATON

5.1 Cash and cash equivalents

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Cash	248,958.50	90,160.00	62,958.50	66,596.25
Current accounts	3,228,135.83	4,258,188.74	3,118,410.83	4,137,292.04
Saving deposits	21,955,319.60	136,462,165.27	17,065,147.58	109,044,648.08
Total	25,432,413.93	140,810,514.01	20,246,516.91	113,248,536.37

5.2 Non-cash transaction

For the year ended December 31, 2016

1 The Company and subsidiaries have fixed assets acquisition expenses in the amount of Baht 20.53 million in the consolidated financial statements and Baht 0.12 million in the separate financial statements, respectively. At the end of the period, the payment is still not matured, which was presented as other payables.

2 The Company and subsidiaries have entered into vehicle and machinery hire-purchase contract amount of Baht 213.95 million in the consolidated financial statements and Baht 6.66 million in the separate financial statements, respectively by making initial payment amount of Baht 110.91 million in the consolidated financial statements and Baht 1.67 million in the separate financial statement, respectively and the remaining will be made by installment which was presented as financial lease liabilities.

For the year ended December 31, 2015

1 The Company and subsidiaries have fixed assets acquisition expenses in the amount of Baht 47.55 million in the consolidated financial statements and Baht 15.36 million in the separate financial statements, respectively. At the end of the year, the payment is still not matured, which was presented as other payables.

2 The Company and subsidiaries have entered into vehicle hire-purchase contract amount of Baht 12.49 million in the consolidated financial statement and Baht 4.25 million in the separate financial statement, respectively by making initial payment amount of Baht 3.23 million in the consolidated financial statement and Baht 1.17 million in the separate financial statement, respectively and the remaining will be made by installment which was presented as financial lease liabilities.

3. The Company paid ordinary share dividend amount of Baht 34.64 million (69.28 million of ordinary shares at par Baht 0.50 per share) to shareholders (note 23).

6. TEMPORARY INVESTMENT

	Consolidated financial statements (Baht)			
	December 31, 2016		December 31, 2015	
	Cost	Fair value	Cost	Fair value
Investment in trading securities	2,300,000.00	2,305,640.99	0.00	0.00
Total	<u>2,300,000.00</u>	<u>2,305,640.99</u>	<u>0.00</u>	<u>0.00</u>

7. TRADE AND OTHER RECEIVABLES

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Trade accounts receivable				
Billed	268,573,862.62	196,509,253.47	201,814,852.80	112,877,363.43
Unbilled	4,162,305.77	1,480,796.40	767,200.80	607,687.04
Other receivables				
Value Added Tax receivable	45,579,417.53	43,286,001.40	17,485,731.41	24,507,782.28
Fixed assets sold receivable	17,967,338.00	0.00	0.00	0.00
Others	32,385,412.36	33,566,973.79	33,227,409.77	29,067,633.33
Total	<u>368,668,336.28</u>	<u>274,843,025.06</u>	<u>253,295,194.78</u>	<u>167,060,466.08</u>
<u>Less</u> Allowance for				
doubtful accounts	(2,271,108.97)	0.00	(2,271,108.97)	0.00
Net	<u>366,397,227.31</u>	<u>274,843,025.06</u>	<u>251,024,085.81</u>	<u>167,060,466.08</u>

7. TRADE AND OTHER RECEIVABLES (Cont.)

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Trade accounts receivable are separated by aging as follows :				
Trade accounts receivable				
under Credit Term	176,134,820.13	138,137,441.63	122,174,419.37	79,910,812.36
Trade accounts receivable overdue for payment				
- Less than 3 months	72,891,846.32	52,120,618.79	60,673,859.76	27,758,046.87
- Over 3 - 6 months	11,425,893.30	663,134.20	11,404,760.80	620,334.20
- Over 6 - 12 months	6,194,712.87	1,857,276.00	6,194,712.87	1,367,100.00
- Over 12 months	1,926,590.00	3,730,782.85	1,367,100.00	3,221,070.00
Total	<u>268,573,862.62</u>	<u>196,509,253.47</u>	<u>201,814,852.80</u>	<u>112,877,363.43</u>

8. INVENTORIES

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Finished goods	156,975,791.61	162,011,340.83	131,006,844.72	136,632,218.75
Raw material	26,542,594.99	44,255,856.41	265,244.03	0.00
Supplies	6,914,816.54	2,587,656.15	5,635,221.84	1,976,801.75
Goods in transit	27,227,129.46	21,551,581.52	27,227,129.46	21,551,581.52
Total	<u>217,660,332.60</u>	<u>230,406,434.91</u>	<u>164,134,440.05</u>	<u>160,160,602.02</u>
Less provision for devaluation				
of finished goods	(1,874,435.65)	(776,603.06)	(1,874,435.65)	(776,603.06)
Net	<u>215,785,896.95</u>	<u>229,629,831.85</u>	<u>162,260,004.40</u>	<u>159,383,998.96</u>

9. INVESTMENT IN ASSOCIATES

Name of company	Nature of business	Relationship	Paid-up share capital		Shareholding percentage		Consolidated financial statements (Baht)		Separate financial statements (Baht)	
			(Million Baht)				Equity method		Cost method	
			2016	2015	2016	2015	2016	2015	2016	2015
Associates										
Bangchak Biofuel Co., Ltd.	Manufacturing and distribution biodiesel	Director and shareholders	281.50	281.50	30.00	30.00	235,403,399.24	245,325,753.94	111,051,487.00	111,051,487.00
Sebigas UAC Co., Ltd.	Construction	Director and shareholders	14.00	14.00	49.00	49.00	0.00	1,991,640.01	0.00	0.00
PPWE Co., Ltd.	Investment in energy business	Director and shareholders	1.00	0.00	49.98	0.00	0.00	0.00	0.00	0.00
Enerray UAC (Thailand) Co., Ltd.	Construction	Director and shareholders	6.00	0.00	25.00	0.00	0.00	0.00	0.00	0.00
Total							235,403,399.24	247,317,393.95	111,051,487.00	111,051,487.00

9.1 The financial statements for the year ended December 31, 2016 of Bangchak Biofuel Co., Ltd. and PPWE Co., Ltd. were taken to prepare the consolidated financial statements which were reviewed by the other auditor.

9.2 The financial statements for the year ended December 31, 2016 of Sebigas UAC Co., Ltd. (held at 49% by subsidiary - UAC Energy Co., Ltd.) and Enerray UAC (Thailand) Co., Ltd. (held at 25% by subsidiary - UAC Energy Co., Ltd.) which were taken to prepare the consolidated financial statements which were audited by the auditor.

9.3 Summary of financial information of associates are as follows :

	(Unit : Million Baht)							
	Total assets		Total liabilities		Total revenue for the year		Total comprehensive income (expense)	
	2016	2015	2016	2015	2016	2015	2016	2015
Bangchak Biofuel Co., Ltd.	3,356.08	2,841.33	2,633.48	2,085.65	6,850.76	5,422.65	117.26	268.66
Sebigas UAC Co., Ltd.	99.52	76.72	100.14	72.66	72.24	202.87	(4.68)	(2.90)
PPWE Co., Ltd.	28.84	0.00	35.22	0.00	0.00	0.00	(7.38)	0.00
Enerray UAC (Thailand) Co., Ltd.	8.09	0.00	9.02	0.00	1.66	0.00	(6.93)	0.00

10. INVESTMENT IN SUBSIDIARIES

Name of Company	Paid-up share capital (Baht)		Percentage of shareholding		Separate financial statement (Baht)	
	(Million Baht)		(%)		Cost method	
Subsidiaries	2016	2015	2016	2015	2016	2015
UAC Utilities Co., Ltd. (Formerly name UAC Hydrotek Co., Ltd.)	10.00	10.00	99.99	50.00	6,668,099.89	4,999,700.00
UAC & TPT Energy Co., Ltd.	99.60	99.60	50.01	50.01	49,809,760.00	49,809,760.00
UAC Energy Co., Ltd.	95.00	70.00	99.99	99.99	94,999,700.00	69,999,700.00
UAC Advance Polymer & Chemicals Co., Ltd.	180.00	180.00	99.99	99.99	179,999,700.00	179,999,700.00
				Total	<u>331,477,259.89</u>	<u>304,808,860.00</u>

10.1 The financial statements for the year ended December 31, 2016 of the above subsidiaries were taken to prepare the consolidated financial statements which were audited by the auditor.

10.2 During the year 2016

10.2.1 UAC Energy Co., Ltd. has registered the increase share capital for another amount of Baht 70 million to Baht 95 million (divided into 950,000 shares at par value of Baht 100 each) and called for and received the payment in full amount.

10.2.2 According to the Board of Director meeting no. 4/2016 held on May 26, 2016, the Company passed the resolution to purchase common share of UAC Hydrotek Co., Ltd. (Subsidiary) from Hydrotek Plc. 49,997 shares at Baht 33.37 per share amount of Baht 1.67 million (49.997 %). The Company, therefore, has increased percentage of shareholding in such subsidiary to 99.994% of paid up share capital. The difference as incurred between acquisition price of common share and book value of net assets in the portion of subsidiary will be recorded in shareholder 's equity .

10. INVESTMENT IN SUBSIDIARIES (Cont.)

Book value of net assets of UAC Hydrotek Co., Ltd. (Subsidiary) as at acquisition date of common share consists of

	Consolidated financial statements (Baht)
Current assets	2,513,657.59
Non-current assets	863,386.71
Total assets	3,377,044.30
Less Current liabilities	(40,000.00)
Net assets	3,337,044.30
Book value of acquisition net assets (49.997 %)	1,668,399.89
Less Purchasing additional investment by cash	(1,668,399.89)
The difference from changing portion of investment in subsidiary	0.00

10.3 During the year 2015

10.3.1 UAC & TPT Energy Co., Ltd. has received the payment of share capital from calling for the payment in another amount of Baht 4.80 million (8% of increased share capital).

10.3.2 UAC Energy Co., Ltd. has received the payment of share capital from calling for the payment in another amount of Baht 24 million (60% of increased share capital).

10.3.3 UAC Advance Polymer & Chemicals Co., Ltd. was established as a company limited on January 21, 2015 with the registered share capital amount of Baht 50 million (divided into 500,000 ordinary shares at par value of Baht 100 each) which called for and received the payment in full amount. Subsequent on June 9, 2015, has registered the increase share capital from Baht 50 million to Baht 180 million (divided into 1,800,000 ordinary shares at par value of Baht 100 each) which called for and received the payment for the increase share capital amount of Baht 130 million (100% of increased share capital).

11. OTHER LONG-TERM INVESTMENT

Name of Company	Nature of business	Paid-up share capital (Baht)		Percentage of shareholding		Consolidated financial statement (Baht)	
		2016	2015	2016	2015	2016	2015
Odin Power Co., Ltd.	Investment in electricity plan for alternative energy.	200	9	10.00	0.00	20,000,000.00	0.00
				Total		20,000,000.00	0.00

12. PROPERTY, PLANT AND EQUIPMENT

	Consolidated financial statements (Baht)							
	Land	Building and improvement	Machinery and equipment	Office furniture	Office fixture	Vehicles	Building under construction	Total
Assets - Cost								
As at December 31, 2014	14,706,218.50	70,148,956.72	757,793,477.13	18,070,182.97	3,917,096.90	25,684,542.05	218,120,284.06	1,108,440,758.33
Acquisition	71,950,000.00	36,769,266.59	34,977,725.85	2,143,558.11	2,961,338.23	21,894,607.06	302,119,606.70	472,816,102.54
Inter-transaction transfer	0.00	0.00	(2,489.44)	(2,433,890.04)	0.00	(2,923,000.00)	0.00	(5,359,379.48)
Disposal	0.00	0.00	86,069,327.29	0.00	0.00	0.00	(86,069,327.29)	0.00
As at December 31, 2015	86,656,218.50	106,918,223.31	878,838,040.83	17,779,851.04	6,878,435.13	44,656,149.11	434,170,563.47	1,575,897,481.39
Acquisition	0.00	1,317,579.57	234,160,658.42	1,417,969.07	1,484,558.48	14,139,794.39	140,220,047.72	392,740,607.65
Inter-transaction transfer	0.00	0.00	(16,746,445.61)	(10,467.29)	(8,369.78)	(9,160,003.00)	(60,000.00)	(25,985,285.68)
Disposal	0.00	15,654,569.67	283,388,422.97	0.00	0.00	0.00	(299,042,992.64)	0.00
As at December 31, 2016	86,656,218.50	123,890,372.55	1,379,640,676.61	19,187,352.82	8,354,623.83	49,635,940.50	275,287,618.55	1,942,652,803.36
Accumulated depreciation								
As at December 31, 2014	0.00	8,342,815.18	48,357,119.46	10,627,429.60	1,435,026.29	12,956,854.78	0.00	81,719,245.31
Depreciation for the year	0.00	7,857,292.24	49,444,952.87	2,407,623.01	834,691.83	4,561,653.96	0.00	65,106,213.91
Inter-transaction transfer	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Depreciation - write off	0.00	0.00	(168.72)	(2,384,347.78)	0.00	(1,022,591.23)	0.00	(3,407,107.73)
As at December 31, 2015	0.00	16,200,107.42	97,801,903.61	10,650,704.83	2,269,718.12	16,495,917.51	0.00	143,418,351.49
Depreciation for the year	0.00	9,900,679.33	74,145,535.60	2,577,836.03	1,447,833.74	6,057,176.98	0.00	94,129,061.68
Inter-transaction transfer	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Depreciation - write off	0.00	0.00	(1,806,440.45)	(5,276.53)	(8,359.78)	(3,344,678.87)	0.00	(5,164,755.63)
As at December 31, 2016	0.00	26,100,786.75	170,140,998.76	13,223,264.33	3,709,192.08	19,208,415.62	0.00	232,382,657.54
Provision for impairment of asset								
As at December 31, 2014	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Increase	0.00	1,024,880.58	7,000,169.85	0.00	0.00	0.00	0.00	8,025,050.43
As at December 31, 2015	0.00	1,024,880.58	7,000,169.85	0.00	0.00	0.00	0.00	8,025,050.43
Increase	0.00	6,999,377.10	30,853,299.93	0.00	0.00	0.00	0.00	37,852,677.03
As at December 31, 2016	0.00	8,024,257.68	37,853,469.78	0.00	0.00	0.00	0.00	45,877,727.46
Net book value								
As at December 31, 2015	86,656,218.50	89,693,235.31	774,035,967.37	7,129,146.21	4,608,717.01	28,160,231.60	434,170,563.47	1,424,454,079.47
As at December 31, 2016	86,656,218.50	89,765,328.12	1,171,646,208.07	5,964,088.49	4,645,431.75	30,427,524.88	275,287,618.55	1,664,392,418.36

Separate financial statements (Baht)

	Land and improvement	Building and improvement	Machinery and equipment	Office furniture	Office fixture	Vehicles	Building under construction	Total
Assets - Cost								
As at December 31, 2014	14,706,218.50	70,148,956.72	739,007,133.32	16,359,667.04	3,917,096.90	25,684,542.05	130,998,739.98	1,000,822,354.51
Acquisition	0.00	331,334.55	2,634,904.91	2,140,763.72	5,670.10	2,400,000.00	80,239,164.96	87,751,838.24
Disposal	0.00	0.00	0.00	(2,403,090.04)	0.00	(1,223,000.00)	0.00	(3,626,090.04)
Inter-transaction transfer	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
As at December 31, 2015	14,706,218.50	70,480,291.27	741,642,038.23	16,097,340.72	3,922,767.00	26,861,542.05	211,237,904.94	1,084,948,102.71
Acquisition	0.00	1,177,476.01	19,695,912.70	663,640.19	85,700.00	6,669,532.71	82,401,594.41	110,693,856.02
Disposal	0.00	0.00	0.00	(6,261.68)	(8,200.00)	(2,300,000.00)	0.00	(2,314,461.68)
Inter-transaction transfer	0.00	11,567,810.88	281,483,734.87	0.00	0.00	0.00	(293,051,545.75)	0.00
As at December 31, 2016	14,706,218.50	83,225,578.16	1,042,821,685.80	16,754,719.23	4,000,267.00	31,231,074.76	587,953.60	1,193,327,497.05
Accumulated depreciation								
As at December 31, 2014	0.00	8,342,815.18	47,960,370.73	9,735,000.33	1,435,026.29	12,956,854.78	0.00	80,430,067.31
Depreciation for the year	0.00	4,794,221.44	44,050,863.95	2,195,531.38	700,979.97	2,262,599.83	0.00	54,004,196.57
Inter-transaction transfer	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Depreciation - write off	0.00	0.00	0.00	(2,373,715.76)	0.00	(886,591.23)	0.00	(3,260,306.99)
As at December 31, 2015	0.00	13,137,036.62	92,011,234.68	9,556,815.95	2,136,006.26	14,332,863.38	0.00	131,173,956.89
Depreciation for the year	0.00	5,139,586.06	55,787,536.75	2,299,755.37	679,927.87	2,235,501.64	0.00	66,142,307.69
Inter-transaction transfer	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Depreciation - write off	0.00	0.00	0.00	(4,784.75)	(8,199.00)	(1,655,999.43)	0.00	(1,668,983.18)
As at December 31, 2016	0.00	18,276,622.68	147,798,771.43	11,851,786.57	2,807,735.13	14,912,365.59	0.00	195,647,281.40

	Separate financial statements (Baht)							Total
	Land and improvement	Building and improvement	Machinery and equipment	Office furniture	Office fixture	Vehicles	Building under construction	
<i>Provision for impairment of assets</i>								
As at December 31, 2014	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<i>Increase</i>	0.00	1,024,880.58	7,000,169.85	0.00	0.00	0.00	0.00	8,025,050.43
As at December 31, 2015	0.00	1,024,880.58	7,000,169.85	0.00	0.00	0.00	0.00	8,025,050.43
<i>Increase</i>	0.00	6,999,377.10	30,853,299.93	0.00	0.00	0.00	0.00	37,852,677.03
As at December 31, 2016	0.00	8,024,257.68	37,853,469.78	0.00	0.00	0.00	0.00	45,877,727.46
Net book value								
As at December 31, 2015	14,706,218.50	56,318,374.07	642,630,633.70	6,540,524.77	1,786,760.74	12,528,678.67	211,237,904.94	945,749,095.39
As at December 31, 2016	14,706,218.50	56,924,697.80	857,169,444.59	4,902,932.66	1,192,531.87	16,318,709.17	587,953.60	951,802,488.19

12.1 As at December 31, 2016 and 2015, fixed assets at cost of Baht 84.07 million and Baht 71.64 million in the consolidated and separate financial statements which improved and constructed on lease land (note 32.1).

12.2 As at December 31, 2016 and 2015, fixed assets at cost of Baht 769.05 million and Baht 561.69 million in the consolidated financial statements respectively, and Baht 553.54 million and Baht 553.45 million in the separate financial statements respectively which are being made payment under the lease agreement (note 19).

12.3 As at December 31, 2016 and 2015, fixed assets at cost of Baht 530.67 million and Baht 563.98 million in the consolidated financial statements respectively and Baht 290.24 million and 340.93 million in the separate financial statements respectively, were used as collateral against long-term loans (note 17).

12.4 As at December 31, 2016, fixed assets (machinery & equipment) of a subsidiary at cost of Baht 205 million were secured as collateral for liabilities under financial lease agreement of Baht 93.50 million (note 19).

12.5 As at December 31, 2016, building, machine and equipment of biogas production project was stopped. Partial of assets Baht 110.55 million were transferred for operation at another project. The remaining of Baht 45.88 million were fully impairment assessed.

13. DEFERRED TAX ASSETS/LIABILITIES

Consolidated financial statements (Baht)							
As at December 31, 2014	Recognize as (expenses) revenue		As at December 31, 2015	Recognize as (expenses) revenue		As at December 31, 2016	
	Profit or loss	Other comprehensive income		Profit or loss	Other comprehensive income		
<u>Deferred tax assets</u>							
Inventories (allowance for devaluation of finished goods)	155,320.61	0.00	0.00	155,320.61	219,566.52	0.00	374,887.13
Fixed assets (provision for impairment of assets)	0.00	1,605,010.09	0.00	1,605,010.09	7,570,535.41	0.00	9,175,545.50
Provisions	82,834.46	(41,584.46)	0.00	41,250.00	(41,250.00)	0.00	0.00
Employee benefit obligations	1,760,786.80	370,613.90	0.00	2,131,400.70	645,603.78	(99,055.20)	2,677,949.28
Subsidy income for recognize	2,985,565.89	(1,217,445.52)	0.00	1,768,120.37	682,087.18	0.00	2,450,207.55
Rental under operating lease agreement	0.00	0.00	0.00	0.00	336,653.21	0.00	336,653.21
Deficit from operations	9,433,492.58	4,309,037.35	0.00	13,742,529.93	7,511,876.63	0.00	21,254,406.56
Total	14,418,000.34	5,025,631.36	0.00	19,443,631.70	16,925,072.73	(99,055.20)	36,269,649.23
<u>Deferred tax liabilities</u>							
Income tax from business acquisition	0.00	0.00	0.00	(16,428,256.55)	0.00	0.00	(16,428,256.55)
Income tax from business acquisition recognized in this period	0.00	2,641,626.94	0.00	2,641,626.94	1,940,138.53	0.00	4,581,765.47
Financial lease liabilities	(7,358,632.16)	(7,817,700.39)	0.00	(15,176,332.55)	(8,561,955.50)	0.00	(23,738,288.05)
Total	(7,358,632.16)	(5,176,073.45)	0.00	(28,962,962.16)	(6,621,816.97)	0.00	(35,584,779.13)
Net	7,059,368.18	(150,442.09)	0.00	(9,519,330.46)	10,303,255.76	(99,055.20)	684,870.10

Separate financial statements (Baht)							
As at December 31, 2014	Recognize as (expenses) revenue		As at December 31, 2015	Recognize as (expenses) revenue		As at December 31, 2016	
	Profit or loss	Other comprehensive income		Profit or loss	Other comprehensive income		
<u>Deferred tax assets</u>							
Inventories (allowance for devaluation of finished goods)	155,320.61	0.00	0.00	155,320.61	219,566.52	0.00	374,887.13
Fixed assets (provision for impairment of assets)	0.00	1,605,010.09	0.00	1,605,010.09	7,570,535.41	0.00	9,175,545.50
Provisions	41,250.00	0.00	0.00	41,250.00	(41,250.00)	0.00	0.00
Employee benefit obligations	1,760,786.80	370,613.90	0.00	2,131,400.70	330,335.80	(99,055.20)	2,362,681.30
Subsidy income for recognize	1,864,070.56	(95,950.19)	0.00	1,768,120.37	682,087.18	0.00	2,450,207.55
Rental under operating lease agreement	0.00	0.00	0.00	0.00	336,653.21	0.00	336,653.21
Deficit from operations	8,783,615.60	4,028,026.50	0.00	12,811,642.10	8,442,764.46	0.00	21,254,406.56
Total	12,605,043.57	5,907,700.30	0.00	18,512,743.87	17,540,692.58	(99,055.20)	35,954,381.25
<u>Deferred tax liabilities</u>							
Financial lease liabilities	(7,358,632.16)	(7,817,700.39)	0.00	(15,176,332.55)	(8,561,955.50)	0.00	(23,738,288.05)
Net	5,246,411.41	(1,910,000.09)	0.00	3,336,411.32	8,978,737.08	(99,055.20)	12,216,093.20

14. BANK OVERDRAFTS AND SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Bank overdrafts	11,373,804.31	0.00	11,367,811.12	0.00
Short-term loans	50,000,000.00	430,000,000.00	50,000,000.00	430,000,000.00
Trust receipt payable	0.00	32,467,163.10	0.00	32,467,163.10
Total	61,373,804.31	462,467,163.10	61,367,811.12	462,467,163.10

14.1 As at December 31, 2016 and 2015, the Company has bank overdrafts credit line with bank amount of Baht 35 million (3 banks) at the interest of MOR - 1.5% - MOR per annum.

14.2 As at December 31, 2016, the Company has short-term loans from a financial institutions amount of Baht 50 million by issuing promissory note which are due within February 2017, at the interest rate of MRR per annum and as at December 31, 2015, the Company has short-term loans from two banks amount of Baht 130 million by issuing promissory note which are due within February 2016, at the interest rate of MRR to MLR - 2 per annum and has short-term loans from three financial institutions amount of Baht 300 million by issuing promissory note which are due within April 2016 at the interest rate 4.30 per annum.

14.3 As at December 31, 2016 and 2015, the Company has credit line for import goods from overseas with four banks amount of Baht 420 million, at the agreed interest rate on the loan agreement date.

14.4 As at December 31, 2016 and 2015, such bank overdrafts credit line and loans have no collaterals.

15. TRADE AND OTHER PAYABLES

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Trade accounts payable	159,738,926.05	111,309,838.28	107,136,120.42	54,486,768.74
Other payables				
Accrued expenses	29,837,659.89	18,604,296.55	23,409,971.58	14,677,285.73
Fixed assets acquisition payable	20,525,343.86	47,549,178.49	116,749.45	15,360,754.61
Others	13,150,342.76	11,126,186.02	10,927,760.25	7,950,524.09
Total	223,252,272.56	188,589,499.34	141,590,601.70	92,475,333.17

16. CURRENT PORTION OF LONG-TERM DEBTS

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Long-term loan	122,434,081.47	117,823,382.92	52,896,000.00	52,896,000.00
Financial lease liabilities	103,155,267.70	81,071,337.75	83,152,607.22	79,593,088.66
Total	225,589,349.17	198,894,720.67	136,048,607.22	132,489,088.66

17. LONG-TERM LOANS

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Loans from bank	532,567,283.90	651,189,962.61	132,394,376.54	185,290,376.54
Less Current portion of long-term loans	(122,434,081.47)	(117,823,382.92)	(52,896,000.00)	(52,896,000.00)
Net	410,133,202.43	533,366,579.69	79,498,376.54	132,394,376.54

The Company and subsidiaries have long-term loans from bank as follows :

Parent company

1. The first loan agreement in the amount of Baht 19.51 million, the principal is repayable on a monthly basis through 81 installments of Baht 0.24 million each (graced 3 months for principal repayment), commenced in September 2012. The interest is payable on a monthly basis at the rate of MLR - 2.75% per annum.
2. The second loan agreement in the amount of Baht 32.60 million, the principal is repayable on a monthly basis through 81 installments of Baht 0.40 million each (graced 3 months for principal repayment), commenced in October 2012. The interest is payable on a monthly basis at the rate of 3% per annum.
3. The third loan agreement in the amount of Baht 111.96 million, the principal is repayable on a monthly basis through 48 installments of Baht 2.38 million each (graced 12 months for principal repayment), commenced in June 2014. The interest is payable on a monthly basis at the rate of MLR - 1.75% per annum.
4. The fourth loan agreement in the amount of Baht 100 million, the principal is repayable on a monthly basis through 72 installments of Baht 1.39 million each (graced 12 months for principal repayment), commenced in July 2015. The interest is payable on a monthly basis at the rate of MLR - 1.55% per annum (1st year) and at the rate of MLR - 1% per annum (2nd year onwards).

All loans agreement are guaranteed by machinery and equipment and assets under construction (note 12), part of leasehold right (note 32.1) and the Company must comply with significant conditions in loans agreement about 1) the Company should not get into any obligations, debts or responsibility from borrowings or guarantees any persons which resulted to Debt to Equity Ratio exceeds 2 : 1, and 2) the Company will preserve Debt Service Coverage Ratio not less than 2 times (not less than 1.2 items for the third and fourth loans agreement).

17. LONG-TERM LOANS (Cont.)

Subsidiaries

- 1) On April 28, 2015, a subsidiary has obtained loans from a bank amount of Baht 450 million for using in acquisition of business (note 3). The principal is repayable on a monthly basis through 84 installments of Baht 6.53 million each, the 84th installment will be made by the remaining principal and interest. The repayment is commenced in May 2015. The interest is payable on a monthly basis at the interest rate of MLR-1.25% per annum, guaranteed by mortgaging land with its construction and machineries (note 12), pledging ordinary shares of subsidiary, and UAC Global Public Company Limited guarantee. Such subsidiary must comply with the significant conditions in loans agreement about 1) subsidiary will preserve Debt to Equity Ratio not exceed 2 : 1, and 2) subsidiary will preserve Debt Service Coverage Ratio not less than 1.5 : 1
- 2) On June 29, 2015, a subsidiary has obtained loans from a bank amount of Baht 31.80 million for supporting the construction project of electricity plant by using solar cell installation on the roof. The principal is repayable on a monthly basis through 84 installments of Baht 0.46 million each, the 84th installment will be made by the remaining principal and interest. The repayment is commenced in July 2015. The interest is payable on a monthly basis at the interest rate of MLR-1.25% per annum, guaranteed by total machineries and equipment of project (note 12), transfer the right on leasehold land under lease of roof space agreement (note 32.1) and UAC Global Public Company Limited guarantee. Such subsidiary must comply with the significant conditions in loans agreement about 1) subsidiary will preserve Debt to Equity Ratio not exceed 2 : 1, and 2) subsidiary will preserve Debt Service Coverage Ratio not less than 1 : 1.
- 3) On September 2, 2015, a subsidiary has obtained loans from a bank amount of Baht 24 million for supporting the construction project of electricity plant by using solar cell installation on the roof. The principal is repayable on a monthly basis through 84 installments of Baht 0.35 million each, the 84th installment will be made by the remaining principal and interest. The repayment is commenced in September 2015. The interest is payable on a monthly basis at the interest rate of MLR-1.25% per annum, guaranteed by total machineries and equipment of project (note 12), transfer the right on leasehold land under lease of roof space agreement (note 32.1) and UAC Global Public Company Limited guarantee. Such subsidiary must comply with the significant conditions in loans agreement about 1) subsidiary will preserve Debt to Equity Ratio not exceed 2 : 1, and 2) subsidiary will preserve Debt Service Coverage Ratio not less than 1 : 1.

19. FINANCIAL LEASE LIABILITIES (Cont.)

19.2 The increase and decrease of financial lease liabilities for the year ended December 31, 2016 are as follows :

	Consolidated financial statements (Baht)	Separate financial statements (Baht)
Book value as at January 1, 2016	167,412,696.52	161,912,540.45
Additional during the period	103,034,658.88	4,997,649.53
Repayment during the period	(88,946,705.48)	(80,081,766.17)
Book value as at December 31, 2016	<u>181,500,649.92</u>	<u>86,828,423.81</u>

19.3 The Company and subsidiaries have fixed assets at cost under financial lease liabilities as follows :

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Machinery and equipment	740,172,467.29	538,560,467.29	538,560,467.29	538,560,467.29
Vehicle	28,881,859.81	23,127,065.42	14,977,551.40	14,894,018.69
Total	<u>769,054,327.10</u>	<u>561,687,532.71</u>	<u>553,538,018.69</u>	<u>553,454,485.98</u>

19.4 The minimum to be paid under financial lease as follows :

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Within 1 year	109,121,750.08	87,632,417.49	85,580,430.91	85,880,261.49
Over 1 year not over 3 years	46,492,793.42	88,053,126.87	3,095,658.08	84,548,814.87
Over 3 year not over 5 years	39,391,166.53	845,169.00	791,247.60	29,946.00
Total	<u>195,005,710.03</u>	<u>176,530,713.36</u>	<u>89,467,336.59</u>	<u>170,459,022.36</u>
Less Future interest of				
financial lease	<u>(13,505,060.11)</u>	<u>(9,118,016.84)</u>	<u>(2,638,912.78)</u>	<u>(8,546,481.91)</u>
Present value of financial lease liabilities	<u>181,500,649.92</u>	<u>167,412,696.52</u>	<u>86,828,423.81</u>	<u>161,912,540.45</u>

20. EMPLOYEE BENEFIT OBLIGATIONS

The Company and subsidiaries had employee benefit obligation based on the requirement of Thai Labour Protection Act B.E. 2541 to provide retirement benefits to employees based on pensionable remuneration and length of service, and long-term service awards.

The defined benefit plan expose the Company and subsidiaries to actuarial risks, such as longevity risk, currency risk, interest rate risk and market (investment) risk.

20. EMPLOYEE BENEFIT OBLIGATIONS (Cont.)

Obligations in statement of financial position are as follows :

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Present value of obligations	13,744,797.50	11,456,777.50	11,813,406.50	10,657,003.50

Movement in the present value of the employee benefit obligations

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Beginning balance	11,456,777.50	8,803,934.00	10,657,003.50	8,803,934.00
Current cost of service				
and interest	2,838,796.00	2,768,074.00	1,707,179.00	1,968,300.00
Benefits paid	(55,500.00)	(115,230.50)	(55,500.00)	(115,230.50)
Actuarial gain recognized in				
other comprehensive	(495,276.00)	0.00	(495,276.00)	0.00
Ending balance	13,744,797.50	11,456,777.50	11,813,406.50	10,657,003.50

Expenses recognized in profit or loss

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Current cost of service	2,413,011.04	2,485,604.00	1,310,456.00	1,688,872.00
Interest on obligations	425,784.96	282,470.00	396,723.00	279,428.00
Total	2,838,796.00	2,768,074.00	1,707,179.00	1,968,300.00

20. EMPLOYEE BENEFIT OBLIGATIONS (Cont.)

The Company and subsidiaries recognized expenses in the following items in the statement of income.

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Administrative expenses	2,838,796.00	2,768,074.00	1,707,179.00	1,968,300.00

Principal actuarial assumptions at the reporting date (expressed as weighted averages) :

	Consolidated financial statements (%)		Separate financial statements (%)	
	2016	2015	2016	2015
Discount rate	3.52 - 3.70	3.61 - 3.70	3.52	3.70
Future salary increase	5.00 - 6.00	5.00 - 6.00	5.00	5.00

Assumptions regarding future mortality are based on published statistics and Thailand Mortality Ordinary Life table 2008 ("TMO08").

Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation. Management has assessed and deemed that such sensitivity have no material impacts on the financial statements of the Company and subsidiaries.

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	Increase	Decrease	Increase	Decrease
Defined benefit obligations				
As at December 31, 2016				
Discount rate (1% movement)	(1,131,747.00)	1,320,185.00	(926,938.00)	1,069,970.00
Future salary growth				
(1% movement)	1,285,155.00	(1,125,741.00)	1,043,095.00	(922,946.00)
Resignation rate (1% movement)	3,739,804.00	3,695,621.00	(979,949.00)	3,530,051.00

Although the analysis does not take account of the full distribution of cash flows expected under the plan, it does provide an approximation of the sensitivity of the assumption shown.

21. SHARE CAPITAL

21.1 At the Annual General Meeting of shareholders for the year 2016 held on April 21, 2016, passed the resolution as follows :

1. To decrease the Company's share capital for the amount of Baht 39.37 million (78,742,101 ordinary shares at par value of Baht 0.50 each), are the remaining ordinary shares from the exercise right of warrants (UAC-W1). As a result, the Company has the registered share capital total 667,605,301 shares at par value of Baht 0.50 each. The Company already registered to decrease its share capital at Ministry of Commerce on May 4, 2016.
2. To increase the Company's share capital (General Mandate) by issuing new not exceeding 200,280,000 shares at par value of Baht 0.50 each in the amount of Baht 100.14 million and offer to the existing shareholders based on proportion of shareholding for not exceeding 133,520,000 shares and Private Placement for not exceeding 66,760,000 shares. The Company already registered to increase its share capital at Ministry of Commerce on May 10, 2016.

21.2 The increase and decrease of share capital for the year ended December 31, 2016 are summarized as follow:

	Authorized share capital		Issued and paid-up share capital	
	Number of shares	Amount (Baht)	Number of shares	Amount (Baht)
Balance as at January 1, 2016	746,347,402	373,173,701.00	631,874,101	315,937,050.50
Ordinary share issued from				
exercise of UAC-W1	0	0.00	35,731,200	17,865,600.00
Decrease of share capital	(78,742,101)	(39,371,050.50)	0	0.00
Increase of share capital	200,280,000	100,140,000.00	0	0.00
Balance as at December 31, 2016	867,885,301	433,942,650.50	667,605,301	333,802,650.50

21.3 Warrants to purchase ordinary shares (UAC-W1)

1. On April 30, 2015, the Company has paid share dividend to the shareholders, as a result, the exercise ratio is changed to 1 unit for 1.35 ordinary shares and also changed the exercise price to Baht 5.5555 per share and the last exercise date is on January 29, 2016.
2. The increase and decrease of exercise of warrants (UAC - W1) are as follows :

	Number of units	
	2016	2015
Beginning balance as at January 1, 2016	84,767,021	90,996,105
Exercise of warrants	(26,467,570)	(6,229,084)
Expiry of warrants	(58,299,451)	0
Ending balance as at December 31, 2016	0	84,767,021

22. LEGAL RESERVE

According to the Public Company Act, the Company has to appropriate its reserve as a legal reserve net less than than 5% of the annual net profit after deduction with deficit brought forward (if any) until the reserve not less than 10% of the authorized share capital. The reserve is not available for dividend distribution.

23. RETAINED EARNINGS APPROPRIATION

23.1 According to the minutes of Annual General Meeting for the year 2016 held on April 21, 2016, passed the resolution to pay dividend to the shareholders at Baht 0.10 per share for 667.61 million shares, total amount of Baht 66.76 million and legal reserve is provided from the 2015 results of operation amount of Baht 4.34 million. The dividend was paid on May 19, 2016.

23.2 According to the minutes of Annual General Meeting for the year 2015 held on April 9, 2015, passed the resolution to pay dividend to the shareholders at Baht 0.06945 per share for 554.22 million shares, total amount of Baht 38.49 million by dividing into 1) ordinary shares dividend payment amount not exceed Baht 34.64 million or in the rate of Baht 0.0625 per share to the shareholders in the ratio of 8 existing shares per 1 share dividend, and 2) cash dividend payment at Baht 0.00695 per share, total amount not exceed Baht 3.85 million and legal reserve is provided from the 2014 results of operation amount of Baht 4.07 million. The dividend payment was made on April 30, 2015.

24. INCOME TAX

24.1 The calculation of income taxes for the current period

The Company and subsidiaries calculated corporate income tax rate as prescribed in the Revenue Code of profit (loss) before deducting with tax expenses for the period and added back other expenses which shall not be allowed as expenses in tax calculation (if any) except the exempted profit derived from investment promotion.

24.2 Income tax expense (revenue) for the year ended December 31, 2016 and 2015 are as follows :

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Current income tax				
for the current year	14,928,393.24	6,980,165.47	0.00	0.00
Deferred tax on changes in				
temporary differences	(10,303,255.76)	150,442.09	(8,978,737.08)	1,910,000.09
Income tax expenses(revenue)				
recognized in statement of				
comprehensive income	4,625,137.48	7,130,607.56	(8,978,737.08)	1,910,000.09

24.2 Income tax expense (revenue) for the year ended December 31, 2016 and 2015 (Cont.)

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Income tax recognized in other comprehensive income				
Income tax related to Actuarial gain (loss) on defined employee benefit obligations	99,055.20	0.00	99,055.20	0.00
Income tax expenses(revenue) recognized in statement of comprehensive income	<u>99,055.20</u>	<u>0.00</u>	<u>99,055.20</u>	<u>0.00</u>

24.3 Reconciliation for effective income tax rate

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Profit before income tax	29,024,126.35	101,130,775.42	(2,149,393.86)	88,664,105.83
Income tax rate (%)	20	20	20	20
Income tax	5,804,825.27	20,226,155.08	(429,878.77)	17,732,821.17
Prohibited taxable expenses	4,968,492.41	3,441,671.23	1,126,757.74	1,287,082.23
Additional taxable income	874,623.31	0.00	0.00	0.00
Additional taxable expenses	(1,185,756.71)	(764,239.80)	(9,675,616.05)	(17,109,903.31)
Gain (loss) on promoted activity	(97,294.30)	(120,882.26)	0.00	0.00
Share of profit of investment in associates	(6,237,193.26)	(15,837,329.63)	0.00	0.00
Effects from elimination with subsidiaries	497,440.76	185,232.94	0.00	0.00
Income tax expense (revenue) presented in the statement of comprehensive income	<u>4,625,137.48</u>	<u>7,130,607.56</u>	<u>(8,978,737.08)</u>	<u>1,910,000.09</u>
Effective income tax rate (%)	<u>16</u>	<u>7</u>	<u>418</u>	<u>2</u>

25. EARNINGS (LOSS) PER SHARE

25.1 Basic earnings (loss) per share is determined by dividing the net profit (loss) for the year by the weighted average number of common shares issued and paid-up during the year using the number of shares including the number of shares dividend issued to the shareholders are as follow :

	Consolidated financial statements		Separate financial statements	
	Earnings (loss) per share	Number of shares	Earnings (loss) per share	Number of shares
2016	0.05	664,188,383	0.01	664,188,383
2015	0.15	624,904,477	0.14	624,904,477

25.2 Diluted earnings per share is determined by dividing the net profit (loss) for the period by the weighted average ordinary shares issued and paid-up during the year as mentioned above and the number of ordinary shares issued to the warrants holders (note 21).

Consolidated financial statements									
	Profit (loss) for the year			Number of shares			Earnings (loss) / share		
	2016	Baht	2015	2016	shares	2015	2016	Baht	2015
Basic earnings (loss) per share									
Profit (loss) of common shareholders	29,641,951.14		96,348,288.89	664,188,383		624,904,477	0.05		0.15
Effects of potential common									
share (exercise rights)	0.00		0.00	0		30,342,052			
Diluted earnings (loss) per share									
Profit (loss) of common shareholders									
assumed as conversion to common share	29,641,951.14		96,348,288.89	664,188,383		655,246,529	0.05		0.15
Separate financial statements									
	Profit (loss) for the year			Number of shares			Earnings (loss) / share		
	2016	Baht	2015	2016	shares	2015	2016	Baht	2015
Basic earnings (loss) per share									
Profit (loss) of common shareholders	6,829,343.22		86,754,105.74	664,188,383		624,904,477	0.01		0.14
Effects of potential common									
share (exercise rights)	0.00		0.00	0		30,342,052			
Diluted earnings (loss) per share									
Profit (loss) of common shareholders									
assumed as conversion to common share	6,829,343.22		86,754,105.74	664,188,383		655,246,529	0.01		0.13

26. TRANSACTION WITH RELATED PERSONS AND PARTIES

The Company's assets, liabilities, revenues and expenses arose from the transaction with related persons and parties.

Those transactions are determined on the basis of the company concerned and in the normal course of business.

26.1 General information

<u>Name/Related persons and parties</u>	<u>Relationship</u>	<u>Description</u>	<u>Pricing policy</u>
<u>Persons</u>			
Miss Chawisa Jivacate	Intimates of director	Warehouse rental	Baht 0.14 million/month
<u>Subsidiaries</u>			
UAC & TPT Energy Co., Ltd.	Subsidiary	Other income	Baht 0.16 million/month
		Lending	At the interest rate of MLR-2% per annum
UAC Energy Co., Ltd.	Subsidiary	Sales	Market price
		Other income	Baht 0.03 million/month
		Lending	At the interest rate of MLR-1% per annum, MLR-2% per annum
Solar Energy Roof Power Co., Ltd.	Subsidiary	Other income	Baht 0.02 million/month
		Lending	At the interest rate of MLR-2% per annum
UAC Advance Polymer & Chemicals Co., Ltd.	Subsidiary	Other expenses	Actual Cost
<u>Associates</u>			
Bangchak Biofuel Co., Ltd.	Associated company and common director	Sales	Market price
		Acquire of goods	Market price
Sebigas UAC Co., Ltd.	Associated company and common director	Acquire of goods	Market price
		Other income	Baht 0.05-0.11 million/month
		Contractor wage	As agreed price
PPWE Co., Ltd.	Associated company and common director	Lending	At the interest rate of MLR-1% per annum
Enerray UAC (Thailand) Co., Ltd.	Associated company and common director	Other income	Baht 0.02 million/month
		Contractor wage	As agreed price
		Lending	At the interest rate of MLR-1% per annum
<u>Other related parties</u>			
Hydrotek Plc.	Common shareholder and subsidiary's director	Sales	Market price
		Contractor wage	As agreed price
TPT Thepprathanporn Co., Ltd.	Common shareholder and subsidiary's director	Borrowing	At the interest rate of MLR-2% per annum
Teppratanporn Watsadupan Partnership Limited	Common shareholder and subsidiary's director	Materials expenses	Market price
Pakdepaendin Khonkaen Partnership Limited	Common shareholder and subsidiary's director	Materials expenses	Market price
Mahathaewaprom Thepprathanporn Concrete Ltd. Part.	Common shareholder and subsidiary's director	Other expenses	As agreed price
K & N Commercial Co., Ltd.	Intimates of director	Acquire of goods	Market price
PPJ Co., Ltd. (Formerly name Universal Energy & Technology Co., Ltd.)	Intimates of director	Other expenses	Market price

26.2 Assets and liabilities transaction with related persons and parties consist of :

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Trade and other receivables				
UAC Utilities Co., Ltd.(Formerly name UAC Hydrotek Co., Ltd.)	0.00	0.00	48,219.00	0.00
UAC & TPT Energy Co., Ltd.	0.00	0.00	5,311,554.00	1,604,112.00
UAC Energy Co., Ltd.	0.00	0.00	15,448,409.02	31,200.00
Solar Energy Roof Power Co., Ltd.	0.00	0.00	18,048.00	0.00
UAC Advance Polymer & Chemicals Co., Ltd.	0.00	0.00	0.00	53,500.00
Bangchak Biofuel Co., Ltd.	1,380,300.00	460,100.00	1,380,300.00	460,100.00
Sebigas UAC Co., Ltd.	0.00	0.00	0.00	0.00
PPWE Co., Ltd.	389,068.00	0.00	0.00	0.00
Enerray UAC (Thailand) Co., Ltd.	9,342.46	0.00	0.00	0.00
Total	1,778,710.46	460,100.00	22,206,530.02	2,148,912.00
Prepayment for wages and goods acquisition				
Sebigas UAC Co., Ltd.	993,678.75	993,678.75	993,678.75	993,678.75
Short-term loans				
UAC Utilities Co., Ltd.(Formerly name UAC Hydrotek Co., Ltd.)	0.00	0.00	20,000,000.00	0.00
UAC & TPT Energy Co., Ltd.	0.00	0.00	86,500,000.00	60,000,000.00
UAC Energy Co., Ltd.	0.00	0.00	106,000,000.00	0.00
Solar Energy Roof Power Co., Ltd.	0.00	0.00	5,000,000.00	5,000,000.00
PPWE Co., Ltd.	17,000,000.00	0.00	0.00	0.00
Enerray UAC (Thailand) Co., Ltd.	1,000,000.00	0.00	0.00	0.00
Total	18,000,000.00	0.00	217,500,000.00	65,000,000.00

Increase and decrease for the year ended December 31, 2016 as follows :

	Consolidated financial statements (Baht)	Separate financial statements (Baht)
Beginning balance	0.00	65,000,000.00
Additional loans during the period	71,000,000.00	321,500,000.00
Repayment during the period	(53,000,000.00)	(169,000,000.00)
Ending balance	18,000,000.00	217,500,000.00

26.2 Assets and liabilities transaction with related persons and parties consist of (Cont.) :

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Trade and other payables				
UAC Advance Polymer &				
Chemicals Co., Ltd.	0.00	0.00	20,116.00	16,585.00
Bangchak Biofuel Co., Ltd.	4,642,357.83	1,770,473.39	4,642,357.83	1,770,473.39
Sebigas UAC Co., Ltd.	17,650,200.39	29,632,375.48	0.00	0.00
Enerray UAC (Thailand) Co., Ltd.	140,600.00	0.00	0.00	0.00
TPT Theprathanporn Co., Ltd.	3,787,176.00	597,330.00	0.00	0.00
PPJ Co., Ltd. (Formerly name Universal				
Energy & Technology Co., Ltd.	18,000.00	0.00	18,000.00	0.00
Pakdeepaendin Khonkaen				
Partnership Limited	0.00	3,965.42	0.00	0.00
K & N Commercial Co., Ltd.	9,118.72	0.00	0.00	0.00
Total	<u>26,247,452.94</u>	<u>32,004,144.29</u>	<u>4,680,473.83</u>	<u>1,787,058.39</u>
Short-term loans				
TPT Theprathanporn Co., Ltd.	<u>81,000,000.00</u>	<u>60,000,000.00</u>	<u>0.00</u>	<u>0.00</u>

Increase and decrease for the year ended December 31, 2016 as follows :

	Consolidated financial statements (Baht)
Beginning balance	60,000,000.00
Additional loans during the period	21,000,000.00
Ending balance	<u>81,000,000.00</u>

26.3 Revenues and expenses transaction with related persons and parties for the year ended ended December 31, 2016

and 2015 are as follows :

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Sale				
UAC Energy Co., Ltd.	0.00	0.00	18,339,298.01	0.00
Bangchak Biofuel Co., Ltd.	2,395,100.00	3,225,000.00	2,395,100.00	3,225,000.00
Hydrotek Co., Ltd.	0.00	350,000.00	0.00	350,000.00
Total	2,395,100.00	3,575,000.00	20,734,398.01	3,575,000.00
Other income				
UAC Utilities Co., Ltd.(Formerly name UAC Hydrotek Co., Ltd.)	0.00	0.00	48,219.00	0.00
UAC & TPT Energy Co., Ltd.	0.00	0.00	3,686,442.00	2,782,807.00
UAC Energy Co., Ltd.	0.00	0.00	5,595,066.00	210,824.00
Solar Energy Roof Power Co., Ltd.	0.00	0.00	456,782.00	303,207.00
UAC Advance Polymer & Chemicals Co., Ltd.	0.00	0.00	681,370.00	3,054,849.00
Sebigas UAC Co., Ltd.	890,000.00	1,844,770.56	890,000.00	1,751,465.00
PPWE Co., Ltd.	643,575.00	0.00	0.00	0.00
Enerray UAC (Thailand) Co., Ltd.	149,342.46	0.00	140,000.00	0.00
Total	1,682,917.46	1,844,770.56	11,497,879.00	8,103,152.00
Cost of sales and services				
1) Acquire of goods				
UAC Advance Polymer & Chemicals Co., Ltd.	0.00	0.00	18,800.00	15,500.00
Bangchak Biofuel Co., Ltd.	22,245,815.20	25,635,508.25	22,245,815.20	25,635,508.25
2) Contractor wage				
Sebigas UAC Co., Ltd.	286,064.50	0.00	0.00	0.00
Enerray UAC (Thailand) Co., Ltd.	1,362,127.50	0.00	0.00	0.00
3) Manufacturing overhead				
K & N Commercial Co., Ltd.	229,115.00	0.00	0.00	0.00
Total	24,123,122.20	25,635,508.25	22,264,615.20	25,651,008.25

26.3 Revenues and expenses transaction with related persons and parties for the year ended December 31, 2016 and

2015 are as follows :

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Administrative expenses				
Miss Chawisa Jivacate	1,667,368.44	1,667,368.44	1,667,368.44	1,667,368.44
UAC Advance Polymer & Chemicals Co., Ltd.	0.00	0.00	0.00	24,151.81
PPJ Co., Ltd. (Formerly name Universal Energy & Technology Co., Ltd.	265,997.20	0.00	265,997.20	0.00
Mahathaewaprom Thepprathanporn Concrete Ltd. Part.	0.00	208,140.44	0.00	0.00
K & N Commercial Co., Ltd.	98,300.00	174,540.00	98,300.00	174,540.00
Total	<u>2,031,665.64</u>	<u>2,050,048.88</u>	<u>2,031,665.64</u>	<u>1,866,060.25</u>
Finance costs - interest expenses				
TPT Thepprathanporn Co., Ltd.	<u>864,913.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>

26.4 Other transaction with related persons and parties for the year ended December 31, 2016 and 2015 are as follows :

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Fixed assets				
Sebigas UAC Co., Ltd.	26,671,388.29	199,817,363.63	238,241.20	12,275,173.44
TPT Thepprathanporn Co., Ltd.	2,324,933.00	745,275.00	0.00	0.00
Thepprathanporn Material Ltd. Part.	0.00	265,480.00	0.00	0.00
Pakdeepaendin Khonkaen Partnership Limited	<u>2,000,000.00</u>	<u>6,206.00</u>	<u>0.00</u>	<u>0.00</u>
Total	<u>30,996,321.29</u>	<u>200,834,324.63</u>	<u>238,241.20</u>	<u>12,275,173.44</u>

27. DIRECTORS REMUNERATION

Directors' remuneration is the benefits being paid to the Company's directors in accordance with Section 90 of the Public Limited Companies Act, exclusive salaries and related benefits payable to the executive.

28. MANAGEMENT BENEFIT EXPENSES

Management benefit is expenses relating to salaries, remunerations and other benefits to being paid the directors who are holding management position, in accordance with the definitions of the Office of Securities and Exchange Commission. The Management under this definition includes a chief executive officer, the next four executive levels immediately below that chief executive officer and all persons in position comparable to these fourth executive levels.

29. EXPENSES BY NATURE

The significant expenses by nature for the year ended December 31, 2016 and 2015 are as follows :

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Work performed by the entity and				
capitalized as capital expenditure	(6,425,687.42)	(9,480,701.25)	(1,890,572.34)	(5,819,333.03)
Changes in inventories	5,035,549.22	(44,307,878.12)	5,625,374.03	(18,981,506.04)
Raw materials and consumables used	218,208,606.25	150,624,314.86	40,133,188.15	13,135,045.18
Employees benefit expenses	103,613,690.72	85,650,532.69	66,864,884.58	63,808,235.01
Depreciation	94,129,061.68	65,106,213.91	66,142,307.69	54,004,196.57
Loss from impairment of assets	37,852,677.03	8,025,050.43	37,852,677.03	8,025,050.43
Commission for sale of goods	3,604,170.00	3,698,993.00	3,604,170.00	3,687,793.00
Directors' remuneration	3,380,000.00	2,700,000.00	2,300,000.00	2,370,000.00
Management benefit expenses	23,042,080.01	14,799,645.00	19,163,330.01	12,799,645.00

30. OPERATING SEGMENTS

30.1 Operating segment information is reported in a manner consistent with the internal reports of the Company of that are regularly reviewed by the chief operating decision maker in order to make decision about the allocation of resources to the segment and assessing its performance. The chief operating decision maker of the Company has been identified as President of executive directors.

30.2 The Company and subsidiaries' operation involve in significant segment as follows:

Parent company

- Business segment are 1) import and distribute of chemical and equipment for using industry, 2) provide the consultant and advising for the marketing of any products and services, 3) production and distribution of biogas, 4) hire of construction of machines and equipment used in various industries, and 5) production and distribution of petroleum products
- Geographical segment involve in both domestic and overseas.

Subsidiaries

- Business segment are 1) hire of water production and distribution for using in industry and consumption purpose including distribution and installation the related equipment, 2) generate of biogas for using in electricity generating, transportation and other industries (there is no income), 3) generate and distribute of electricity current and alternative energy, 4) manufacture and distribute of fuel briquette (there is no income) and 5) manufacture and distribute of chemicals used in general industry.
- Geographical segment involve in both domestic and overseas.

30.3 Operating segment information in the consolidated financial statements are as follows:

(Unit : Million)

	Domestic										Overseas						Total	
	Sales		Chemicals products		Petroleum chemicals		Others		Total		Sales		Project advisory		Total		2016	2015
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015		
Segment revenues	773.89	1,073.94	290.23	215.84	107.36	50.41	81.35	18.27	1,252.83	1,358.46	35.21	36.39	36.51	51.53	71.72	87.92	1,324.55	1,446.38
Segment cost	(631.69)	(895.31)	(179.19)	(155.45)	(116.80)	(86.68)	(79.09)	(25.90)	(1,006.77)	(1,163.34)	(28.64)	(31.01)	0.00	0.00	(28.64)	(31.01)	(1,035.41)	(1,194.35)
Segment profit (loss)	142.20	178.63	111.04	60.39	(9.44)	(36.27)	2.26	(7.63)	246.06	195.12	6.57	5.38	36.51	51.53	43.08	56.91	289.14	252.03

Most of cost of project advisory is expense of the management which could not properly allocated and the value is immaterial, then, the segment cost of project advisory was not presented.

31. DISCLOSURE AND PRESENTATION OF FINANCIAL INSTRUMENTS

31.1 Accounting policy

The significant accounting policies and method adopted including the basis of recognition and measurement relating to each class of financial assets and liabilities have been disclosed in notes to financial statements no. 4.9.

31.2 Credit risk

Credit risk derives from failure by counterparties to discharge their obligations resulting in financial loss to the Company and subsidiaries. The Company and subsidiaries have policy to hedge this credit risk by reviewing the financial status of customers. Financial assets shown in statements of financial position at the book value deducted by allowance for doubtful accounts is maximum value of credit risk.

31.3 Interest rate risk

Interest rate risk from changes in market interest rate will affect the results of the Company and subsidiaries operations and cash flows. The Company and subsidiaries exposed the interest rate risk to its cash equivalents, pledged fixed deposit, bank overdrafts and short-term loans from financial institution, long-term loans and financial lease liabilities. The Company and subsidiaries do not use derivative financial instruments to hedge such risk.

31.4 Exchange rate risk

The Company and subsidiaries exposed to exchange rate risk due to their purchasing and selling denominated in foreign currencies which were entered into forward contract against exchange rate risk hedging. The contract period is not exceeded 1 year.

The Company and subsidiaries has financial assets and liabilities denominated in foreign currency as follows :

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Financial assets				
Deposit account in				
US Dollar	151,922.05	237,964.01	151,922.50	237,964.01
Trade accounts receivable				
in US Dollar	202,320.50	709,386.55	193,360.50	709,386.55
Other receivables in				
US Dollar	71,975.55	132,844.90	71,975.55	132,844.90

31.4 Exchange rate risk (Cont.)

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
Financial liabilities				
Trust receipt payable in				
US Dollar	0.00	895,552.00	0.00	895,552.00
Trade accounts payable				
in US Dollar	2,020,694.28	991,736.60	1,772,742.28	822,136.60
Trade accounts payable				
in EURO	136,991.10	229,378.44	136,991.10	229,378.44
Other payables in US Dollar	0.00	98,768.50	0.00	0.00
Other payables in				
SG Dollar	5,480.00	0.00	5,480.00	0.00

31.5 The Company and subsidiaries has remaining forward contract as follows :

	Consolidated financial statements			
	Exchange rate per Baht			
	2016	2015	2016	2015
US Dollar	34.7320 - 36.0850	35.4017 - 36.84	2,711,775.10	2,003,928.28
EURO	37.84 - 39.37	38.44 - 40.22	307,455.20	143,865.49
SG Dollar	24.9150	0.00	5,480.00	0.00
YEN	0.00	0.2950 - 0.3021	0.00	40,000,000.00
	Separate financial statements			
	Exchange rate per Baht			
	2016	2015	2016	2015
US Dollar	34.7320 - 36.0850	35.80 - 36.84	2,428,823.10	1,881,328.28
EURO	37.84 - 39.37	38.44 - 40.22	307,455.20	143,865.49
SG Dollar	24.9150	0.00	5,480.00	0.00
YEN	0.00	0.2950 - 0.3021	0.00	40,000,000.00

31.6 Fair value of financial instruments

Financial assets shown in statements of financial position consist of cash and cash equivalents, temporary investment trade and other receivables and short-term loans. Financial liabilities shown in statements of financial position consist of short-term loans from financial institution, trade and other payables, short-term loans long-term loans and financial lease liabilities.

Book value of financial assets and liabilities are close to their fair value.

32. COMMITMENT AND CONTINGENT LIABILITIES

32.1 The Company and subsidiaries are liable on payment under irrecoverable operating lease with the various lessors in order to lease as office building, goods warehouse, and use as plant for bio gas products and petroleum products as follows :

	Consolidated financial statements (Baht)		Separate financial statements (Baht)	
	2016	2015	2016	2015
Within 1 year	8,325,104.81	6,272,747.08	5,514,585.23	3,974,911.71
Over 1 year less than 5 years	20,065,110.39	18,001,010.89	12,936,844.07	10,765,356.57
Over 5 years	100,992,339.47	104,952,032.46	73,917,602.61	76,310,979.81
Total	<u>129,382,554.67</u>	<u>129,225,790.43</u>	<u>92,369,031.91</u>	<u>91,051,248.09</u>

32.2 The Company and subsidiaries are liable on payment under office building and warehouses services agreement with the several lessors. As at December 31, 2016 and 2015, the Company has to pay the services fee until the completion amount of Baht 5.76 million and Baht 3.10 million in the consolidated financial statements, Baht 4.06 million and Baht 0.89 million in the separate financial statements, respectively.

32.3 The Company and subsidiaries are liable on payment under goods, fixed assets acquisition agreement and hire a contractor with various sellers and hiring as follows :

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
US Dollar	1,249,797.45	1,674,132.32	1,249,797.45	1,623,032.32
EURO	262,420.10	587,275.50	220,073.30	237,815.40
Baht	72,884,775.02	146,639,866.37	39,104,651.52	116,002,685.58
YEN	0.00	71,606,875.00	0.00	71,606,875.00
SG Dollar	0.00	5,480.00	0.00	5,480.00

32.4 The Company and subsidiaries are liable on payment under letter of credit agreement with two banks relating to goods acquisition as follows :

	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
US Dollar	229,779.20	103,900.00	191,072.00	52,800.00
YEN	0.00	71,606,875.00	0.00	71,606,875.00

32.5 The Company and subsidiaries have contingent liabilities with two banks from issuance of letter of goods quality guarantee to some of customers and guarantee duties and taxes for import of goods from an overseas as at December 31, 2016 and 2015 total amount of Baht 41.68 million and Baht 35.51 million in the consolidated financial statements, and Baht 37.28 million and Baht 28.06 million in the separate financial statements respectively. Such letter of guarantees have no collaterals.

33. PROVIDENT FUND

The Company and subsidiaries have joined to be a member of provident fund named "K Master Pool Fund Registered Provident Fund" which registered in accordance with the Provident Fund Act B.E. 1987 and the amendment by appointing the fund management to be fund manager. The fund is contributed to both by the employees, and the Company and subsidiaries at the same rate of 3-5% of employees' salaries based on length of works. The accumulation and benefits will be paid to the members upon their retirement, death or resignation.

34. CAPITAL MANAGEMENT

The objective of financial management of the Company and subsidiaries is to preserve the ability to continue their operations as a going concern with proper capital structure.

35. EVENTS AFTER REPORTING PERIOD

According to the Board of Director meeting of the Company No. 2/2017 held on February 24, 2017, the meeting passed a resolution to request the approval from the General Shareholder Meeting as follows.

- 35.1 To pay dividend to the shareholders at rate of Baht 0.05 per share for 667,605,301 shares, totally amount of Baht 33.38 million. The dividend is scheduled to pay on April 24, 2017.
- 35.2 To decrease registered share capital of the Company from Baht 433,942,650.50 to Baht 333,802,650.50 by cutting remaining common share from increasing registered share capital (General Mandate) amount of 200,280,000 shares at par of Baht 0.50 each and revise in Memorandum of Association No.4 registered share capital of the Company in accordance with decreasing in registered share capital.
- 35.3 To increase registered share capital of the Company (General Mandate) from Baht 333,802,650.50 to Baht 433,942,650.50 by issuing 200,280,000 new common shares at par of Baht 0.50 each and revise Memorandum of Association No.4 registered share capital of the Company in accordance with increasing in registered share capital.
- 35.4 To approve for allotment of increasing registered share capital amount of 200,280,000 shares at par of Baht 0.50 each.

36. FINANCIAL STATEMENTS APPROVAL

These financial statements were approved and authorized for issue by the Company's Board of directors on February 24, 2017.