

Thai President Foods Public Company Limited
and its subsidiaries
Review report and consolidated interim financial statements
For the three-month and nine-month periods ended
30 September 2017

Independent Auditor's Report on Review of Interim Financial Information

To the Shareholders of Thai President Foods Public Company Limited

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

Scope of review

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

Conclusion

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

Sarinda Hirunprasurtwutti

Certified Public Accountant (Thailand) No. 4799

EY Office Limited

Bangkok: 10 November 2017

Thai President Foods Public Company Limited and its subsidiaries

Statement of financial position

As at 30 September 2017

(Unit: Thousand Baht)

	Note	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		30 September 2017 (Unaudited but reviewed)	31 December 2016 (Audited)	30 September 2017 (Unaudited but reviewed)	31 December 2016 (Audited)
Assets					
Current assets					
Cash and cash equivalents	2	3,523,265	1,787,871	2,561,003	1,018,822
Current investments	3	2,375,818	3,299,315	2,195,675	2,995,141
Trade and other receivables	4, 5	2,457,757	2,231,496	1,959,989	1,856,269
Inventories		1,365,585	928,557	497,881	444,081
Other current assets		41,055	25,575	755	306
Total current assets		9,763,480	8,272,814	7,215,303	6,314,619
Non-current assets					
Investments in subsidiaries	6	-	-	840,794	815,512
Investments in associates	7	1,455,509	1,388,029	226,366	226,366
Investments in other companies	8	79,677	83,811	78,677	82,811
Other long-term investments	9	6,860,068	6,593,105	5,801,218	5,704,182
Advance payment for investments in related parties	6, 7	93,756	100,881	14,202	37,452
Investment properties	10	89,057	91,005	116,237	119,505
Property, plant and equipment	11	3,682,722	3,994,924	1,834,073	2,037,857
Downpayment for purchase of machinery		-	1,190	-	-
Other intangible assets		20,667	22,808	13,696	15,110
Goodwill		5,535	5,535	-	-
Other non-current assets		28,678	10,462	2,518	3,999
Total non-current assets		12,315,669	12,291,750	8,927,781	9,042,794
Total assets		22,079,149	20,564,564	16,143,084	15,357,413

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

Thai President Foods Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 September 2017

(Unit: Thousand Baht)

	Note	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
		30 September 2017 (Unaudited but reviewed)	31 December 2016 (Audited)	30 September 2017 (Unaudited but reviewed)	31 December 2016 (Audited)
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables	5, 12	1,516,863	1,088,202	1,125,751	1,050,274
Current portion of liabilities under finance lease agreements	5	26,202	31,927	994	2,364
Income tax payable		75,991	137,793	60,352	114,619
Accrued bonus		179,997	157,810	135,179	117,295
Advance receipt from non-controlling interests for investments in a subsidiary		12	20,325	-	-
Other accrued expenses	5	215,184	150,847	115,340	82,204
Other current liabilities		42,239	37,255	23,344	22,790
Total current liabilities		2,056,488	1,624,159	1,460,960	1,389,546
Non-current liabilities					
Liabilities under finance lease agreements - net of current portion	5	42,714	46,819	378	1,012
Provision for long-term employee benefits		716,075	657,692	545,190	514,563
Deferred tax liabilities		498,549	492,348	511,048	504,873
Non-current liabilities		57,341	57,341	57,341	57,341
Total non-current liabilities		1,314,679	1,254,200	1,113,957	1,077,789
Total liabilities		3,371,167	2,878,359	2,574,917	2,467,335

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

Thai President Foods Public Company Limited and its subsidiaries

Statement of financial position (continued)

As at 30 September 2017

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>			
	30 September	31 December	30 September	31 December		
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>		
Note	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)		
Liabilities and shareholders' equity (continued)						
Shareholders' equity						
Share capital						
Registered share capital						
	180,000,000 ordinary shares of Baht 1 each (31 December 2016: 240,000,000 ordinary shares of Baht 1 each)	14	<u>180,000</u>	<u>240,000</u>	<u>180,000</u>	<u>240,000</u>
Issued and fully paid-up share capital						
	180,000,000 ordinary shares of Baht 1 each		180,000	180,000	180,000	180,000
	Share premium		285,300	285,300	285,300	285,300
Retained earnings						
	Appropriated - statutory reserve		24,000	24,000	24,000	24,000
	Unappropriated		13,690,694	12,894,928	10,755,191	10,169,911
	Other components of shareholders' equity		<u>2,306,084</u>	<u>2,218,504</u>	<u>2,323,676</u>	<u>2,230,867</u>
	Equity attributable to owners of the Company		<u>16,486,078</u>	<u>15,602,732</u>	<u>13,568,167</u>	<u>12,890,078</u>
	Non-controlling interests of the subsidiaries		<u>2,221,904</u>	<u>2,083,473</u>	-	-
	Total shareholders' equity		<u>18,707,982</u>	<u>17,686,205</u>	<u>13,568,167</u>	<u>12,890,078</u>
	Total liabilities and shareholders' equity		<u>22,079,149</u>	<u>20,564,564</u>	<u>16,143,084</u>	<u>15,357,413</u>
			-	-	-	-

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

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Directors
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(Unaudited but reviewed)

Thai President Foods Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 30 September 2017

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

	Note	Consolidated		Separate	
		financial statements	financial statements	financial statements	financial statements
		2017	2016	2017	2016
Profit or loss:					
Revenues					
Sales	5	3,311,660	3,220,405	2,755,344	2,677,512
Other income					
Interest income		31,814	35,294	26,805	30,342
Rental income	5	329	674	2,729	3,074
Dividend income	5	35,877	38,520	57,097	47,544
Exchange gain		-	266	-	64
Others	5, 17	22,817	33,941	13,563	19,973
Total other income		90,837	108,695	100,194	100,997
Total revenues		3,402,497	3,329,100	2,855,538	2,778,509
Expenses					
Cost of sales	5	2,292,662	2,286,065	2,018,631	2,010,826
Selling expenses	5	103,023	87,859	64,883	55,486
Administrative expenses	5	328,512	291,038	218,122	195,956
Total expenses		2,724,197	2,664,962	2,301,636	2,262,268
Profit before share of profit from					
investments in associates, finance cost and					
income tax expenses					
		678,300	664,138	553,902	516,241
Share of profit from investments in associates		62,407	59,839	-	-
Profit before finance cost and					
income tax expenses					
		740,707	723,977	553,902	516,241
Finance cost		(1,112)	(1,424)	(500)	(575)
Profit before income tax expenses		739,595	722,553	553,402	515,666
Income tax expenses	13	(74,871)	(56,647)	(58,825)	(45,197)
Profit for the period		664,724	665,906	494,577	470,469

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

(Unaudited but reviewed)

Thai President Foods Public Company Limited and its subsidiaries
Statement of comprehensive income (continued)
For the three-month period ended 30 September 2017

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

	Note	Consolidated		Separate	
		financial statements	financial statements	financial statements	financial statements
		2017	2016	2017	2016
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Exchange differences on translation of financial statements in foreign currency		(9,339)	(251)	-	-
Gain (loss) on change in value of available-for-sale investments - net of income tax	13	132,955	(22,290)	121,317	(22,412)
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax		123,616	(22,541)	121,317	(22,412)
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>					
Actuarial gain (loss) - net of income tax	13	28	(272)	28	(272)
Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax		28	(272)	28	(272)
Other comprehensive income for the period		123,644	(22,813)	121,345	(22,684)
Total comprehensive income for the period		788,368	643,093	615,922	447,785
Profit attributable to:					
Equity holders of the Company		603,524	598,970	494,577	470,469
Non-controlling interests of the subsidiaries		61,200	66,936		
		664,724	665,906		
Total comprehensive income attributable to:					
Equity holders of the Company		724,908	575,192	615,922	447,785
Non-controlling interests of the subsidiaries		63,460	67,901		
		788,368	643,093		
Earnings per share (Baht)					
15					
Basic earnings per share					
Profit attributable to equity holders of the Company		3.35	3.33	2.75	2.61
Weighted average number of ordinary shares (Thousand shares)					
		180,000	180,000	180,000	180,000

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

(Unaudited but reviewed)

Thai President Foods Public Company Limited and its subsidiaries

Statement of comprehensive income

For the nine-month period ended 30 September 2017

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

	Note	Consolidated		Separate	
		financial statements	financial statements	financial statements	financial statements
		2017	2016	2017	2016
Profit or loss:					
Revenues					
Sales	5	9,617,552	9,233,349	7,763,240	7,481,494
Other income					
Interest income		98,462	105,197	82,421	89,776
Rental income	5	1,485	2,022	8,686	9,202
Dividend income	5	94,587	95,538	238,846	215,858
Others	5, 17	217,706	87,236	179,041	52,371
Total other income		412,240	289,993	508,994	367,207
Total revenues		10,029,792	9,523,342	8,272,234	7,848,701
Expenses					
Cost of sales	5	6,797,407	6,523,596	5,805,396	5,613,308
Selling expenses	5	297,552	269,456	154,024	121,057
Administrative expenses	5	980,523	875,131	652,760	577,304
Total expenses		8,075,482	7,668,183	6,612,180	6,311,669
Profit before share of profit from investments in associates, finance cost and income tax expenses					
Share of profit from investments in associates	7	152,685	131,273	-	-
Profit before finance cost and income tax expenses		2,106,995	1,986,432	1,660,054	1,537,032
Finance cost		(3,641)	(5,397)	(1,561)	(1,785)
Profit before income tax expenses		2,103,354	1,981,035	1,658,493	1,535,247
Income tax expenses	13	(210,612)	(162,543)	(169,070)	(127,406)
Profit for the period		1,892,742	1,818,492	1,489,423	1,407,841

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

(Unaudited but reviewed)

Thai President Foods Public Company Limited and its subsidiaries
Statement of comprehensive income (continued)
For the nine-month period ended 30 September 2017

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

	Note	Consolidated		Separate	
		financial statements	financial statements	financial statements	financial statements
		2017	2016	2017	2016
Other comprehensive income:					
<i>Other comprehensive income to be reclassified to profit or loss in subsequent periods</i>					
Exchange differences on translation of financial statements in foreign currency		(17,136)	(18,236)	-	-
Gain on change in value of available-for-sale investments - net of income tax	13	106,212	613,448	92,809	602,887
Other comprehensive income to be reclassified to profit or loss in subsequent periods - net of income tax		89,076	595,212	92,809	602,887
<i>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</i>					
Actuarial gain (loss) - net of income tax	13	(13,011)	(8,965)	(543)	729
Other comprehensive income not to be reclassified to profit or loss in subsequent periods - net of income tax		(13,011)	(8,965)	(543)	729
Other comprehensive income for the period		76,065	586,247	92,266	603,616
Total comprehensive income for the period		1,968,807	2,404,739	1,581,689	2,011,457
Profit attributable to:					
Equity holders of the Company		1,706,156	1,632,624	1,489,423	1,407,841
Non-controlling interests of the subsidiaries		186,586	185,868		
		1,892,742	1,818,492		
Total comprehensive income attributable to:					
Equity holders of the Company		1,786,946	2,221,512	1,581,689	2,011,457
Non-controlling interests of the subsidiaries		181,861	183,227		
		1,968,807	2,404,739		
Earnings per share (Baht)					
15					
Basic earnings per share					
Profit attributable to equity holders of the Company		9.48	9.07	8.27	7.82
Weighted average number of ordinary shares (Thousand shares)					
		180,000	180,000	180,000	180,000

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

(Unaudited but reviewed)

Thai President Foods Public Company Limited and its subsidiaries**Statement of cash flows****For the nine-month period ended 30 September 2017**

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Cash flows from operating activities				
Profit before tax	2,103,354	1,981,035	1,658,493	1,535,247
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities:				
Depreciation	422,603	384,353	249,707	221,355
Amortisation	3,121	2,896	1,880	1,852
Loss (gain) on disposals of property, plant and equipment	(796)	(3,032)	38	(1,179)
Gain on disposals of investment properties	(52,052)	(2,614)	(52,052)	(2,614)
Gain on disposal of other intangible assets	-	(41)	-	-
Gain on disposals of other long-term investments	(109,861)	(17,372)	(103,251)	(11,589)
Allowance for deteriorated inventories	3,249	874	-	-
(Reversal of) allowance for loss on investments in other companies	15,609	(6,918)	15,609	(6,918)
Allowance for doubtful accounts	13,931	-	13,931	-
Reversal of allowance for loss on impairment of investment properties	-	(19,722)	-	(19,722)
Gain on liquidation of other company	-	(224)	-	(224)
Share of profit from investments in associates	(152,685)	(131,273)	-	-
Dividend received from subsidiary companies	-	-	(73,893)	(69,241)
Dividend received from associated companies	-	-	(76,732)	(54,689)
Dividend received from other companies and other long-term investments	(94,587)	(95,538)	(88,221)	(91,928)
Interest income	(98,462)	(105,197)	(82,421)	(89,776)
Interest expenses	1,159	2,962	80	241
Provision for long-term employee benefits	67,828	62,955	49,403	48,582
Profit from operating activities before changes in operating assets and liabilities	2,122,411	2,053,144	1,512,571	1,459,397
Operating assets (increase) decrease				
Trade and other receivables	(252,490)	(55,103)	(126,345)	(17,620)
Inventories	(440,277)	55,329	(53,800)	(50,392)
Other current assets	(14,304)	(14,852)	(449)	(128)
Other non-current assets	(18,216)	3,880	1,481	4,973
Operating liabilities increase (decrease)				
Trade and other payables	476,160	174,756	118,821	55,417
Other current liabilities	4,984	(4,943)	554	(3,831)
Provision for long-term employee benefits	(22,749)	(28,563)	(18,776)	(27,626)
Cash flows from operating activities	1,855,519	2,183,648	1,434,057	1,420,190
Cash paid for income tax	(292,396)	(197,264)	(240,907)	(156,327)
Net cash flows from operating activities	1,563,123	1,986,384	1,193,150	1,263,863

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

(Unaudited but reviewed)

Thai President Foods Public Company Limited and its subsidiaries**Statement of cash flows (continued)**

For the nine-month period ended 30 September 2017

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Cash flows from investing activities				
Increase in current investments	(2,081,934)	(4,344,095)	(1,899,738)	(3,796,916)
Decrease in current investments	3,005,431	3,879,775	2,699,204	3,259,770
Increase in investments in subsidiaries companies	-	-	(25,282)	(17,500)
Increase in other long-term investments	(2,582,090)	(3,445,458)	(2,059,883)	(2,860,826)
Decrease in other long-term investments	2,557,753	3,015,597	2,182,110	2,569,120
Increase in investments in other company	(11,475)	-	(11,475)	-
Decrease in investments in other company	-	15,461	-	15,461
Proceed from return on investments in the liquidated other company	-	224	-	224
Dividend received from subsidiary companies	-	-	68,793	69,241
Dividend received from associated companies	76,732	54,689	76,732	54,689
Dividend received from other companies and other long-term investments	94,550	95,502	88,192	91,897
Dividend received by non-controlling interests of the subsidiaries	(64,115)	(52,467)	-	-
Decrease (increase) in advance payment for investments in related parties	(1,967)	-	23,250	-
Purchase of property, plant and equipment	(90,141)	(335,444)	(40,311)	(210,324)
Decrease in downpayment for purchase of machinery	1,190	1,887	-	-
Proceeds from disposals of property, plant and equipment	2,433	3,676	1,126	1,814
Proceed from disposals of investment property	54,000	2,700	54,000	2,700
Proceed from disposals of other intangible assets	-	41	-	-
Purchase of intangible assets	(933)	(2,939)	(466)	(1,565)
Proceed received for non-controlling interest of the subsidiaries	-	7,500	-	-
Decrease in advance receipt of non-controlling interests for investments in a subsidiary	20,685	-	-	-
Interest income	110,797	104,187	96,244	87,970
Net cash flows from (used in) investing activities	<u>1,090,916</u>	<u>(999,164)</u>	<u>1,252,496</u>	<u>(734,245)</u>

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

(Unaudited but reviewed)

Thai President Foods Public Company Limited and its subsidiaries

Statement of cash flows (continued)

For the nine-month period ended 30 September 2017

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Cash flows from financing activities				
Increase in short-term loans from financial institution	-	449,085	-	-
Repayment of short-term loans from financial institution	-	(479,085)	-	-
Repayment of liabilities under finance lease agreements	(27,022)	(26,837)	(2,004)	(3,325)
Dividend paid	(896,481)	(376,190)	(901,381)	(376,190)
Cash paid for interest expense	<u>(1,159)</u>	<u>(2,962)</u>	<u>(80)</u>	<u>(241)</u>
Net cash flows used in financing activities	<u>(924,662)</u>	<u>(435,989)</u>	<u>(903,465)</u>	<u>(379,756)</u>
Increase (decrease) in translation adjustments	<u>6,017</u>	<u>(1,864)</u>	<u>-</u>	<u>-</u>
Net increase in cash and cash equivalents	<u>1,735,394</u>	<u>549,367</u>	<u>1,542,181</u>	<u>149,862</u>
Cash and cash equivalents at beginning of period	<u>1,787,871</u>	<u>1,149,758</u>	<u>1,018,822</u>	<u>589,402</u>
Cash and cash equivalents at end of period (Note 2)	<u><u>3,523,265</u></u>	<u><u>1,699,125</u></u>	<u><u>2,561,003</u></u>	<u><u>739,264</u></u>

Supplementary disclosures of cash flows information

Non-cash related transactions

Other payable from purchase of property, plant and equipment

6,624	17,495	5,456	15,681
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Liabilities under finance lease agreements - net

of deferred interest

14,884	15,127	-	-
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Dividend payable

7,119	486,810	2,219	477,010
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Dividend receivable

37	36	5,129	31
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The accompanying notes are an integral part of the financial statements.

(Unaudited but reviewed)

Thai President Foods Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity

For the nine-month period ended 30 September 2017

(Unit: Thousand Baht)

Consolidated financial statements

Equity attributable to the parent's shareholders										
Other components of equity										
Other comprehensive income										
Exchange differences on translation of financial statements in foreign currency										
Surplus on changes in value of available-for-sale investments										
Total other components of shareholders' equity										
Total equity attributable to shareholders of the Company										
Equity attributable to non-controlling interests of the subsidiaries										
Total shareholders' equity										
Note	Issued and paid-up share capital	Share premium	Retained earnings		Exchange differences on translation of financial statements in foreign currency	Surplus on changes in value of available-for-sale investments	Total other components of shareholders' equity	Total equity attributable to shareholders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
	share capital	premium	Appropriated	Unappropriated	foreign currency	investments	equity	the Company	the subsidiaries	equity
Balance as at 31 December 2015	180,000	285,300	24,000	11,586,370	1,006	1,619,899	1,620,905	13,696,575	1,898,511	15,595,086
Profit for the period	-	-	-	1,632,624	-	-	-	1,632,624	185,868	1,818,492
Other comprehensive income for the period	-	-	-	(4,319)	(14,972)	608,179	593,207	588,888	(2,641)	586,247
Total comprehensive income for the period	-	-	-	1,628,305	(14,972)	608,179	593,207	2,221,512	183,227	2,404,739
Net increase in non-controlling interests of the subsidiary										
from increase in investments of subsidiary	-	-	-	-	-	-	-	-	7,500	7,500
Dividend paid	16	-	-	(853,200)	-	-	-	(853,200)	(62,266)	(915,466)
Balance as at 30 September 2016	180,000	285,300	24,000	12,361,475	(13,966)	2,228,078	2,214,112	15,064,887	2,026,972	17,091,859
Balance as at 31 December 2016	180,000	285,300	24,000	12,894,928	(16,357)	2,234,861	2,218,504	15,602,732	2,083,473	17,686,205
Profit for the period	-	-	-	1,706,156	-	-	-	1,706,156	186,586	1,892,742
Other comprehensive income for the period	-	-	-	(6,790)	(11,935)	99,515	87,580	80,790	(4,725)	76,065
Total comprehensive income for the period	-	-	-	1,699,366	(11,935)	99,515	87,580	1,786,946	181,861	1,968,807
Net increase in non-controlling interests of the subsidiary										
from increase in investments of subsidiary	-	-	-	-	-	-	-	-	20,685	20,685
Dividend paid	16	-	-	(903,600)	-	-	-	(903,600)	(64,115)	(967,715)
Balance as at 30 September 2017	180,000	285,300	24,000	13,690,694	(28,292)	2,334,376	2,306,084	16,486,078	2,221,904	18,707,982

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

(Unaudited but reviewed)

Thai President Foods Public Company Limited and its subsidiaries

Statement of changes in shareholders' equity (Continued)

For the nine-month period ended 30 September 2017

(Unit: Thousand Baht)

Separate financial statements

			Retained earnings		Other components of shareholders' equity		
	Issued and paid-up share capital	Share premium	Appropriated	Unappropriated	Surplus on changes in value of available-for-sale investments	Total other components of shareholders' equity	Total shareholders' equity
Note							
Balance as at 31 December 2015	180,000	285,300	24,000	9,190,206	1,620,032	1,620,032	11,299,538
Profit for the period	-	-	-	1,407,841	-	-	1,407,841
Other comprehensive income for the period	-	-	-	729	602,887	602,887	603,616
Total comprehensive income for the period	-	-	-	1,408,570	602,887	602,887	2,011,457
Dividend paid	16	-	-	(853,200)	-	-	(853,200)
Balance as at 30 September 2016	<u>180,000</u>	<u>285,300</u>	<u>24,000</u>	<u>9,745,576</u>	<u>2,222,919</u>	<u>2,222,919</u>	<u>12,457,795</u>
Balance as at 31 December 2016	180,000	285,300	24,000	10,169,911	2,230,867	2,230,867	12,890,078
Profit for the period	-	-	-	1,489,423	-	-	1,489,423
Other comprehensive income for the period	-	-	-	(543)	92,809	92,809	92,266
Total comprehensive income for the period	-	-	-	1,488,880	92,809	92,809	1,581,689
Dividend paid	16	-	-	(903,600)	-	-	(903,600)
Balance as at 30 September 2017	<u>180,000</u>	<u>285,300</u>	<u>24,000</u>	<u>10,755,191</u>	<u>2,323,676</u>	<u>2,323,676</u>	<u>13,568,167</u>

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

Thai President Foods Public Company Limited and its subsidiary companies

Notes to interim financial statements

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

1. General information

1.1 Corporate information

Thai President Foods Public Company Limited (“the Company”) is a public company incorporated and domiciled in Thailand. Its major shareholder is Saha Pathana Inter-Holding Public Company Limited which is a public company incorporated in Thailand. The Company is principally engaged in the manufacturing and distribution of instant noodles and biscuit products. The registered office and head office of the Company is at No. 304, TF Group Building, Srinakarin Road, Huamark Sub-district, Bangkok District, Bangkok, and 3 plants are located in other provinces.

1.2 Amalgamation

On 25 April 2017, the Annual General Meeting of the Company’s shareholders No. 46/2017 passed resolutions regarding the following:

- a) Approved an amalgamation between the Company and President Rice Products Public Company Limited through the allocation of the merged company’s shares to the shareholders in accordance with the ratio and methods proposed.
- b) Approved the reduction of the Company’s registered capital (as completed and described in Note 14 to the interim financial statements).
- c) Approved the transfer of the Company’s Investment promotion certificates to the new company arising from the amalgamation.
- d) Approved the acquisition of part of ordinary shares in President Bakery Public Company Limited by way of making a tender offer, jointly with Saha Pathana Inter-Holding Public Company Limited.

1.3 Basis for the preparation of interim financial statements

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

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

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

1.4 Basis of consolidation

The interim consolidated financial statements included the financial statements of Thai President Foods Public Company Limited and its subsidiaries and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 December 2016. There have been no changes in the composition of its subsidiaries during the period.

1.5 New financial reporting standards

(a) Financial reporting standards that became effective in the current period

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

TAS 27 (revised 2016) Separate Financial Statements

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

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

(b) Financial reporting standards that will become effective in the future

During the period, the Federation of Accounting Professions issued a number of the revised financial reporting standards and interpretations (revised 2017) which is effective for fiscal years beginning on or after 1 January 2018. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards.

The management of the Company and its subsidiaries believes that the revised financial reporting standards and interpretations will not have any significant impact on the financial statements when they are initially applied.

1.6 Significant accounting policies

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

(Unaudited but reviewed)

2. Cash and cash equivalents

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
Cash in hand	3,346	2,947	985	1,104
Bank deposits	3,384,193	1,308,377	2,442,494	631,680
Promissory notes and bills of exchange	-	305,000	-	240,000
Cash and cash equivalents – in private fund	135,726	171,547	117,524	146,038
Total	3,523,265	1,787,871	2,561,003	1,018,822

As at 30 September 2017, bank deposits in savings accounts, fixed deposits, promissory notes and bills of exchange carried interests at the rates between 0.1% and 1.4% per annum (31 December 2016: 0.1% and 1.7% per annum).

3. Current investments

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
Fixed deposits	1,758,297	2,730,734	1,680,633	2,605,530
Short-term fund	20,245	62,238	-	62
Current investments – in private fund	597,276	506,343	515,042	389,549
Total	2,375,818	3,299,315	2,195,675	2,995,141

As at 30 September 2017, bank deposits in fixed account, short-term fund and current investments (in private fund) carried interests at the rates between 0.9% and 4.2% per annum (31 December 2016: 1.1% and 4.0% per annum).

(Unaudited but reviewed)

4. Trade and other receivables

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
<u>Trade receivables - related parties</u>				
Aged on the basis of due dates				
Not yet due	1,154,251	1,146,959	1,246,291	1,228,946
Past due				
Not over 3 months	101,389	147,874	103,659	189,181
3 - 6 months	899	525	899	-
6 - 12 months	763	109	763	-
Total trade receivables - related parties	1,257,302	1,295,467	1,351,612	1,418,127
<u>Other receivables - related parties</u>				
Dividend receivable	-	-	5,100	-
Accrued income and interest receivable	1,514	1,013	6,679	6,312
Total other receivables - related parties	1,514	1,013	11,779	6,312
Total trade and other receivables - related parties (Note 5)	1,258,816	1,296,480	1,363,391	1,424,439
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	684,479	593,941	347,555	288,318
Past due				
Not over 3 months	245,844	232,694	51,470	75,298
3 to 6 months	1,332	4,869	1,549	4,869
6 to 12 months	696	10,275	-	10,275
Over 12 months	13,305	292	13,290	292
Total	945,656	842,071	413,864	379,052
Less: Allowance for doubtful accounts	(14,287)	(388)	(14,287)	(356)
Total trade receivables - unrelated parties, net	931,369	841,683	399,577	378,696

(Unaudited but reviewed)

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
<u>Other receivables - unrelated parties</u>				
Accrued income and interest receivable	101,933	59,293	71,490	39,926
Prepayments	34,681	16,229	6,201	2,965
Advance payment for goods	113,500	6,303	113,500	6,303
Advances	17,458	11,508	5,830	3,940
Total other receivables - unrelated parties	267,572	93,333	197,021	53,134
Total trade and other receivables - unrelated parties - net	1,198,941	935,016	596,598	431,830
Total trade and other receivables - net	2,457,757	2,231,496	1,959,989	1,856,269

5. Related party transactions

5.1 Transactions incurred during the period

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

	(Unit: Thousand Baht)				Transfer pricing policy
	For the three-month periods ended 30 September				
	Consolidated financial statements		Separate financial statements		
	2017	2016	2017	2016	
Transactions with subsidiary companies (eliminated from the consolidated financial statements)					
Sales	-	-	127,314	128,999	Cost plus margin
Dividend income	-	-	5,100	10,200	At the announced rate
Rental and other income	-	-	5,879	5,425	Contract price
Purchase of goods and raw material, and production cost (included in cost of sales)	-	-	616,800	580,135	Approximately market price with reference to purchase volume
Other expenses (included in selling and administrative expenses)	-	-	14,327	20,057	Agreed price which approximates the market price

(Unaudited but reviewed)

(Unit: Thousand Baht)

For the three-month periods ended 30 September

	Consolidated financial statements		Separate financial statements		Transfer pricing policy
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	
Transactions with associated companies					
Sales	28,028	20,936	28,028	20,936	Cost plus margin
Dividend income	-	-	18,232	-	At the announced rate
Rental and other income	4,312	3,650	4,312	3,650	Contract price
Purchase of goods and raw material, and production cost (included in cost of sales)	29,104	30,236	29,104	30,236	Approximately market price with reference to purchase volume
Commission and other expenses (included in selling and administrative expenses)	-	150	-	-	Contract price
Purchase of machinery and equipment	189	201	189	201	Agreed price
Transactions with related companies					
Sales	1,963,427	1,996,578	1,933,400	1,966,175	Cost plus margin
Dividend income	29,994	32,916	29,994	32,916	At the announced rate
Rental and other income	7,459	11,926	5,539	4,991	Contract price and agreed price
Purchase of goods and raw material, and production cost (included in cost of sales)	111,690	105,068	88,263	85,125	Approximately market price with reference to purchase volume
Commission and other expenses (included in selling and administrative expenses)	17,426	14,229	16,884	14,150	Contract price
Purchase of machinery and equipment	870	2,882	870	2,821	Agreed price

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September				Transfer pricing policy
	Consolidated		Separate financial		
	financial statements		statements		
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	
Transactions with subsidiary companies					
(eliminated from the consolidated financial statements)					
Sales	-	-	326,474	299,632	Cost plus margin
Dividend income	-	-	73,893	69,241	At the announced rate
Rental and other income	-	-	16,234	13,651	Contract price
Purchase of goods and raw material, and production cost (included in cost of sales)	-	-	1,754,664	1,677,678	Approximately market price with reference to purchase volume
Other expenses (included in selling and administrative expenses)	-	-	32,616	24,046	Agreed price which approximates the market price
Transactions with associated companies					
Sales	80,053	51,802	80,053	51,802	Cost plus margin
Dividend income	-	-	76,732	54,689	At the announced rate
Rental and other income	11,637	7,934	11,531	7,934	Contract price
Purchase of goods and raw material, and production cost (included in cost of sales)	73,585	73,771	73,177	73,771	Approximately market price with reference to purchase volume
Other expenses (included in selling and administrative expenses)	150	455	-	-	Agreed price
Purchase of machinery and equipment	279	830	279	830	Agreed price

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September				Transfer pricing policy
	Consolidated financial statements		Separate financial statements		
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	
Transactions with related companies					
Sales	5,630,742	5,628,798	5,539,684	5,536,447	Cost plus margin
Dividend income	76,099	76,355	76,099	76,355	At the announced rate
Rental and other income	155,310	25,007	149,698	13,337	Contract price and agreed price
Purchase of goods and raw material, and production cost (included in cost of sales)	316,987	298,892	252,660	240,580	Approximately market price with reference to purchase volume
Commission and other expenses (included in selling and administrative expenses)	46,802	43,332	45,106	43,043	Contract price
Purchase of machinery and equipment	2,970	4,795	2,156	4,511	Agreed price

5.2 Outstanding balance at end of period

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

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	<u>30 September 2017</u>	<u>31 December 2016</u>	<u>30 September 2017</u>	<u>31 December 2016</u>
Trade and other receivables - related parties (Note 4)				
Subsidiaries	-	-	125,260	152,676
Associated companies	41,335	31,485	41,335	31,472
Related companies (related by common shareholders or directors)	1,217,481	1,264,995	1,196,796	1,240,291
Total trade and other receivables - related parties	1,258,816	1,296,480	1,363,391	1,424,439

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	30 September	31 December	30 September	31 December
	2017	2016	2017	2016
Trade and other payables - related parties (Note 12)				
Subsidiaries	-	-	381,653	361,590
Associated companies	18,157	13,355	18,157	13,355
Related companies (related by common shareholders or directors)	82,435	74,797	34,351	27,613
Total trade and other payables - related parties	100,592	88,152	434,161	402,558
Liabilities under finance lease agreements - related party				
<i>Major shareholder</i>				
Liabilities under finance lease agreements	66,506	74,116	264	721
Less: Current portion	(24,734)	(29,298)	(264)	(637)
Liabilities under finance lease agreements - net of current portion	41,772	44,818	-	84
Other accrued expenses - related parties				
<i>Related companies</i>	16,697	14,929	16,697	14,929
Total other accrued expenses - related parties	16,697	14,929	16,697	14,929

5.3 Directors and management's remuneration

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

(Unit: Thousand Baht)

	For the three-month periods ended 30 September			
	Consolidated financial		Separate financial	
	statements		statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Short-term employee benefits	22,108	22,523	11,205	12,991
Post-employment benefits and other long-term benefits	1,855	1,774	1,103	1,032
Total	<u>23,963</u>	<u>24,297</u>	<u>12,308</u>	<u>14,023</u>

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September			
	Consolidated financial		Separate financial	
	statements		statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Short-term employee benefits	72,107	67,970	38,068	38,983
Post-employment benefits and other long-term benefits	5,872	5,322	3,310	3,095
Total	<u>77,979</u>	<u>73,292</u>	<u>41,378</u>	<u>42,078</u>

(Unaudited but reviewed)

6. Investments in subsidiary companies

(Unit: Thousand Baht)

Company's name (Nature of business)	Paid up capital	Separate financial statements					
		Shareholding		Cost		Dividend received during the nine-month periods ended	
		30	31	30	31	30	30
		September 2017	December 2016	September 2017	December 2016	September 2017	September 2016
		(Percent)	(Percent)				
Tai Sun Foods Company Limited (Manufacture and distribution of fruit juice and distribution of biscuit products)	Baht 50 million	52.08	52.08	26,038	26,038	781	781
Thai Anbao Paper Products Company Limited (Manufacture and distribution of paper packaging)	Baht 20 million	51.00	51.00	10,200	10,200	15,300	20,400
Dai-Ichi Packaging Company Limited (Manufacture and distribution of packaging printing products and provide packaging service for consumable products)	Baht 150 million	50.10	50.10	75,721	75,721	30,812	30,060
Kallol Thai President Foods (BD) Limited (Manufacture and distribution of instant noodles)	Taka 630 million	55.00	55.00	142,150	116,868	-	-
President Flour Mills Company Limited (Manufacture and distribution of wheat flour- related products)	Baht 600 million	60.00	60.00	360,000	360,000	27,000	18,000
Thai President Foods (Hungary) Company Limited (Manufacture and distribution of instant noodles)	Forint 2,350 million	65.00	65.00	209,185	209,185	-	-
President Kourakuen Co., Ltd. (Restaurant and drink)	Baht 25 million	70.00	70.00	17,500	17,500	-	-
Total				<u>840,794</u>	<u>815,512</u>	<u>73,893</u>	<u>69,241</u>

Kallol Thai President Foods (BD) Limited

Kallol Thai President Foods (BD) Limited has a plan to increase its registered share from Taka 530 million to Taka 730 million. In August 2015, the Company paid for share subscription in advance for share capital increase amounting to approximately Taka 55 million or equivalent to approximately Baht 26 million. In July 2017, Kallol Thai President Foods (BD) Limited has increased its registered share from Taka 530 million to Taka 630 million. The Company transferred such advance payments presented under “Investments in subsidiaries” in the separate statement of financial position.

In addition, during the year 2011, this subsidiary has invested in a company in Bangladesh and paid share advance amounting to approximately Taka 197 million or equivalent to approximately Baht 80 million (31 December 2016: Baht 89 million). Such advance payments are presented in “Advance payment for investments in related parties” in the consolidated statement of financial position.

Ayeyarwaddy Success Venture Foods Co., Ltd.

On 21 September 2016, the meeting of the Company’s Board of Directors No. 9/2016 passed a resolution approving the establishment of a new company in Myanmar within the first quarter of 2017, named Ayeyarwaddy Success Venture Foods Co., Ltd., to engage in manufacturing of instant noodles with a registered share capital of USD 10 million or equivalent to approximately Baht 350 million. The Company will hold 51 percent interest. During the current period, this company is in the process of establishing.

(Unaudited but reviewed)

7. Investments in associated companies

(Unit: Thousand Baht)

Company's name (Nature of business)	Country of incorporation	Paid up capital	Consolidated financial statements								Separate financial statements			
			Shareholding percentage		Carrying amount based on cost method		Carrying amount based on equity method		Share of profit (loss) from investments in associates during the nine-month periods ended		Carrying amount based on cost method		Dividend received during the nine-month periods ended	
			30 September 2017	31 December 2016	30 September 2017	31 December 2016	30 September 2017	31 December 2016	30 September 2017	30 September 2016	30 September 2017	31 December 2016	30 September 2017	30 September 2016
			(Percent)	(Percent)										
Kerry Flour Mills Company Limited (Manufacture of wheat flour)	Thailand	Baht 200 million	39.00	39.00	92,629	92,629	1,178,181	1,105,138	131,543	114,963	92,629	92,629	58,500	46,800
Chongqing Taibao Paper Products Company Limited (Manufacture of paper products)	China	RMB 42 million	35.00	35.00	73,418	73,418	142,546	143,485	17,293	9,450	73,418	73,418	18,232	7,889
Thai-Myanmar Success Venture Company Limited (Investment holding)	Thailand	Baht 100 million	35.00	35.00	35,040	35,040	40,249	39,621	628	600	35,040	35,040	-	-
Sanko Machinery (Thailand) Company Limited (Assembly of automatic packaging machines)	Thailand	Baht 15 million	35.00	35.00	5,587	5,587	56,082	54,382	1,700	2,853	5,587	5,587	-	-

(Unaudited but reviewed)

(Unit: Thousand Baht)

Company's name (Nature of business)	Country of incorporation	Paid up capital	Consolidated financial statements						Separate financial statements					
			Shareholding percentage		Carrying amount based on cost method		Carrying amount based on equity method		Share of profit (loss) from investments in associates during the nine-month periods ended		Carrying amount based on cost method		Dividend received during the nine-month periods ended	
			30 September 2017 (Percent)	31 December 2016 (Percent)	30 September 2017	31 December 2016	30 September 2017	31 December 2016	30 September 2017	30 September 2016	30 September 2017	31 December 2016	30 September 2017	30 September 2016
President Foods (Cambodia) Company Limited (Manufacture of instant noodles)	Cambodia	USD 1.5 million	30.00	30.00	19,692	19,692	51,075	49,554	1,521	3,416	19,692	19,692	-	-
													<u>76,732</u>	<u>54,689</u>
<u>Associated company of the subsidiary</u>														
T J Y Company Limited (Manufacture of packaging and printing products)	Thailand	Baht 22.5 million	-	-	-	-	-	-	-	(9)	-	-		
					<u>226,366</u>	<u>226,366</u>	<u>1,468,133</u>	<u>1,392,180</u>	<u>152,685</u>	<u>131,273</u>	<u>226,366</u>	<u>226,366</u>		
Less: Translation adjustments							<u>(12,624)</u>	<u>(4,151)</u>						
Total investments in associates - net							<u>1,455,509</u>	<u>1,388,029</u>						

Share of profit from investments in three associated companies accounted for under the equity method for the three-month and nine-month periods ended 30 September 2017, totaling approximately Baht 12.8 million and Baht 19.4 million or 2% and 1% of consolidated net profit for the periods (2016: Baht 6.7 million and Baht 13.5 million or 1% and 0.7%) was calculated from interim financial statements which had not been reviewed by the auditors of those associated companies.

8. Investments in other companies

(Unit: Thousand Baht)

Company's name (Nature of business)	Paid up capital (Million Baht)	Consolidated and separate financial statements			
		Shareholding percentage		Carrying amounts based on cost method	
		30 September 2017	31 December 2016	30 September 2017	31 December 2016
		(Percent)	(Percent)		
Kewpie (Thailand) Company Limited (Manufacture of sauce and dried vegetables)	260.00	10.00	10.00	26,000	26,000
President Interfood Company Limited (Agency)	3.00	8.67	8.67	442	442
Treasure Hill Company Limited (Real estate development)	200.00	2.00	2.00	4,000	4,000
Winstore Retail Network Company Limited (Information technology management)	62.65	0.60	0.60	2,500	2,500
The Bangkok Club Company Limited (Club)	450.00	0.44	0.44	3,000	3,000
Thai Sanwa Food Industrial Company Limited (Manufacture of instant noodles)	80.00	-	0.25	-	400
Noble Place Company Limited (Real estate development)	296.25	0.08	0.08	1,500	1,500
Saha Lawson Company Limited (Convenience store)	1,087.00	9.00	9.00	97,830	97,830
Sahachol Food Supplies Company Limited (Non-alcoholic beverage retailer)	325.00	4.42	4.17	21,875	10,000
Total investments in other companies				157,147	145,672
Less: Allowance for loss on impairment of investments				(78,470)	(62,861)
Total investments in other companies in the separate financial statements - net				78,677	82,811
<u>Other Company of the subsidiary</u>					
Maruto (Thailand) Company Limited (Trading of packaging products)	10.00	10.00	10.00	1,000	1,000
Total investments in other company in the consolidated financial statements - net				79,677	83,811

(Unaudited but reviewed)

9. Other long-term investments

	(Unit: Thousand Baht)			
	Consolidated financial statements			
	30 September 2017		31 December 2016	
	Cost	Fair value	Cost	Fair value
Fixed deposit with financial institutions				
Fixed deposit (in private fund)	25,000	25,000	18,000	18,000
Total investments in fixed deposit with financial institutions	<u>25,000</u>	<u>25,000</u>	<u>18,000</u>	<u>18,000</u>
Available-for-sale investments				
Local marketable equity securities	242,122	3,078,335	256,970	3,030,467
Local quoted bonds	193,096	207,689	40,000	40,000
Government bonds	40,700	40,700	50,700	50,700
Long-term fund	104,080	106,464	172,434	168,831
Available-for-sale investments (in private fund)	<u>3,323,795</u>	<u>3,401,880</u>	<u>3,256,491</u>	<u>3,285,107</u>
	<u>3,903,793</u>	<u>6,835,068</u>	<u>3,776,595</u>	<u>6,575,105</u>
Add: Surplus on changes in value of available-for-sale investments	<u>2,931,275</u>		<u>2,798,510</u>	
Total investment in available-for-sale securities	<u>6,835,068</u>		<u>6,575,105</u>	
Total other long-term investments in the consolidated financial statements	<u>6,860,068</u>	<u>6,860,068</u>	<u>6,593,105</u>	<u>6,593,105</u>

	(Unit: Thousand Baht)	
	Consolidated financial statements	
	30 September 2017	31 December 2016
Revaluation surplus in available-for-sale investments		
Portion of the Company	2,904,595	2,788,584
Portion of the Subsidiary	<u>26,680</u>	<u>9,926</u>
	2,931,275	2,798,510
Less: Portion of the subsidiary attributable to non-controlling of the subsidiary	(13,305)	(4,934)
Deferred tax effect	<u>(583,594)</u>	<u>(558,715)</u>
Total revaluation surplus in available-for-sale investments in the consolidated financial statements	<u>2,334,376</u>	<u>2,234,861</u>

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Separate financial statements			
	30 September 2017		31 December 2016	
	Cost	Fair value	Cost	Fair value
Fixed deposit with financial institutions				
Fixed deposit (in private fund)	5,000	5,000	18,000	18,000
Total investment in fixed deposit with financial institution	5,000	5,000	18,000	18,000
Available-for-sale investments				
Local marketable equity securities	242,122	3,078,335	256,970	3,030,467
Local quoted bonds	78,096	92,689	30,000	30,000
Government bonds	35,200	35,200	45,200	45,200
Long-term fund	99,903	101,889	99,903	95,353
Available-for-sale investments (in private fund)	2,436,302	2,488,105	2,465,525	2,485,162
	2,891,623	5,796,218	2,897,598	5,686,182
Add: Surplus on changes in value of available-for-sale investments	2,904,595		2,788,584	
Total investments in available-for-sale securities	5,796,218		5,686,182	
Total other long-term investments in the separate financial statements	5,801,218	5,801,218	5,704,182	5,704,182

(Unit: Thousand Baht)

	Separate financial statements	
	30 September 2017	31 December 2016
Revaluation surplus in available-for-sale investments	2,904,595	2,788,584
Less: Deferred tax effect	(580,919)	(557,717)
Total surplus in available-for-sale investments in the separate financial statements	2,323,676	2,230,867

Following the resolution of the Board of Directors' Meeting of the Company's shareholders No. 3/2017 on 15 March 2017, the Company proceeded in respect of the following:

- Sales of 1,806,250 ordinary shares of President Rice Products Public Company Limited, or a 1.21% shareholding, to directors at a price of Baht 54.37 per share, or for a total of Baht 98.21 million. The Company recorded gain on sales of such investment amounting to approximately Baht 82.9 million in the statement of comprehensive income for the three-month and nine-month periods ended 30 September 2017.

In addition, as at 30 September 2017, the Company and its subsidiaries have pledged government bonds with maturity date over 1 year of approximately Baht 37 million (31 December 2016: Baht 44 million) and the Company only of Baht 32 million (31 December 2016: Baht 39 million) as a guarantee for electricity and steam use of the Company and its subsidiaries and as a guarantee of retroactive tax assessment of the Company.

10. Investment properties

Movements in the investment property account during the nine-month period ended 30 September 2017 are summarised below:

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
	<u> </u>	<u> </u>
Net book value as at 1 January 2017	91,005	119,505
Disposal during period - net book value at disposal date	(1,948)	(1,948)
Depreciation for the period	-	(1,320)
Net book value as at 30 September 2017	<u>89,057</u>	<u>116,237</u>

11. Property, plant and equipment

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

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 January 2017	3,994,924	2,037,857
Acquisitions during period at cost	112,781	45,767
Reclassification	(48)	-
Disposals during period - net book value at disposal date	(1,637)	(1,164)
Depreciation for period	(422,603)	(248,387)
Translation adjustment	(695)	-
Net book value as at 30 September 2017	3,682,722	1,834,073

12. Trade and other payables

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
Trade payables - related parties	93,476	82,602	418,318	385,620
Other payables - related parties	7,116	5,550	15,843	16,938
Total trade and other payables - related parties (Note 5)	<u>100,592</u>	<u>88,152</u>	<u>434,161</u>	<u>402,558</u>
Trade payables - unrelated parties	1,327,738	900,045	626,910	578,516
Other payables - unrelated parties	84,118	90,848	60,265	60,048
Unearned revenue	4,415	9,157	4,415	9,152
Total trade and other payables - unrelated parties	<u>1,416,271</u>	<u>1,000,050</u>	<u>691,590</u>	<u>647,716</u>
Total trade and other payables	<u><u>1,516,863</u></u>	<u><u>1,088,202</u></u>	<u><u>1,125,751</u></u>	<u><u>1,050,274</u></u>

13. Income tax

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

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

	(Unit: Thousand Baht)			
	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Current income tax:				
Interim corporate income tax charge	77,764	61,766	60,744	50,237
Deferred tax:				
Relating to origination and reversal of temporary differences	<u>(2,893)</u>	<u>(5,119)</u>	<u>(1,919)</u>	<u>(5,040)</u>
Income tax expense reported in the statements of comprehensive income	<u>74,871</u>	<u>56,647</u>	<u>58,825</u>	<u>45,197</u>

	(Unit: Thousand Baht)			
	For the nine-month periods ended 30 September			
	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Current income tax:				
Interim corporate income tax charge	230,671	153,195	186,640	117,569
Deferred tax:				
Relating to origination and reversal of temporary differences	<u>(20,059)</u>	<u>9,348</u>	<u>(17,570)</u>	<u>9,837</u>
Income tax expense reported in the statements of comprehensive income	<u>210,612</u>	<u>162,543</u>	<u>169,070</u>	<u>127,406</u>

(Unaudited but reviewed)

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

(Unit: Thousand Baht)

	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Deferred tax relating to				
- Gain (loss) on changes in value of available-for-sale investments	(33,239)	5,573	(30,329)	5,603
- Actuarial gain (loss)	28	(272)	28	(272)
Total	<u>(33,211)</u>	<u>5,301</u>	<u>(30,301)</u>	<u>5,331</u>

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September			
	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Deferred tax relating to				
- Gain on changes in value of available-for-sale investments	(26,553)	(153,362)	(23,203)	(150,721)
- Actuarial gain (loss)	293	2,902	(543)	729
Total	<u>(26,260)</u>	<u>(150,460)</u>	<u>(23,746)</u>	<u>(149,992)</u>

14. Share capital

On 25 April 2017, the Annual General Meeting of the Company's shareholders No. 46/2017 passed resolutions regarding the reduction of the Company's registered capital (as described in Note 1.2 b)) by writing off 60 million unissued shares with a par value of Baht 1 each, from the existing capital of Baht 240 million to a new registered capital of Baht 180 million, consisting of 180 million shares with a par value of Baht 1 each. The Company registered the reduction in its registered capital with the Ministry of Commerce on 3 May 2017.

15. Earnings per share

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

16. Dividend

	Dividend for 2017		Paid date
	Per share (Baht)	Total (Thousand Baht)	
The second-half period of 2016			
(Approved by the Annual General Meeting of the Company's shareholders No. 46/2017 on 25 April 2017)			
BOI-promoted operation	2.00	360,000	
Non-BOI-promoted operation	0.20	36,000	
	<u>2.20</u>	<u>396,000</u>	24 May 2017
The first-half period of 2017			
(Approved by the Annual General Meeting of the Company's shareholders No. 8/2017 on 16 August 2017)			
BOI-promoted operation	1.80	324,000	
Non-BOI-promoted operation	1.02	183,600	
	<u>2.82</u>	<u>507,600</u>	15 September 2017
Total dividend declared in 2017	<u><u>5.02</u></u>	<u><u>903,600</u></u>	

(Unaudited but reviewed)

	Dividend for 2016		Paid date
	Per share	Total	
	(Baht)	(Thousand Baht)	
The second-half period of 2015			
(Approved by the Annual General Meeting of the Company's shareholders No. 45/2016 on 27 April 2016)			
BOI-promoted operation	1.70	306,000	
Non-BOI-promoted operation	0.39	70,200	
	<u>2.09</u>	<u>376,200</u>	25 May 2016
The first-half period of 2016			
(Approved by the Annual General Meeting of the Company's shareholders No. 9/2016 on 21 September 2016)			
BOI-promoted operation	2.00	360,000	
Non-BOI-promoted operation	0.65	117,000	
	<u>2.65</u>	<u>477,000</u>	19 October 2016
Total dividend declared in 2016	<u>4.74</u>	<u>853,200</u>	

17. Other income - others

Other income - others are as follows:

(Unit: Thousand Baht)

	For the three-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Gain on disposals of other long-term investments	6,741	14,647	4,125	11,589
Others	16,076	19,294	9,438	8,384
Total	22,817	33,941	13,563	19,973

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Gain on disposals of investment properties	52,052	2,614	52,052	2,614
Gain on disposals of other long-term investments	109,861	17,372	103,251	11,589
Reversal of allowance for loss on impairment of investment properties	-	19,722	-	19,722
Others	55,793	47,528	23,738	18,446
Total	217,706	87,236	179,041	52,371

18. Segment information

The Company and its subsidiaries are organised into business units based on its products and services. During the current period, the Company and its subsidiaries have not changed the organisation of their reportable segments.

The following tables present revenue and profit information regarding the Company and its subsidiaries' operating segments for the periods of three-months and nine-months ended 30 September 2017 and 2016, respectively.

(Unit: Thousand Baht)

	Consolidated financial statements for the three-month periods ended 30 September												Total	
	Instant noodles		Biscuits and cookies		Packaging		Fruit Juice		Others		Eliminated			
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016		
Sales to external customers														
Thailand	1,877,169	1,911,648	206,945	209,121	264,788	242,834	82,121	79,760	28,441	34,998	-	-	2,459,464	2,478,361
Others	725,498	602,233	22,785	27,611	816	837	103,097	111,363	-	-	-	-	852,196	742,044
Inter-segment	33,549	25,505	93,765	103,494	397,529	348,106	303	-	216,623	230,445	(741,769)	(707,550)	-	-
Total sales	2,636,216	2,539,386	323,495	340,226	663,133	591,777	185,521	191,123	245,064	265,443	(741,769)	(707,550)	3,311,660	3,220,405
Less: Cost of sales	(1,928,506)	(1,910,958)	(260,926)	(267,654)	(523,953)	(482,754)	(116,277)	(123,356)	(202,914)	(218,273)	739,914	716,930	(2,292,662)	(2,286,065)
Segment gross profit	707,710	628,428	62,569	72,572	139,180	109,023	69,244	67,767	42,150	47,170	(1,855)	9,380	1,018,998	934,340
Other income													90,837	108,695
Selling expenses													(103,023)	(87,859)
Administrative expenses													(328,512)	(291,038)
Share of profit from investments in associates													62,407	59,839
Finance cost													(1,112)	(1,424)
Profit before income tax													739,595	722,553
Income tax													(74,871)	(56,647)
Profit for the period													664,724	665,906
Non-controlling interest of the subsidiaries													(61,200)	(66,936)
Profit for equity holders of the Company													603,524	598,970

(Unaudited but reviewed)

(Unit: Thousand Baht)

Consolidated financial statements for the nine-month periods ended 30 September														
	Instant noodles		Biscuits and cookies		Packaging		Fruit Juice		Others		Eliminated		Total	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Sales to external customers														
Thailand	5,397,921	5,378,401	559,791	549,456	832,576	750,600	316,008	346,650	89,096	94,431	-	-	7,195,392	7,119,538
Others	2,003,250	1,741,233	47,805	58,281	2,286	2,130	368,819	312,167	-	-	-	-	2,422,160	2,113,811
Inter-segment	84,169	73,059	242,306	226,572	1,116,843	1,021,246	885	416	632,364	654,432	(2,076,567)	(1,975,725)	-	-
Total sales	7,485,340	7,192,693	849,902	834,309	1,951,705	1,773,976	685,712	659,233	721,460	748,863	(2,076,567)	(1,975,725)	9,617,552	9,233,349
Less: Cost of sales	(5,582,273)	(5,377,414)	(690,613)	(655,732)	(1,583,641)	(1,439,556)	(425,649)	(415,316)	(600,903)	(626,871)	2,085,672	1,991,293	(6,797,407)	(6,523,596)
Segment gross profit	1,903,067	1,815,279	159,289	178,577	368,064	334,420	260,063	243,917	120,557	121,992	9,105	15,568	2,820,145	2,709,753
Other income													412,240	289,993
Selling expenses													(297,552)	(269,456)
Administrative expenses													(980,523)	(875,131)
Share of profit from investments in associates													152,685	131,273
Finance cost													(3,641)	(5,397)
Profit before income tax													2,103,354	1,981,035
Income tax													(210,612)	(162,543)
Profit for the period													1,892,742	1,818,492
Non-controlling interest of the subsidiaries													(186,586)	(185,868)
Profit for equity holders of the Company													1,706,156	1,632,624

19. Commitments and contingent liabilities

19.1 Operating lease commitments

The Company and its subsidiaries have entered into several lease agreements in respect of the lease of warehouse. The terms of the agreements are generally 1 year to 3 year.

Future minimum lease payments required under these operating leases contracts were as follows:

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
Payable within:				
Less than 1 year	11	10	6	3
1 to 3 years	-	1	-	-
	<u>11</u>	<u>11</u>	<u>6</u>	<u>3</u>

19.2 Guarantees

As at 30 September 2017, there were outstanding bank guarantees of approximately Baht 82 million (31 December 2016: Baht 119 million), issued by banks on behalf of the Company and its subsidiaries and separate financial statements Baht 63 million (31 December 2016: Baht 117 million) in respect of certain performance bonds as required in the normal course of business of the Company and its subsidiaries. These included letters of guarantee as follows:

	(Unit: Million Baht)			
	Consolidated financial		Separate financial	
	statements		statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
<u>Type of guarantee</u>				
Payment due to creditors	5	61	5	59
Utility	1	-	-	-
Custom duty	1	1	1	1
Retroactive tax assessment	75	57	57	57
	<u>82</u>	<u>119</u>	<u>63</u>	<u>117</u>

20. Foreign currency risk

The Company and its subsidiaries' exposure to foreign currency risk arises mainly from sales and purchases of goods in foreign currencies. The Company seeks to reduce this risk by entering into forward exchange contracts when it considers appropriate. Generally, the forward contracts mature within one year.

The balances of financial assets and liabilities denominated in foreign currencies of the Company and its subsidiaries as at 30 September 2017 are summarised below.

Foreign currency	Consolidated financial statements		Separate financial statements		Average exchange rate as at 30 September 2017 (Baht per 1 foreign currency unit)
	Financial assets (Thousand)	Financial liabilities (Thousand)	Financial assets (Thousand)	Financial liabilities (Thousand)	
US dollar	8,186	11,909	8,055	1,010	33.3281
Singapore dollar	19	12	19	12	24.5289
Euro	613	6	613	6	39.2559
Japanese Yen	-	1,655	-	1,263	0.2960
Ringgit	591	-	591	-	7.8787

The Company and its subsidiaries' foreign exchange contracts outstanding at 30 September 2017 are summarised below.

Foreign currency	Sold amount	Bought amount	Maturity date	Forward exchange rate	
	(Thousand)	(Thousand)		Sold amount	Bought amount
US dollar	-	11,424	24 November 2017 - 23 March 2018	-	33.155 - 35.29

21. Fair value of financial instruments

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

(Unit: Thousand Baht)

	Consolidated Financial Statements		
	Level 1	Level 2	Total
Financial assets measured at fair value			
Available-for-sale investments			
Local marketable equity securities	3,078,335	-	3,078,335
Long-term fund	-	106,464	106,464
Available-for-sale investments (in private fund)	-	3,401,880	3,401,880

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Separate Financial Statements		
	Level 1	Level 2	Total
Financial assets measured at fair value			
Available-for-sale investments			
Local marketable equity securities	3,078,335	-	3,078,335
Long-term fund	-	101,889	101,889
Available-for-sale investments (in private fund)	-	2,488,105	2,488,105

22. Events after the reporting period - amalgamation

On 11 October 2017, the joint shareholders meeting between the shareholders of the Company and the shareholders of President Rice Products Public Company Limited No. 1/2017 passed a resolution approving various matters relating to the new company arising from the amalgamation.

On 16 October 2017, the Company and President Rice Products Public Company Limited registered their amalgamation with the Ministry of Commerce under the new name of “Thai President Foods Public Company Limited”. The Company and President Rice Products Public Company Limited were therefore dissolved on that date and the new company has assumed all assets, liabilities, rights, duties, and obligations of both companies by law. The transferred assets and liabilities are based on the net book value as at 15 October 2017.

23. Approval of interim financial statements

These interim financial statements were authorised for issue by the authorised directors of the Company on 10 November 2017.