

Carabao Group 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 Carabao Group Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of Carabao Group Public Company Limited and its subsidiaries as at 30 September 2017, the related consolidated statements of income and comprehensive income for the three-month and nine-month periods ended 30 September 2017, the related consolidated statements of changes in shareholders' equity and cash flows for the nine-month period ended 30 September 2017, as well as the condensed notes to the consolidated financial statements, and have also reviewed the separate financial information of Carabao Group 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 No. 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 No. 34 Interim Financial Reporting.

Wichart Lokatekrawee

Certified Public Accountant (Thailand) No. 4451

EY Office Limited

Bangkok: 14 November 2017

**Carabao Group Public Company Limited and its subsidiaries**

**Statement of financial position**

**As at 30 September 2017**

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September	31 December	30 September	31 December
		2017	2016	2017	2016
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents	3	626,277	745,060	13,507	428,754
Current investments	4	7,112	604,282	7,112	604,282
Trade and other receivables	2, 5	1,529,453	561,576	85,515	43,379
Short-term loans to related parties	2	-	-	4,329,815	3,268,000
Dividend receivable from related parties	2	-	-	-	726,997
Inventories	6	691,059	433,505	-	-
Other current assets	7	296,081	110,482	745	3
<b>Total current assets</b>		<b>3,149,982</b>	<b>2,454,905</b>	<b>4,436,694</b>	<b>5,071,415</b>
<b>Non-current assets</b>					
Investment in subsidiaries	8	-	-	3,300,419	1,959,013
Investment properties	9	104,195	103,848	-	-
Property, plant and equipment	10	8,788,989	6,626,891	-	-
Goodwill	8	545,236	536,065	-	-
Intangible assets	11	15,494	15,151	1,820	-
Deferred tax assets		23,332	33,696	5,090	4,305
Other long-term receivable - related party	2	-	-	26,172	26,172
Other non-current assets	2	8,089	7,935	-	-
<b>Total non-current assets</b>		<b>9,485,335</b>	<b>7,323,586</b>	<b>3,333,501</b>	<b>1,989,490</b>
<b>Total assets</b>		<b>12,635,317</b>	<b>9,778,491</b>	<b>7,770,195</b>	<b>7,060,905</b>

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

**Carabao Group Public Company Limited and its subsidiaries**

**Statement of financial position (continued)**

**As at 30 September 2017**

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 September	31 December	30 September	31 December
		2017	2016	2017	2016
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Short-term loans from financial institutions	12	1,365,000	750,000	1,315,000	750,000
Trade and other payables	2, 13	1,683,056	1,301,898	73,460	55,393
Current portion of long-term loans from financial institutions	16	200,000	-	200,000	-
Short-term loans from non-controlling interests of the subsidiary	14	57,958	-	-	-
Income tax payable		54,182	183,067	1,526	1,456
Other current liabilities	15	204,182	90,175	28,467	20,456
<b>Total current liabilities</b>		<b>3,564,378</b>	<b>2,325,140</b>	<b>1,618,453</b>	<b>827,305</b>
<b>Non-current liabilities</b>					
Long-term loans from financial institutions, net of current portion	16	1,947,000	250,000	800,000	250,000
Provision for long-term employee benefits	17	100,997	89,752	51,620	47,701
Deferred tax liabilities		154	-	-	-
Deposits received for rental	2	15,285	14,056	-	-
<b>Total non-current liabilities</b>		<b>2,063,436</b>	<b>353,808</b>	<b>851,620</b>	<b>297,701</b>
<b>Total liabilities</b>		<b>5,627,814</b>	<b>2,678,948</b>	<b>2,470,073</b>	<b>1,125,006</b>
<b>Shareholders' equity</b>					
Share capital					
Registered					
1,000,000,000 ordinary shares of Baht 1 each		1,000,000	1,000,000	1,000,000	1,000,000
Issued and fully paid up					
1,000,000,000 ordinary shares of Baht 1 each		1,000,000	1,000,000	1,000,000	1,000,000
Share premium		3,962,980	3,962,980	3,962,980	3,962,980
Retained earnings					
Appropriated - statutory reserve	18	100,000	100,000	100,000	100,000
Unappropriated		1,464,020	1,377,500	128,183	763,960
Other components of shareholders' equity		386,241	432,559	108,959	108,959
Equity attributable to owners of the Company		6,913,241	6,873,039	5,300,122	5,935,899
Non-controlling interests of the subsidiaries		94,262	226,504	-	-
<b>Total shareholders' equity</b>		<b>7,007,503</b>	<b>7,099,543</b>	<b>5,300,122</b>	<b>5,935,899</b>
<b>Total liabilities and shareholders' equity</b>		<b>12,635,317</b>	<b>9,778,491</b>	<b>7,770,195</b>	<b>7,060,905</b>

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

Directors

(Unaudited but reviewed)

**Carabao Group Public Company Limited and its subsidiaries****Income statement****For the three-month period ended 30 September 2017**

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

	Note	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
<b>Profit or loss</b>					
<b>Revenues</b>					
Sales		3,528,672	2,688,812	-	-
Other income	19	45,499	51,558	96,256	64,254
<b>Total revenues</b>		<b>3,574,171</b>	<b>2,740,370</b>	<b>96,256</b>	<b>64,254</b>
<b>Expenses</b>					
Cost of sales		2,372,828	1,727,215	-	-
Selling expenses		665,197	381,474	-	-
Administrative expenses		185,615	112,954	64,213	51,636
<b>Total expenses</b>		<b>3,223,640</b>	<b>2,221,643</b>	<b>64,213</b>	<b>51,636</b>
<b>Profit before finance cost and income tax expenses</b>		<b>350,531</b>	<b>518,727</b>	<b>32,043</b>	<b>12,618</b>
Finance cost		(18,531)	(898)	(16,261)	(39)
<b>Profit before income tax expenses</b>		<b>332,000</b>	<b>517,829</b>	<b>15,782</b>	<b>12,579</b>
Income tax expenses	20	(60,313)	(78,351)	(3,151)	(2,546)
<b>Profit for the period</b>		<b>271,687</b>	<b>439,478</b>	<b>12,631</b>	<b>10,033</b>
<b>Profit attribution to</b>					
Equity holders of the Company		389,150	439,478	12,631	10,033
Non-controlling interest of the subsidiaries		(117,463)	-	-	-
		<b>271,687</b>	<b>439,478</b>		
<b>Earnings per share</b>					
21					
Basic earnings per share					
Profit attributable to equity holders of the Company		0.39	0.44	0.01	0.01
Weighted average number of ordinary shares					
(Thousand shares)		1,000,000	1,000,000	1,000,000	1,000,000

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

(Unaudited but reviewed)

**Carabao Group Public Company Limited and its subsidiaries**

**Statement of comprehensive income**

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

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
<b>Profit for the period</b>	<u>271,687</u>	<u>439,478</u>	<u>12,631</u>	<u>10,033</u>
<b>Other comprehensive income</b>				
Exchange differences on translation of financial statements in foreign currencies	<u>(19,073)</u>	<u>(8,012)</u>	<u>-</u>	<u>-</u>
<b>Other comprehensive income for the period</b>	<u>(19,073)</u>	<u>(8,012)</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income for the period</b>	<u>252,614</u>	<u>431,466</u>	<u>12,631</u>	<u>10,033</u>
<b>Total comprehensive income attribution to</b>				
Equity holders of the Company	372,737	431,466	<u>12,631</u>	<u>10,033</u>
Non-controlling interest of the subsidiaries	<u>(120,123)</u>	<u>-</u>		
<b>Total comprehensive income for the period</b>	<u>252,614</u>	<u>431,466</u>		

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

(Unaudited but reviewed)

**Carabao Group Public Company Limited and its subsidiaries****Income statement****For the nine-month period ended 30 September 2017**

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

	Note	Consolidated financial statements		Separate financial statements	
		2017	2016	2017	2016
<b>Profit or loss</b>					
<b>Revenues</b>					
Sales		9,723,600	7,106,646	-	-
Dividend income from subsidiaries	2, 8	-	-	251,999	409,998
Other income	19	129,950	120,020	287,203	197,303
<b>Total revenues</b>		<b>9,853,550</b>	<b>7,226,666</b>	<b>539,202</b>	<b>607,301</b>
<b>Expenses</b>					
Cost of sales		6,553,782	4,498,961	-	-
Selling expenses		1,807,543	962,583	-	-
Administrative expenses		523,438	340,000	175,021	160,946
<b>Total expenses</b>		<b>8,884,763</b>	<b>5,801,544</b>	<b>175,021</b>	<b>160,946</b>
<b>Profit before finance cost and income tax expenses</b>		<b>968,787</b>	<b>1,425,122</b>	<b>364,181</b>	<b>446,355</b>
Finance cost		(28,789)	(2,306)	(34,424)	(71)
<b>Profit before income tax expenses</b>		<b>939,998</b>	<b>1,422,816</b>	<b>329,757</b>	<b>446,284</b>
Income tax expenses	20	(218,270)	(214,582)	(15,534)	(7,605)
<b>Profit for the period</b>		<b>721,728</b>	<b>1,208,234</b>	<b>314,223</b>	<b>438,679</b>
<b>Profit attribution to</b>					
Equity holders of the Company		1,036,520	1,208,234	314,223	438,679
Non-controlling interest of the subsidiaries		(314,792)	-	-	-
		<b>721,728</b>	<b>1,208,234</b>		
<b>Earnings per share</b>					
Basic earnings per share	21				
Profit attributable to equity holders of the Company		1.04	1.21	0.31	0.44
Weighted average number of ordinary shares (Thousand shares)		1,000,000	1,000,000	1,000,000	1,000,000

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

(Unaudited but reviewed)

**Carabao Group Public Company Limited and its subsidiaries**

**Statement of comprehensive income**

**For the nine-month period ended 30 September 2017**

(Unit: Thousand Baht)

	<u>Consolidated financial statements</u>		<u>Separate financial statements</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
<b>Profit for the period</b>	<u>721,728</u>	<u>1,208,234</u>	<u>314,223</u>	<u>438,679</u>
<b>Other comprehensive income:</b>				
Exchange differences on translation of financial statements in foreign currencies	<u>(42,378)</u>	<u>(8,012)</u>	<u>-</u>	<u>-</u>
<b>Other comprehensive income for the period</b>	<u>(42,378)</u>	<u>(8,012)</u>	<u>-</u>	<u>-</u>
<b>Total comprehensive income for the period</b>	<u>679,350</u>	<u>1,200,222</u>	<u>314,223</u>	<u>438,679</u>
<b>Total comprehensive income attribution to</b>				
Equity holders of the Company	990,202	1,200,222	<u>314,223</u>	<u>438,679</u>
Non-controlling interest of the subsidiaries	<u>(310,852)</u>	<u>-</u>		
<b>Total comprehensive income for the period</b>	<u>679,350</u>	<u>1,200,222</u>		

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

(Unaudited but reviewed)

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

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
<b>Cash flows from operating activities</b>				
Profit before tax	939,998	1,422,816	329,757	446,284
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities				
Dividend income	-	-	(251,999)	(409,998)
Depreciation and amortisation	184,265	170,076	-	-
Gain on sales of short-term investments in trading securities	(2,811)	(582)	(2,811)	(582)
Gain on changes in value of short-term investments in trading securities	(19)	(1,705)	(19)	(1,705)
Increase in reduction cost of inventory to net realisable	2,411	2,404	-	-
Gain on sales of equipment	(2,315)	(15,728)	-	-
Provision for long-term employee benefits	11,643	9,197	3,919	3,828
Realised and unrealised loss (gain) on exchange and forward exchange contract	(44,934)	11,184	3,025	(8)
Interest income	(2,078)	(24,001)	(104,127)	(59,996)
Interest expenses	23,960	-	34,269	-
<b>Profit (loss) from operating activities before changes in operating assets and liabilities</b>	<b>1,110,120</b>	<b>1,573,661</b>	<b>12,014</b>	<b>(22,177)</b>
Operating assets (increase) decrease				
Trade and other receivables	(897,985)	(161,017)	(1,330)	(314)
Inventories	(259,965)	(188,887)	-	-
Other current assets	(185,036)	(884)	(742)	(6)
Other non-current assets	(154)	(3,944)	-	-
Operating liabilities increase (decrease)				
Trade and other payables	206,733	392,714	17,734	37,685
Other current liabilities	109,710	6,592	8,011	12,858
Other non-current liabilities	1,229	15,567	-	-
Cash paid for long-term employee benefits	(398)	(1,229)	-	-
<b>Cash flows from operating activities</b>	<b>84,254</b>	<b>1,632,573</b>	<b>35,687</b>	<b>28,046</b>
Cash received from interest income	2,229	29,819	63,321	40,964
Interest paid	(21,869)	-	(33,594)	-
Cash paid for corporate income tax	(337,161)	(195,577)	(16,249)	(8,862)
<b>Net cash flows from (used in) operating activities</b>	<b>(272,547)</b>	<b>1,466,815</b>	<b>49,165</b>	<b>60,148</b>

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

(Unaudited but reviewed)

**Carabao Group Public Company Limited and its subsidiaries****Statement of cash flows (continued)****For the nine-month period ended 30 September 2017**

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
<b>Cash flows from investing activities</b>				
Proceeds from sales of equipment	3,240	16,458	-	-
Increase in investment properties	(104)	(28)	-	-
Cash paid for acquisition of property, plant and equipment	(2,168,959)	(405,940)	-	-
Cash paid for acquisition of intangible assets	(3,781)	(1,641)	(1,820)	-
Increase in current investments	(1,207,000)	(585,000)	(1,207,000)	(585,000)
Cash received from sale of current investments	1,807,000	458,366	1,807,000	458,366
Increase in investments in subsidiaries	-	-	(1,341,406)	(338,962)
Increase in short-term loans to related parties	-	-	(3,846,807)	(2,024,000)
Cash received from repayment of short-term loans to related parties	-	-	2,781,625	2,231,000
Dividend income from subsidiaries	-	-	978,996	832,995
<b>Net cash flows from (used in) investing activities</b>	<b>(1,569,604)</b>	<b>(517,785)</b>	<b>(829,412)</b>	<b>574,399</b>
<b>Cash flows from financing activities</b>				
Increase in short-term loans from financial institutions	615,000	-	565,000	-
Increase in short-term loan from non-controlling interests of the subsidiary	56,222	-	-	-
Increase in long-term loans from financial institution	1,897,000	-	750,000	-
Increase in non-controlling interests of subsidiaries from joint investment	109,304	-	-	-
Dividend paid	(950,000)	(939,917)	(950,000)	(939,917)
<b>Net cash flows from (used in) financing activities</b>	<b>1,727,526</b>	<b>(939,917)</b>	<b>365,000</b>	<b>(939,917)</b>
Decrease in translation adjustments	(3,732)	(4,095)	-	-
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(118,357)</b>	<b>5,018</b>	<b>(415,247)</b>	<b>(305,370)</b>
Cash and cash equivalents at beginning of period	745,060	1,377,484	428,754	1,273,767
Effect of change in foreign exchange rate on cash at banks	(426)	-	-	-
<b>Cash and cash equivalents at end of period</b>	<b>626,277</b>	<b>1,382,502</b>	<b>13,507</b>	<b>968,397</b>

**Supplemental disclosures of cash flows information**

## Non-cash related transactions

Increase in non-controlling interests of subsidiaries

from joint investment of subsidiaries

69,306 325,637 - -

Increase in payable for purchasing of

plant and equipment

169,820 56,410 - -

Increase in payable for purchasing of intangible assets

421 - - -

Increase in retention payable

4,625 - - -

Transfer property, plant and equipment to

investment properties - net

3,248 - - -

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

(Unaudited but reviewed)

**Carabao Group 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									
				Retained earnings		Other components of equity					
						Other comprehensive income					
						Exchange differences on translation of financial statements in foreign currencies		Surplus on business combination under common control		Surplus on changes in percentage of shareholding in a subsidiary	
								Total other components of shareholders' equity		Total equity attributable to owners of the Company	
										Equity attributable to non-controlling interests of the subsidiaries	
										Total shareholders' equity	
Note	Issued and fully paid-up share capital	Share premium	Appropriated - statutory reserve	Unappropriated	foreign currencies	common control	in a subsidiary	equity	the Company	the subsidiaries	Total equity
	1,000,000	3,962,980	94,000	844,193	-	323,216	108,959	432,175	6,333,348	-	6,333,348
	-	-	-	1,208,234	-	-	-	-	1,208,234	-	1,208,234
	-	-	-	-	(8,012)	-	-	(8,012)	(8,012)	-	(8,012)
	-	-	-	1,208,234	(8,012)	-	-	(8,012)	1,200,222	-	1,200,222
	-	-	6,000	(6,000)	-	-	-	-	-	-	-
23	-	-	-	(940,000)	-	-	-	-	(940,000)	-	(940,000)
8.2.3	-	-	-	-	-	-	-	-	-	325,637	325,637
	1,000,000	3,962,980	100,000	1,106,427	(8,012)	323,216	108,959	424,163	6,593,570	325,637	6,919,207
	1,000,000	3,962,980	100,000	1,377,500	384	323,216	108,959	432,559	6,873,039	226,504	7,099,543
	-	-	-	1,036,520	-	-	-	-	1,036,520	(314,792)	721,728
	-	-	-	-	(46,318)	-	-	(46,318)	(46,318)	3,940	(42,378)
	-	-	-	1,036,520	(46,318)	-	-	(46,318)	990,202	(310,852)	679,350
23	-	-	-	(950,000)	-	-	-	-	(950,000)	-	(950,000)
8.3.1, 8.3.3	-	-	-	-	-	-	-	-	-	178,610	178,610
	1,000,000	3,962,980	100,000	1,464,020	(45,934)	323,216	108,959	386,241	6,913,241	94,262	7,007,503

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

(Unaudited but reviewed)

## Carabao Group 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							
	Note	Issued and fully paid-up share capital	Share premium	Retained earnings		Other components of equity	Total
				Appropriated - statutory reserve	Unappropriated	Surplus on changes in percentage of shareholding in a subsidiary	
<b>Balance as at 1 January 2016</b>		1,000,000	3,962,980	94,000	541,158	108,959	5,707,097
Profit for the period		-	-	-	438,679	-	438,679
Other comprehensive income for the period		-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	438,679	-	438,679
Unappropriated retained earnings transferred to statutory reserve		-	-	6,000	(6,000)	-	-
Dividend paid	23	-	-	-	(940,000)	-	(940,000)
<b>Balance as at 30 September 2016</b>		<u>1,000,000</u>	<u>3,962,980</u>	<u>100,000</u>	<u>33,837</u>	<u>108,959</u>	<u>5,205,776</u>
<b>Balance as at 1 January 2017</b>		1,000,000	3,962,980	100,000	763,960	108,959	5,935,899
Profit for the period		-	-	-	314,223	-	314,223
Other comprehensive income for the period		-	-	-	-	-	-
Total comprehensive income for the period		-	-	-	314,223	-	314,223
Dividend paid	23	-	-	-	(950,000)	-	(950,000)
<b>Balance as at 30 September 2017</b>		<u>1,000,000</u>	<u>3,962,980</u>	<u>100,000</u>	<u>128,183</u>	<u>108,959</u>	<u>5,300,122</u>

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

**Carabao Group Public Company Limited and its subsidiaries**

**Notes to consolidated financial statements**

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

**1. General information**

**1.1 Corporate information**

Carabao Group Public Company Limited (“the Company”) is incorporated as a limited company on 28 August 2013 and domiciled in Thailand, and registered the change of its status to a public limited company under The Public Limited companies Act on 8 July 2014. The Company is principally engaged in the investment in subsidiaries. The registered office of the Company is at 393 Silom Building 393, 7 - 10 Floor, Silom Road, Silom, Bangrak, Bangkok.

**1.2 Basis for the preparation of interim financial statements**

These interim financial statements are prepared in accordance with Accounting Standard No. 34 (revised 2015) “Interim Financial Reporting”, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, income, comprehensive income, changes in shareholders’ equity, and cash flows in the same format as that used for the annual financial statements.

These 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.

**1.3 Basis of consolidation**

These consolidated interim financial statements include the financial statements of Carabao Group 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 changes in the composition of its subsidiaries from establishment of new subsidiaries as discussed in Note 8 to the interim financial statements.

## **1.4 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 these financial reporting standards does not have any significant impact on the Company and its subsidiaries' financial statements. However, one standard involves changes to key principles, which is 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 is not have any significant impact on the Company and its subsidiaries' financial statements because the management has decided to continue accounting for such investments under the cost method in the separate financial statements.

### **(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 believe that the revised financial reporting standards and interpretations will not have any significant impact on the financial statements when they are initially applied.

## 1.5 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.

## 2. Related party transactions

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

(Unit: Million Baht)

	For the three-month periods ended				Transfer Pricing Policy
	30 September				
	Consolidated financial statements		Separate financial statements		
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	
<b><u>Transactions with subsidiaries</u></b>					
(Eliminated from the consolidated financial statements)					
Management income	-	-	60	45	Contract price
Interest income	-	-	40	11	Contract price
Rental and service expenses	-	-	1	1	Contract price
<b><u>Transactions with individuals or related parties</u></b>					
Purchase of goods	149	57	-	-	Market price
Sales of goods	30	20	-	-	Market price
Promotion expenses	3	4	-	-	Contract price/ Mutually agreed prices
Service income	2	1	-	-	Contract price
Rental income	1	1	-	-	Contract price
Other expenses	1	1	-	-	Mutually agreed prices
Other income	1	-	-	-	Market price

(Unaudited but reviewed)

(Unit: Million Baht)

	For the nine-month periods ended				Transfer Pricing Policy
	30 September				
	Consolidated financial statements		Separate financial statements		
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	
<b><u>Transactions with subsidiaries</u></b>					
(Eliminated from the consolidated financial statements)					
Dividend income	-	-	252	410	At the declared rate
Management income	-	-	180	135	Contract price
Interest income	-	-	103	36	Contract price
Rental and service expenses	-	-	3	3	Contract price
<b><u>Transactions with individuals or related parties</u></b>					
Purchase of goods	338	75	-	-	Market price
Sales of goods	64	52	-	-	Market price
Promotion expenses	10	11	-	-	Contract price/ Mutually agreed prices
Service income	5	4	-	-	Contract price
Rental income	3	3	-	-	Contract price
Other expenses	3	3	-	-	Mutually agreed prices
Other income	2	1	-	-	Market price

(Unaudited but reviewed)

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

	Consolidated financial statements		Separate financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
<b><u>Trade and other receivables - related parties</u></b>				
<b>(Note 5)</b>				
Subsidiaries	-	-	84,153	43,011
Related companies				
(related by shareholders and directors)	30,240	13,748	-	-
Total trade and other receivables - related parties	<u>30,240</u>	<u>13,748</u>	<u>84,153</u>	<u>43,011</u>
<b><u>Dividend receivable from related parties</u></b>				
Subsidiaries	-	-	-	726,997
Total dividend receivable - related parties	<u>-</u>	<u>-</u>	<u>-</u>	<u>726,997</u>
<b><u>Other long-term receivable - related party</u></b>				
Subsidiary	-	-	26,172	26,172
Total other long-term receivable - related party	<u>-</u>	<u>-</u>	<u>26,172</u>	<u>26,172</u>
<b><u>Other non-current assets - related party</u></b>				
Related company				
(related by shareholders and directors)	-	34	-	-
Total other non-current assets - related party	<u>-</u>	<u>34</u>	<u>-</u>	<u>-</u>
<b><u>Trade and other payables - related parties</u></b>				
<b>(Note 13)</b>				
Subsidiaries	-	-	-	10,990
Related companies				
(related by shareholders, directors and individuals)	36,390	14,450	-	-
Total trade and other payables - related parties	<u>36,390</u>	<u>14,450</u>	<u>-</u>	<u>10,990</u>
<b><u>Deposits received from rental - related parties</u></b>				
Related companies				
(related by shareholders and directors)	2,757	1,528	-	-
Total deposits received from rental - related parties	<u>2,757</u>	<u>1,528</u>	<u>-</u>	<u>-</u>

(Unaudited but reviewed)

As at 30 September 2017 and 31 December 2016, the balance of short-term loans between the Company and those related parties and the movement are as follows.

### **Short-term loans to related parties**

(Unit: Thousand Baht)

		Separate financial statements				
Loans to related parties	Related by	Balance as at 31 December 2016	Increase during the period	Decrease during the period	Gain on exchange	Balance as at 30 September 2017
Carabao Tawandaeng Co., Ltd.	Subsidiary	3,218,000	3,308,000	(2,466,000)	-	4,060,000
Asia Pacific Glass Co., Ltd.	Subsidiary	50,000	276,000	(100,000)	-	226,000
Intercarabao Limited	Subsidiary	-	218,220	(215,625)	(2,595)	-
Carabao Trading (Hong Kong) Limited	Subsidiary	-	44,587	-	(772)	43,815
		<u>3,268,000</u>	<u>3,846,807</u>	<u>(2,781,625)</u>	<u>(3,367)</u>	<u>4,329,815</u>

As at 30 September 2017, short-term loans to related parties are in from of promissory notes which charged interest rate at 3.5 percent per annum (31 December 2016: 2.1 and 3.5 percent per annum).

### **Directors and management's benefits**

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

(Unit: Million Baht)

	For the three-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
Short-term employee benefits	38	42	38	42
Post-employment benefits	1	1	1	1
Total	<u>39</u>	<u>43</u>	<u>39</u>	<u>43</u>

(Unit: Million Baht)

	For the nine-month periods ended 30 September			
	Consolidated		Separate	
	financial statements		financial statements	
	2017	2016	2017	2016
Short-term employee benefits	114	130	114	130
Post-employment benefits	3	4	3	4
Total	<u>117</u>	<u>134</u>	<u>117</u>	<u>134</u>

(Unaudited but reviewed)

### 3. Cash and cash equivalents

As at 30 September 2017 and 31 December 2016, cash and cash equivalents consist of the followings.

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
30 September	31 December	30 September	31 December	
2017	2016	2017	2016	
Cash	200	200	10	10
Bank deposits	626,077	744,860	13,497	428,744
Total cash and cash equivalents	626,277	745,060	13,507	428,754

As at 30 September 2017, bank deposits in savings account carried interest between 0.01 and 0.38 percent per annum (31 December 2016: bank deposits in savings account and fixed deposits carried interest between 0.01 and 1.4 percent per annum).

### 4. Current investments

4.1 As at 30 September 2017 and 31 December 2016, current investments consisted of the following:

	(Unit: Thousand Baht)	
	Consolidated/ Separate	
	financial statements	
30 September	31 December	
2017	2016	
Short-term investments in trading securities (Note 4.2)	7,112	604,282
Total current investment	7,112	604,282

(Unaudited but reviewed)

4.2 As at 30 September 2017, short-term investments in trading securities are summarised below.

	(Unit: Thousand Baht)	
	Consolidated/separate financial statements	
	Cost	Fair value
Open-ended fund in debt instruments of a financial institution	7,093	7,112
Add: Gain on change in value	19	
Total short-term investments in trading securities	<u>7,112</u>	

Movement of short-term investments in trading securities for the nine-month period ended 30 September 2017 as summarised below.

	(Unit: Thousand Baht)
	Consolidated/ Separate financial statements
<b>Net book value as at 31 December 2016</b>	604,282
Cash paid for short-term investments in trading securities during the period - at cost	1,207,000
Sales during the period	
Proceeds from sales	(1,807,000)
Gain on sales	2,811
Total	(1,804,189)
Gain on change in value	19
<b>Net book value as at 30 September 2017</b>	<u>7,112</u>

(Unaudited but reviewed)

**5. 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	26,698	13,595	-	-
Past due				
Not over 3 months	2	-	-	-
Total trade receivables - related parties	26,700	13,595	-	-
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	1,068,994	411,187	-	-
Past due				
Not over 3 months	110,110	10,216	-	-
3 - 6 months	3,505	65	-	-
Over 12 months	-	310	-	-
Total trade receivables - unrelated parties	1,182,609	421,778	-	-
Less: Allowance for doubtful debts	-	(310)	-	-
Total trade receivables - unrelated parties - net	1,182,609	421,468	-	-
Total trade receivables - net	1,209,309	435,063	-	-
<u>Other receivables</u>				
Other receivables - related parties	3,298	10	223	25
Other receivables - unrelated parties	73,106	9,450	-	-
Accrued income - related parties	242	143	83,930	42,986
Accrued income - unrelated parties	357	2,808	-	140
Prepaid expenses	221,034	68,256	1,362	228
Prepayment for purchase of goods	-	31,835	-	-
Advances	17,909	11,938	-	-
Others	4,198	2,073	-	-
Total other receivables	320,144	126,513	85,515	43,379
Total trade and other receivables	1,529,453	561,576	85,515	43,379

## 6. Reduction of inventory to net realisable value

Movements in reduction of inventory to net realisable value account during the nine-month period ended 30 September 2017 are summarised below.

	(Unit: Thousand Baht)
	Consolidated financial statements
Balance as at 31 December 2016	1,106
Increase in reduction of inventory value during the period	2,411
Written-off due to inventory destruction	(861)
Balance as at 30 September 2017	<u>2,656</u>

## 7. Other current assets

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
VAT receivable	257,762	92,513	-	-
Undue input vat	26,565	5,413	745	3
Supplies for market promotion	8,780	10,050	-	-
Others	2,974	2,506	-	-
Total other current assets	<u>296,081</u>	<u>110,482</u>	<u>745</u>	<u>3</u>

## 8. Investments in subsidiaries

8.1 Investments in subsidiaries presented in the separate financial statements are as follows.

Company's name	Nature of business	Paid-up capital		Percentage of shareholding		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
		(Thousand Baht)	(Thousand Baht)	(Percent)	(Percent)	(Thousand Baht)	(Thousand Baht)	(Thousand Baht)	(Thousand Baht)
<b>Local subsidiaries</b>									
Carabao Tawandang Co., Ltd.	Manufacture and distribution of beverage	300,000	300,000	100	100	408,958	408,958	251,999	359,999
Asia Pacific Glass Co., Ltd.	Manufacture and distribution of glass bottles and products	1,300,000	1,099,995	100	100	1,299,998	1,099,993	-	-
Tawandang DCM Co., Ltd.	Distribution management	100,000	100,000	100	100	99,998	99,998	-	49,999
Asia Pacific Can Co., Ltd.	Manufacture and distribution of aluminum can	420,400	-	74	-	311,096	-	-	-
<b>Overseas subsidiaries</b>									
Carabao Holdings (Hong Kong) Limited	Investment	USD 34 million	USD 10 million	100	100	1,178,611	348,306	-	-
Carabao Trading (Hong Kong) Limited	Trading business in overseas	USD 50,000	USD 50,000	100	100	1,758	1,758	-	-
Total						<u>3,300,419</u>	<u>1,959,013</u>	<u>251,999</u>	<u>409,998</u>

## 8.2 Investment in subsidiary companies which the Company previously held

8.2.1 The Company established Carabao Holdings (Hong Kong) Limited (CHHK), incorporated in Hong Kong. The subsidiary is principally engaged in investment in overseas companies, with a registered share capital of USD 10 million, comprising 10 million ordinary shares. The Company holds 100 percent interest in this company. The subsidiary has registered its establishment on 5 September 2016.

Subsequently on 23 January 2017, the meeting of the Board of Directors of CHHK passed a resolution to increase its registered share capital from USD 10 million to USD 20 million, comprising 20 million ordinary shares. The Company had already made the payment for share subscription. The subsidiary registered such share capital increase on 1 February 2017.

Subsequently on 19 May 2017, the meeting of the Board of Directors of CHHK passed a resolution to increase its registered share capital from USD 20 million to USD 26 million, comprising 26 million ordinary shares. The Company had already made the payment for share subscription. The subsidiary registered such share capital increase on 19 May 2017.

Subsequently on 18 August 2017, the meeting of the Board of Directors of CHHK passed a resolution to increase its registered share capital from USD 26 million to USD 34 million, comprising 34 million ordinary shares. The Company had already made the payment for share subscription. The subsidiary registered such share capital increase on 18 August 2017.

8.2.2 The Company established Carabao Trading (Hong Kong) Limited, incorporated in Hong Kong. The subsidiary is principally engaged in distribution in overseas, with a registered share capital of USD 50,000, comprising 50,000 ordinary shares. The Company holds 100 percent interest in this company. The subsidiary has registered its establishment on 8 November 2016. As at 31 December 2016, the Company had not yet made a payment for such share subscription. In the current period, the Company already paid for shares.

8.2.3 CHHK entered into a joint-venture agreement with Intercarabao Private Limited (ICSG), which is incorporated in Singapore and has no relationship with the Company and its subsidiaries, to establish Carabao Venture Holdings (Luxembourg) S.à r.l. (CVHLUX), the Company's new subsidiary company in Luxembourg with shareholding interest of 51 percent and 49 percent, respectively. The subsidiary is principally engaged in investment in overseas companies with a registered share capital of EUR 16.9 million, comprising 16.9 million shares with EUR 1 par value each. CHHK paid for share subscription of approximately EUR 8.6 million by cash and ICSG paid for share subscription of approximately EUR 8.3 million by transferring its investment in share capital of Intercarabao Limited (ICUK), which is incorporated in England and 100 percent interest in which was formerly held by ICSG. On 30 September 2016, CVHLUX completed the registration of its establishment.

(Unaudited but reviewed)

As a result, the Company has control over CVHLUX via its indirect holding of 51 percent interest through CHHK.

On 5 October 2016, CVHLUX purchased the additional ordinary shares of ICUK by the amount of GBP 7.3 million, comprising 7.3 million shares with GBP 1 par value each. CVHLUX had made full payment for subscription of the additional shares. In addition, ICUK registered the appointment of new board of directors whose members are mainly in the board of directors of CVHLUX. Thus, the Company has control over the business plans and policies of ICUK through its Boards of Directors and it has classified the investment in ICUK as the investment in subsidiary company since the date it obtained the control.

The Company assessed the fair value of identifiable assets acquired and liabilities assumed at the acquisition date. The assessment was completed in the fourth quarter of 2016 and within the period of twelve months from the acquisition date allowed by Thai Financial Reporting Standard No. 3 (revised 2015) "Business Combinations".

Fair values of the identifiable assets acquired and liabilities assumed from Intercarabao Limited as at the acquisition date were summarised below.

	(Unit: Thousand Baht)
Cash and cash equivalents	336,200
Trade and other receivables	17,371
Inventories	36,640
Other current assets	17,864
Equipment	1,982
Trade and other payables	(305,009)
Other current liabilities	(1,969)
Fair value of net assets	103,079
Cost of acquisition of joint investment in subsidiary	(642,428)
Goodwill as at the acquisition date	539,349
Translation adjustment	(3,284)
Goodwill as at 31 December 2016	<u>536,065</u>

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

	(Unit: Thousand Baht)
Net book value as at 31 December 2016	536,065
Add: Translation adjustment	9,171
Net book value as at 30 September 2017	<u><u>545,236</u></u>

8.2.4 On 28 June 2017, Asia Pacific Glass Co., Ltd. (a subsidiary) called up the remaining uncalled portion of its registered capital, amounting to Baht 200 million, and the Company has made full payment of the shares. As a result, investment in this subsidiary has increased from Baht 1,100 million to Baht 1,300 million.

### 8.3 Investments in new subsidiary companies

8.3.1 On 22 February 2017, the meeting of the Company's Board of Directors passed a resolution to approve CHHK in joining ICSG to establish a new subsidiary in Hong Kong, namely Carabao Venture Holdings (Hong Kong) Limited (CVHHK) with shareholding interest of 90 percent and 10 percent, respectively. The subsidiary is principally engaged in investment in overseas companies with a registered capital equivalent to the amount of not exceeding USD 19.7 million, comprising 19.7 million shares. On 2 March 2017, CVHHK completed the registration of its establishment. As a result, the Company has control over CVHHK via its indirect holding of 90 percent interest through CHHK.

8.3.2 On 22 February 2017, the meeting of the Company's Board of Directors passed a resolution to approve CVHHK in entering into the joint venture agreements with a group of Chinese business partners ("DAI Group") and establishing joint venture companies under various jurisdictions ("JV Group") for the objectives of conducting business operations in marketing, sales and distributions of energy drinks under Carabao trademark in Hong Kong, Macau, Taiwan and the People's Republic of China with the project value equivalent to the amount of not exceeding USD 40 million in the initial phase ("Greater China Investment Project"). In respect of shareholding structure in the JV Group, CVHHK will invest and hold both directly and indirectly 45 percent - 49 percent shares while the DAI Group and a group of Chinese professional management in food and beverage industry will invest and hold both directly and indirectly 46 percent - 51 percent and no greater than 5 percent shares, respectively.

Subsequently, on 25 April 2017, the meeting of the Company's Board of Directors passed a resolution to withdrawal from the joint venture agreements, which in turn shall serve as the basis for the Company and its subsidiaries to involve the transactions as set out below.

- 1) CHHK shall no longer pursue the process of capital increase deemed relevant to the project;
- 2) CVHHK withdraws from the act of entering into the joint venture agreements with the DAI Group. In doing so, CVHHK shall call off the process of capital increase and subsequently become a dormant company.

In addition, the meeting of the Company's Board of Directors passed a resolution to approve as follows:

- 1) To approve Carabao Tawandang Co., Ltd. (a subsidiary) in entering into an agreement with New Investor Group (incorporated by the Company's major shareholder group and a group of Chinese business partners) to grant right to be an exclusive distributor of energy drinks in Hong Kong, Macau, Taiwan and the People's Republic of China as well as licensee of trademarks deemed related thereto for an advantage of such business operations.
- 2) To approve the Company in entering into an agreement with the New Investor Group such that the Company gain its eligibility to buy all shares that the New Investor Group will invest and hold both directly and indirectly shares in the HOLDING SPV (Right to Purchase Agreement) at a fair value to be determined by the independent appraiser as well as in accordance with other terms and conditions in respect of share acquisition under the said agreement.

However, as at 30 September 2017, the Company and such subsidiary have not yet entered into such agreements.

- 8.3.3 On 29 March 2017, the meeting of the Company's Board of Directors passed a resolution to establish Asia Pacific Can Co., Ltd. (a new subsidiary), in corporate in Thailand. The subsidiary is principally engaged in the manufacture of aluminum cans used as packaging materials with a registered share capital of Baht 1 million, comprising 10,000 ordinary shares of Baht 100 each. The project is under the joint venture agreement between the Company and overseas unrelated group of company, with shareholding interest of 74 percent and 26 percent, respectively. The subsidiary has registered its establishment on 15 June 2017.

On 3 July 2017, the Extraordinary General Meeting of shareholders of Asia Pacific Can Co., Ltd. (a subsidiary) passed a resolution to increase its registered share capital from Baht 1 million (10,000 ordinary shares of Baht 100 each) to Baht 700 million (7,000,000 ordinary shares of Baht 100 each) through the issuance of additional 6,990,000 ordinary shares of Baht 100 each, called up Baht 60 each. The Company had already made the payment for share subscription on 5 July 2017. As a result, the issued and paid-up share capital of the subsidiary is Baht 420 million (10,000 ordinary shares of Baht 100 each, fully paid up and 6,990,000 ordinary shares of Baht 100 each, paid up Baht 60 each). The subsidiary registered such share capital increase with the Ministry of Commerce on 7 July 2017.

- 8.3.4 On 11 August 2017, the meeting of the Company's Board of Directors passed a resolution to approve an establishment of a subsidiary in Thailand for engaging in the logistic business with a registered capital not exceeding Baht 100 million. However, as at 30 September 2017, the Company have not yet established such subsidiary.



**12. Short-term loans from financial institutions**

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
Short-term loans from financial institutions	1,365,000	750,000	1,315,000	750,000
Total short-term loans from financial institutions	<u>1,365,000</u>	<u>750,000</u>	<u>1,315,000</u>	<u>750,000</u>

The short-term loans from financial institutions carry interest at a reference fix loan rate of commercial banks. The loans are unsecured loans.

However, a portion of the Company's short-term loan has conditions and restrictions which the Company must comply, i.e. to maintain the consolidated financial statements' debt to equity ratio at the rate prescribed in the agreements.

**13. Trade and other payables**

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 September 2017	31 December 2016	30 September 2017	31 December 2016
Trade payables - related parties	28,798	12,545	-	-
Trade payables - unrelated parties	1,002,474	751,335	-	-
Other payables - related parties	92	1,905	-	10,990
Other payables - unrelated parties	264,531	152,220	784	596
Accrued expenses - related parties	7,500	-	-	-
Accrued expenses - unrelated parties	323,126	295,835	72,676	43,807
Advance received	56,535	88,058	-	-
Total trade and other payables	<u>1,683,056</u>	<u>1,301,898</u>	<u>73,460</u>	<u>55,393</u>

**14. Short-term loan from non-controlling interests of the subsidiary**

This short-term loan was from Intercarabao Private Limited (ICSG) which was non-controlling interests of the subsidiary in overseas. As at 30 September 2017, this loan has outstanding balance of Baht 58 million, carries interest at fix rate and is due at call.

(Unaudited but reviewed)

**15. Other current liabilities**

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2017	2016	2017	2016
Accrued excise tax	137,236	-	-	-
Accrued withholding tax	36,391	52,157	26,353	19,413
Retention payable	4,625	-	-	-
Social security fund payable	4,536	3,840	15	15
Value added tax payable	4,338	5,362	1,351	1,028
Liabilities under forward exchange contracts	-	15,470	-	-
Others	17,056	13,346	748	-
<b>Total other current liabilities</b>	<b>204,182</b>	<b>90,175</b>	<b>28,467</b>	<b>20,456</b>

**16. Long-term loans from financial institutions**

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 September	31 December	30 September	31 December
	2017	2016	2017	2016
Long-term loans	2,147,000	250,000	1,000,000	250,000
Less: Portion due within one year	(200,000)	-	(200,000)	-
<b>Long-term loans - net of current portion</b>	<b>1,947,000</b>	<b>250,000</b>	<b>800,000</b>	<b>250,000</b>

On 26 December 2016, the Company had entered into long-term loan agreement with a financial institution with a given credit facilities of Baht 1,000 million, fully drawn down on which interest is charged at the Minimum Loan Rate (MLR) reference rate minus a margin. The loan is repayable in 10 periods by three-month installments, with the first of these due in June 2018. This long-term loan is unsecured and no any certain conditions or restrictions stipulated in the agreements.

On 2 June 2017, a subsidiary had entered into long-term loan agreement with a financial institution with a given credit facilities of Baht 1,500 million, drawn down of Baht 735 million on which interest is charged at the Minimum Loan Rate (MLR) reference rate minus a margin. The loan is repayable in 12 periods by three-month installments, with the first of these due in June 2019. This long-term loan is secured by the Company (as mentioned in note 24.5.2). The long-term loan agreement contains conditions that require the subsidiary to comply with certain conditions and restrictions stipulated in the agreement, i.e. to maintain the consolidated financial statements' debt to equity ratio at the rate prescribed in the agreement.

(Unaudited but reviewed)

On 12 July 2017, a subsidiary had entered into long-term loan agreement with a financial institution with a given credit facilities of Baht 1,455 million, drawn down of Baht 412 million on which interest is charged at the fixed rate for the first 2 years and the Minimum Loan Rate (MLR) reference rate minus a margin for the following years. The loan is repayable in one-month installments over a period of 5 years, with the first of these due in August 2019. This long-term loan is unsecured. The long-term loan agreement contains conditions that require the subsidiary to comply with certain conditions and restrictions stipulated in the agreement, i.e. to maintain the subsidiary's debt to equity ratio at the rate prescribed in the agreement.

#### 17. Provision for long-term employee benefits

Movements in the provision for long-term employee benefits account for the nine-month period ended 30 September 2017 were summarised below.

	(Unit: Thousand Baht)	
	Consolidated	Separate
	financial statements	financial statements
<b>Balance at beginning of period</b>	89,752	47,701
Current service cost	9,963	3,221
Interest cost	1,680	698
Benefits paid during the period	(398)	-
<b>Balance at end of period</b>	<u>100,997</u>	<u>51,620</u>

#### 18. Statutory reserve

Pursuant to Section 116 of the Public Limited Companies Act B.E. 2535, the Company is required to set aside to a statutory reserve at least 5 percent of its net profit after deducting accumulated deficit brought forward (if any), until the reserve reaches 10 percent of the registered capital. The statutory reserve is not available for dividend distribution. The statutory reserve has fully been set aside.

(Unaudited but reviewed)

**19. Other income**

(Unit: Thousand Baht)

For the three-month periods ended 30 September

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Rental and service income	17,005	15,597	-	-
Gain (loss) on exchange	15,460	2,761	(3,289)	10
Scrap sales income	4,073	3,569	-	-
Income from sales and trade-off premium goods	1,215	881	-	-
Gain on sales of fixed assets	1,637	14,153	-	-
Interest income	101	6,108	39,207	17,922
Management income	-	-	60,000	45,000
Others	6,008	8,489	338	1,322
<b>Total other income</b>	<b>45,499</b>	<b>51,558</b>	<b>96,256</b>	<b>64,254</b>

(Unit: Thousand Baht)

For the nine-month periods ended 30 September

	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Rental and service income	48,552	43,082	-	-
Gain on exchange	36,837	7,344	-	10
Scrap sales income	11,215	9,250	-	-
Income from sales and trade-off premium goods	8,474	2,935	-	-
Gain on sales of fixed assets	2,315	15,728	-	-
Interest income	2,078	24,001	104,127	59,996
Management income	-	-	180,000	135,000
Others	20,479	17,680	3,076	2,297
<b>Total other income</b>	<b>129,950</b>	<b>120,020</b>	<b>287,203</b>	<b>197,303</b>

**20. 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 financial statements		Separate financial statements	
	2017	2016	2017	2016
<b>Current income tax:</b>				
Interim corporate income tax charge	56,228	83,808	3,413	2,802
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	4,085	(5,457)	(262)	(256)
<b>Income tax expenses reported in the income statements</b>	<b>60,313</b>	<b>78,351</b>	<b>3,151</b>	<b>2,546</b>
	(Unit: Thousand Baht)			
	For the nine-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
<b>Current income tax:</b>				
Interim corporate income tax charge	207,756	215,170	16,319	8,371
<b>Deferred tax:</b>				
Relating to origination and reversal of temporary differences	10,514	(588)	(785)	(766)
<b>Income tax expenses reported in the income statements</b>	<b>218,270</b>	<b>214,582</b>	<b>15,534</b>	<b>7,605</b>

## 21. Earnings per share

Basic earnings per share is calculated by dividing earnings 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.

(Unit: Thousand Baht)

	For the three-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Profit for the periods attributable to equity holders the Company (Thousand Baht)	389,150	439,478	12,631	10,033
Weighted average number of ordinary shares (Thousand shares)	1,000,000	1,000,000	1,000,000	1,000,000
Earnings per share (Baht/share)	0.39	0.44	0.01	0.01

(Unit: Thousand Baht)

	For the nine-month periods ended 30 September			
	Consolidated financial statements		Separate financial statements	
	2017	2016	2017	2016
Profit for the periods attributable to equity holders the Company (Thousand Baht)	1,036,520	1,208,234	314,223	438,679
Weighted average number of ordinary shares (Thousand shares)	1,000,000	1,000,000	1,000,000	1,000,000
Earnings per share (Baht/share)	1.04	1.21	0.31	0.44

## 22. Segment information

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

For management purposes, the Company and its subsidiaries are organised into business units based on its products and services. The operations are carried on in domestic and overseas, involve three principal segments as follows.

- (1) Manufacture and distribution of beverage
- (2) Manufacture and distribution of glass bottles and products
- (3) Distribution management

(Unaudited but reviewed)

The chief operating decision maker monitors the operating results of the business units separately for the purpose of making decisions about resource allocation and assessing performance. Segment performance is measured based on operating profit or loss and total assets and on a basis consistent with that used to measure operating profit or loss and total assets in the financial statements.

The basis of accounting for any transactions between reportable segments is consistent with that for third party transactions.

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

The following table presents revenue and profit information regarding the Company and its subsidiaries' operating segments for the three-month and nine-month periods ended 30 September 2017 and 2016:

(Unit: Million Baht)

	Consolidated financial statements						
	For the three-month period ended 30 September 2017						
	Manufacture and distribution		Distribution management		Total	Adjustments	
	Beverage	Glass bottle	Domestic	Overseas	reportable segments	and eliminations	Consolidated
<b>Revenue</b>							
Revenue from external customers	1,375	-	2,057	97	3,529	-	3,529
Inter-segment revenue	1,505	350	-	-	1,855	(1,855)	-
Total revenue	<u>2,880</u>	<u>350</u>	<u>2,057</u>	<u>97</u>	<u>5,384</u>	<u>(1,855)</u>	<u>3,529</u>
<b>Results</b>							
<b>Segment gross profit</b>	820	101	198	33	1,152	4	1,156
Others income							45
Selling expenses							(665)
Administrative expenses							(186)
Finance cost							(18)
<b>Profit before income tax expenses</b>							<u>332</u>
Income tax expenses							(60)
<b>Profit for the period</b>							<u>272</u>

(Unaudited but reviewed)

(Unit: Million Baht)

Consolidated financial statements							
For the nine-month period ended 30 September 2017							
	Manufacture and distribution		Distribution management		Total reportable segments	Adjustments and eliminations	Consolidated
	Beverage	Glass bottle	Domestic	Overseas			
<b>Revenue</b>							
Revenue from external customers	3,780	-	5,776	168	9,724	-	9,724
Inter-segment revenue	4,253	1,074	-	-	5,327	(5,327)	-
<b>Total revenue</b>	<b>8,033</b>	<b>1,074</b>	<b>5,776</b>	<b>168</b>	<b>15,051</b>	<b>(5,327)</b>	<b>9,724</b>
<b>Results</b>							
<b>Segment gross profit</b>	2,225	335	561	58	3,179	(9)	3,170
Others income							130
Selling expenses							(1,808)
Administrative expenses							(523)
Finance cost							(29)
<b>Profit before income tax expenses</b>							940
Income tax expenses							(218)
<b>Profit for the period</b>							<b>722</b>

(Unit: Million Baht)

Consolidated financial statements						
For the three-month period ended 30 September 2016						
	Manufacture and distribution		Distribution management	Total reportable segments	Adjustments and eliminations	Consolidated
	Beverage	Glass bottle				
<b>Revenue</b>						
Revenue from external customers	839	-	1,850	2,689	-	2,689
Inter-segment revenue	1,574	387	-	1,961	(1,961)	-
<b>Total</b>	<b>2,413</b>	<b>387</b>	<b>1,850</b>	<b>4,650</b>	<b>(1,961)</b>	<b>2,689</b>
<b>Results</b>						
<b>Segment gross profit</b>	647	133	182	962	-	962
Other income						52
Selling expenses						(382)
Administrative expenses						(113)
Financial cost						(1)
<b>Profit before income tax expenses</b>						518
Income tax expenses						(79)
<b>Profit for the period</b>						<b>439</b>

(Unaudited but reviewed)

(Unit: Million Baht)

Consolidated financial statements						
For the nine-month period ended 30 September 2016						
	Manufacture and distribution			Total reportable segments	Adjustments and eliminations	Consolidated
	Beverage	Glass bottle	Distribution management			
<b>Revenue</b>						
Revenue from external customers	2,327	-	4,780	7,107	-	7,107
Inter-segment revenue	4,181	1,062	-	5,243	(5,243)	-
Total	<u>6,508</u>	<u>1,062</u>	<u>4,780</u>	<u>12,350</u>	<u>(5,243)</u>	<u>7,107</u>
<b>Results</b>						
<b>Segment gross profit</b>	1,777	385	448	2,610	(2)	2,608
Other income						120
Selling expenses						(963)
Administrative expenses						(340)
Financial cost						(2)
<b>Profit before income tax expenses</b>						1,423
Income tax expenses						(215)
<b>Profit for the period</b>						<u>1,208</u>

**Geographic information**

Revenue from external customers is based on locations of the customers.

	(Unit: Million Baht)			
	For the three-month periods ended 30 September		For the nine-month periods ended 30 September	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Revenue from external customers				
Domestic				
Thailand	2,057	1,850	5,776	4,783
Overseas				
Cambodia	605	493	1,751	1,475
China	407	8	1,019	17
Myanmar	68	48	296	179
Vietnam	142	58	282	105
Afghanistan	62	134	257	321
Others	188	98	343	227
Total	<u>3,529</u>	<u>2,689</u>	<u>9,724</u>	<u>7,107</u>

During the nine-month period ended 30 September 2017, the Company and its subsidiaries had revenue from domestic sales at 59 percent and revenue from overseas sales at 41 percent (30 September 2016: revenue from domestic sales at 67 percent and revenue from overseas sales at 33 percent).

### Major customers

During the nine-month period ended 30 September 2017, the Company and its subsidiaries have revenue with 1 major customers with revenue of 10 percent or more than of its consolidated revenue (30 September 2016: Nil).

## 23. Dividend

Dividend	Approved by	Total dividends (Million Baht)	Dividend per share (Baht)	Paid on
<b><u>The Company</u></b>				
<b><u>For the year 2017</u></b>				
Dividend from 2016 income	Annual General Meeting of the Shareholders on 25 April 2017	600	0.6	May 2017
Interim dividend	Board of directors' meeting of the Company on 11 August 2017	350	0.4	September 2017
<b>Total dividends for 2017</b>		950		
<b><u>For the year 2016</u></b>				
Dividend from 2015 income	Annual General Meeting of the Shareholders on 26 April 2016	540	0.5	May 2016
Interim dividend	Board of directors' meeting of the Company on 11 August 2016	400	0.4	September 2016
<b>Total dividends for 2016</b>		940		
<b><u>Subsidiaries</u></b>				
<b><u>For the year 2017</u></b>				
Interim dividend	Board of directors' meeting of Carabao Tawandang Co., Ltd. on 12 May 2017	252	84.0	September 2017
<b>Total dividend for 2017</b>		252		
<b><u>For the year 2016</u></b>				
Interim dividend	Board of directors' meeting of Carabao Tawandang Co., Ltd. on 16 May 2016	360	120.0	September 2016
Interim dividend	Board of directors' meeting of Tawandang DCM Co., Ltd. on 16 May 2016	50	50.0	September 2016
<b>Total dividends for 2016</b>		410		

## 24. Commitments and contingent liabilities

### 24.1 Capital commitments

As at 30 September 2017 and 31 December 2016, the subsidiaries had capital commitments, relating to the construction of factory buildings and acquisition of machinery as follows:

Foreign currencies	(Unit: Million)	
	Amount	
	30 September 2017	31 December 2016
Thai Baht	672.1	164.3
Japan Yen	16.1	16.1
Euro	11.4	10.1
US dollar	29.4	6.4
Pound sterling	0.1	0.6

### 24.2 Operating lease and service commitments

The Company and its subsidiaries entered into several lease agreements in respect of the lease of motor vehicles, equipment and services agreements. The terms of the agreements are generally between 1 year and 5 years.

As at 30 September 2017, the Company and its subsidiaries had future minimum lease payments required under these non-cancellable operating leases and service contracts were as follows.

	(Unit: Million Baht)	
	Consolidated	Separate
	financial statements	financial statements
Payable:		
In up to 1 year	130.2	3.7
In over 1 and up to 5 years	205.2	5.2

### 24.3 Significant agreements with related parties

24.3.1 On 17 July 2012, Carabao Tawandang Co., Ltd. (a subsidiary) and Tawandang DCM Co., Ltd. (another subsidiary), entered into an agency agreement whereby the Tawandang DCM agreed to be a sole distributor of Carabao Tawandang Beverage. The agreement is effective for a period of ten years, to be expired on 14 October 2022 and renewable every 5 years. Under the conditions of this agreement, Carabao Tawandang Co., Ltd. is obliged to support Tawandang DCM Co., Ltd., with regard to its advertising and promotional expenses incurred according to the terms and conditions of the agreement.

24.3.2 Carabao Tawandang Co., Ltd. (a subsidiary) and Asia Pacific Glass Co., Ltd. (another subsidiary), entered into a sale and purchase agreement for 150 ml amber glass bottle and 250 ml clear glass bottle in accordance with quantity and design as depicted in the agreement. This agreement is effective since the date on the agreement unless cancelled by either party.

24.3.3 On 20 November 2013, Carabao Tawandang Co., Ltd. (a subsidiary) entered into a public relation and brand image agreement with a related company. Under the condition of this agreement, the subsidiary has obliged to pay a fee of Baht 10 million per annum. The agreement is effective for a period of 3 years between, 1 January 2014 and 31 December 2016.

On 1 July 2014, the subsidiary entered into a supplemental agreement to modify the period of the agreement from 3 years to 5 years, whereby the rate of public relation and brand image fee remains unchanged. In addition, the subsidiary agrees to automatically extend the agreement for another 5 years after the expiration on 31 December 2018 and also agrees to pay for the fee of Baht 12 million per year. This agreement is effective on 1 July 2014 onwards.

24.3.4 On 6 January 2014, the Company entered into a technical assistance and management agreement with three subsidiaries. The agreement is effective for a period of 5 years between 1 January 2014 and 31 December 2018. Under the condition of this agreement, the Company receives a monthly service fee of Baht 10 million.

On 17 February 2016, the Company and its subsidiaries entered into an amendment to the agreement, changing the service fee from Baht 10 million per month to Baht 15 million per month. The agreement is effective on 1 January 2016 and 31 December 2018.

On 23 January 2017, the Company and its subsidiaries entered into an amendment to the agreement, changing the service fee from Baht 15 million per month to Baht 20 million per month. The agreement is effective on 1 January 2017 and 31 December 2018.

24.3.5 Carabao Tawandang Co., Ltd. (a subsidiary) entered into a rental and service agreement with the Company, two subsidiaries, and two related companies. The agreement is effective for a period of 3 years. Under conditions of this agreement, Carabao Tawandang Co., Ltd. receives a monthly rental and service income of Baht 1.6 million.

- 24.3.6 On 1 February 2016, Carabao Tawandang Co., Ltd. (a subsidiary) and Tawandang DCM Co., Ltd. (another subsidiary), entered into a trademark license agreement for using trademark of Carabao Tawandang Co., Ltd. for certain product. The agreement is effective for a period of 2 years between 1 February 2016 and 31 January 2018. Under the conditions of this agreement, Tawandang DCM Co., Ltd. is obliged to pay trademark license fees as specified in the agreement and Carabao Tawandang Co., Ltd. is obliged to support the marketing expenses incurred according to such trademark.
- 24.3.7 Tawandang DCM Co., Ltd. (a subsidiary) entered into an agency agreement with three related companies whereby the Tawandang DCM Co., Ltd. agreed to be a sole distributor of such three related companies' products. The agreement is effective for a period of 1 year, and renewable every year. Under the conditions of this agreement, such three related companies are obliged to support Tawandang DCM Co., Ltd., with regard to its advertising and promotional expenses incurred according to the terms and conditions of the agreement.
- 24.3.8 On 20 October 2016, Carabao Tawandang Co., Ltd. (a subsidiary) and Carabao Venture Holdings (Luxembourg) S.à r.l. (another subsidiary), entered into an agency agreement whereby the Carabao Venture Holdings (Luxembourg) S.à r.l. and its subsidiary agreed to be a sole distributor of Carabao Tawandang's products in the countries as specified in the agreement. The agreement is effective for a period of nine years, to be expired on 19 October 2025.
- 24.3.9 On 1 September 2017, Asia Pacific Glass Co., Ltd. (a subsidiary) entered into a land lease agreement with Asia Pacific Can Co., Ltd. (another subsidiary). The agreement is effective for a period of 30 years, to be expired on 31 August 2047 and renewable. Under the conditions of this agreement, Asia Pacific Glass Co., Ltd. will receive rental in advance of Baht 50 million.

#### **24.4 Sponsorship agreement**

- 24.4.1 On 16 July 2015 and 1 April 2016, Carabao Tawandang Co., Ltd. (a subsidiary) entered into a sponsorship agreements with two local football clubs concerning the marketing right regarding benefits and public relations as stipulated in the agreements. The agreements are effective from the date on the agreement until 31 December 2019 and 31 December 2020. Under conditions of this agreements, the subsidiary is obliged to pay total fee of Baht 6 million per annum.

24.4.2 On 18 November 2015, Carabao Tawandang Co., Ltd. (a subsidiary) and the unrelated company in overseas entered into a sponsorship agreement with a football club registered in England concerning the marketing right to promote the brands and trademarks of the subsidiary in a football match. The agreement is effective for a period of 3 years between 1 May 2016 and 30 June 2019.

On 10 January 2017, the unrelated company has entered into an agreement to transfer its rights and obligations under the sponsorship agreement to Intercarabao Limited (another subsidiary) and Carabao Venture Holdings (Luxembourg) S.à r.l. (another subsidiary). The agreement is effective on 21 October 2016 onwards.

On 27 April 2017, such 3 subsidiaries entered into an amendment to the agreement with respect to the marketing right and sponsorship fee. The subsidiaries obtained a special condition to extend the period of the agreement from 3 years to 5 years, expiring on 30 June 2021, with additional fee totaling Pound 3 million. However, the marketing right in year 4 - 5 will be decreased from Principal Partner to be Global Sponsorship.

As at 30 September 2017, Carabao Tawandang Co., Ltd. and 2 overseas subsidiaries are obliged to pay a fee of Pound 5 million and Pound 12 million, respectively, to the football club under conditions of this agreement.

24.4.3 On 16 June 2016, Intercarabao Limited (a subsidiary) entered into a sponsorship agreement with a football club registered in England concerning the marketing right to promote the brands and trademarks of the subsidiary in a football match. The agreement is effective for a period of 3 years between 1 June 2016 and 31 May 2019. The subsidiary is obliged to pay a fee to the football club under the terms and conditions specified in this agreement.

24.4.4 On 1 November 2016, Carabao Venture Holdings (Luxembourg) S.à r.l. (a subsidiary) entered into a sponsorship agreement with The Football League Limited which is incorporated in England. Under the condition of this agreement, the subsidiary is entitled to formally use the name and trademark of Carabao Tawandang Co., Ltd. (another subsidiary) to be the title of the football match and to promote the brand and trademark over a period of 3 seasons (from 2017/2018 Season to 2019/2020 Season). The subsidiary is obliged to pay a fee to such company under the terms and conditions specified in this agreement. The agreement is effective for a period of 3 years between 1 June 2017 and 31 May 2020.

## 24.5 Guarantees

24.5.1 As at 30 September 2017, the Company has guaranteed for credit facilities, in form of letter of credit and forward contract, of Carabao Tawandang Co., Ltd. (a subsidiary) and Asia Pacific Glass Co., Ltd. (another subsidiary) amounting to Baht 1,100 million (31 December 2016: Baht 1,100 million).

24.5.2 As at 30 September 2017, the Company has guaranteed loan of Carabao Tawandang Co., Ltd. (a subsidiary) with a given credit facility of Baht 1,500 million (31 December 2016: Nil).

24.5.3 As at 30 September 2017, there were outstanding bank guarantees of approximately Baht 26.2 million (31 December 2016: Baht 25.2 million) issued by banks on behalf of the Company and its subsidiaries to guarantee the use of electricity and natural gas, and the submission of excise tax (the Company only: nil (31 December 2016: Baht 2.4 million to guarantee the use of electricity)).

## 25. Financial instruments

### 25.1 Foreign currency risk

The subsidiaries's exposure to foreign currency risk arises mainly from trading transactions and services that are denominated in foreign currencies. However, as at 30 September 2017, the subsidiary had no forward exchange contract for hedging.

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

Foreign currencies	Consolidated		Separate		Average exchange rate	
	financial statements		financial statements		as at 30 September 2017	
	Financial assets	Financial liabilities	Financial assets	Financial liabilities	Bought	Sold
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
China Yuan	73.2	-	-	-	4.9497	5.0659
Euro	4.2	2.2	1.1	-	38.9463	39.6762
USD	0.9	0.1	-	-	33.2043	33.5324
Pound sterling	0.3	1.4	-	-	44.3197	45.2583
Dollar Hong Kong	-	0.3	-	-	4.2315	4.3111

## **26. Events after the reporting period**

On 14 November 2017, the meeting of the Company's Board of Directors passed a resolution as set out below.

26.1 To approve Carabao Venture Holdings (Luxembourg) S.à r.l. (CVHLUX) (a subsidiary) in increasing its registered share capital in the amount not exceeding GBP 40.3 million or EUR 45.6 million in order to support the operation of Intercarabao Limited (ICUK) (another subsidiary) through the process as follows:

- 1) Issue and offer new ordinary shares to existing shareholders in proportion to their holdings in the amount not exceeding GBP 19.5 million or EUR 22.1 million. However, Intercarabao Private Limited (ICSG), another shareholder of CVHLUX, has notified of its intention not to purchase new ordinary shares of CVHLUX in proportion to its holding in full.
- 2) Convert debt from loans from Carabao Holdings (Hong Kong) Limited (CHHK) and Intercarabao Private Limited (ICSG) into equity in the amount not exceeding GBP 20.8 million or EUR 23.5 million.

26.2 To approve Carabao Holdings (Hong Kong) Limited (CHHK) in increasing its registered share capital in the amount not exceeding GBP 19.5 million or USD 25.6 million in order to pay for the new ordinary shares of CVHLUX as mentioned in Note 26.1.

## **27. Approval of interim financial statements**

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