

Independent Auditor's Report on Review of Interim Financial Information

To the Board of Directors and Shareholders of
Chow Steel Industries Public Company Limited

I have reviewed the accompanying consolidated statement of financial position of **Chow Steel Industries Public Company Limited and its subsidiaries** as at 31 March 2016, the related consolidated statements of comprehensive income, changes in shareholders' equity, and cash flows for the three-month period then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of **Chow Steel Industries Public Company Limited** for the same period. 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*.

PRADIT RODLOYTUK
Certified Public Accountant
Registration No. 218

Ast Master Co., Ltd.
13 May 2016

CHOW STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT

FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2016

EXPRESSED IN THAI BAHT

CHOW STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2016

	Notes	In Baht			
		Consolidated		Separate	
		financial statements		financial statements	
		31 March 2016	31 December 2015	31 March 2016	31 December 2015
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	6	270,943,715	178,308,991	55,755,251	34,042,073
Trade accounts receivable and other receivables	7	2,139,076,649	1,197,898,855	1,190,383,261	748,172,809
Short-term loan to subsidiaries	5.1	-	-	2,647,453,693	1,826,779,332
Inventories	8	513,217,494	958,401,905	466,094,703	913,354,704
Project costs under development	9	219,499,953	534,288,150	-	-
Account receivable - Revenue Department		45,691,038	94,601,864	5,837,884	20,846,544
Other current assets		3,102,396	3,751,966	1,884,842	182,665
Total current assets		<u>3,191,531,245</u>	<u>2,967,251,731</u>	<u>4,367,409,634</u>	<u>3,543,378,127</u>
NON-CURRENT ASSETS					
Deposits pledged as collateral	10	2,103,455,204	1,120,768,883	335,500,000	335,250,000
Investment in Joint venture	11	-	-	185,938,031	185,938,031
Investment in associated company	12	209,270,848	217,092,272	-	-
Property, plant and equipment	13	3,835,669,116	3,495,075,431	1,118,718,702	1,145,876,690
Intangible assets	14	252,595,157	242,667,956	1	1
Deferred tax assets	22	7,437,815	5,792,223	-	-
Other non-current assets	15	72,053,585	43,709,274	2,197,271	2,159,103
Total non-current assets		<u>6,480,481,725</u>	<u>5,125,106,039</u>	<u>1,642,354,005</u>	<u>1,669,223,825</u>
TOTAL ASSETS		<u><u>9,672,012,970</u></u>	<u><u>8,092,357,770</u></u>	<u><u>6,009,763,639</u></u>	<u><u>5,212,601,952</u></u>

The accompanying notes are an integral part of these interim financial statements.

 (Mr. Anavin Jiratomsiri) Director

 (Ms. Koo Man Wai) Director

CHOW STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 MARCH 2016

	In Baht				
	Consolidated		Separate		
	financial statements		financial statements		
	31 March 2016	31 December 2015	31 March 2016	31 December 2015	
Notes	(Unaudited)	(Audited)	(Unaudited)	(Audited)	
LIABILITIES AND					
SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Bank overdraft and short-term loans from financial institutions	16	4,491,865,653	3,771,464,638	2,445,910,372	2,371,479,045
Trade accounts payable and other payables	17	128,929,592	323,707,174	67,676,285	19,553,262
Long-term loan - classified as current liability	18	780,096,651	657,009,200	592,613,333	621,186,630
Current portion of long-term loan	18	89,539,234	211,660,670	89,539,234	211,660,670
Current portion of liabilities under					
finance lease agreements	19	39,618	38,358	-	-
Short-term loan from related parties	5.1	4,000,000	4,000,000	-	-
Accrued income tax		24,106,538	40,247,218	-	-
Other current liabilities		10,907,992	15,851,889	10,149,467	2,553,843
Total current liabilities		5,529,485,278	5,023,979,147	3,205,888,691	3,226,433,450
NON-CURRENT LIABILITIES					
Long-term loans	18	2,744,898,141	1,737,979,702	1,497,877,319	698,866,666
Liabilities under finance lease agreements	19	49,081	60,377	-	-
Deferred tax liabilities	22	13,657,831	13,657,831	13,657,831	13,657,831
Employee benefit obligations	20	4,849,756	4,349,223	3,728,328	3,437,161
Total non-current liabilities		2,763,454,809	1,756,047,133	1,515,263,478	715,961,658
Total liabilities		8,292,940,087	6,780,026,280	4,721,152,169	3,942,395,108

The accompanying notes are an integral part of these interim financial statements.

 (Mr. Anavin Jiratomsiri) Director

 (Ms. Koo Man Wai) Director

CHOW STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 MARCH 2016

	In Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Notes	(Unaudited)	(Audited)	(Unaudited)	(Audited)
LIABILITIES AND				
SHAREHOLDERS' EQUITY (CONTINUED)				
SHAREHOLDERS' EQUITY				
Share capital - Common shares, Baht 1 par value				
Authorized share capital				
800,000,000 common shares	800,000,000	800,000,000	800,000,000	800,000,000
Issued and paid-up share capital				
800,000,000 common shares	800,000,000	800,000,000	800,000,000	800,000,000
Premium on share capital	380,845,258	380,845,258	380,845,258	380,845,258
Difference from change in investment in subsidiaries	(38,585,104)	(38,585,104)	-	-
Retained earnings				
Appropriated for legal reserve	13,788,260	13,788,260	13,788,260	13,788,260
Unappropriated	49,765,847	940,087	39,346,626	20,942,000
Other components of shareholder's equity	60,828,104	50,726,258	54,631,326	54,631,326
Total equity attributable to the parent company	1,266,642,365	1,207,714,759	1,288,611,470	1,270,206,844
Non-controlling interests	21 112,430,518	104,616,731	-	-
Total Shareholders' equity	1,379,072,883	1,312,331,490	1,288,611,470	1,270,206,844
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	9,672,012,970	8,092,357,770	6,009,763,639	5,212,601,952

The accompanying notes are an integral part of these interim financial statements.

 Director
 (Mr. Anavin Jiratomsiri)

 Director
 (Ms. Koo Man Wai)

CHOW STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
STATEMENT OF COMPREHENSIVE INCOME
FOR THE THREE-MONTHS ENDED 31 MARCH 2016

	In Baht				
	Notes	Consolidated financial statements		Separate financial statements	
		2016	2015	2016	2015
Revenues					
Revenues from sales and services		1,241,461,952	652,194,288	659,568,015	546,619,165
Other income		51,055,837	11,151,712	51,400,412	135,545,770
Gain on foreign exchange rate		-	-	33,777,272	-
Total revenues		<u>1,292,517,789</u>	<u>663,346,000</u>	<u>744,745,699</u>	<u>682,164,935</u>
Expenses					
Cost of sales and services		1,125,663,301	568,135,773	639,201,084	561,760,528
Selling expenses		10,839,133	9,771,358	14,229,298	9,989,439
Administrative expenses		42,727,346	57,705,231	21,174,286	25,179,285
Loss on foreign exchange rate		24,295,867	39,611,133	-	897,331
Total expenses		<u>1,203,525,647</u>	<u>675,223,495</u>	<u>674,604,668</u>	<u>597,826,583</u>
Profit (loss) before share loss from investment in joint venture and financial costs and income tax					
		88,992,142	(11,877,495)	70,141,031	84,338,352
Share of loss from investment in joint venture	12	(590,463)	(722,840)	-	-
Profit (loss) before financial costs and income tax		88,401,679	(12,600,335)	70,141,031	84,338,352
Financial costs		(28,273,076)	(20,709,082)	(51,736,405)	(34,313,109)
Profit (loss) before income tax		60,128,603	(33,309,417)	18,404,626	50,025,243
Income tax	22	(5,440,244)	(34,127)	-	-
Profit (loss) for the period		<u>54,688,359</u>	<u>(33,343,544)</u>	<u>18,404,626</u>	<u>50,025,243</u>
Other comprehensive income					
Exchange differences on translating financial statements		12,053,034	24,883,792	-	-
Total other comprehensive income for the period		<u>12,053,034</u>	<u>24,883,792</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u><u>66,741,393</u></u>	<u><u>(8,459,752)</u></u>	<u><u>18,404,626</u></u>	<u><u>50,025,243</u></u>
Profit (loss) attributable to:					
Equity holders of the parent		48,825,760	(17,345,300)	18,404,626	50,025,243
Non-controlling interests		5,862,599	(15,998,244)	-	-
		<u>54,688,359</u>	<u>(33,343,544)</u>	<u>18,404,626</u>	<u>50,025,243</u>
Total comprehensive income(expense) attributable to:					
Equity holders of the parent		58,927,606	5,351,735	18,404,626	50,025,243
Non-controlling interests		7,813,787	(13,811,487)	-	-
		<u>66,741,393</u>	<u>(8,459,752)</u>	<u>18,404,626</u>	<u>50,025,243</u>
Basic earnings (loss) per share					
Profit (loss) attributable to equity holders of the parent		0.06	(0.02)	0.02	0.06
Weighted average number of common shares (shares)		800,000,000	800,000,000	800,000,000	800,000,000

The accompanying notes are an integral part of these interim financial statements.

Director

(Mr. Anavin Jiratomsiri)

Director

(Ms. Koo Man Wai)

CHOW STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTHS ENDED 31 MARCH 2016

In Baht											
Issued and paid-up share capital	Premium on share capital	Difference from change in investment in subsidiaries	Retained earnings		Revaluation surplus on land - net of tax	Exchange differences on translating financial statements	Total other components of shareholders' equity	Total equity of the parent	Non-controlling interests	Total	
			Appropriated for legal reserve	Unappropriated							
			-	-							
Balance as at 1 January 2015	800,000,000	380,845,258	(38,585,104)	13,788,260	107,225,353	37,911,326	(5,245,602)	32,665,724	1,295,939,491	82,667,555	1,378,607,046
Comprehensive income for the period	-	-	-	-	(33,343,544)	-	24,883,792	24,883,792	(8,459,752)	(13,811,487)	(22,271,239)
Balance as at 31 March 2015	<u>800,000,000</u>	<u>380,845,258</u>	<u>(38,585,104)</u>	<u>13,788,260</u>	<u>73,881,809</u>	<u>37,911,326</u>	<u>19,638,190</u>	<u>57,549,516</u>	<u>1,287,479,739</u>	<u>68,856,068</u>	<u>1,356,335,807</u>
Balance as at 1 January 2016	800,000,000	380,845,258	(38,585,104)	13,788,260	940,087	54,631,325	(3,905,067)	50,726,258	1,207,714,759	104,616,731	1,312,331,490
Income for the period	-	-	-	-	48,825,760	-	-	-	48,825,760	5,862,599	54,688,359
Other Comprehensive income for the period	-	-	-	-	-	-	10,101,846	10,101,846	10,101,846	1,951,188	12,053,034
Comprehensive income (loss) for the period	-	-	-	-	48,825,760	-	10,101,846	10,101,846	58,927,606	7,813,787	66,741,393
Balance as at 31 March 2016	<u>800,000,000</u>	<u>380,845,258</u>	<u>(38,585,104)</u>	<u>13,788,260</u>	<u>49,765,847</u>	<u>54,631,325</u>	<u>6,196,779</u>	<u>60,828,104</u>	<u>1,266,642,365</u>	<u>112,430,518</u>	<u>1,379,072,883</u>

The accompanying notes are an integral part of these interim financial statements.

 Director
 (Mr. Anavin Jiratomsiri)

 Director
 (Ms. Koo Man Wai)

CHOW STEEL INDUSTRIES PUBLIC COMPANY LIMITED
SEPARATE STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE THREE-MONTHS ENDED 31 MARCH 2016

	In Baht						Total
	Issued and paid-up share capital	Premium on share capital	Retained earnings		Revaluation surplus on land - net of tax	Total other components of shareholders' equity	
			Appropriated for legal reserve	Unappropriated			
Balance as at 1 January 2015	800,000,000	380,845,258	13,788,260	99,107,295	37,911,326	37,911,326	1,331,652,139
Comprehensive income for the period	-	-	-	50,025,243	-	-	50,025,243
Balance as at 31 March 2015	<u>800,000,000</u>	<u>380,845,258</u>	<u>13,788,260</u>	<u>149,132,538</u>	<u>37,911,326</u>	<u>37,911,326</u>	<u>1,381,677,382</u>
Balance as at 1 January 2016	800,000,000	380,845,258	13,788,260	20,942,000	54,631,326	54,631,326	1,270,206,844
Profit for the period	-	-	-	18,404,626	-	-	18,404,626
Other comprehensive income for the period	-	-	-	-	-	-	-
Comprehensive income for the period	-	-	-	18,404,626	-	-	18,404,626
Balance as at 31 March 2016	<u>800,000,000</u>	<u>380,845,258</u>	<u>13,788,260</u>	<u>39,346,626</u>	<u>54,631,326</u>	<u>54,631,326</u>	<u>1,288,611,470</u>

The accompanying notes are an integral part of these interim financial statements.

 Director
 (Mr. Anavin Jiratomsiri)

 Director
 (Ms. Koo Man Wai)

CHOW STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CASH FLOWS

FOR THE THREE-MONTHS ENDED 31 MARCH 2016

	In Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit (loss) before income tax	60,128,603	(33,309,417)	18,404,626	50,025,243
Adjustment to reconcile profit to (loss) net cash provided by (used in) operating activities				
Reversal loss on diminution in value of inventories	(31,677,738)	-	(31,677,738)	-
Depreciation	38,153,598	35,853,797	27,331,303	27,004,237
Amortization	2,323,676	497,678	-	-
Loss on disposal of equipment	-	357,143	-	357,143
Unrealized (gain) loss on foreign exchange rate	(14,115,651)	3,516,881	113,464	-
Share of loss from investment in joint venture	590,463	722,840	-	-
Eliminated related transaction gain from joint venture	7,230,961	-	-	-
Employee benefit obligations	500,533	763,856	291,167	545,706
Interest expenses	28,273,076	20,709,082	51,736,405	34,313,109
Profit from operating activities before change in operating assets and liabilities	91,407,521	29,111,860	66,199,227	112,245,438
Decrease (increase) in operating assets				
Trade and other receivables	(935,749,167)	(317,243,229)	(442,210,451)	(111,717,980)
Inventories	476,862,149	239,191,694	478,937,739	239,190,125
Project costs under development	320,715,961	(392,821,744)	-	-
Account receivable - Revenue Department	48,910,826	7,029,524	15,008,660	16,489,581
Other current assets	372,088	1,883,864	(1,702,177)	1,875,432
Other non-current assets	(28,296,142)	(4,332,246)	10,000	(2,999)
Increase (decrease) in operating liabilities				
Trade and other payables	(195,104,966)	(79,099,650)	46,613,399	(85,450,607)
Other current liabilities	(4,943,898)	1,619,356	7,595,621	(164,509)
Cash received (paid) from operating activities	(225,825,628)	(514,660,571)	170,452,018	172,464,481
Interest paid	(144,866,233)	(33,084,901)	(50,522,169)	(32,436,269)
Income tax paid	(22,952,540)	(314,022)	(48,168)	(22,341)
Net cash provided by (used in) operating activities	(393,644,401)	(548,059,494)	119,881,681	140,005,871

The accompanying notes are an integral part of these interim financial statements.

Director
(Mr. Anavin Jiratomsiri)

Director
(Ms. Koo Man Wai)

CHOW STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES

STATEMENT OF CASH FLOWS (CONTINUED)

FOR THE THREE-MONTHS ENDED 31 MARCH 2016

	In Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	2016	2015	2016	2015
CASH FLOWS FROM INVESTING ACTIVITIES				
Cash paid for investment in joint venture	-	(6,000,000)	-	-
Increase in deposits pledged as collateral	(982,686,321)	(128,273,370)	(250,000)	-
Increase in short-term loans to a subsidiary	-	-	(817,176,515)	(611,500,969)
Cash paid for acquisition of plant and equipment (cash flows information)	(328,434,894)	(72,658,240)	(173,315)	(8,753,126)
Cash paid for intangible assets	(606,297)	(8,037)	-	-
Proceed from disposal of equipment (cash flows information 2)	-	700,935	-	700,935
Net cash used in investing activities	(1,311,727,512)	(206,238,712)	(817,599,830)	(619,553,160)
CASH FLOWS FROM FINANCING ACTIVITIES				
Increase in short-term loans from financial institutions	830,101,139	614,614,035	74,431,327	616,153,678
Cash received from long-term loans	955,862,500	258,718,551	645,000,000	-
Cash paid for long-term loans	-	(16,500,000)	-	(16,500,000)
Cash paid for liabilities under finance lease agreements	(10,036)	(4,707,468)	-	-
Increase in short-term loans from related parties	-	2,000,000	-	-
Net cash provided by financing activities	1,785,953,603	854,125,118	719,431,327	599,653,678
Exchange differences on translating financial statements	12,053,034	24,883,792	-	-
Net increase in cash and cash equivalents	92,634,724	124,710,704	21,713,178	120,106,389
Cash and cash equivalents, beginning of period	178,308,991	83,433,808	34,042,073	28,831,781
Cash and cash equivalents, end of period	270,943,715	208,144,512	55,755,251	148,938,170
<u>SUPPLEMENT DISCLOSURE OF CASH FLOWS INFORMATION</u>				
<u>Cash paid for acquisition of plant and equipment</u>				
Acquisition of plant and equipment during the period	329,400,163	72,810,418	173,315	8,905,304
<u>Adjust</u> Decrease in accounts payable from acquisition of assets	-	(152,178)	-	(152,178)
Capitalized interest	(965,269)	-	-	-
Cash paid for acquisition of plant and equipment	<u>328,434,894</u>	<u>72,658,240</u>	<u>173,315</u>	<u>8,753,126</u>

The accompanying notes are an integral part of these interim financial statements.

Director
(Mr. Anavin Jiratomsiri)

Director
(Ms. Koo Man Wai)

CHOW STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2016 (UNAUDITED)

1. GENERAL INFORMATION

Chow Steel Industries Public Company Limited was incorporated in Thailand. The principal business operation of the Company is to produce and sell of steel billet. Its major shareholders are Jiratomsiri's Group (owned 57%). The address of its registered office is located at as follows:

- Head Office is located at 209/1 K.Tower, 18th Fl, Unit 3, Sukhumvit 21 (Asoke), Klongtoey Nua, Wattana, Bangkok.
- Factory branch1 is located at 518/1 Moo 9 Nongki District, Kabinburi, Prachinburi.
- Factory branch 2 is located at 518/3 Moo 9 Nongki District, Kabinburi, Prachinburi.

The Company was listed on the Stock Exchange of Thailand on 21 December 2011 and the Company's stocks were traded on the MAI (Market of Alternative Investment).

2. BASIS FOR INTERIM FINANCIAL STATEMENTS PREPARATION

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2015) Interim Financial Reporting; guidelines promulgated by the Federation of Accounting Professions (FAP); and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2015. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in conjunction with the financial statements for the year ended 31 December 2015.

The preparation of interim financial statements in conformity with Thai Financial Reporting Standards requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Basis for interim consolidation

The interim consolidated financial statements included the financial statements of the Company 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 2015, with no structural changes related to subsidiaries occurring during the current period.

For the convenience of the user, an English translation of the financial statements has been prepared from the statutory financial statements that are issued in the Thai language.

3. NEW ACCOUNTING STANDARDS

During the period, the Group has adopted the revised and new financial reporting standards issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after 1 January 2016. 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's financial statements.

4. 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 2015.

CHOW STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2016 (UNAUDITED)

5. TRANSACTIONS WITH RELATED PERSON AND COMPANIES

5.1 Balances of transactions with subsidiary, related persons and companies

Balances of transactions among the Company with subsidiary, related persons and companies as at 31 March 2016 and 31 December 2015 are as follows:

	In Baht			
	Consolidated financial statements		Separate financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
<u>Trade accounts receivable (Note 7)</u>				
Related Company	1,464,238	1,464,238	-	-
<u>Other receivables (Note 7)</u>				
Subsidiaries	-	-	258,836,671	145,682,583
Related Company	910,000	910,000	-	-
Total	<u>910,000</u>	<u>910,000</u>	<u>258,836,671</u>	<u>145,682,583</u>
<u>Short-term loan to</u>				
Subsidiaries				
Balance, beginning of the period/year	-	-	1,826,779,332	1,021,026,683
Add Increase during the period/year	-	-	1,360,993,409	3,987,001,338
Less Decrease during the period/year	-	-	(562,129,353)	(3,162,811,263)
Unrealized gain (loss) on foreign exchange rate	-	-	21,810,305	(18,437,426)
Balance, end of the period/year	<u>-</u>	<u>-</u>	<u>2,647,453,693</u>	<u>1,826,779,332</u>
<u>Trade accounts payables (Note 17)</u>				
Subsidiaries	<u>-</u>	<u>-</u>	<u>1,949,375</u>	<u>-</u>
<u>Other payables (Note 17)</u>				
Subsidiaries	-	-	-	879,611
Related company	760,075	489,787	183,000	-
Total	<u>760,075</u>	<u>489,787</u>	<u>183,000</u>	<u>879,611</u>
<u>Short-term loan from</u>				
Related companies				
Balance, beginning of the period/year	2,000,000	10,000,000	-	-
Add Increase during the period/year	-	2,000,000	-	-
Less Decrease during the period/year	-	(10,000,000)	-	-
Balance, end of the period/year	<u>2,000,000</u>	<u>2,000,000</u>	<u>-</u>	<u>-</u>

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	In Baht			
	Consolidated financial statements		Separate financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Related person				
Balance, beginning of the period/year	2,000,000	-	-	-
<u>Add</u> Increase during the period/year	-	2,000,000	-	-
<u>Less</u> Decrease during the period/year	-	-	-	-
Balance, end of the period/year	2,000,000	2,000,000	-	-
Total	4,000,000	4,000,000	-	-
<u>Other current liabilities</u>				
Subsidiaries	-	-	108,560	108,560

5.2 Revenues and expenses transactions with related parties

Revenues and expenses transactions with related parties for the three - month periods ended 31 March 2016 and 2015 are as follows:

	In Baht			
	Consolidated financial statements		Separate financial statements	
	2016	2015	2016	2015
<u>Rental income</u>				
Subsidiaries	-	-	327,956	321,056
<u>Interest income</u>				
Subsidiaries	-	-	48,754,509	26,874,301
<u>Transportation expense</u>				
Subsidiaries	-	-	13,974,298	9,779,439
<u>Legal fee</u>				
Related company	983,000	1,790,500	893,000	1,790,500
<u>Directors and management's benefits</u>	3,649,986	4,285,931	1,963,236	3,232,303

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6. CASH AND CASH EQUIVALENTS

	In Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Cash	417,967	188,700	81,453	78,783
Current Deposits	58,622,940	35,367,674	1,796,031	23,620,003
Saving Deposits	202,917,362	134,350,645	44,977,797	2,026,409
Fixed Deposits	8,985,446	8,401,972	8,899,970	8,316,878
Total	<u>270,943,715</u>	<u>178,308,991</u>	<u>55,755,251</u>	<u>34,042,073</u>

7. TRADE ACCOUNTS RECEIVABLES AND OTHER RECEIVABLES

	In Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Trade accounts receivable related companies (Note 5.1)	1,464,238	1,464,238	-	-
Trade accounts receivable – other companies	1,460,720,993	826,435,204	590,465,074	579,216,772
Total Trade Accounts Receivable	1,462,185,231	827,899,442	590,465,074	579,216,772
Other receivables - related companies (Note 5.1)	910,000	910,000	258,836,671	145,682,583
Other receivables - other companies	587,862,562	99,136,094	321,222,969	5,758,905
Prepaid expenses	70,923,397	168,748,520	19,858,547	17,514,549
Advance payment	17,195,459	101,204,799	-	-
Total	<u>2,139,076,649</u>	<u>1,197,898,855</u>	<u>1,190,383,261</u>	<u>748,172,809</u>

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Trade accounts receivable classify by aging as at 31 March 2016 and 31 December 2015 are as follows:

	In Baht			
	Consolidated financial statements		Separate financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Trade accounts receivable - related companies				
Overdue:				
Less than 3 months	1,464,238	1,464,238	-	-
Total trade accounts receivable - related companies	1,464,238	1,464,238	-	-
Trade accounts receivable - other companies				
Within credit terms	1,054,426,224	504,729,048	359,223,508	341,759,869
Overdue:				
Less than 3 months	166,686,820	233,237,968	78,350,638	232,456,903
3 - 6 months	85,316,322	57,749,899	85,316,322	-
6 - 12 months	121,473,603	33,907,318	62,574,606	8,189,029
Over 12 months	36,035,053	28,000	8,189,029	-
Total trade accounts receivable - other companies	1,463,938,022	829,652,233	593,654,103	582,405,801
<u>Less</u> Allowance for doubtful accounts	(3,217,029)	(3,217,029)	(3,189,029)	(3,189,029)
Trade accounts receivable - other companies	1,460,720,993	826,435,204	590,465,074	579,216,772
Total Trade Accounts Receivable	1,462,185,231	827,899,442	590,465,074	579,216,772

At the stage of development solar power projects in Japan, the Company appointed a lawyer firm in Japan to be an Escrow Agent to maintain Escrow Accounts that opened with a Japanese bank on behalf of the Escrow Agent for the purpose to use for the solar power generation business in Japan. The Company is the authorized person for approval of disbursements. In addition, the Company has no right to receive the interest from such Escrow Accounts. As at 31 March 2016 the Group has the outstanding balance of Escrow Accounts of Baht 310.19 million, which included in "Other receivables - other companies" in the consolidated financial statements (31 December 2015: amounting to Baht 0.1 million).

The Company entered into trade credit insurance agreement with an insurance company for risk coverage of overdue account receivable. The agreement period is during 15 July 2015 to 14 January 2017. During the year 2015, the Company is proceeding the claims of an outstanding account receivable which has the insurance limit amounted of Baht 115.0 million from insurance company. The Company expected to receive the compensation in June 2016. In part of the exceeding insurance limit amount, the Company is calling the repayment from the account receivable directly. The management expected to receive totally within June 2016

The management of the Group believes that allowance for doubtful debts in the financial statements is adequate in the current circumstances.

8. INVENTORIES

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Consolidated financial statements

	In Baht					
	Cost		Allowance for diminution of inventories		Inventories - net	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Finished goods	381,085,382	767,123,275	(14,576,769)	(32,048,384)	366,508,613	735,074,891
Raw materials	45,418,855	124,245,656	-	(14,206,123)	45,418,855	110,039,533
Supplementary						
Material	34,607,150	46,218,118	(4,898,632)	(4,898,632)	29,708,518	41,319,486
Supplies	73,962,920	74,349,407	(2,381,412)	(2,381,412)	71,581,508	71,967,995
Total	<u>535,074,307</u>	<u>1,011,936,456</u>	<u>(21,856,813)</u>	<u>(53,534,551)</u>	<u>513,217,494</u>	<u>958,401,905</u>

Separate financial statements

	In Baht					
	Cost		Allowance for diminution of inventories		Inventories - net	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Finished goods	334,131,695	722,237,729	(14,576,769)	(32,048,384)	319,554,926	690,189,345
Raw materials	45,418,855	124,245,656	-	(14,206,123)	45,418,855	110,039,533
Supplementary						
Material	34,607,150	46,218,118	(4,898,632)	(4,898,632)	29,708,518	41,319,486
Supplies	73,793,816	74,187,752	(2,381,412)	(2,381,412)	71,412,404	71,806,340
Total	<u>487,951,516</u>	<u>966,889,255</u>	<u>(21,856,813)</u>	<u>(53,534,551)</u>	<u>466,094,703</u>	<u>913,354,704</u>

During the period, the Group and the Company recognized reversal of allowance for diminution of inventory amounted Baht 31.7 million (31 December 2015) the Company recognized allowance for diminution of inventories amounted of Baht 25.3 million to reflect the net realizable value.) This was included in cost of sales.

9. PROJECT COSTS UNDER DEVELOPMENT

	In Baht			
	Consolidated		Separate	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Project costs under development	196,034,024	513,338,118	-	-
Capitalized Interest	23,465,929	20,950,032	-	-
Total	<u>219,499,953</u>	<u>534,288,150</u>	<u>-</u>	<u>-</u>

The Group is developing the generating and selling projects from renewable energy in Japan.

10. DEPOSITS PLEDGED AS COLLATERAL

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	In Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Fixed Accounts	1,930,455,204	948,018,883	162,500,000	162,500,000
Bill of Exchange	173,000,000	172,750,000	173,000,000	172,750,000
Total	<u>2,103,455,204</u>	<u>1,120,768,883</u>	<u>335,500,000</u>	<u>335,250,000</u>

As at 31 March 2016 and 31 December 2015 the Group and the Company have fixed deposits and bill of exchanged were pledged as collateral for performance guarantee and payment of electricity fee (Note 24.2) and loans facilities from financial institutions (Notes 16 and 18).

11. INVESTMENT IN SUBSIDIARIES

Separate financial statements

Company's name	Nature of business	Paid-up share capital (Million Baht)	Percentage of holding (%)	In Baht	
				At cost	
				2016	2015
Vertex Logistics Service Co., Ltd.	Logistics	18.0	40.0	7,200,000	7,200,000
Chow Energy Co., Ltd.	Holding company invests in Power Supply	308.7	76.67	178,738,031	178,738,031
Total				<u>185,938,031</u>	<u>185,938,031</u>

Chow Steel Industries Public Company Limited has power of control in Vertex Logistics Service Co., Ltd, therefore, the Company accounted for as a subsidiary and included in the preparation for the Group's consolidated financial statements.

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12. INVESTMENT IN ASSOCIATED COMPANIES

12.1 Details of associates

Company's name	Nature of business	Country of incorporation	In Baht					
			Shareholding percentage		Consolidated financial statements			
			(%)		At Cost		At Equity Method	
			31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Overseas Green Energy Co., Ltd.	Management in Power generation	Thailand	40	40	6,400,000	6,400,000	5,375,935	4,780,569
RICI International Investment Pte. Ltd.	Investment in Power generation	Singapore	40	40	206,050,000	206,050,000	203,894,913	212,311,703
Total					<u>212,450,000</u>	<u>212,450,000</u>	<u>209,270,848</u>	<u>217,092,272</u>

12. 2 Summarized financial information of associates

Financial information of the associates are summarized below

Company's name	In Baht									
	Issued and paid-up capital (including share premium)		Total assets		Total liabilities		Total revenues for the three - month ended 31 March		Profit (loss) for the three - month ended 31 March	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015	31 March 2016	31 December 2015	2016	2015	2016	2015
Overseas Green Energy Co., Ltd.	16,000,000	16,000,000	19,724,712	13,104,321	6,284,876	1,152,899	3,756,697	10,200	1,488,414	(1,807,100)
RICI International Investment Pte. Ltd.	515,125,000	515,125,000	609,382,180	584,268,339	477,879	645,660	-	-	(1,574,901)	-
	<u>531,125,000</u>	<u>531,125,000</u>	<u>629,106,892</u>	<u>597,372,660</u>	<u>6,762,755</u>	<u>1,798,559</u>	<u>3,756,697</u>	<u>10,200</u>	<u>(86,487)</u>	<u>(1,807,100)</u>

CHOW STEEL INDUSTRIES PUBLIC COMPANY LIMITED AND ITS SUBSIDIARIES
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12.3 Share of profit (loss)

During the period, the Group has recognised its share of profit (loss) from investments in associates in the consolidated financial statements for the three-month period ended 31 March as follows:

Company's name	In Baht	
	Consolidated financial statements	
	Share of profit (loss)	
	2016	2015
Overseas Green Energy Co., Ltd.	595,366	(722,840)
RICI International Investment Pte. Ltd.	(1,185,829)	-
Total	<u>(590,463)</u>	<u>(722,840)</u>

	In Baht	
	Consolidated financial statements	
	31 March 2016	31 December 2015
Changes in investments in associates		
Beginning balance	217,092,272	390,420
Additional investment	-	212,050,000
Share of profit (loss)	(590,463)	4,651,852
Eliminated transection	(7,230,961)	-
Ending balance of period/year	<u>209,270,848</u>	<u>217,092,272</u>

13. PROPERTY, PLANT AND EQUIPMENT

	In Baht	
	Consolidated financial statements	Separate financial statements
For the three-month period ended 31 March 2016		
Net book value, beginning of period	3,495,075,431	1,145,876,690
Additions	329,400,163	173,315
Depreciation	(38,153,598)	(27,331,303)
Accumulated exchange differences on translating financial statements	49,347,120	-
Net book value, end of period	<u>3,835,669,116</u>	<u>1,118,718,702</u>

As at 31 March 2016 and 31 December 2015, net book value of property, plant and equipment of the Group amounting to Baht 1,598.89 million and 1,554.33 million, respectively, are mortgaged as collateral for loans from financial institutions (Notes 16 and 18).

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As at 31 March 2016 and 31 December 2015, assets under finance lease agreements included above, comprise of vehicle and fixtures and office equipment with net book value of Baht 29.70 million and 29.83 million, respectively.

As at 31 March 2016 and and 31 December 2015, net book value of property, plant and equipment of the Company amounting to Baht 947.79 million and Baht 948.04 million, respectively are mortgaged as collateral for loans from financial institutions (Notes 16 and 18).The Company arranged for an independent professional valuer to appraise the value of certain assets in 2015 on an asset-by-asset basis. The basis of the revaluation Land were revalued using the market approach.

14. INTANGIBLE ASSETS

	In Baht	
	Consolidated financial statements	Separate financial statements
For the three-month period ended 31 March 2016		
Net book value, beginning of period	242,667,956	1
Additions	606,297	-
Amortization	(2,323,676)	-
Accumulate exchange differences on translating financial statements	11,644,580	-
Net book value, end of period	<u>252,595,157</u>	<u>1</u>

15. OTHER NON - CURRENT

	In Baht			
	Consolidated financial statements		Separate financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Share purchase deposit	33,670,000	33,670,000	-	-
Other deposit	37,113,364	8,817,221	927,050	937,050
Withholding taxes	1,270,221	1,222,053	1,270,221	1,222,053
Total assets other non - current	<u>72,053,585</u>	<u>43,709,274</u>	<u>2,197,271</u>	<u>2,159,103</u>

share purchase deposit

The board of directors' Meeting of Chow Steel Industries Public Company Limited on June 9, 2015 passed a special resolution to have Chow International Company Limited invested in solar power project in Republic of the Philippines. The project size is approximately 25 megawatt and the project value is approximately Baht 1,500 million. The Company appointed Premier Solution Company Limited to be the solar power developer of Chow International Company Limited.

In order that on 19 June 2015, Premier Solution Company Limited had paid USD 1 million (Baht 33.7 million) for share purchase deposit of a Company in Republic of the Philippines. Such deposit could be regained when the Company cancel the due diligence.

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

	In Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Overdrafts	1,106,237,767	459,400,674	-	-
Bills of exchange	3,027,180,562	2,923,465,127	2,087,463,048	1,982,880,208
Short- term loans	358,447,324	388,598,837	358,447,324	388,598,837
Total	<u>4,491,865,653</u>	<u>3,771,464,638</u>	<u>2,445,910,372</u>	<u>2,371,479,045</u>

As at 31 March 2016, the Group and the Company have overdraft and short-term loan facilities of Baht 7,795.1 million and Baht 5,530.0 million, respectively, (31 December 2015 : Baht 7,923.4 million and Baht 5,530.0 million, respectively), bear interest at the rate of MMR, Prime+1% per annum.

The overdrafts and short-term loans from financial institutions are secured by fixed deposits (Note 10), property, plant and equipment (Note 13) and guarantee by the director.

As at 31 March 2016, the Group and the Company have unsecured bills of exchange with interest 3.90% - 4.20% of Baht 3,027.2 million and Bath 2,087.5 million, respectively.

17. ACCOUNTS PAYABLE AND OTHER PAYABLES

	In Baht			
	Consolidated		Separate	
	financial statements		financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Account payables – related companies (Note 5.1)	-	-	1,949,375	-
Account payables – Other company	54,164,536	294,825,038	30,339,387	7,929,371
Other payables				
Accrued expenses	17,216,850	12,635,352	10,561,367	10,566,261
Unearned revenue	42,000	-	-	-
Account payable - Revenue department	1,751,040	-	-	-
Other payables - related companies (Note 5.1)	760,075	489,787	183,000	879,611
- other companies	<u>54,995,091</u>	<u>15,756,997</u>	<u>24,643,156</u>	<u>178,019</u>
Total Other payable	<u>74,765,056</u>	<u>28,882,136</u>	<u>35,387,523</u>	<u>11,623,891</u>
Total Accounts payable and other payables	<u>128,929,592</u>	<u>323,707,174</u>	<u>67,676,285</u>	<u>19,553,262</u>

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18. LONG - TERM LOANS FROM FINANCIAL INSTITUTIONS

	In Baht			
	Consolidated financial statements		Separate financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Long-term loans from financial institutions				
Long-term loan – classified as current liability	89,539,234	211,660,670	89,539,234	211,660,670
Current portion				
- Loan from financial institutions	187,483,318	61,809,200	-	25,986,630
- Debentures	592,613,333	595,200,000	592,613,333	595,200,000
Total current portion	780,096,651	657,009,200	592,613,333	621,186,630
Long-term portion				
- Loan from financial institutions	1,402,549,808	1,039,113,036	155,528,986	-
- Debentures portion	1,342,348,333	698,866,666	1,342,348,333	698,866,666
Total long-term portion	2,744,898,141	1,737,979,702	1,497,877,319	698,866,666
Total long term loans	3,614,534,026	2,606,649,572	2,180,029,886	1,531,713,966

18.1 Long-term loans from financial institutions

	In Baht			
	Consolidated Financial statements		Separate Financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Long-term loans from financial institutions	1,679,572,360	1,312,582,906	245,068,220	237,647,300
<u>Less</u> Current portion	(187,483,318)	(61,809,200)	-	(25,986,630)
<u>Less</u> Long-term loan – classified as current liability	(89,539,234)	(211,660,670)	(89,539,234)	(211,660,670)
Net	1,402,549,808	1,039,113,036	155,528,986	-

As at 31 March 2016, the loans from financial institutions of Baht 1,679.57 million (31 December 2015: Baht 1,312.58 million) bear interest at the rate of MLR - 0.5% per annum. The loans will be repaid on a monthly basis as stipulated in the loan agreements. Such credit facilities are guaranteed by fixed deposits (Note 10) property, plant and equipment (Note 13) and guarantee by the director.

On 4 September 2015, the subsidiary issued unsecured bill at exchange for borrowing from a financial institutions of Thailand amounted of Baht 150 million. The maturity date is within 2 March 2017.

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The movements of long-term loans from financial institutions for the three - month periods ended 31 March 2016 are as follows:

	In Baht	
	Consolidated financial statements	Separate financial statements
Transactions during the three-month period ended 31 March 2016		
Balance, beginning of the period	1,345,052,106	270,116,500
Additions of loan	310,862,500	-
Debt issuance fee	(3,782,420)	(4,536,780)
Unrealized (gain) loss on foreign exchange rate	5,100,000	(20,511,500)
Exchange differences on translating financial statement	22,340,174	-
Balance, end of the period	<u>1,679,572,360</u>	<u>245,068,220</u>

The maturity periods of long-term loans are as follows:

	In Baht			
	Consolidated financial statements		Separate financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Current portion due within 1 year	<u>277,022,552</u>	<u>273,469,870</u>	<u>89,539,234</u>	<u>237,647,300</u>
Due within 1-3 years	865,782,463	526,183,221	155,528,986	-
Due within 3-5 years	79,467,721	75,943,238	-	-
Due over 5 years	<u>457,299,624</u>	<u>436,986,577</u>	-	-
Total portion over 1 year	<u>1,402,549,808</u>	<u>1,039,113,036</u>	<u>155,528,986</u>	-
Total long-term loans from financial institutions	<u>1,679,572,360</u>	<u>1,312,582,906</u>	<u>245,068,220</u>	<u>237,647,300</u>

The loan agreement contains normal covenants pertaining to matters such as the maintenance of a certain debt-to-equity ratio. According to the conditions stipulated in the loan agreements, the Company agrees not to mortgage or otherwise encumber its assets with any other parties throughout the loan period. In addition, the Company has to comply with certain covenants, pertaining to matters such as maintaining certain financial ratios. As at the end of the reporting period, the Company was unable to maintain certain financial ratios as stipulated in the loan agreements, to comply with generally accepted accounting principles, the Company therefore reclassified such loan as current liability.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS (CONTINUED)
FOR THE THREE-MONTH PERIOD ENDED 31 MARCH 2016 (UNAUDITED)

18.2 Debentures

	In Baht	
	Consolidated financial statements	Separate financial statements
Balance, beginning of the period	1,300,000,000	1,300,000,000
Issue of debentures	645,000,000	645,000,000
Debt issuance fee	(14,560,000)	(14,560,000)
Amortization	4,521,666	4,521,666
Balance, end of the period	1,934,961,666	1,934,961,666

On 25 June 2015 the Company issued syndicated, not secure and not representative debentures for two tranches at 600,000 units each tranche, at Baht 1,000 each. The debentures will due on 25 December 2016 and 25 June 2017. The debentures bear interest at the rates of 5.15% and 5.25% per annum and pay interest by quarter, starting on 25 September 2015. The Company used the consideration, net of debt issuance fee for working capital both short-term and long-term operations of the Company.

On 27 November 2015 the Company issued syndicated, not secure and not representative debentures for one tranches at 100,000 units each tranche, at Baht 1,000 each. The debentures will due on 26 November 2020. The debentures bear interest at the rates of 5.6% and pay interest by quarter, starting on 26 February 2016. The Company used the consideration, net of debt issuance fee for working capital both short-term and long-term operations of the Company.

On 11 January 2016 the Company issued syndicated, not secure and not representative debentures for one tranches at 645,000 units each tranche, at Baht 1,000 each. The debentures will due on 14 November 2018. The debentures bear interest at the rates of 5.25% and pay interest by quarter, starting on 14 January 2016. The Company used the consideration, net of debt issuance fee for working capital both short-term and long-term operations of the Company.

19. LIABILITIES UNDER FINANCE LEASE AGREEMENTS

	In Baht			
	Consolidated financial statements		Separate financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Liabilities under finance lease agreements	100,045	112,885	-	-
<u>Less</u> Deferred interest charges	(11,346)	(14,150)	-	-
	88,699	98,735	-	-
<u>Less</u> Current portion	(39,618)	(38,358)	-	-
Net	49,081	60,377	-	-

The ownership of assets under finance lease agreements will be transferred to the Company when the last installment is paid.

A subsidiary entered into the agreement with a financial institution to transfer right in collection from parent company for settlement of finance lease liabilities.

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20. EMPLOYEE BENEFIT OBLIGATIONS

The reconciliations of retirement benefit obligations for the three-month period ended 31 March 2016 are as follows:

	In Baht	
	Consolidated financial statements	Separate financial statements
Balance, beginning of the period	4,349,223	3,437,161
Current service cost and interest cost	500,533	291,167
Balance, end of the period	<u>4,849,756</u>	<u>3,728,328</u>

21. NON-CONTROLLING INTERESTS

	In Baht
	Consolidated financial statement 31 March 2016
Balance, beginning of period	104,616,731
Share of result	7,813,787
Balance, the end of period	<u>112,430,518</u>

22. INCOME TAX

	In Baht	
	Consolidated financial statements	
	31 March 2016	31 March 2015
Current income tax	7,085,836	77,757
Deferred tax	(1,645,592)	(43,630)
Income tax expense	<u>5,440,244</u>	<u>34,127</u>

Deferred tax assets is presented in the statements of financial position as follows:

	In Baht			
	Consolidated financial statements		Separate financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Deferred tax assets				
Employee benefit obligations	209,668	181,669	-	-
Accumulated tax losses	7,228,147	5,610,554	-	-
Total	<u>7,437,815</u>	<u>5,792,223</u>	<u>-</u>	<u>-</u>

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	In Baht			
	Consolidated financial statements		Separate financial statements	
	31 March 2016	31 December 2015	31 March 2016	31 December 2015
Deferred tax liabilities				
Revaluation surplus on land	(13,657,831)	(13,657,831)	(13,657,831)	(13,657,831)
Total	(13,657,831)	(13,657,831)	(13,657,831)	(13,657,831)

As at 31 March 2016 and 31 December 2015, the deferred tax liabilities of Baht 13.7 million from revaluation surplus on land, which presented by offset with revaluation surplus on land, which presented in Other components of equity.

23. 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 Group is engaged in the business of manufacturing and distribution of steel billet and logistic service. The Group operates in one geographical area in Thailand. The segment information can be classified into 2 segments as follows:

- a: Segment relating to distribution of steel billet
- b: Segment relating to investment and consultant for Renewable Power

Revenues and expenses classified by segment for years ended 31 March 2016 and 2015 are as follows:

	In Million Baht					
	2016			2015		
	a	b	Total	a	b	Total
Sales and service income	659.57	581.89	1,241.46	546.79	105.40	652.19
Profit (loss) from segment	58.61	30.38	88.99	(50.78)	38.90	(11.88)

Geographical segment

The financial information is classified by geographical segment . Revenue and asset are classified follow by geographical of customer and located of asset respectively.

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Geographical segment information

	In Million Baht			
	Total Revenue		Total Asset	
	31 March 2016	31 March 2015	31 March 2016	31 December 2015
Thai	1,098.96	547.37	6,993.11	5,486.22
Japan	142.50	104.82	2,678.90	2,605.70
Germany	-	-	-	0.44
Total	1,241.46	652.19	9,672.01	8,092.36

24. COMMITMENT AND CONTINGENT LIABILITIES

24.1 Operating lease commitments and service agreements

As at 31 March 2016 the Group has commitment on rental and service agreements within 1 year amounting to Baht 3.3 million.

24.2 Contingent liabilities

- As at 31 March 2016, the Company has letters of guarantee issued by bank for the payment of electricity fee amounting to Baht 64.2 million.
- As at 31 March 2016, a subsidiary has letter of guarantee issued by bank for performance guarantee of another subsidiary in a foreign country to engagement in business amounted of Baht 484.41 million (1,600 JPY). Fixed deposit was pledge as collateral for issuing such letter of guarantee in full amount.

25. EVENTS AFTER THE REPORTING PERIOD

During May 2016, the Company and its subsidiaries have filed the law sue (Infringement of trade secret) against a public company under the Stock Exchange of Thailand and a group of people with the Central Intellectual Property and International Trade Secret Court and claims for compensation on damage including retrain or stop the infringement. At present, the Company are in the stage of dispatching the dispatching the court writs to the defendants.

26. APPROVAL OF INTERIM FINANCIAL STATEMENTS

These interim financial statements were authorized for issue by the Board of Directors on 13 May 2016.