

Lohakit Metal Public Company Limited and its subsidiaries

Notes to consolidated interim financial statements

For the three-month period ended 30 June 2013

1. General information

1.1 Corporate information

Lohakit Metal Public Company Limited ("the Company") is a public company incorporated and domiciled in Thailand. The Company is principally engaged in the distribution and shearing of iron and metal products. The registered office of the Company is at 66/1 Moo 6 Suksawad Road, Bangjak, Prapradaeng, Samutprakarn.

1.2 Basis of preparation

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (revised 2009) "Interim Financial Reporting", with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, comprehensive income, changes in shareholders' equity, and cash flows in the same format as that used for the annual financial statements.

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

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

1.3 Basis of consolidation

These consolidated financial statements include the financial statements of Lohakit Metal Public Company Limited and its subsidiaries ("the Group") and have been prepared on the same basis as that applied for the consolidated financial statements for the year ended 31 March 2013. During the current period, there was no change in the structure of the Group.

1.4 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 March 2013, except for the change in the accounting policies due to the adoption of TAS 12 *Income Taxes* as follow:

Income tax

Income tax expense represents the sum of corporate income tax currently payable and deferred tax.

Current tax

Current income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

Deferred tax

Deferred income tax is provided on temporary differences between the tax bases of assets and liabilities and their carrying amounts at the end of each reporting period, using the tax rates enacted at the end of the reporting period.

The Company recognise deferred tax liabilities for all taxable temporary differences while it recognise deferred tax assets for all deductible temporary differences and tax losses carried forward to the extent that it is probable that future taxable profit will be available against which such deductible temporary differences and tax losses carried forward can be utilised.

At each reporting date, the Company review and reduce the carrying amount of deferred tax assets to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

The Company record deferred tax directly to shareholders' equity if the tax relates to items that are recorded directly to shareholders' equity.

2. Application of new accounting standards during the period

The Federation of Accounting Professions issued the following accounting standards, financial reporting standard, accounting standard interpretations and accounting treatment guidance, all of which are effective for fiscal years beginning on or after 1 January 2013.

Accounting standards:

TAS 12	Income Taxes
TAS 20 (revised 2009)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (revised 2009)	The Effects of Changes in Foreign Exchange Rates

Financial Reporting Standard:

TFRS 8	Operating Segments
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Accounting Standard Interpretations:

TSIC 10	Government Assistance - No Specific Relation to Operating Activities
TSIC 21	Income Taxes - Recovery of Revalued Non-Depreciable Assets
TSIC 25	Income Taxes - Changes in the Tax Status of an Entity or its Shareholders

Accounting Treatment Guidance for Transfers of Financial Assets

These accounting standards, financial reporting standard, accounting standard interpretations and accounting treatment guidance do not have any significant impact on the financial statements, except for the following accounting standard.

TAS 12 *Income Taxes*

This accounting standard requires an entity to identify temporary differences between the carrying amount of an asset or liability in the statement of financial position and its tax base and recognise the tax effects as deferred tax assets or liabilities subjecting to certain recognition criteria. The Company has changed this accounting policy in this current quarter and restated the prior year's financial statements, presented as comparative information, as though the Company had initially recognised the tax effects as deferred tax assets or liabilities. The cumulative effect of this change in accounting policy has been presented in Note 4.

3. New accounting standards which not yet effective

The Federation of Accounting Professions has issued Notification, which have been published in the Royal Gazette, mandating the use of financial reporting standard, accounting standard interpretation and financial reporting standard interpretations as follows.

		<u>Effective date</u>
Financial Reporting Standard:		
TFRS 4	Insurance Contracts	1 January 2016
Accounting Standard Interpretation:		
TSIC 29	Service Concession Arrangements: Disclosures	1 January 2014
Financial Reporting Standard Interpretations:		
TFRIC 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities	1 January 2014
TFRIC 4	Determining whether an Arrangement contains a Lease	1 January 2014
TFRIC 5	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds	1 January 2014
TFRIC 7	Applying the Restatement Approach under TAS 29 Financial Reporting in Hyperinflationary Economies	1 January 2014
TFRIC 10	Interim Financial Reporting and Impairment	1 January 2014
TFRIC 12	Service Concession Arrangements	1 January 2014
TFRIC 13	Customer Loyalty Programmes	1 January 2014

The management of the Company and its subsidiaries are evaluating the impact of these financial reporting standard, accounting standard interpretation and financial reporting standard interpretations in the year when they are adopted. The management believes that they will not have any significant impact on the financial statements for the year when they are initially applied.

4. Cumulative effect of the change in accounting policies due to the adoption of new accounting standard

During the current period, the Company and its subsidiaries made the change described in Note 1.4 to its significant accounting policies, as a result of the adoption of TAS 12 *Income Taxes*. The cumulative effect of the change in the accounting policies has been separately presented in the statements of changes in shareholders' equity.

The amounts of adjustments affecting the statements of financial position and the statements of comprehensive income are summarised below.

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements			Separate financial statements		
	30 June	31 March	1 April	30 June	31 March	1 April
	2013	2013	2012	2013	2013	2012
Statements of financial position						
Increase in deferred tax assets	25,308	26,985	18,384	9,948	10,442	7,715
Increase in unappropriated retained earnings	25,308	26,985	18,384	9,948	10,442	7,715

(Unit: Thousand Baht)

	For the three-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
Statements of comprehensive income				
Profit or loss:				
Increase (decrease) in income tax	1,677	21	494	(40)
Increase (decrease) in profit attributable to equity holders of the Company	(1,351)	3	(494)	40
Increase (decrease) in basic earnings per share (Baht)	(0.0035)	-	(0.0013)	0.0001

5. Related party transactions

During the period, 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: Thousand Baht)

	For the three-month periods ended 30 June				
	Consolidated		Separate		
	financial statements		financial statements		Transfer Pricing Policy
	2013	2012	2013	2012	
<u>Transactions with subsidiaries</u>					
(Eliminate from the consolidated financial statements)					
Sales of goods and service income	-	-	55,416	68,285	Sale of goods: Market price less discount 2%, and cost plus a margin at rate of 5% Service income: Closed to the market price

(Unit: Thousand Baht)

	For the three-month periods ended 30 June				
	Consolidated		Separate		
	financial statements		financial statements		Transfer Pricing Policy
	2013	2012	2013	2012	
Service income	-	-	1,200	1,200	Accordance with the negotiation price
Dividend income	-	-	26,640	7,718	As approved by shareholders' meeting
Purchases of goods	-	-	422	-	Market price
Commission expenses	-	-	34	-	Not over 2% of sales
<u>Transactions with related companies</u>					
Sales of goods and service income	-	13,144	-	10,953	Sales of goods: Closed to the net selling price that is sold to major customers Service income: Closed to the market price
Rental income	75	75	75	75	Fixed fee per month
Dividend income	-	-	4,900	-	As approved by shareholders' meeting
Commission expenses	1,661	3,204	-	50	Not over 2% of sales
Car rental expenses	108	-	-	-	Contract price
<u>Transactions with related parties</u>					
Building rental expenses	744	-	-	-	Contract price that closed to the market price

As at 30 June 2013 and 31 March 2013, the balances of the accounts between the Company and those related companies are as follows:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 March	30 June	31 March
	2013	2013	2013	2013
<u>Trade receivables - related parties (Note 8)</u>				
Subsidiaries	-	-	49,184	45,594
Total trade and other receivables - related parties	-	-	49,184	45,594

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2013	31 March 2013	30 June 2013	31 March 2013
<u>Trade and other payables - related parties (Note 15)</u>				
Subsidiary	-	-	502	450
Associated company	2,170	3,145	-	-
Total trade and other payables - related parties	2,170	3,145	502	450

Directors and management's benefits

For the three-month periods ended 30 June 2013 and 2012, the Company and its subsidiaries had employee benefit expenses payable to their directors and management as below.

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	2013	2012	2013	2012
Short-term employee benefits	8,874	6,683	4,478	4,381
Increase (decrease) in post-employment benefits	(764)	349	(369)	(88)
Total	8,110	7,032	4,109	4,293

6. Cash and cash equivalents

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2013	31 March 2013	30 June 2013	31 March 2013
Cash	125	125	55	55
Bank deposits	63,109	87,156	37,478	52,613
Total	63,234	87,281	37,533	52,668

As at 30 June 2013, bank deposits in saving accounts and fixed deposits carried interests between 0.625 and 1.70 percent per annum (31 March 2013: between 0.625 and 1.70 percent per annum).

7. Investments

(Unit: Thousand Baht)

	Consolidated financial statements			
	30 June 2013		31 March 2013	
	Cost	Fair value	Cost	Fair value
<u>Trading securities</u>				
Investment units in open-end fund	-	-	70,221	70,513
Total trading securities	-	-	70,221	70,513
Add: Changes in fair value	-		292	
Total trading securities	-		70,513	
<u>Available-for-sale securities</u>				
Investment units in property fund	3,185	3,058	3,185	3,210
Total available-for-sale securities	3,185	3,058	3,185	3,210
Add: Changes in fair value	(127)		25	
Total available-for-sale securities	3,058		3,210	

8. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2013	31 March 2013	30 June 2013	31 March 2013
<u>Trade receivables - related parties</u>				
Aged on the basis of due dates				
Not yet due	-	-	29,602	34,653
Past due				
Up to 3 months	-	-	19,582	10,941
Total trade receivables - related parties	-	-	49,184	45,594
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	585,625	652,003	277,408	309,109
Past due				
Up to 3 months	215,693	203,213	95,827	103,707
Over 12 months	24,932	25,947	17,426	17,426
Total	826,250	881,163	390,661	430,242
Less: Allowance for doubtful accounts	(24,932)	(25,947)	(17,426)	(17,426)
Total trade receivables - unrelated parties, net	801,318	855,216	373,235	412,816
Total trade receivable - net	801,318	855,216	422,419	458,410
<u>Other receivables</u>				
Other receivable	425	67	160	45
Interest receivable	163	110	-	-
Total other receivables	588	177	160	45
Trade and other receivables - net	801,906	855,393	422,579	458,455

9. Restricted bank deposits

These represent fixed deposits of a subsidiary and the Company which pledged with the banks to secure credit facilities as described in Note 20.4

10. Investments in subsidiaries

10.1 Details of investments in subsidiaries as presented in separate financial statements are as follows:

(Unit: Thousand Baht)						
Company's name	Paid-up capital		Shareholding percentage		Cost method	
	30 June	31 March	30 June	31 March	30 June	31 March
	2013	2013	2013	2013	2013	2013
	Million	Million	Percent	Percent		
	Baht	Baht				
Auto Metal Company Limited	240	240	60	60	144,000	144,000
Alternative Stainless Company Limited	1	1	100	100	999	999
Ngeck Seng Chiang Metal Company Limited	230	230	100	100	258,238	258,238
Total					<u>403,237</u>	<u>403,237</u>

10.2 Dividend income

(Unit: Thousand Baht)		
Company's name	For the three-month periods ended 30 June	
	2013	2012
	<u>2013</u>	<u>2012</u>
Auto Metal Company Limited	<u>26,640</u>	<u>7,718</u>

On 19 June 2013, the Annual General Meeting of the shareholders of Auto Metal Co., Ltd. passed a resolution to approve the payment of a dividend of Baht 18.5 per share from the operating results of the year ended 31 March 2013. The dividend was paid on 27 June 2013.

11. Investment in associated company**11.1 Details of associate:**

(Unit: Thousand Baht)

Company's name	Nature of business	Country of incorporation	Shareholding percentage		Separate financial statements		Consolidated financial statements	
					Cost method		Carrying amount based on equity method	
			30 June	31 March	30 June	31 March	30 June	31 March
			2013	2013	2013	2013	2013	2013
			%	%				
Mory Lohakit (Thailand) Co., Ltd.	Agent	Thailand	49	49	4,900	4,900	6,672	11,251

11.2 Share of profit and dividend received

(Unit: Thousand Baht)

Company's name	for the three-month periods ended 30 June			
	Consolidated financial statements		Separate financial statements	
	Share of profit from investments in associates		Dividend received	
	2013	2012	2013	2012
Mory Lohakit (Thailand) Co., Ltd.	321	749	4,900	-

On 19 June 2013, the Annual General Meeting of the shareholders of Mory Lohakit (Thailand) Co., Ltd. passed a resolution to approve the payment of a dividend of Baht 100 per share from the operating results of the year ended 31 March 2013. The dividend was paid on 27 June 2013.

11.3 Summarised financial information of associate

Financial information of the associated company is summarised below.

Company's name	(Unit: Million Baht)									
	Paid-up capital		Total assets		Total liabilities		Total revenues for the three-month periods ended		Profit for the three-month periods ended	
	as at		as at		as at		30 June		30 June	
	30 June	31 March	30 June	31 March	30 June	31 March	2013	2012	2013	2012
	2013	2013	2013	2013	2013	2013				
Mory Lohakit (Thailand)										
Co., Ltd.	10	10	15	24	1	1	1.8	3.2	0.6	1.5

12. Other long-term investment

This represents other long-term investment of a subsidiary of Baht 5 million in the 5-year debentures of a bank in Thailand, bearing interest at a rate of 4.9% per annum and maturing on 12 November 2014.

13. Property, plant and equipment

Movements of the property, plant and equipment account during the three-month period ended 30 June 2013 are summarised below.

	(Unit: Thousand Baht)	
	Consolidated financial statements	Separate financial statements
Net book value as at 1 April 2013	447,901	152,436
Acquisitions during period - at cost	38,599	23,317
Disposal during period - net book value	(2)	-
Depreciation for the period	(19,559)	(5,130)
Net book value as at 30 June 2013	<u>466,939</u>	<u>170,623</u>

As at 30 June 2013, motor vehicles have been pledged as collateral against liabilities under finance lease agreements, amounting to Baht 12.0 million (31 March 2013: Baht 12.9 million) (Separate financial statements: Baht 6.3 million (31 March 2013: Baht 6.7 million)).

The Company and a subsidiary have mortgaged all of their land with structures thereon and pledged the following machinery with banks, and another subsidiary has mortgaged unit of condominium with bank, to secure loans and other credit facilities granted to the Company and its subsidiaries by the banks as described in Note 20.4.

The book value of machinery of the Company and a subsidiary pledged with banks are summarised below:

	(Unit: Million Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	30 June 2013	31 March 2013	30 June 2013	31 March 2013
Cost	306	306	197	197
Net book value	29	31	-	-

14. Short-term loans from financial institutions

	(Unit: Thousand Baht)					
	Interest rate		Consolidated		Separate	
	(percent per annum)		financial statements		financial statements	
	30 June 2013	31 March 2013	30 June 2013	31 March 2013	30 June 2013	31 March 2013
Short-term loans from banks	4.25 - 4.58	4.25 - 4.60	165,000	215,000	5,000	10,000
Trust receipts	2.00 - 4.50	1.90 - 5.35	164,398	254,896	94,732	132,800
			<u>329,398</u>	<u>469,896</u>	<u>99,732</u>	<u>142,800</u>

Short-term loans from banks represent promissory notes maturing within 1 month.

Bank overdrafts, short-term loans and trust receipts facilities are secured by the directors, and by the Company's and its subsidiaries' land with structures thereon, unit of condominium, and machinery, as described in Note 20.4.

15. Trade and other payables

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 March 2013	30 June 2013	31 March 2013
Trade payables - unrelated parties	384,639	501,243	220,138	345,478
Trade payables - related party	-	-	451	425
Other payables - unrelated parties	20,144	24,263	9,231	8,756
Other payables - related party	2,170	3,145	51	25
Accrued commission expenses - unrelated parties	195	273	160	250
Accrued expenses	10,067	2,575	4,034	965
Total trade and other payables	<u>417,215</u>	<u>531,499</u>	<u>234,065</u>	<u>355,899</u>

16. Income tax

Corporate income tax of the Company and a subsidiary were calculated on net income for the period multiply with the estimated average annual effective income tax rate

Corporate income tax of another subsidiary which operates the promoted operations (as described in Note 17) were calculated on net income of the subsidiary from non-promoted activities multiply with the estimated average annual effective income tax rate.

Income tax expenses for the three-month periods ended 30 June 2013 and 2012 are made up as follows:

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	2013	2012 (Restated)	2013	2012 (Restated)
Current income tax:				
Interim corporate income tax charge	7,725	5,793	4,808	5,793
Deferred tax:				
Relating to origination and reversal of temporary differences	1,677	21	494	(40)
Income tax expense reported in the statements of comprehensive income	<u>9,402</u>	<u>5,814</u>	<u>5,302</u>	<u>5,753</u>

As of 30 June 2013 and 31 March 2013, the components of deferred tax assets are as follows:

	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 March 2013	30 June 2013	31 March 2013
		(Restated)		(Restated)
Deferred tax assets				
Allowance for doubtful accounts	1,501	1,704	-	-
Allowance for loss on diminution in value of inventories	9,933	10,370	7,566	8,014
Provision for long-term employee benefits	4,961	5,066	2,382	2,428
Tax loss brought forward	8,913	9,845	-	-
Total	25,308	26,985	9,948	10,442

17. Promotional Privileges

The Company has received promotional privileges from the Board of Investment for the shearing and converting of flat metal, pursuant to the promotion certificate No. 3007/Wo./2550 issued on 25 May 2007. Subject to certain imposed conditions, the privileges include an exemption from import duty on articles and essential raw materials imported for use in manufacturing for export sales and an exemption from import duty on items imported for re-export, for a period of 1 year commencing as from the first importation date.

A subsidiary has received promotional privileges from the Board of Investment for the manufacture of stainless steel tubes, pursuant to the promotion certificate No. 1407(2)/2548 issued on 23 March 2005. Subject to certain imposed conditions, the privileges include an exemption from corporate income tax for a period of 7 years from the date the promoted activity commenced generating revenues, and any losses incurred during the corporate income tax exemption period may be carried forward to be utilised by the subsidiary as a deduction against net income of future years, for up to 5 years after the expiry of the tax exemption period. In addition, the privileges include an exemption from income tax on dividends received from promoted operations which have been granted corporate income tax exemption, throughout the period for which the tax exemption privilege is granted.

The subsidiary's revenue for the three-month periods ended 30 June 2013 and 2012 were derived from sales and service of BOI promoted products amounted to Baht 140 million and Baht 213 million, respectively.

18. Basic earnings per share

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

19. Segment information

For management purposes, the Company and its subsidiaries are organised into business units based on its products and services. The Company and its subsidiaries operate 2 segments comprising (1) production and distribution and (2) procurement and distribution. The Company and its subsidiaries carry on operations in the single geographic area of Thailand. However, the Company and its subsidiaries gained revenue from export sales and domestic sales.

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 on a basis consistent with that used to measure operating profit or loss in the financial statements.

Inter-segment revenues are eliminated on consolidation.

Financial information by segment of the Company and its subsidiaries for the three-month period ended 30 June 2013 and 2012 is as follows:

	(Unit: Million Baht)					
	For the three-month periods ended 30 June					
	Production and distribution		Procurement and distribution		Consolidated	
	2013	2012	2013	2012	2013	2012
Revenue from:						
Sales and services	637	607	196	-	833	607
Segment profit	80	71	24	-	104	71
Operating profit	52	49	13	-	65	49

Transfer price between operating segments are set out in Note 5 to the financial statements.

The following table presents segment assets of the Company and its subsidiaries' operating segment as at 30 June 2013 and 31 March 2013.

(Unit: Million Baht)

	Production and distribution		Procurement and distribution		Consolidated	
	30 June	31 March	30 June	31 March	30 June	31 March
	2013	2013	2013	2013	2013	2013
Segment assets	1,809	1,945	439	515	2,248	2,460
Segment liabilities	671	831	157	241	828	1,072

20. Commitments and contingent liabilities

20.1 Capital commitments

- a) As at 30 June 2013, the Company and a subsidiary had capital commitment of Baht 51.5 million in respect of the construction of factory and purchases of machine.
- b) As at 30 June 2013, the Company had capital commitment of Baht 20.2 million in respect of the purchase of plot of land from its subsidiary.

20.2 Operating lease commitments

The Company and its subsidiaries have entered into a lease agreement in respect of the office building space, building and vehicles. The terms of the agreements are generally 1 - 20 years.

Future minimum lease payments required under these non-cancellable operating leases contracts were as follows.

(Unit: Million Baht)

	30 June 2013	31 March 2013
Payable:		
In up to 1 year	2.2	3.7
In over 1 and up to 5 years	0.8	0.8
In over 5 years	1.7	1.8

20.3 Other service commitment

As at 30 June 2013, the Company and a subsidiary had commitments of approximately Baht 4.4 million relating to technical assistant agreement and other service agreement.

20.4 Credit facilities

As at 30 June 2013, the Company and its subsidiaries have been granted credit facilities by various financial institutions for which it has placed collaterals, as follows:-

The Company

- Letter of credit, trust receipts, guarantee and short-term loan facilities totaling Baht 1,460.5 million, of which totaling Baht 180 million (31 March 2013: Baht 249.9 million) of the utilised amounts are outstanding. These credit facilities are secured by the mortgage of the Company's land with structures thereon and machinery.
- Overdraft facilities of Baht 30 million. The facilities have not yet been utilized (31 March 2013: Nil) The credit facilities are secured by the mortgage of the Company's land with structures thereon and machinery and the pledge of fixed deposit of the Company.
- Forward exchange contract facility of Baht 1,000 million, of which Baht 13.0 million (31 March 2013: Baht 29.3 million) of utilised amounts is outstanding. This credit facility is secured by the mortgage of the Company's land with structures thereon and machinery.

A subsidiary

- Letter of credit, trust receipts, guarantees and short-term loan facilities totaling Baht 300 million, of which Baht 144.3 million (31 March 2013: Baht 142.8 million) of utilised amount are outstanding. These credit facilities are secured by the mortgage of the subsidiary's land with structures thereon and machinery.
- Overdraft facility of Baht 10 million. The facility has not yet been utilized (31 March 2013: Nil). This credit facility is secured by the mortgage of the subsidiary's land with structures thereon.

- Forward exchange contract facility of Baht 200 million, which has been utilized about Baht 2.4 million (31 March 2013: Nil). This credit facility is secured by the mortgage of the subsidiary's land with structures thereon and machinery.

Another subsidiary

- Letter of credit, trust receipts, guarantees and short-term loan facilities totaling Baht 516 million, of which Baht 115 million (31 March 2013: Baht 213 million) of utilized amount is outstanding. These credit facilities are secured by the mortgage of the subsidiary's units of condominium which be the subsidiary's office, fixed deposit accounts and guarantees provided by two directors of the subsidiary.
- Overdraft facilities of Baht 65 million that have not yet been utilized (31 March 2013: Nil). These credit facilities are secured by fixed deposit accounts and a guarantee provided by the subsidiary's director.
- Forward exchange contract facilities, comprising USD 11.7 million (equivalent to Baht 344 million) and Baht 6 million, or a total approximately Baht 350 million, of which Baht 3.1 million (31 March 2013: Nil) of utilized amount is outstanding, are secured by fixed deposit accounts and guarantees provided by two directors of the subsidiary.

21. Forward foreign exchange contract

The Company and its subsidiaries had the significant balances of financial assets and liabilities denominated in foreign currencies as summarised below.

Foreign currency	Financial assets as at		Financial liabilities as at		Average exchange rate as at	
	30 June 2013	31 March 2013	30 June 2013	31 March 2013	30 June 2013	31 March 2013
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
US Dollar	-	0.2	1.4	5.9	31.2675	29.3085
Japanese Yen	1.0	1.6	3.3	37.6	0.3147	0.3115

The Company and its subsidiaries have foreign exchange contracts as summarised below.

Foreign currency	Bought amount	Sold amount	Contractual exchange rate	
			Bought	Sold
			(Baht per 1 foreign currency unit)	
<u>As at 30 June 2013</u>				
US Dollar	0.4	-	30.9800 - 31.2300	-
Japanese Yen	7.5	-	0.3256	-
Singapore Dollar	0.1	-	24.5450	-
<u>As at 31 March 2013</u>				
US Dollar	1.0	-	29.3120 - 29.3320	-

22. Event after the reporting period

On 26 July 2013, the Annual General Meeting of the Company's shareholders passed a resolution to approval the dividend payment of Baht 0.22 per share from its net operating profit for the year ended 31 March 2013. However, by the resolution of the meeting of the Company's Board of Directors No 5/2555 held on 14 November 2012, the Company had paid out the interim dividend of Baht 0.10 per share, for 320 million ordinary shares, to the Company's shareholders totaling Baht 32 million on 13 December 2012. The remaining dividend is Baht 0.12 per share, for 383 million ordinary shares, or totaling Baht 45.96 million. The dividend will be paid on 9 August 2013.

23. Approval of financial statements

These financial statements were authorised for issue by the Company's Board of Directors on 14 August 2013.