

Lohakit Metal Public Company Limited and its subsidiaries

Notes to consolidated interim financial statements

For the three-month and nine-month periods ended 31 December 2014

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 processing, distribution and shearing of stainless steel, steel and metal products. The registered address 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 2012) "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 2014. During the current period, there was no change in the structure of the Group.

1.4 New financial reporting standards

Below is a summary of financial reporting standards that became effective in the current accounting year and those that will become effective in the future.

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

Conceptual Framework for Financial Reporting (revised 2014)

Accounting Standards:

TAS 1 (revised 2012)	Presentation of Financial Statements
TAS 7 (revised 2012)	Statement of Cash Flows
TAS 12 (revised 2012)	Income Taxes
TAS 17 (revised 2012)	Leases
TAS 18 (revised 2012)	Revenue
TAS 19 (revised 2012)	Employee Benefits
TAS 21 (revised 2012)	The Effects of Changes in Foreign Exchange Rates
TAS 24 (revised 2012)	Related Party Disclosures
TAS 28 (revised 2012)	Investments in Associates
TAS 31 (revised 2012)	Interests in Joint Ventures
TAS 34 (revised 2012)	Interim Financial Reporting
TAS 36 (revised 2012)	Impairment of Assets
TAS 38 (revised 2012)	Intangible Assets

Financial Reporting Standards:

TFRS 2 (revised 2012)	Share-based Payment
TFRS 3 (revised 2012)	Business Combinations
TFRS 5 (revised 2012)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 8 (revised 2012)	Operating Segments

Accounting Standard Interpretations:

TSIC 15	Operating Leases - Incentives
TSIC 27	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
TSIC 29	Service Concession Arrangements: Disclosures
TSIC 32	Intangible Assets - Web Site Costs

Financial Reporting Standard Interpretations:

TFRIC 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4	Determining whether an Arrangement contains a Lease

TFRIC 5	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7	Applying the Restatement Approach under TAS 29 <i>Financial Reporting in Hyperinflationary Economies</i>
TFRIC 10	Interim Financial Reporting and Impairment
TFRIC 12	Service Concession Arrangements
TFRIC 13	Customer Loyalty Programmes
TFRIC 17	Distributions of Non-cash Assets to Owners
TFRIC 18	Transfers of Assets from Customers
Accounting Treatment Guidance for Stock Dividend	

These financial reporting standards were amended primarily to align their content with the corresponding International Financial Reporting Standards. Most of the changes were directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of the accounting standards. Management has assessed the effects of the above financial reporting standards and believes that they do not have a significant impact.

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

The Federation of Accounting Professions has issued a number of revised and new financial reporting standards that become effective for fiscal years beginning on or after 1 January 2015. These accounting 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 accounting standards. However, some of these financial reporting standards involve changes to key principles, as discussed below:

TAS 19 (revised 2014) Employee Benefits

This revised standard requires that the entity recognize actuarial gains and losses immediately in other comprehensive income while the existing standard allows the entity to recognise such gains and losses immediately in profit or loss, or in other comprehensive income, or to recognise them gradually in profit or loss.

At present, the management of the Company and its subsidiaries are evaluating the impact to the financial statements in the year when this standard is adopted.

TFRS 10 Consolidated Financial Statements

TFRS 10 prescribes requirements for the preparation of consolidated financial statements and replaces the part dealing with consolidated financial statements as included in *TAS 27 Consolidated and Separate Financial Statements*. This standard changes the principles used in considering whether control exists. Under this standard, an investor is deemed to have control over an investee if it has rights, or is exposed, to variable returns from its involvement with the investee, and it has the ability to direct the activities that affect the amount of its returns, even if it holds less than half of the shares or voting rights. This important change requires the management to exercise a lot of judgement when reviewing whether the Company and its subsidiaries have control over the investees and determine which entities have to be included for preparation of the consolidated financial statements.

The management of the Company and its subsidiaries believe that this standard will not have any significant impact on the Company and its subsidiaries' financial statements.

TFRS 11 Joint Arrangements

TFRS 11 supersedes *TAS 31 Interests in Joint Ventures*. This standard requires an entity to account for an investment in a jointly controlled entity using the equity method, while *TAS 31* allows the entity to apply either the proportionate consolidation method or the equity method to account for such an investment.

The management of the Company and its subsidiaries believe that this standard will not have any impact on the Company and its subsidiaries' financial statements.

TFRS 12 Disclosure of Interests in Other Entities

This standard stipulates disclosures relating to an entity's interests in subsidiaries, joint arrangements and associates, including structured entities. This standard therefore has no financial impact to the financial statements of the Company and its subsidiaries.

TFRS 13 Fair Value Measurement

This standard provides guidance on how to measure fair value and stipulates disclosures related to fair value measurements. Entities are to apply the guidance under this standard if they are required by other accounting standards to measure their assets or liabilities at fair value. The effect of the change from the adoption of this standard is to be recognised prospectively.

At present, the management of the Company and its subsidiaries are evaluating the impact to the financial statements in the year when this standard is adopted.

1.5 Significant accounting policies

The interim financial statements are prepared using the same accounting policies and methods of computation as well used for the financial statements for the year ended 31 March 2014.

2. 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 31 December				Transfer Pricing Policy
	Consolidated		Separate		
	financial statements		financial statements		
	2014	2013	2014	2013	
<u>Transactions with subsidiaries</u>					
(Eliminate from the consolidated financial statements)					
Sales of goods and service income	-	-	28,717	37,047	Sale of goods: Market price less discount 2%, and cost plus a margin at rate of 5% Service income: Closed to the market price
Rental income	-	-	432	-	Contract price that closed to the market price
Others service income	-	-	3,750	1,200	Accordance with the negotiation price
Commission expenses	-	-	-	12	Not over 2% of sales
<u>Transactions with related parties</u>					
Others service income	75	75	75	75	Fixed fee per month
Commission expenses	1,440	1,408	-	-	Not over 2% of sales
Motor vehicles rental expenses	108	108	-	-	Contract price
<u>Transactions with related persons</u>					
Building rental expenses	-	744	-	-	Contract price that closed to the market price

(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the nine-month periods ended 31 December				Transfer Pricing Policy
	Consolidated		Separate		
	financial statements		financial statements		
	2014	2013	2014	2013	
<u>Transactions with subsidiaries</u>					
(Eliminate from the consolidated financial statements)					
Sales of goods and service income	-	-	90,457	132,920	Sale of goods: Market price less discount 2%, and cost plus a margin at rate of 5%
Rental income	-	-	576	-	Service income: Closed to the market price
Others service income	-	-	7,000	3,600	Contract price that closed to the market price
Dividend income	-	-	19,584	26,640	Accordance with the negotiation price
Purchases of goods	-	-	-	422	As approved by shareholders' meeting
Fixed assets acquisition	-	-	3,545	20,163	Market price
Commission expenses	-	-	42	71	Accordance with the negotiation price
<u>Transactions with related parties</u>					
Others service income	225	225	225	225	Not over 2% of sales
Dividend income	-	-	-	4,900	Fixed fee per month
Commission expenses	4,068	4,578	-	-	As approved by shareholders' meeting
Motor vehicles rental expenses	324	324	-	-	Not over 2% of sales
<u>Transactions with related persons</u>					
Building rental expenses	1,240	2,231	-	-	Contract price
					Contract price that closed to the market price

As at 31 December 2014 and 31 March 2014, the balances of the accounts between the Company and those related companies are as follows:

	(Unit: Thousand Baht)			
	Consolidated		Separate	
	financial statements		financial statements	
	31 December 2014	31 March 2014	31 December 2014	31 March 2014
<u>Trade receivables - related parties (Note 5)</u>				
Subsidiaries	-	-	7,585	34,737

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 December 2014	31 March 2014	31 December 2014	31 March 2014
<u>Other payables - related parties (Note 12)</u>				
Associated company	1,564	1,717	-	-
Subsidiary	-	-	-	-
Total other payables - related parties	<u>1,564</u>	<u>1,717</u>	<u>-</u>	<u>-</u>

Directors and management's benefits

For the three-month and nine-month periods ended 31 December 2014 and 2013, the Company and its subsidiaries had employee benefit expenses payable to their directors and management as below.

(Unit: Thousand Baht)

	For the three-month periods ended 31 December			
	Consolidated		Separate	
	financial statements		financial statements	
	2014	2013	2014	2013
Short-term employee benefits	9,933	7,946	6,316	4,576
Increase (decrease) in post-employment benefits	(19)	2,003	(31)	1,992
Total	<u>9,914</u>	<u>9,949</u>	<u>6,285</u>	<u>6,568</u>

(Unit: Thousand Baht)

	For the nine-month periods ended 31 December			
	Consolidated		Separate	
	financial statements		financial statements	
	2014	2013	2014	2013
Short-term employee benefits	27,325	25,332	15,714	13,901
Increase in post-employment benefits	1,042	1,314	569	2,804
Total	<u>28,367</u>	<u>26,646</u>	<u>16,283</u>	<u>16,705</u>

3. Cash and cash equivalents

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 December	31 March	31 December	31 March
	2014	2014	2014	2014
Cash	130	125	70	55
Bank deposits	125,528	63,816	52,691	33,560
Total	125,658	63,941	52,761	33,615

As at 31 December 2014, bank deposits in saving accounts and fixed deposits carried interests between 0.38 and 1.70 percent per annum (31 March 2014: between 0.38 and 1.70 percent per annum).

4. Current investment

As at 31 March 2014, a subsidiary had current investment of Baht 5 million in the 5-year debenture of a bank, bearing interest at a rate of 4.90% per annum and maturing on 12 November 2014. During the current period, the subsidiary had redeemed the above debenture.

5. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31	31	31	31
	December	March	December	March
	2014	2014	2014	2014
<u>Trade receivables - related parties (Note 2)</u>				
Aged on the basis of due dates				
Not yet due	-	-	3,421	26,539
Past due				
Up to 3 months	-	-	4,164	8,198
Total trade receivables - related parties	-	-	7,585	34,737
<u>Trade receivables - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	529,461	577,498	311,734	308,941
Past due				
Up to 3 months	232,967	180,181	129,093	99,493
Over 3 months but less than 12 months	5,578	150	5,298	-
Over 12 months	21,216	22,214	17,426	17,426
Total	789,222	780,043	463,551	425,860
Less: Allowance for doubtful accounts	(21,341)	(22,289)	(17,426)	(17,426)
Total trade receivables - unrelated parties, net	767,881	757,754	446,125	408,434
Total trade receivables - net	767,881	757,754	453,710	443,171

(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 December 2014	31 March 2014	31 December 2014	31 March 2014
<u>Other receivables</u>				
Other receivables	42	340	42	107
Interest receivable	93	99	-	-
Total other receivables	135	439	42	107
Total trade and other receivables - net	768,016	758,193	453,752	443,278

6. Restricted bank deposits

As at 31 December 2014, the Company and its subsidiary have deposits with banks of Baht 46 million (31 March 2014: Baht 46 million) which are pledged with the banks to secure credit facilities as described in Note 18.5 to the financial statements.

7. Investments in subsidiaries

7.1 Details of subsidiaries

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	
	31 December 2014	31 March 2014	31 December 2014	31 March 2014	31 December 2014	31 March 2014
	(Million Baht)	(Million Baht)	(Percent)	(Percent)		
Auto Metal Company Limited	240	240	60	60	144,000	144,000
Alternative Stainless Company Limited	1	1	100	100	999	999
NSC Metal Company Limited*	230	230	100	100	258,238	258,238
Total					403,237	403,237

(* Formerly known as "Ngeck Seng Chiang Metal Company Limited")

7.2 Dividend income

(Unit: Thousand Baht)

For the nine-month
periods ended
31 December

Company's name	2014	2013
Auto Metal Company Limited	19,584	26,640

(Unaudited but reviewed)

On 19 June 2014, the Annual General Meeting of the shareholders of Auto Metal Company Limited passed a resolution to approve the payment of a dividend of Baht 13.60 per share from the operating results for the year ended 31 March 2014. The dividend was paid on 27 June 2014.

8. Investment in associated company

8.1 Details of associate

Company's name	Nature of business	Country of incorporation	Shareholding		Separate financial statements		Consolidated financial statements	
			percentage		Cost method		Carrying amount based on equity method	
			31 December 2014	31 March 2014	31 December 2014	31 March 2014	31 December 2014	31 March 2014
			(Percent)	(Percent)				
Mory Lohakit (Thailand) Co., Ltd.	Agent	Thailand	49	49	4,900	4,900	7,907	7,440

8.2 Share of profit and dividend received

(Unit: Thousand Baht)

Company's name	For the three-month periods ended 31 December			
	Consolidated financial statements		Separate financial statements	
	Share of profit from investments in associates		Dividend received	
	2014	2013	2014	2013
Mory Lohakit (Thailand) Co., Ltd.	203	214	-	-

(Unit: Thousand Baht)

Company's name	For the nine-month periods ended 31 December			
	Consolidated financial statements		Separate financial statements	
	Share of profit from investment in associate		Dividend received	
	2014	2013	2014	2013
Mory Lohakit (Thailand) Co., Ltd.	467	874	-	4,900

8.3 Summarised financial information of associate

Financial informations of the associated company are summarised below.

Company's name	Paid-up capital		Total assets		Total liabilities		Total revenues		Profit	
	as at		as at		as at		for the nine-month		for the nine-month	
	31 December	31 March	31 December	31 March	31 December	31 March	periods ended		periods ended	
	2014	2014	2014	2014	2014	2014	31 December	31 December	2014	2013
Mory Lohakit (Thailand) Co., Ltd.	10	10	16	16	-	-	4	4	1	1

9. Long-term investments

(Unit: Thousand Baht)

	Consolidated financial statements			
	31 December 2014		31 March 2014	
	Cost	Fair value	Cost	Fair value
<u>Available-for-sale securities</u>				
Investment units in property fund	3,185	2,983	3,185	3,008
Total available-for-sale securities		2,983	3,185	3,008
Add: Changes in fair value	(202)		(177)	
Total available-for-sale securities	2,983		3,008	

10. Property, plant and equipment

Movements of the property, plant and equipment account during the nine-month period ended 31 December 2014 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 1 April 2014	549,006	272,710
Acquisitions during period - at cost	71,148	67,513
Disposal during period - net book value as at disposal date	(2,534)	-
Depreciation for the period	(65,904)	(23,318)
Net book value as at 31 December 2014	551,716	316,905

(Unaudited but reviewed)

As at 31 December 2014, the Company and its subsidiaries had vehicles under finance lease agreements with net book values amounting to Baht 12 million (31 March 2014: Baht 16 million) (Separate financial statements: Baht 11 million (31 March 2014: Baht 12 million)).

The Company and a subsidiary have mortgaged all of their land with structures thereon and pledged machineries 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 18.5 to the financial statements.

The book value of machineries of the Company and a subsidiary pledged with banks are summarised below.

(Unit: Million Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	31 December	31 March	31 December	31 March
	2014	2014	2014	2014
Cost	306	306	197	197
Net book value	14	21	-	-

11. Short-term loans from banks

(Unit: Thousand Baht)

	Interest rate		Consolidated		Separate	
	(percent per annum)		financial statements		financial statements	
	31 December	31 March	31 December	31 March	31 December	31 March
	2014	2014	2014	2014	2014	2014
Short-term loans from banks	4.35	4.35	219,000	55,000	219,000	45,000
Trust receipts	3.80 - 4.60	2.30 - 4.50	254,481	218,371	210,696	154,243
			473,481	273,371	429,696	199,243

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

Bank overdrafts, short-term loans from banks and trust receipts facilities are secured by the Company and its subsidiaries' land with structures thereon, unit of condominium, machineries and fixed deposit accounts and guarantees provided by the Company as described in Note 18.5 to the financial statements.

(Unaudited but reviewed)

12. Trade and other payables

	(Unit: Thousand Baht)			
	Consolidated financial statements		Separate financial statements	
	31 December 2014	31 March 2014	31 December 2014	31 March 2014
Trade payables - unrelated parties	481,253	469,417	340,544	325,015
Other payables - unrelated parties	25,865	26,045	15,899	17,279
Other payables - related party (Note 2)	1,564	1,717	-	-
Accrued commission expenses - unrelated parties	156	151	156	130
Accrued expenses	15,645	1,902	8,939	1,091
Total trade and other payables	524,483	499,232	365,538	343,515

13. Income tax

Income tax expenses for the three-month and nine-month periods ended 31 December 2014 and 2013 are made up as follows:

	(Unit: Thousand Baht)			
	For the three-month periods ended 31 December			
	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
Current income tax:				
Interim corporate income tax charge	6,713	8,698	2,029	6,611
Deferred tax:				
Relating to origination and reversal of temporary differences	2,337	1,117	2,125	(1,526)
Income tax expense reported in the statements of comprehensive income	9,050	9,815	4,154	5,085

	(Unit: Thousand Baht)			
	For the nine-month periods ended 31 December			
	Consolidated financial statements		Separate financial statements	
	2014	2013	2014	2013
Current income tax:				
Interim corporate income tax charge	28,474	27,052	13,394	17,220
Deferred tax:				
Relating to origination and reversal of temporary differences	81	5,630	(133)	(1,259)
Income tax expense reported in the statements of comprehensive income	28,555	32,682	13,261	15,961

As of 31 December 2014 and 31 March 2014, the components of deferred tax assets are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	31 December	31 March	31 December	31 March
	2014	2014	2014	2014
Deferred tax assets				
Allowance for doubtful accounts	783	973	-	-
Allowance for loss on diminution in value of inventories	12,754	12,767	10,218	10,245
Provision for long-term employee benefits	5,709	5,592	3,340	3,179
Unused tax losses	2,478	2,473	-	-
Total	21,724	21,805	13,558	13,424

14. Forward foreign exchange contracts

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	
	31 December	31 March	31 December	31 March	31 December	31 March
	2014	2014	2014	2014	2014	2014
	(Million)	(Million)	(Million)	(Million)	(Baht per 1 foreign currency unit)	
US Dollar	0.3	0.3	0.8	0.6	32.92	32.44
Japanese Yen	0.5	0.5	8.3	1.3	0.2734	0.3155
Singapore Dollar	-	-	0.1	-	25.13	26.01

The Company and its subsidiaries had outstanding balances of forward foreign exchange contracts which to reduce the exchange rate risk advising from their financial liabilities dominated in foreign currency, which mature within one year. The details are summarised below.

(Unaudited but reviewed)

Foreign currency	Bought amount (Million)	Sold amount (Million)	Contractual exchange rate	
			Bought (Baht per 1 foreign currency unit)	Sold
As at 31 December 2014				
US Dollar	1.3	-	32.27 - 33.34	-
Singapore Dollar	0.1	-	25.25	-
As at 31 March 2014				
US Dollar	0.5	-	32.37 - 32.81	-
Japanese Yen	1.3	-	0.3184	-

15. Earnings per share

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

16. Segment information

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

The following tables present revenue and profit information regarding the Company and its subsidiaries' operating segments for the three-month and nine-month periods ended 31 December 2014 and 2013, respectively.

(Unit: Million Baht)

	For the three-month periods ended 31 December									
	Production and distribution		Procurement and distribution		Total reportable segments		Adjustments and eliminations		Consolidated	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
Revenue										
Revenue from external customers	666	629	195	192	861	821	-	-	861	821
Inter-segment revenue	32	39	-	-	32	39	(32)	(39)	-	-
Total revenue	698	668	195	192	893	860	(32)	(39)	861	821
Operating results										
Segment profit	66	72	19	19	85	91	-	-	85	91
Other income									8	5
Finance cost									(5)	(4)
Selling expenses									(20)	(17)
Administrative expenses									(23)	(26)
Interest in the profit of associate accounted for by the equity method									-	1
Income before income tax expenses									45	50
Income tax expenses									(9)	(10)
Profit for the period									36	40

(Unaudited but reviewed)

(Unit: Million Baht)

	For the nine-month periods ended 31 December									
	Production and distribution		Procurement and distribution		Total reportable segments		Adjustments and eliminations		Consolidated	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
Revenue										
Revenue from external customers	1,869	1,904	591	624	2,460	2,528	-	-	2,460	2,528
Inter-segment revenue	94	140	-	-	94	140	(94)	(140)	-	-
Total revenue	1,963	2,044	591	624	2,554	2,668	(94)	(140)	2,460	2,528
Operating results										
Segment profit	193	224	59	66	252	290	-	-	252	290
Other income									31	24
Finance cost									(13)	(13)
Selling expenses									(58)	(51)
Administrative expenses									(72)	(80)
Interest in the profit of associate accounted for by the equity method									-	1
Income before income tax expenses									140	171
Income tax expenses									(28)	(33)
Profit for the period									112	138

17. Dividends

Dividends	Approved by	Total dividends (Million Baht)	Dividend per share (Baht)	Payment date
Final dividends for 2014	Annual General Meeting of the shareholders on 28 July 2014	38.30	0.10	8 August 2014
Interim dividends for 2015	The Board of Directors Meeting on 12 November 2014	42.13	0.11	12 December 2014
Total dividends for 2014		80.43	0.21	
Final dividends for 2013	Annual General Meeting of the shareholders on 26 July 2013	45.96	0.12	9 August 2013
Interim dividends for 2014	The Board of Directors Meeting on 13 November 2013	45.96	0.12	12 December 2013
Total dividends for 2013		91.92	0.24	

18. Commitments and contingent liabilities**18.1 Capital commitments**

As at 31 March 2014, the Company and its subsidiary had capital commitments in respect of the constructions of a factory and purchases of a machinery by Baht 33 million (31 December 2014: None).

18.2 Operating lease commitments

The Company and its subsidiaries have entered into lease agreements in respect of the office building space, building and vehicles. The terms of the agreements are generally 1 - 3 years.

As at 31 December 2014, the Company and its subsidiaries have future minimum lease payments required under these non-cancellable operating leases contracts as follows.

	(Unit: Million Baht)	
	<u>31 December 2014</u>	<u>31 March 2014</u>
Payable:		
Up to 1 year	3	4
Over 1 and up to 5 years	2	5
Over 5 years	-	2

18.3 Other service commitments

As at 31 December 2014, the Company and a subsidiary had commitments of approximately Baht 6 million relating to a technical assistance service agreement and other agreements (31 March 2014: Baht 10 million).

18.4 Guarantees

As at 31 December 2014, the Company has guaranteed bank credit facilities for a subsidiary amounting to Baht 320 million (31 March 2014: Baht 320 million).

18.5 Credit facilities

As at 31 December 2014, the Company and its subsidiaries have been granted credit facilities by various banks for which they have placed collaterals, as follows:-

The Company

- Letter of credit, trust receipts, guarantees and short-term loan facilities totaling Baht 1,461 million, of which totaling Baht 500 million (31 March 2014: Baht 227 million) of utilised amount are outstanding. These credit facilities are secured by the mortgage of the Company's land with structures thereon and machineries.
- Overdraft facilities of Baht 30 million. No outstanding balances of the facilities have not yet been utilised (31 March 2014: Nil). These credit facilities are secured by the mortgage of the Company's land with structures thereon, machineries and the fixed deposits.
- Forward foreign exchange contract facilities of Baht 1,000 million, of which Baht 15 million (31 March 2014: Baht 4 million) of utilised amount are outstanding. These credit facilities are secured by the mortgage of the Company's land with structures thereon and machineries.

A subsidiary

- Letter of credit, trust receipts, guarantees and short-term loan facilities totaling Baht 300 million, of which Baht 18 million (31 March 2014: Baht 31 million) of utilised amount are outstanding. These credit facilities are secured by the mortgage of the subsidiary's land with structures thereon and machineries.
- Overdraft facilities of Baht 10 million. No outstanding balances of the facilities have not yet been utilised (31 March 2014: Nil). These credit facilities are secured by the mortgage of the subsidiary's land with structures thereon.
- Forward foreign exchange contract facilities of Baht 200 million. No outstanding balances of the facilities have not yet been utilised (31 March 2014: Baht 3 million). These credit facilities are secured by the mortgage of the subsidiary's land with structures thereon and machineries.

Another subsidiary

- Letter of credit, trust receipts, guarantees and short-term loan facilities totaling Baht 506 million, of which Baht 34 million (31 March 2014: Baht 45 million) of utilised amount are outstanding. These credit facilities are secured by the mortgage of the subsidiary's unit of condominium which is the subsidiary's office, fixed deposit accounts and a guarantee provided the Company.

(Unaudited but reviewed)

- Overdraft facilities of Baht 60 million. No outstanding balances of the facilities have not yet been utilised (31 March 2014: Nil). These credit facilities are secured by fixed deposit accounts and a guarantee provided by the Company.
- Forward foreign exchange contract facilities, comprising USD 11.7 million (equivalent to Baht 386 million) and Baht 6 million or a total approximately Baht 392 million, of which USD 0.9 million (equivalent to Baht 30 million) (31 March 2014: USD 0.3 million (equivalent to Baht 8 million)) of utilised amount are outstanding. These credit facilities are secured by fixed deposit accounts and a guarantee provided by the Company.

19. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 12 February 2015.