

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries

Statement of income

For the three-month period ended 30 June 2016

(Unit: Thousand Baht)

| | Note | Consolidated financial statements | | Separate financial statements | |
|---|------|-----------------------------------|--------------------|-------------------------------|--------------------|
| | | 2016 | 2015 | 2016 | 2015 |
| Revenues | | | | | |
| Sales and service income | | 744,985 | 785,751 | 352,231 | 423,825 |
| Dividend income | 10.2 | 48 | 48 | 42,025 | 59,570 |
| Other income | | 7,020 | 10,968 | 8,042 | 9,911 |
| Total revenues | | 752,053 | 796,767 | 402,298 | 493,306 |
| Expenses | | | | | |
| Cost of sales and services | | 646,003 | 711,679 | 313,108 | 393,846 |
| Selling expenses | | 19,871 | 19,100 | 10,941 | 13,838 |
| Administrative expenses | | 25,015 | 24,514 | 15,068 | 14,403 |
| Total expenses | | 690,889 | 755,293 | 339,117 | 422,087 |
| Profit before share of profit from investment | | | | | |
| in associate, finance cost and income tax expenses | | 61,164 | 41,474 | 63,181 | 71,219 |
| Share of profit from investment in associate | 9.2 | 399 | 272 | - | - |
| Income before finance cost and income tax expenses | | 61,563 | 41,746 | 63,181 | 71,219 |
| Finance cost | | (2,719) | (4,858) | (1,802) | (4,121) |
| Profit before income tax expenses | | 58,844 | 36,888 | 61,379 | 67,098 |
| Income tax expenses | 15 | (11,737) | (7,532) | (3,855) | (1,593) |
| Profit for the period | | 47,107 | 29,356 | 57,524 | 65,505 |
| Profit attributable to: | | | | | |
| Equity holders of Company | | 37,107 | 23,615 | 57,524 | 65,505 |
| Non-controlling interests of the subsidiary | | 10,000 | 5,741 | | |
| | | <u>47,107</u> | <u>29,356</u> | | |
| Earnings per share | | | | | |
| 17 | | | | | |
| Basic earnings per share | | | | | |
| Profit attributable to equity holders of the Company (Baht) | | 0.10 | 0.06 | 0.15 | 0.17 |
| Weighted average number of ordinary shares (shares) | | | | | |
| | | <u>383,000,000</u> | <u>383,000,000</u> | <u>383,000,000</u> | <u>383,000,000</u> |

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

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries

Statement of comprehensive income

For the three-month period ended 30 June 2016

| | (Unit: Thousand Baht) | | | |
|---|-----------------------------------|---------------|-------------------------------|---------------|
| | Consolidated financial statements | | Separate financial statements | |
| | 2016 | 2015 | 2016 | 2015 |
| Profit for the period | 47,107 | 29,356 | 57,524 | 65,505 |
| Other comprehensive income: | | | | |
| Gain on changes in value of available-for-sale investment | (51) | 101 | - | - |
| Other comprehensive income for the period | (51) | 101 | - | - |
| Total comprehensive income for the period | <u>47,056</u> | <u>29,457</u> | <u>57,524</u> | <u>65,505</u> |
| Total comprehensive income attributable to: | | | | |
| Equity holders of the Company | 37,056 | 23,716 | <u>57,524</u> | <u>65,505</u> |
| Non-controlling interests of the subsidiary | 10,000 | 5,741 | | |
| Total comprehensive income for the period | <u>47,056</u> | <u>29,457</u> | | |

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

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries

Cash flow statement

For the three-month period ended 30 June 2016

| | (Unit: Thousand Baht) | | | |
|---|-----------------------------------|---------------|-------------------------------|---------------|
| | Consolidated financial statements | | Separate financial statements | |
| | 2016 | 2015 | 2016 | 2015 |
| Cash flows from operating activities | | | | |
| Profit before tax | 58,844 | 36,888 | 61,379 | 67,098 |
| Adjustments to reconcile profit before tax to net cash provided by (used in) operating activities: - | | | | |
| Depreciation | 23,036 | 22,629 | 11,908 | 8,900 |
| Amortisation | 25 | 41 | 10 | 13 |
| Allowance for doubtful accounts (reversal) | 3,568 | 1,398 | (187) | 1,170 |
| Reduction of inventories to be at net realisable value | 5,657 | 3,968 | 6,180 | 3,135 |
| Gain from sales of current investments | - | (88) | - | - |
| Unrealised gain on change in current investments | (8) | - | - | - |
| Gain on sales of equipment | (2,438) | (568) | (2,111) | - |
| Movements in provision for long-term employee benefits | 1,053 | 508 | 676 | 483 |
| Unrealised loss (gain) on foreign exchange | 182 | (42) | 191 | (42) |
| Share of profit from investment in associate | (399) | (272) | - | - |
| Interest income | (236) | (182) | (4) | (5) |
| Dividend income | (48) | (48) | (42,025) | (59,570) |
| Interest expense | 2,355 | 4,429 | 1,612 | 3,880 |
| Profit from operating activities before changes in operating assets and liabilities | 91,591 | 68,661 | 37,629 | 25,062 |
| Decrease (increase) in operating assets | | | | |
| Trade and other receivables | 39,750 | 49,503 | 38,784 | 63,093 |
| Inventories | (68,814) | (75,792) | (54,845) | (58,889) |
| Other current assets | 7 | (1,008) | (57) | (222) |
| Other non-current assets | - | 2,110 | - | 2,108 |
| Increase (decrease) in operating liabilities | | | | |
| Trade and other payables | 65,872 | 13,872 | 57,518 | 44,517 |
| Other current liabilities | (6,212) | (4,375) | (5,579) | (7,347) |
| Cash flows from operating activities | 122,194 | 52,971 | 73,450 | 68,322 |
| Cash paid for interest expenses | (2,539) | (4,397) | (1,799) | (4,239) |
| Cash paid for income tax expenses | (308) | (355) | (307) | (354) |
| Net cash from operating activities | 119,347 | 48,219 | 71,344 | 63,729 |

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

(Unaudited but reviewed)

Lohakit Metal Public Company Limited and its subsidiaries

Cash flow statement (continued)

For the three-month period ended 30 June 2016

(Unit: Thousand Baht)

| | Consolidated financial statements | | Separate financial statements | |
|--|-----------------------------------|-----------------|-------------------------------|-----------------|
| | 2016 | 2015 | 2016 | 2015 |
| Cash flows from investing activities | | | | |
| Cash paid for acquisition of equipment and intangible assets | (2,726) | (21,817) | (324) | (17,701) |
| Cash received from interest income | 220 | 199 | 4 | 5 |
| Process from sales of in current investments | - | 20,118 | - | - |
| Cash received from dividends | 48 | 48 | 42,025 | 59,570 |
| Proceeds from sales of equipment | 2,589 | 632 | 2,262 | - |
| Net cash from (used in) investing activities | 131 | (820) | 43,967 | 41,874 |
| Cash flows from financing activities | | | | |
| Decrease in short-term loans from banks | (93,475) | (53,784) | (109,792) | (83,651) |
| Repayment of financial lease payables | (818) | (973) | (818) | (834) |
| Dividend paid | (19,200) | (22,080) | - | - |
| Net cash used in financing activities | (113,493) | (76,837) | (110,610) | (84,485) |
| Effect of exchange rate to cash and cash equivalents | 108 | 63 | 108 | 63 |
| Net increase (decrease) in cash and cash equivalents | 6,093 | (29,375) | 4,809 | 21,181 |
| Cash and cash equivalents at beginning of period | 177,643 | 134,807 | 28,817 | 25,914 |
| Cash and cash equivalents at end of period | 183,736 | 105,432 | 33,626 | 47,095 |

Supplemental cash flows information

Non-cash items:

Increase (decrease) of revaluation surplus from changes

in value of investments

(51) 101 - -

Constructions of factory building and acquisitions of

machinery which are not yet due

- 1,529 - 1,529

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