

**S & J INTERNATIONAL ENTERPRISES PUBLIC COMPANY LIMITED**

**INTERIM CONSOLIDATED  
AND SEPARATE FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2017**

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DR.VIRACH & ASSOCIATES OFFICE CO., LTD.

CERTIFIED PUBLIC ACCOUNTANTS  
สำนักงานใหญ่ เลขประจำตัวผู้เสียภาษี 0105556000751

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**INDEPENDENT AUDITOR'S REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION**

**To the Shareholders and Board of Directors of**

**S & J International Enterprises Public Company Limited**

I have reviewed the consolidated statement of financial position of S & J International Enterprises Public Company Limited and its subsidiaries as at September 30, 2017, the related consolidated statements of income, comprehensive income for the three-month and nine-month periods ended September 30, 2017, changes in shareholders' equity and cash flows for the nine-month period then ended, as well as the condensed notes to the financial statements, and have also reviewed the separate financial statements of S & J International Enterprises Public Company Limited for the same periods. Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard No.34 Interim Financial Reporting. My responsibility is to express a conclusion on this interim financial information based on my review.

**Scope of review**

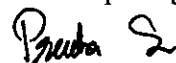
Except as mentioned in the next paragraph, I conducted my review in accordance with the Thai Standard on Review Engagements 2410: Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review of interim financial statements consists of making inquiries, primarily 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.

**Basis for qualified conclusion**

According to Note 8 to the interim financial statements, the financial statements of three associated companies, for the nine-month period ended September 30, 2017 which are applied to record the investment for using the equity method for the interim consolidated financial statements are based on the financial information prepared by their management without reviewing from their auditors. The interim consolidated financial statements as at September 30, 2017, included the investments amount of Baht 290.90 million and share of profit of the associates for the nine-month period ended September 30, 2017, amount of Baht 22.02 million, and I was unable to apply the other reviewing procedures to satisfy in such transaction.

**Qualified conclusion**

Except as mentioned in the preceding paragraph, based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard No.34 Interim Financial Reporting.

  
(Dr.Preecha Suan)

Certified Public Accountant Registration No. 6718

November 9, 2017

S & J INTERNATIONAL ENTERPRISES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

		THOUSAND BAHT				
		CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS		
		As at, September 30, 2017	As at December 31, 2016	As at September 30, 2017	As at December 31, 2016	
Notes		Unaudited Reviewed	Audited	Unaudited Reviewed	Audited	
<b>ASSETS</b>						
<b>Current Assets</b>						
	Cash and cash equivalents	4	57,284	120,677	18,234	53,887
	Short-term investments -					
	Certificates of deposits		6,500	20,000	-	15,000
	Trade accounts receivable	5	1,083,446	1,004,716	879,358	865,527
	Other receivables					
	Advance payment for inventories		15,804	24,424	11,453	21,708
	Prepaid expenses		33,730	8,672	5,708	3,833
	Others		5,027	7,913	7,089	10,013
	Total other receivables		54,561	41,009	24,250	35,554
	Short-term loans to subsidiary	6	-	-	4,000	-
	Inventories		798,457	790,408	655,317	647,453
	Other current assets					
	Dividend receivable		30,600	-	30,600	-
	Others		80,748	52,627	68,540	35,580
	Total other current assets		111,348	52,627	99,140	35,580
	<b>Total Current Assets</b>		<b>2,111,596</b>	<b>2,029,437</b>	<b>1,680,299</b>	<b>1,653,001</b>
<b>Non-Current Assets</b>						
	Investments in available-for-sale securities	7	1,174,269	1,131,094	1,174,269	1,131,094
	Investments in associates	8	357,196	404,886	213,619	210,806
	Investments in subsidiaries	9	-	-	154,904	147,404
	Investments in related companies	10	52,072	53,468	48,392	49,372
	Investments in other companies	11	15,679	13,993	15,679	13,993
	Investments in convertible debentures	3 and 12	19,456	-	19,456	-
	Long-term loans to other company	13	16,602	-	16,602	-
	Investments property		96,430	102,286	96,310	102,166
	Property, plant and equipment		1,556,889	1,649,503	1,106,722	1,184,227
	Leasehold right		1,460	2,030	-	-
	Intangible assets		30,614	32,762	28,245	30,224
	Other non-current assets		11,249	9,337	8,685	8,403
	<b>Total Non-Current Assets</b>		<b>3,331,916</b>	<b>3,399,359</b>	<b>2,882,883</b>	<b>2,877,689</b>
	<b>TOTAL ASSETS</b>		<b>5,443,512</b>	<b>5,428,796</b>	<b>4,563,182</b>	<b>4,530,690</b>

Notes to the interim financial statements form an integral part of these statements.

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S & J INTERNATIONAL ENTERPRISES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

STATEMENTS OF FINANCIAL POSITION

THOUSAND BAHT

	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	As at	As at	As at	As at
	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016
	Unaudited Reviewed	Audited	Unaudited Reviewed	Audited
Note				
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>				
<b>Current Liabilities</b>				
Bank overdrafts and short-term borrowings				
from financial institutions	801,073	850,873	695,397	728,727
Trade accounts payable	395,042	346,281	401,265	361,831
Other accounts payable				
Accrued expenses	45,316	36,547	39,259	26,600
Accrued bonus	144,139	161,981	126,948	151,235
Asset payable	8,721	3,256	4,506	2,509
Others	60,695	48,425	35,208	36,272
Total other accounts payable	258,871	250,209	205,921	216,616
Accrued corporate income taxes	7,684	35,095	3,127	32,006
Accrued interest expenses	461	456	151	326
Other current liabilities	3,546	3,903	1,748	2,014
<b>Total Current Liabilities</b>	<b>1,466,677</b>	<b>1,486,817</b>	<b>1,307,609</b>	<b>1,341,520</b>
<b>Non-Current Liabilities</b>				
Provision for long-term employee benefits	154,856	148,993	130,231	125,451
Deferred tax liabilities	113,448	100,318	116,435	102,946
Other non-current liabilities	292	307	184	199
<b>Total Non-Current Liabilities</b>	<b>268,596</b>	<b>249,618</b>	<b>246,850</b>	<b>228,596</b>
<b>TOTAL LIABILITIES</b>	<b>1,735,273</b>	<b>1,736,435</b>	<b>1,554,459</b>	<b>1,570,116</b>

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## S &amp; J INTERNATIONAL ENTERPRISES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

## STATEMENTS OF FINANCIAL POSITION

THOUSAND BAHT

	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	As at September 30, 2017 Unaudited Reviewed	As at December 31, 2016 Audited	As at September 30, 2017 Unaudited Reviewed	As at December 31, 2016 Audited
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (CONTINUED)</b>				
Shareholders' Equity				
Share capital				
Authorized share capital				
200,000,000 common stocks of Baht 1 par value	200,000	200,000	200,000	200,000
Issued and paid-up share capital				
149,930,828 common stocks at Baht 1 each	149,931	149,931	149,931	149,931
Premium on common stocks	724,763	724,763	724,763	724,763
Retained earnings				
Appropriated				
Legal reserve	20,000	20,000	20,000	20,000
Unappropriated	1,864,318	1,889,459	1,459,448	1,445,839
Other components of the shareholders' equity	650,572	619,560	654,581	620,041
Total Shareholders' Equity of Parent Company	3,409,584	3,403,713	3,008,723	2,960,574
Non-controlling interests	298,655	288,648	-	-
Total Shareholders' Equity	3,708,239	3,692,361	3,008,723	2,960,574
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	5,443,512	5,428,796	4,563,182	4,530,690

## S &amp; J INTERNATIONAL ENTERPRISES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

## STATEMENTS OF INCOME

FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2017

THOUSAND BAHT (Except earnings per share presented in Baht)					
		CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
Note	2017	2016	2017	2016	
Sales	1,372,165	1,563,237	1,128,983	1,362,061	
Cost of sales	1,047,524	1,163,038	862,873	1,009,103	
Gross profit	324,641	400,199	266,110	352,958	
Other incomes					
Dividend income	3,322	3,457	43,822	15,157	
Gain on exchange rates	-	2,787	-	3,227	
Others	18,749	15,852	17,841	14,569	
Total other incomes	22,071	22,096	61,663	32,953	
Profit before expenses	346,712	422,295	327,773	385,911	
Selling expenses	36,175	33,497	26,809	22,096	
Administrative expenses	238,408	233,389	212,777	207,808	
Loss on exchange rates	4,251	-	3,447	-	
Finance costs	3,513	4,812	3,040	4,474	
Total expenses	282,347	271,698	246,073	234,378	
Share of profit from investments in associates	18,356	24,264	-	-	
Profit before income tax expenses	82,721	174,861	81,700	151,533	
Income tax expenses	14	10,634	28,139	6,853	27,940
Profit for the periods	72,087	146,722	74,847	123,593	
Profit attributable to					
Equity holders of the parent	62,981	146,627	74,847	123,593	
Non-controlling interests	9,106	95	-	-	
	72,087	146,722	74,847	123,593	
Earnings per share to equity holders of the parent					
Basic Earnings Per Share (Baht)	0.42	0.98	0.50	0.82	

Issued and paid-up 149,930,828 common stocks

## S &amp; J INTERNATIONAL ENTERPRISES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

## STATEMENTS OF COMPREHENSIVE INCOME

FOR THE THREE-MONTH PERIOD ENDED SEPTEMBER 30, 2017

THOUSAND BAHT

	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Profit for the periods	72,087	146,722	74,847	123,593
Other comprehensive income (loss) :				
Translation of financial statement differences	(788)	(6,801)	-	-
Gain (loss) from the remeasuring of investment in available-for-sale securities	54,287	(8,292)	54,287	(8,292)
Components of income tax	(10,857)	1,658	(10,857)	1,658
Gain (loss) from the remeasuring of investment in available-for-sale securities-net of tax	43,430	(6,634)	43,430	(6,634)
Total other comprehensive income (loss) for the periods	42,642	(13,435)	43,430	(6,634)
Total comprehensive income for the periods	114,729	133,287	118,277	116,959
Total comprehensive income attributable to				
Equity holders of the parent	105,623	133,192	118,277	116,959
Non-controlling interests	9,106	95	-	-
	114,729	133,287	118,277	116,959

## S &amp; J INTERNATIONAL ENTERPRISES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

## STATEMENTS OF INCOME

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2017

THOUSAND BAHT (Except earnings per share presented in Baht)					
		CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
Notes	2017	2016	2017	2016	
Sales	3,678,754	3,802,242	3,039,093	3,241,770	
Cost of sales	2,830,191	2,859,210	2,335,001	2,436,295	
Gross profit	848,563	943,032	704,092	805,475	
Other incomes					
Dividend income	33,955	30,042	141,300	78,603	
Gain on exchange rates	-	8,415	-	5,954	
Gain from the reversal on provision for diminution of investments	962	-	1,378	-	
Others	72,338	49,137	68,896	46,453	
Total other incomes	107,255	87,594	211,574	131,010	
Profit before expenses	955,818	1,030,626	915,666	936,485	
Selling expenses	101,147	86,260	70,857	56,191	
Administrative expenses	687,745	664,111	609,745	587,278	
Loss on exchange rates	11,123	-	10,667	-	
Loss on diminution of investment in related companies	-	7,425	-	6,869	
Directors' remuneration	14,140	9,140	12,500	9,000	
Finance costs	9,656	13,292	8,368	12,120	
Total expenses	823,811	780,228	712,137	671,458	
Share of profit from investments in associates	8	50,800	50,802	-	-
Profit before income tax expenses	182,807	301,200	203,529	265,027	
Income tax expenses	14	14,424	45,112	10,003	38,125
Profit for the periods	168,383	256,088	193,526	226,902	
Profit attributable to					
Equity holders of the parent	154,776	249,302	193,526	226,902	
Non-controlling interests	13,607	6,786	-	-	
	168,383	256,088	193,526	226,902	
Earnings per share to equity holders of the parent					
Basic Earnings Per Share (Baht)	1.03	1.66	1.29	1.51	

Issued and paid-up 149,930,828 common stocks

Notes to the interim financial statements form an integral part of these statements.



## S &amp; J INTERNATIONAL ENTERPRISES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

## STATEMENTS OF COMPREHENSIVE INCOME

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2017

THOUSAND BAHT

	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Profit for the periods	168,383	256,088	193,526	226,902
Other comprehensive income (loss) :				
Translation of financial statement differences	(3,528)	(3,103)	-	-
Gain from the remeasuring of investment in available-for-sale securities	43,175	45,415	43,175	45,415
Components of income tax	(8,635)	(9,083)	(8,635)	(9,083)
Gain from the remeasuring of investment in available-for-sale securities-net of tax	34,540	36,332	34,540	36,332
Total other comprehensive income for the periods	31,012	33,229	34,540	36,332
Total comprehensive income for the periods	199,395	289,317	228,066	263,234
Total comprehensive income attributable to				
Equity holders of the parent	185,788	282,531	228,066	263,234
Non-controlling interests	13,607	6,786	-	-
	199,395	289,317	228,066	263,234

**S & J INTERNATIONAL ENTERPRISES PUBLIC COMPANY LIMITED AND SUBSIDIARIES**  
**STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY**  
**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2017**  
**CONSOLIDATED**

THOUSAND BAHT

	Notes	Shareholders' equity of the parent									
		Issued and paid-up share capital	Premium on common stocks	Retained earnings		Other components of the shareholders' equity			Total equity holders of the parent	Non-controlling interests	Total shareholders' equity
				Appropriated Legal reserve	Unappropriated	Other comprehensive income		Total other components of the shareholders' equity			
						Translation of financial statements differences	Investments in available-for-sale securities				
<b>Year 2017</b>											
Beginning balances, January 1, 2017		149,931	724,763	20,000	1,889,459	(481)	620,041	619,560	3,403,713	288,648	3,692,361
Comprehensive income for the period 2017					154,776	(3,528)	34,540	31,012	185,788	13,607	199,395
Dividend payment	15				(179,917)				(179,917)		(179,917)
Subsidiary's dividend paid to non-controlling interests										(3,600)	(3,600)
Ending balances, September 30, 2017		149,931	724,763	20,000	1,864,318	(4,009)	654,581	650,572	3,409,584	298,655	3,708,239
<b>Year 2016</b>											
Beginning balances, January 1, 2016		149,931	724,763	20,000	1,725,767	3,669	578,837	582,506	3,202,967	278,365	3,481,332
Comprehensive income for the period 2016					249,302	(3,103)	36,332	33,229	282,531	6,786	289,317
Dividend payment	15				(149,931)				(149,931)		(149,931)
Ending balances, September 30, 2016		149,931	724,763	20,000	1,825,138	566	615,169	615,735	3,335,567	285,151	3,620,718

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## S &amp; J INTERNATIONAL ENTERPRISES PUBLIC COMPANY LIMITED AND SUBSIDIARIES

## STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2017

## THE SEPARATE FINANCIAL STATEMENTS

THOUSAND BAHT

	Notes	Issued and paid-up share capital	Premium on common stocks	Retained earnings		Other components of the shareholders' equity	Total shareholders' equity
				Appropriated  Legal reserve	Unappropriated	Other comprehensive income Investments in available-for-sale securities	
<b>Year 2017</b>							
Beginning balances, January 1, 2017		149,931	724,763	20,000	1,445,839	620,041	2,960,574
Comprehensive income for the period 2017					193,526	34,540	228,066
Dividend payment	15				(179,917)		(179,917)
Ending balances, September 30, 2017		149,931	724,763	20,000	1,459,448	654,581	3,008,723
<b>Year 2016</b>							
Beginning balances, January 1, 2016		149,931	724,763	20,000	1,272,561	578,837	2,746,092
Comprehensive income for the period 2016					226,902	36,332	263,234
Dividend payment	15				(149,931)		(149,931)
Ending balances, September 30, 2016		149,931	724,763	20,000	1,349,532	615,169	2,859,395

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**S & J INTERNATIONAL ENTERPRISES PUBLIC COMPANY LIMITED AND SUBSIDIARIES**

**STATEMENTS OF CASH FLOWS (1/3)**

**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2017**

	THOUSAND BAHT			
	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Profit before income tax expenses	182,807	301,200	203,529	265,027
Adjustment to reconcile profit before income tax expenses to cash provided from (used in) operation :				
Bad debts - trade accounts receivable	264	656	-	5
Bad debts - other non-current assets	-	891	-	-
Decrease in doubtful debts - trade accounts receivable	(370)	(1,188)	(100)	(335)
Decrease in doubtful debts - other non-current assets	-	(891)	-	-
Increase (decrease) in provision for diminution in inventories	(25,833)	49,751	(27,707)	48,923
Loss on destruction of inventories	59,800	50,237	59,800	49,176
Depreciation	193,497	213,838	126,703	146,699
Amortization of intangible assets	5,053	4,881	4,066	3,755
Amortization of leasehold right	570	584	-	-
Finance costs	9,656	13,292	8,368	12,120
Amortization of unearned rental	(12)	(11)	(12)	(11)
(Reversal) loss on diminution of investment in related companies and other companies	(962)	7,425	(1,378)	6,869
Gain on disposal of investment in related company	-	(36)	-	(36)
Dividend income from investments in associates	-	-	(100,800)	(45,900)
Dividend income from investments in subsidiaries	-	-	(6,545)	(2,661)
Dividend income from investments in available-for-sale securities and other companies	(33,955)	(30,042)	(33,955)	(30,042)
Gain on disposal investments property	(1,092)	-	(1,092)	-
(Gain) loss on disposal and unused equipment	(3,508)	1,759	(3,332)	(224)
Amortization of assets under construction and installation to expenses	64	89	64	89
Unrealized (gain) loss on forward exchange contracts	122	(806)	135	(808)
Unrealized (gain) loss on exchange rates	(614)	104	(640)	228
Interest income	(336)	(299)	(234)	(190)
Write-off of prepaid income tax	66	-	-	-
Long-term employee benefits expenses	21,405	19,163	17,401	15,034
Share of profit from investments in associates	(50,800)	(50,802)	-	-
Profit from operation before changes in operating assets and liabilities items	355,822	579,795	244,271	467,718
<b>(INCREASE) DECREASE IN OPERATING ASSETS ITEMS</b>				
Trade accounts receivable	(76,938)	(378,823)	(12,057)	(361,604)
Other receivables	(13,552)	(15,149)	11,304	(1,177)
Inventories	(42,016)	(178,988)	(39,957)	(193,848)
Other current assets	(29,974)	(6,242)	(33,124)	(20,262)
Other non-current assets	(275)	435	(282)	231

Notes to the interim financial statements form an integral part of these statements.

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**S & J INTERNATIONAL ENTERPRISES PUBLIC COMPANY LIMITED AND SUBSIDIARIES**

**STATEMENTS OF CASH FLOWS (2/3)**

**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2017**

	THOUSAND BAHT			
	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
<b>INCREASE (DECREASE) IN OPERATING LIABILITIES ITEMS</b>				
Trade accounts payable	48,620	84,232	39,332	99,629
Other accounts payable	502	7,646	(14,900)	1,449
Other current liabilities	(357)	116	(266)	795
Provision for long-term employee benefits	(15,542)	(3,226)	(12,621)	(3,039)
Other non-current liabilities	(3)	(5)	(3)	5
Cash provided from (used in) operation	226,287	89,791	181,697	(10,103)
Interest expenses paid	(9,651)	(13,431)	(8,543)	(12,401)
Income tax expenses paid	(37,346)	(63,268)	(34,028)	(58,299)
Translation of financial statement differences	(3,025)	(3,103)	-	-
<b>NET CASH PROVIDED FROM (USED IN) OPERATING ACTIVITIES</b>	<b>176,265</b>	<b>9,989</b>	<b>139,126</b>	<b>(80,803)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Decrease in fixed deposit at bank	-	2,000	-	-
(Increase) decrease in certificate of deposits	13,500	(20,000)	15,000	(15,000)
Increase in short-term loans to subsidiary	-	-	(4,000)	-
Purchase of investments in available-for-sale securities	-	(27,486)	-	(27,486)
Purchase of investments in associate	-	(12,461)	-	(12,461)
Payment for share subscription of associate	(2,813)	-	(2,813)	-
Payment for share subscription of subsidiary	-	-	(7,500)	-
Purchase of investments in convertible debentures	(19,456)	-	(19,456)	-
Interest income	370	268	263	156
Purchase of property, plant and equipment	(91,128)	(138,424)	(43,394)	(73,807)
Purchase of intangible assets	(2,867)	(227)	(2,049)	(141)
Proceeds from disposal of investment in related company and other company	-	996	-	996
Proceeds from capital decrease of investments in other companies	672	960	672	960
Proceeds from disposal of investments property	3,954	-	3,954	-
Proceeds from disposal of equipment	4,812	2,291	4,631	407
Dividend income from investments in associates	70,200	45,900	70,200	45,900
Dividend income from investments in subsidiaries	-	-	6,545	2,661
Dividend income from investments in available-for-sale securities and other companies	33,955	30,042	33,955	30,042
Increase in long-term loans to other company	(17,540)	-	(17,540)	-
<b>NET CASH PROVIDED FROM (USED IN) INVESTING ACTIVITIES</b>	<b>(6,341)</b>	<b>(116,141)</b>	<b>38,468</b>	<b>(47,773)</b>

*Prach*

**S & J INTERNATIONAL ENTERPRISES PUBLIC COMPANY LIMITED AND SUBSIDIARIES**

**STATEMENTS OF CASH FLOWS (3/3)**

**FOR THE NINE-MONTH PERIOD ENDED SEPTEMBER 30, 2017**

	THOUSAND BAHT			
	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>				
Increase (decrease) in bank overdrafts and short-term borrowings				
from financial institutions	(49,800)	306,788	(33,330)	367,093
Subsidiary's dividend paid to non-controlling interests	(3,600)	-	-	-
Dividend payment	(179,917)	(149,931)	(179,917)	(149,931)
<b>NET CASH PROVIDED FROM (USED IN) FINANCING ACTIVITIES</b>	<b>(233,317)</b>	<b>156,857</b>	<b>(213,247)</b>	<b>217,162</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(63,393)</b>	<b>50,705</b>	<b>(35,653)</b>	<b>88,586</b>
<b>CASH AND CASH EQUIVALENTS AS AT JANUARY 1,</b>	<b>120,677</b>	<b>92,983</b>	<b>53,887</b>	<b>16,582</b>
<b>CASH AND CASH EQUIVALENTS AS AT SEPTEMBER 30,</b>	<b>57,284</b>	<b>143,688</b>	<b>18,234</b>	<b>105,168</b>

**ADDITIONAL DISCLOSURE ITEMS TO CASH FLOWS STATEMENTS :**

**NON-CASH FLOWS ITEMS COMPRISE :**

Accrued dividend income	30,600	-	30,600	-
Increase in equipment from asset payable	8,129	10,164	4,173	7,250
Increase in intangible assets from asset payable	38	-	38	-
Gain from the remeasuring of investment in available-for-sale securities	43,175	45,415	43,175	45,415
Decrease investments in associates due to translation of financial statements differences on exchange rate	(503)	-	-	-
Transferred other current assets to other non-current assets	(1,703)	(47)	-	-
Transferred investments in other companies to investments in related companies :-				
- Cost	-	(41,657)	-	(33,257)
- Allowance for loss on capital decrease	-	1,040	-	1,040
- Provision for diminution in investments	-	14,448	-	10,700

*Prach*

**S & J INTERNATIONAL ENTERPRISES PUBLIC COMPANY LIMITED AND SUBSIDIARIES**

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**SEPTEMBER 30, 2017**

**1. GENERAL INFORMATION**

<p><b>1.1</b> Legal status</p>	<p>A juristic person established under Thai law and listed on the Stock Exchange of Thailand.</p>
<p><b>1.2</b> Company location</p> <ul style="list-style-type: none"> <li>- Head office/factory</li> <li>- Branch</li> <li>- Branch</li> <li>- Branch</li> <li>- Branch</li> <li>- Branch</li> </ul>	<p>600/4 Moo 11, Sukapiban Road 8, Tambol Nhongkharm Amphur Sriracha, Chonburi, Thailand.</p> <p>2 Naradhiwas Rajanakarindra Road, Kwaeng Tungwatdon, Khet Sathorn, Bangkok, Thailand.</p> <p>662/4-6 Moo 11, Sukapiban Road 8, Tambol Nhongkharm Amphur Sriracha, Chonburi, Thailand.</p> <p>19/43 Moo 7 Bangna-Trad Km. 17 Tambol Bangchlong, Amphur Bangplee, Samut Prakan, Thailand.</p> <p>679 Moo 11, Tambol Nhongkharm Amphur Sriracha, Chonburi, Thailand.</p> <p>789/159 Moo 1, Sainongkho-Laemchabang Rd., Tambol Nongkham, Amphur Sriracha, Chonburi, Thailand.</p>
<p><b>1.3</b> Type of business</p>	<p>(1) Manufacturing all type of cosmetics.</p> <p>(2) Investing in its associates and subsidiaries which carry on business according to Notes 8 and 9 to the interim financial statements, respectively.</p>

**2. BASIS FOR PREPARATION OF INTERIM FINANCIAL STATEMENTS**

2.1 These interim consolidated and the separate financial statements are prepared on a condensed basis in accordance with Thai Accounting Standards No.34 Interim Financial Reporting issued by the Federation of Accounting Professions and the Notification of the Office of the Securities and Exchange Commission. Except the financial statements of subsidiaries, S&J International (UK) Limited are prepared in accordance with the accounting standards of England and the financial statements of Guangzhou S&J Cosmetics Company Limited, the financial statements of 4WD Vision (HK) Limited, are prepared in accordance with the accounting standards of People Republic of China. And the financial statements of associate Atika Beauty Manufacturing Sdn. Bhd. are prepared in accordance with the accounting standards of Malaysia. In preparation of the

interim consolidated financial statements, they are adjusted to be under the same accounting policies as parent company. These interim financial statements should be read in conjunction with the financial statements for the year ended December 31, 2016.

- 2.2 These interim financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.
- 2.3 These interim consolidated financial statements included the interim financial statements of S & J International Enterprises Public Company Limited with its subsidiaries and the equity in associates as follows:

**SUBSIDIARIES**

COMPANIES	% HOLDING		ESTABLISHED IN
	September 30, 2017	December 31, 2016	
<u>SUBSIDIARIES DIRECTLY HELD BY THE COMPANY</u>			
E F Co., Ltd.	99.99	99.99	Thailand
Top Trend Manufacturing Co., Ltd.	50.00	50.00	Thailand
Wildlives (Thailand) Co., Ltd.	99.99	99.99	Thailand
4WD Vision Co., Ltd.	99.99	99.99	Thailand
SAAS Co., Ltd.	99.99	99.99	Thailand
S & J International (UK) Limited	100.00	100.00	England
<u>SUBSIDIARIES HELD BY</u>			
<u>S &amp; J INTERNATIONAL (UK) LIMITED</u>			
Guangzhou S & J Cosmetics Company Limited	100.00	100.00	China
4WD Vision (HK) Limited	100.00	100.00	China

**ASSOCIATES**

COMPANIES	% HOLDING		ESTABLISHED IN
	September 30, 2017	December 31, 2016	
Yamahatsu (Thailand) Co., Ltd.	30.00	30.00	Thailand
Operational Energy Group Limited	30.00	30.00	Thailand
Osoth Interlaboratories Co., Ltd.	33.19	33.19	Thailand
Atika Beauty Manufacturing Sdn. Bhd.	35.00	35.00	Malaysia



2.4 Inter-company balances and significant transactions of the Company and its subsidiaries have been eliminated in the interim consolidation.

2.5 Accounting standards that became effective in the current accounting period

Group companies have disclosed the accounting standards, financial reporting standards, accounting standard interpretations and financial reporting standard interpretations that are effective for fiscal years beginning on or after January 1, 2017 in the notes to financial statements for the year ended December 31, 2016.

These accounting standards, financial reporting standards, accounting standard interpretations and financial reporting standard interpretations do not have any significant impact on the financial of statements of the Company and group companies.

### 3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Accounting policies and methods of computation used in these interim financial statements are consistent with those applied in the financial statements for the year ended December 31, 2016. In year 2017, the additional accounting policy is as follow :

#### **Investments in convertible debentures**

Convertible debentures are stated at cost after deduction of provision for diminution in investments, if any.

### 4. CASH AND CASH EQUIVALENTS

THOUSAND BAHT

PARTICULARS	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	September 30,	December 31,	September 30,	December 31,
	2017	2016	2017	2016
Cash	627	605	450	450
Cash at bank	56,050	114,940	17,177	50,145
Cheque on hand	607	5,132	607	3,292
Cash and cash equivalents	57,284	120,677	18,234	53,887

5. TRADE ACCOUNTS RECEIVABLE

THOUSAND BAHT

PARTICULARS	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016
<b><u>Trade accounts receivable</u></b>				
<b><u>of related parties</u></b>				
Trade notes receivable	4,007	4,189	4,007	4,189
Trade accounts receivable				
Current	279,189	217,330	249,793	201,657
Overdue within 3 months	17,603	21,000	3,713	8,680
Overdue between 3 to 6 months	164	161	63	161
Overdue between 6 to 12 months	404	133	201	133
Overdue more than 12 months	161	476	161	62
Total	301,528	243,289	257,938	214,882
<b><u>Trade accounts receivable</u></b>				
<b><u>of other companies</u></b>				
Trade notes receivable	33,321	22,759	24,643	18,319
Trade accounts receivable				
Current	572,264	457,133	469,554	382,725
Overdue within 3 months	172,063	260,638	124,023	229,390
Overdue between 3 to 6 months	1,785	18,364	978	17,745
Overdue between 6 to 12 months	2,005	1,761	1,783	1,734
Overdue more than 12 months	13,007	13,669	12,924	13,317
Total	794,445	774,324	633,905	663,230
<u>Less</u> Allowance for doubtful accounts	(12,527)	(12,897)	(12,485)	(12,585)
Trade accounts receivable of other companies - net	781,918	761,427	621,420	650,645
Trade accounts receivable - net	1,083,446	1,004,716	879,358	865,527

**6. SHORT-TERM LOANS TO SUBSIDIARY**

THOUSAND BAHT

PARTICULARS	THE SEPARATE FINANCIAL STATEMENTS		INTEREST RATE (%) PER ANNUM	
	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016
	Wildlives (Thailand) Co., Ltd.			
Beginning balances	-	-		
Increase during the period	4,000	-		
Ending balances	4,000	-	3.00	-

Short-term loans to subsidiary is unsecured loan.

**7. INVESTMENTS IN AVAILABLE-FOR-SALE SECURITIES**

Investments in available-for-sale securities are listed securities on the stock exchange.

THOUSAND BAHT

CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS	% Holding		Investment Value		Dividends for the nine-month periods	
	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016	September 30, 2017	September 30, 2016
	<b>Related Companies</b>					
1. Boutique New City Plc.	0.02	0.02	124	124	1	-
2. Far East DDB Plc.	0.01	0.01	40	40	4	4
3. I.C.C. International Plc.	0.35	0.35	26,705	26,705	1,182	1,079
4. President Bakery Plc.	1.00	1.00	13,500	13,500	7,290	7,065
5. Sahacogen (Chonburi) Plc.	14.90	14.90	235,104	235,104	19,916	14,225
6. Saha Pathana Inter-Holding Plc.	0.49	0.49	48,735	48,735	841	553
7. Thai Wacoal Plc.	0.08	0.08	5,038	5,038	130	110
Total cost			329,246	329,246	29,364	23,036
Add Gain from the remeasuring of investments in available-for-sale securities			820,734	769,789		
Investments in available-for-sale securities - related companies - fair value			1,149,980	1,099,035		
<b>Other Companies</b>						
1. Nation Multimedia Group Plc.			21,796	21,796	-	594
2. Bangkok Bank Plc.			5,001	5,001	412	412
Total cost			26,797	26,797	412	1,006
Add Gain (loss) from the remeasuring of investments in available-for-sale			(2,508)	5,262		
Investments in available-for-sale securities - other companies-fair value			24,289	32,059		
<b>Investments in available-for-sale securities - fair value</b>			<b>1,174,269</b>	<b>1,131,094</b>	<b>29,776</b>	<b>24,042</b>

THOUSAND BAHT

RELATED COMPANIES	TYPE OF BUSINESS	RELATIONSHIP	ISSUED AND PAID - UP SHARE CAPITAL	
			September 30,	December 31,
			2017	2016
1. Boutique New City Plc.	Garment	Co-shareholders	120,000	120,000
2. Far East DDB Plc.	Advertising and agency	Shareholders / co - directors	75,000	75,000
3. I.C.C. International Plc.	Commerce	Shareholders / co - directors	290,634	290,634
4. President Bakery Plc.	Food	Co-shareholders	450,000	450,000
5. Sahacogen (Chonburi) Plc.	Generating and distributing electricity	Shareholders / co - directors	955,000	955,000
6. Saha Pathana Inter-Holding Plc.	Investment	Shareholders / co - directors	494,034	494,034
7. Thai Wacoal Plc.	Finished garment - products, ladies' lingerie	Co-shareholders	120,000	120,000

In March 2016, the Company had additionally purchased investment in Saha Pathana Inter Holding Plc., amount of 1,235,086 shares, worth amount Baht 27,486,047.

#### 8. INVESTMENTS IN ASSOCIATES

THOUSAND BAHT

ASSOCIATES	% Holding		CONSOLIDATED (Equity Method)		THE SEPARATE FINANCIAL STATEMENTS (Cost Method)	
	September 30,	December 31,	September 30,	December 31,	September 30,	December 31,
	2017	2016	2017	2016	2017	2016
Yamahatsu (Thailand) Co., Ltd.	30	30	82,792	76,125	6,000	6,000
Operational Energy Group Limited	30	30	66,294	128,416	13,151	13,151
Atika Beauty Manufacturing Sdn. Bhd.	35	35	11,371	11,686	15,274	12,461
Total			160,457	216,227	34,425	31,612
Osoth Interlaboratories Co., Ltd.	33.19	33.19	196,739	188,659	201,994	201,994
<u>Less</u> Allowance for loss on capital decrease			-	-	(2,850)	(2,850)
Provision for diminution in investments in associates			-	-	(19,950)	(19,950)
Investments in Osoth Interlaboratories Co., Ltd. - net			196,739	188,659	179,194	179,194
Investments in Associates - net			357,196	404,886	213,619	210,806

THOUSAND BAHT

ASSOCIATES	TYPE OF BUSINESS	ISSUED AND PAID - UP SHARE CAPITAL		DIVIDENDS FOR THE NINE-MONTH PERIODS	
		September 30,	December 31,	September 30,	September 30,
		2017	2016	2017	2016
Yamahatsu (Thailand) Co., Ltd.	Hair products	20,000	20,000	9,900	9,900
Operational Energy Group Limited	Servicing to operate the power plant	30,000	30,000	90,900	36,000
Osoth Interlaboratories Co., Ltd.	Medicine	600,000	600,000	-	-
Atika Beauty Manufacturing Sdn. Bhd.	Manufacturing and distribute cosmetic products	42,601 (MYR 5,000,000)	34,563 (MYR 4,000,000)	-	-
Total				100,800	45,900

In June 2017, the Company paid for shares subscription to Atika Beauty Manufacturing Sdn. Bhd., worth amount Baht 2,813,125 (As at amount Malaysian Ringgit 350,000), from called for shares subscription of common stocks that are not fully paid in the amount of 1,000,000 shares at Malaysian Ringgit 1 each, which the said associate has fully paid - up share capital amount of 5,000,000 shares at Malaysian Ringgit 1 each, existing paid - up share capital amount of 4,000,000 shares at Malaysian Ringgit 1 each.

In May 2016, the Company has invested in Atika Beauty Manufacturing Sdn. Bhd., which registered in Malaysia, amount of 1,400,000 common stocks shares at Malaysian Ringgit 1 each, worth amount Baht 12,460,890 (As at amount Malaysian Ringgit 1,400,000), in shareholding proportion of 35% from total authorized share capital amount of 5,000,000 shares at Malaysian Ringgit 1 each and paid - up amount of 4,000,000 shares at Malaysian Ringgit 1 each, with the objective of manufacturing and distribute cosmetics products.

The financial statements of associates which are applied for recording the investments in associates by the equity method in the interim consolidated financial statements as at September 30, 2017, included recording by the equity method on the consolidated statements of income for the nine-month periods ended September 30, 2017 and 2016, based on information prepared by their management which are not reviewed by the auditors. Except the financial statements for the nine-month periods ended September 30, 2017 and 2016 of Operational Energy Group Limited were reviewed by other certified public accountant.

The share of profit (loss) from investments for using the equity method which are recorded in the consolidated statements of income for the nine-month periods ended September 30, 2017 and 2016, as follows:

THOUSAND BAHT

SHARE OF PROFIT (LOSS) FROM INVESTMENTS FOR USING THE EQUITY METHOD FOR THE NINE-MONTH PERIODS ENDED SEPTEMBER 30,	CONSOLIDATED	
	2017	2016
Yamahatsu (Thailand) Co., Ltd.	16,567	15,750
Operational Energy Group Limited	28,778	34,685
Osoth Interlaboratories Co., Ltd.	8,080	389
Atika Beauty Manufacturing Sdn. Bhd.	(2,625)	(22)
Total	50,800	50,802

### Summarised financial information of associates

Financial information of the associates are summarized, as follow:

MILLION BAHT

Company's name	Total assets		Total liabilities		Total revenues for the nine-month periods		Profit (loss) for the nine-month periods	
	September 30,	December 31,	September 30,	December 31,	September 30,	September 30,	September 30,	September 30,
	2017	2016	2017	2016	2017	2016	2017	2016
Yamahatsu (Thailand) Co., Ltd.	554	571	287	318	870	829	55.22	52.50
Operational Energy Group Limited	480	562	258	132	464	477	95.93	115.62
Osoth Interlaboratories Co., Ltd.	628	562	109	68	311	312	24.34	1.17
Atika Beauty Manufacturing Sdn. Bhd.	34	34	2	1	-	-	(7.50)	(0.06)

### 9. INVESTMENTS IN SUBSIDIARIES

THOUSAND BAHT

SUBSIDIARIES	% Holding		THE SEPARATE FINANCIAL STATEMENTS (Cost Method)	
	September 30,	December 31,	September 30,	December 31,
	2017	2016	2017	2016
E F Co., Ltd.	99.99	99.99	4,006	4,006
Top Trend Manufacturing Co., Ltd.	50.00	50.00	124,825	124,825
Wildlives (Thailand) Co., Ltd.	99.99	99.99	1,000	1,000
4WD Vision Co., Ltd.	99.99	99.99	10,000	2,500
SAAS Co., Ltd.	99.99	99.99	10,000	10,000
S&J International (UK) Limited	100.00	100.00	5,073	5,073
			(GBP100,000)	(GBP100,000)
Total Investments in Subsidiaries			154,904	147,404

THOUSAND BAHT

SUBSIDIARIES	TYPE OF BUSINESS	ISSUED AND PAID - UP SHARE CAPITAL		DIVIDENDS FOR THE NINE-MONTH PERIODS	
		September 30,	December 31,	September 30,	September 30,
		2017	2016	2017	2016
<b><u>SUBSIDIARIES DIRECTLY HELD BY THE COMPANY</u></b>					
E F Co., Ltd.	Consumer products	4,000	4,000	480	480
Top Trend Manufacturing Co., Ltd.	Plastic containers	120,000	120,000	3,600	-
Wildlives (Thailand) Co., Ltd.	Consumer products	1,000	1,000	-	200
4WD Vision Co., Ltd.	Import and export, buying and selling as trading such as chemicals, packaging products and cosmetic products	10,000	2,500	-	-
SAAS Co., Ltd.	Research and development of cosmetic formulations	10,000	10,000	-	-
S&J International (UK) Limited	Distributing cosmetic products, gift set and marketing service	5,073	5,073	2,465	1,981
<b><u>SUBSIDIARIES HELD BY S&amp;J International (UK) Limited</u></b>					
Guangzhou S&J Cosmetics Company Limited	Distributing materials and packaging	4,712	4,712	-	-
4WD Vision (HK) Limited	Distributing materials and packaging	5,372	5,372	-	-
Total				6,545	2,661

## TRANSACTIONS OF SUBSIDIARIES

### SUBSIDIARIES DIRECTLY HELD BY THE COMPANY

#### 4WD Vision Company Limited

4WD Vision Company Limited, a subsidiary of the Company, called for shares subscription of common stocks that are not fully paid, which the said subsidiary has an authorized share capital of Baht 10 million (divided 1 million shares at Baht 10 each) existing paid-up shares of Baht 2.50 each and called for additional shares subscription of Baht 7.50 each the amount of Baht 7.50 million. The Company paid for the additional shares subscription amount of Baht 7,499,977 in January 2017.

### **S&J International (UK) Limited**

The financial statements of S&J International (UK) Limited, its subsidiary in the foreign country were reviewed and audited by other certified public accountant, and were used to prepare interim consolidated financial statements as at September 30, 2017 and consolidated financial statements as at December 31, 2016 by having assets in the amount of Baht 156.56 million and Baht 135.91 million, respectively. And total revenues for the three-month and nine-month periods ended September 30, 2017 in the amount of Baht 68.71 million and Baht 202.09 million, respectively. And net profit in the amount of Baht 0.10 million and Baht 4.23 million, respectively. And total revenues for the three-month and nine-month periods ended September 30, 2016 in the amount of Baht 57.22 million and Baht 201.70 million, respectively. And net profit in the amount of Baht 0.56 million and Baht 10.35 million, respectively.

### **Subsidiaries held by S&J International (UK) Limited**

#### **Guangzhou S&J Cosmetics Company Limited**

The financial statements of Guangzhou S&J Cosmetics Company Limited, its subsidiary in the foreign country were reviewed and audited by other certified public accountants, and were used to prepare interim consolidated financial statements as at September 30, 2017 and consolidated financial statements as at December 31, 2016 by having assets in the amount of Baht 3.62 million and Baht 3.65 million, respectively. And total revenues for the three-month and nine-month periods ended September 30, 2017 in the amount of Baht 1.38 million and Baht 5.39 million, respectively. And net profit in the amount of Baht 0.20 million and Baht 1.51 million, respectively. And total revenues for the three-month and nine-month periods ended September 30, 2016 in the amount of Baht 2.27 million and Baht 5.84 million, respectively. And net profit in the amount of Baht 0.87 million and Baht 1.62 million, respectively.

#### **4WD Vision (HK) Limited**

The financial statements of 4WD Vision (HK) Limited, its subsidiary in the foreign country were reviewed and audited by other certified public accountants, and were used to prepare interim consolidated financial statements as at September 30, 2017 and consolidated financial statements as at December 31, 2016 by having assets in the amount of Baht 13.38 million and Baht 9.14 million, respectively. And total revenues for the three-month and nine-month periods ended September 30, 2017 in the amount of Baht 16.02 million and Baht 50.62 million, respectively. And net profit in the amount of Baht 0.51 million and Baht 2.53 million, respectively. And total revenues for the three-month and nine-month periods ended September 30, 2016 in the amount of Baht 19.76 million and Baht 49.22 million, respectively. And net profit in the amount of Baht 1.04 million and Baht 2.14 million, respectively.



10. INVESTMENTS IN RELATED COMPANIES

THOUSAND BAHT

CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS	% Holding		Investment Value		Dividends for the nine-month periods	
	September 30,	December 31,	September 30,	December 31,	September 30,	September 30,
	2017	2016	2017	2016	2017	2016
1. General Glass Co., Ltd.	16	16	* 35,200	* 35,200	-	-
2. Thai Lotte Co., Ltd.	0.27	0.27	* 8,000	* 8,000	-	-
3. H & B Kabinburi Co., Ltd.	9	9	1,350	1,350	68	68
4. Thai Cubic Technology Co., Ltd.	5	5	2,000	2,000	200	200
5. Train Time Test Co., Ltd.	14	14	175	175	-	-
6. B.K.C. International Marketing Co., Ltd.	19	19	950	* 950	-	-
7. United Utility Co., Ltd.	5.71	5.71	20,599	20,599	1,000	2,000
8. Eastern Rubber Co., Ltd.	1.50	1.50	* 450	* 450	-	-
9. Advantage Footwear Co., Ltd.	0.38	0.38	1,387	* 1,387	34	-
10. Treasure Hill Co., Ltd.	2	2	* 4,000	* 4,000	-	-
11. Tipvarin Wattana Co., Ltd.	7.50	7.50	1,233	1,233	370	246
12. T-Way Co., Ltd.	12	12	* 19,207	* 19,207	-	-
13. K. Commercial & Construction Co., Ltd.	2.20	2.20	3,278	3,278	110	-
14. E. P. F. Co., Ltd.	18	18	702	702	1,134	936
15. Pan Land Co., Ltd.	1	1	* 3,000	* 3,000	-	-
Total cost			101,531	101,531	2,916	3,450
<u>Less</u> Allowance for loss on capital decrease in General Glass Co., Ltd.			(12,000)	(12,000)		
Allowance for loss on capital decrease in Advantage Footwear Co.,Ltd.			(1,040)	(1,040)		
Provision for diminution in investments in related companies			*(40,099)	*(39,119)		
Total Investments in Related Companies - net (Separate financial statements)			48,392	49,372		
SUBSIDIARY INVESTED IN						
16. Treasure Hill Co., Ltd.	1	1	* 2,000	* 2,000		
17. T-Way Co., Ltd.	4	4	* 6,400	* 6,400		
Total cost			8,400	8,400		
<u>Less</u> Provision for diminution in investments in related companies			*(4,720)	*(4,304)		
Total Investments in Related Companies of the Subsidiary - net			3,680	4,096		
Total Investments in Related Companies - net (Consolidated)			52,072	53,468		

THOUSAND BAHT

RELATED COMPANIES	TYPE OF BUSINESS	RELATIONSHIP	ISSUED AND PAID - UP SHARE CAPITAL	
			September 30,	December 31,
			2017	2016
1. General Glass Co., Ltd.	Glass bottles	Shareholders / co - directors	145,000	145,000
2. Thai Lotte Co., Ltd.	Chewing gum	Shareholders / co - directors	3,013,000	3,013,000
3. H & B Kabinburi Co., Ltd.	Cloth toy and ware	Shareholders / co - directors	15,000	15,000
4. Thai Cubic Technology Co., Ltd.	Plate and varnish	Shareholders / co - directors	40,000	40,000
5. Train Time Test Co., Ltd.	Training and seminar	Shareholders / co - directors	1,250	1,250
6. B.K.C. International Marketing Co., Ltd.	Consumer products	Shareholders / co - directors	5,000	5,000
7. United Utility Co., Ltd.	Real estate	Shareholders / co - directors	350,000	350,000
8. Eastern Rubber Co., Ltd.	Rubber production	Co - directors	30,000	30,000
9. Advantage Footwear Co., Ltd.	Footwear manufacturing	Shareholders / co - directors	91,750	91,750
10. Treasure Hill Co., Ltd.	Golf course	Shareholders / co - directors	200,000	200,000
11. Tipvarin Wattana Co., Ltd.	Mineral water	Co - directors	16,440	16,440
12. T-Way Co., Ltd.	Tourism, hotel, buying and selling as trading such products	Co - directors	160,000	160,000
13. K. Commercial & Construction Co., Ltd.	Construction	Shareholders / co - directors	50,000	50,000
14. E. P. F. Co., Ltd.	Consumer products	Shareholders / co - directors	3,900	3,900
15. Pan Land Co., Ltd.	Property leasing, buying, selling and renting property	Shareholders / co - directors	300,000	300,000

In September 2016, the Company has sold investment in Sahagreen Energy Company Limited with acquisition cost of investment amount Baht 3,600,000. Such investment was provided provision for diminution in investment amount of Baht 3,600,000. The Company obtained proceed from disposal amount of Baht 36,000.

## 11. INVESTMENTS IN OTHER COMPANIES

THOUSAND BAHT

CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS	% Holding		Investment Value		Dividends for the nine-month periods	
	September 30,	December 31,	September 30,	December 31,	September 30,	September 30,
	2017	2016	2017	2016	2017	2016
1. Sahapat Properties Co., Ltd.	2.50	2.50	500	500	20	50
2. Thanara Co., Ltd.	0.83	0.83	750	750	-	-
3. Thai Herbal Products Co., Ltd.	1.50	1.50	1,200	1,200	43	-
4. Saha Sehwa Co., Ltd.	3.48	3.48	* 5,050	* 5,050	-	-
5. Thai Yukilon Co., Ltd.	6.94	6.94	5,000	5,000	1,000	2,500
6. Sriracha Aviation Co., Ltd.	3.64	3.64	2,000	2,000	200	-
7. Waseda Education (Thailand) Co., Ltd.	7.14	7.14	1,568	2,240	-	-
Total cost			16,068	16,740	1,263	2,550
Less Provision for diminution in investments in other companies			* (389)	*(2,747)		
Total Investments in Other Companies - net			15,679	13,993		

In July 2017, Waseda Education (Thailand) Company Limited has reduced its capital from 313,600 shares at Baht 100 par value to 219,520 shares at Baht 100 par value. The Company has recorded decrease in proportion of investment refund from investment in the amount of Baht 672,000.

In July 2016, Waseda Education (Thailand) Company Limited has reduced its capital from 448,000 shares at Baht 100 par value to 313,600 shares at Baht 100 par value. The Company has recorded decrease in proportion of investment refund from investment in the amount of Baht 960,000.

In January 2016, the Company has sold investment in Thai Kamaya Company Limited with acquisition cost of investment amount Baht 9,080,000. Such investment was provided provision for diminution in investment amount of Baht 8,120,000. The Company obtained proceed from disposal amount of Baht 960,000.

## 12. INVESTMENTS IN CONVERTIBLE DEBENTURES

In June 2017, the Company has invested in convertible debentures of Saha Pathana Inter-Holding Public Company Limited as according to the proportion of shareholding in such company.

The details are as follows :

CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS	AMOUNT OF UNIT (UNIT)		INVESTMENT VALUE (THOUSAND BAHT)	
	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016
<b>Related Company</b> Convertible Debentures of Saha Pathana Inter-Holding Public Company Limited No. 1/2017 Due 2024 (At face value of Baht 1,000)	19,456	-	19,456	-
TYPE OF CONVERTIBLE DEBENTURES	The Convertible Debentures are issued in registered form, unsecured, unsubordinated, associated with the rights of conversion into the newly issued common stocks of the Company and with a debentureholders' representative.			
TENOR (YEARS)	7			
INTEREST RATE (%) PER ANNUM	0.70			
INTEREST PERIOD	Interest is receivable 4 times per annum on 29 every March, June, September and December of each year during the terms of the Convertible Debentures.			
CONVERSION PRICE (BAHT : COMMON STOCKS)	45 : 1			
CONVERSION RATIO (CONVERTIBLE DEBENTURES : COMMON STOCKS)	1 : 22.222222			
CONVERSION DATE	4 times per annum, in March, June, September and December of each year. The first conversion date is in June 2018.			

**13. LONG-TERM LOANS TO OTHER COMPANY**

THOUSAND BAHT

PARTICULARS	CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS	
	September 30, 2017	December 31, 2016
ELLA CORA, INC.		
Beginning balances	-	-
Increase during the period (USD 500,000)	17,540	-
<u>Less Unrealized loss on exchange rates</u>	(938)	-
Ending balances	16,602	-

In March 2017, the Company has entered into loan agreement with ELLA CORA, INC., which established under the Law of the United States of America, in the amount of USD 0.5 million as a secured convertible promissory note for a period of 3 years with interest rate equal to the greater of 3% p.a. or the Applicable Federal Rate and no repayment of principal or interest until the maturity date. The loan is secured by a security interest in all of the assets of the said company. After maturity date, the loan shall be extended not exceeding for a period of 2 years and the loan and its interest shall be converted to voting preferred stocks of the said borrower company under the conditions as specified in the promissory note.

**14. INCOME TAX EXPENSES**

Corporate income taxes of the Company and subsidiaries for the three-month and nine-month periods ended September 30, 2017 and 2016 were calculated from accounting profit or loss and adjusted with other revenues and some expenses which are exempted from income tax, such as dividend income, or being disallowable expenses in income taxes computation purpose such as doubtful debts.

The corporate income tax of the Company is calculated at the rate of 20 percent.

The corporate income taxes of subsidiaries established under Thai law are calculated at the rate of 10 and 20 percent.

The corporate income taxes of subsidiaries established under foreign law are calculated at the rate of 16.50, 20 and 25 percent.

Income tax expenses recognized in statements of income consist:

PARTICULARS FOR THE PERIODS ENDED SEPTEMBER 30,	THOUSAND BAHT			
	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
<b><u>THREE-MONTH</u></b>				
The corporate income tax for the periods	8,142	24,799	4,506	24,431
Amortization and reversal of temporary differences assets/liabilities on temporary differences	2,492	3,340	2,347	3,509
<b>Income tax expenses</b>	<b>10,634</b>	<b>28,139</b>	<b>6,853</b>	<b>27,940</b>
<b><u>NINE-MONTH</u></b>				
The corporate income tax for the periods	9,929	54,312	5,149	49,177
Amortization and reversal of temporary differences assets/liabilities on temporary differences	4,495	(9,200)	4,854	(11,052)
<b>Income tax expenses</b>	<b>14,424</b>	<b>45,112</b>	<b>10,003</b>	<b>38,125</b>

As at September 30, 2017 and December 31, 2016, the deferred tax assets/liabilities arose from the following temporary differences:

THOUSAND BAHT

PARTICULARS	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016
<b>Accumulated temporary differences in the statements of income</b>				
<b>Tax rate of 10%</b>				
Provision for diminution in inventories	74	-	-	-
Unused tax losses	5,036	770	-	-
	5,110	770	-	-
<b>Tax rate of 20%</b>				
Allowance for doubtful trade accounts receivable	3,929	4,029	3,929	4,029
Provision for diminution in inventories	29,211	55,118	23,371	51,078
Unrealized gain on forward exchange contracts	(15)	(137)	(8)	(143)
Provision for long-term employee benefits	154,856	160,788	130,231	134,658
Allowance for loss on capital decrease and provision for diminution in investments	58,248	59,210	76,328	77,706
Provision for impairment of assets under construction	2,200	2,200	2,200	2,200
Unused tax losses	-	3,663	-	-
	248,429	284,871	236,051	269,528
<b>Total</b>	<b>253,539</b>	<b>285,641</b>	<b>236,051</b>	<b>269,528</b>
<b>Temporary differences in the statements of comprehensive income</b>				
<b>Tax rate of 20%</b>				
<b>- recognized in other components of the shareholders' equity</b>				
Unrealized gain on remeasuring available-for-sale securities	(818,226)	(775,051)	(818,226)	(775,051)
<b>- recognized in retained earnings</b>				
Provision for long-term employee benefits	-	(11,795)	-	(9,207)
<b>Total</b>	<b>(564,687)</b>	<b>(501,205)</b>	<b>(582,175)</b>	<b>(514,730)</b>
<b>Deferred tax liabilities</b>	<b>(113,448)</b>	<b>(100,318)</b>	<b>(116,435)</b>	<b>(102,946)</b>

**15. DIVIDEND PAYMENT AND DIRECTORS' REMUNERATION**

On April 24, 2017, the Ordinary General Shareholders' Meeting for 2017 was held and approved a resolution to pay dividends for the results of 2016 operation to the shareholders of 149,930,828 shares at Baht 1.20 per share, totaling Baht 179.92 million. The dividend payment was made on May 23, 2017 and approved a resolution to pay directors' remuneration at the maximum of Baht 15 million per year.

On April 26, 2016, the Ordinary General Shareholders' Meeting for 2016 was held and approved a resolution to pay dividends for the results of 2015 operation to the shareholders of 149,930,828 shares at Baht 1 per share, totaling Baht 149.93 million. The dividend payment was made on May 25, 2016 and approved a resolution to pay directors' remuneration at the maximum of Baht 15 million per year.

**16. EXPENSES BY NATURE**

THOUSAND BAHT

For the nine - month periods ended September 30,	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
Increase changes of finished goods and work in progress	(15,752)	(127,899)	(17,374)	(145,294)
Raw material and consumables used	1,865,042	2,046,254	1,949,401	2,169,798
Purchase of inventories	236,320	212,616	-	-
Directors and management benefit expenses	50,915	40,048	46,125	39,069
Employee benefit expenses	820,130	764,504	580,385	545,520
Depreciation	193,497	213,838	126,703	146,699
Amortization expenses	5,623	5,465	4,066	3,755
Other expenses	498,227	484,612	357,832	348,206
Total	3,654,002	3,639,438	3,047,138	3,107,753



## 17. FOREIGN CURRENCY TRANSACTIONS

17.1 The Company and subsidiaries have outstanding assets and liabilities denominated in foreign currencies as follows :-

AMOUNT IN THOUSAND

CONSOLIDATED	September 30, 2017		December 31, 2016	
	Foreign currencies	Converted to Baht	Foreign currencies	Converted to Baht
<b>Assets</b>				
USD	8,872.49	294,605	8,488.84	302,702
JPY	117,625.58	34,433	146,328.20	44,566
EUR	-	-	0.26	10
GBP	525.52	23,291	117.74	5,133
<b>Total assets</b>		<b>352,329</b>		<b>352,411</b>
<b>Liabilities</b>				
USD	1,981.09	66,430	1,436.69	51,723
JPY	6,032.77	1,811	18,979.09	5,909
GBP	235.47	10,657	480.89	21,383
EUR	425.03	16,863	273.37	10,425
AUD	-	-	1.85	49
HKD	-	-	44.64	208
CHF	7.38	256	-	-
<b>Total liabilities</b>		<b>96,017</b>		<b>89,697</b>

AMOUNT IN THOUSAND

THE SEPARATE FINANCIAL STATEMENTS	September 30, 2017		December 31, 2016	
	Foreign currencies	Converted to Baht	Foreign currencies	Converted to Baht
<b>Assets</b>				
USD	8,773.65	291,323	8,403.73	299,667
JPY	117,625.58	34,433	146,328.20	44,566
EUR	-	-	0.26	10
GBP	525.52	23,291	117.74	5,133
<b>Total assets</b>		<b>349,047</b>		<b>349,376</b>
<b>Liabilities</b>				
USD	1,745.21	58,521	1,208.32	43,501
JPY	6,032.77	1,811	18,979.09	5,909
GBP	232.85	10,538	473.45	21,053
EUR	346.58	13,751	245.72	9,371
AUD	-	-	1.85	49
HKD	-	-	44.64	208
<b>Total liabilities</b>		<b>84,621</b>		<b>80,091</b>

17.2 The Company has selling forward exchange contracts with the local commercial bank for hedging in exchange rate fluctuation which might affect Baht received from export trade accounts receivable that can be summarized as follows :-

CONSOLIDATED AND THE SEPARATE FINANCIAL STATEMENTS	Amount in thousand	Fair value (Thousand Baht)	Delivery dates
<u>As at September 30, 2017</u>			
GBP	535.07	24,014	October 2017 - March 2018
JPY	47,205.82	14,018	February 2018 - March 2018
<u>As at December 31, 2016</u>			
USD	4,282.77	153,528	March 2017 - June 2017
GBP	309.97	13,688	February 2017 - May 2017

17.3 The Company and subsidiaries have made buying forward exchange contracts with the local commercial bank for hedging in exchange rate fluctuation which might affect Baht payable to the foreign accounts payable that can be summarized as follows :-

CONSOLIDATED	Amount in thousand	Fair value (Thousand Baht)	Delivery dates
<u>As at September 30, 2017</u>			
EUR	278.00	10,860	October 2017 - November 2017
JPY	3,420.00	1,014	October 2017
USD	22.76	759	October 2017
<u>As at December 31, 2016</u>			
EUR	27.20	1,030	February 2017

THE SEPARATE FINANCIAL STATEMENTS	Amount in thousand	Fair value (Thousand Baht)	Delivery date
<u>As at September 30, 2017</u>			
EUR	200.00	7,786	October 2017
JPY	3,420.00	1,014	October 2017

## 18. FINANCIAL INFORMATION BY SEGMENTS

The Company and its subsidiaries' financial information by segments in the consolidation for the nine - month periods ended September 30, 2017 and 2016 are as follows :

THOUSAND BAHT

Year 2017	Cosmetics	Containers	Others	Inter-company transactions		Total
				Debit	Credit	
Sales	3,039,093	777,933	283,355	421,627	-	3,678,754
Operating result by segments	23,490	26,419	5,160	429,956	434,558	59,671
Other incomes	211,574	8,119	3,240	115,678	-	107,255
Profit attributable to equity holders of the parent						154,776
Property, plant and equipment-net	1,106,722	380,812	69,355	-	-	1,556,889

THOUSAND BAHT

Year 2016	Cosmetics	Containers	Others	Inter-company transactions		Total
				Debit	Credit	
Sales	3,241,770	698,975	273,321	411,824	-	3,802,242
Operating result by segments	162,230	8,958	12,671	420,252	429,054	192,661
Other incomes	130,787	8,963	4,469	56,625	-	87,594
Profit attributable to equity holders of the parent						249,302
Property, plant and equipment-net	1,187,194	327,043	74,185	-	-	1,588,422

The financial information by geographical areas can be classified to local and export sales in the consolidation for the nine - month periods ended September 30, 2017 and 2016 as follows:

THOUSAND BAHT

PARTICULARS	Local		Export		Total	
	2017	2016	2017	2016	2017	2016
Sales	1,945,549	1,934,436	1,733,205	1,867,806	3,678,754	3,802,242
Operating result by segments	7,207	58,556	52,464	134,105	59,671	192,661

**19. TRANSACTIONS WITH RELATED PARTIES**

The Company has certain business transactions with its related parties which are related through, directorship or shareholding or having shareholders or some co-directors. The effects of these transactions were reflected in the accompanying financial statements in normal business and general trading conditions.

COMPANIES	RELATIONSHIP
Associates	See Note 8
Subsidiaries	See Note 9
Related companies	See Note 10
Far East DDB Plc.	Shareholders / co - directors
I.C.C. International Plc.	Shareholders / co - directors
Sahacogen (Chonburi) Plc.	Shareholders / co - directors
Saha Pathana Inter-Holding Plc.	Shareholders / co - directors
Better Way (Thailand) Co., Ltd.	Co - directors
International Laboratories Corp., Ltd.	Co - directors
Vitayasithi Co., Ltd.	Co - directors
O.C.C. Plc.	Co - directors
Oriental Salon Business Co., Ltd.	Co - directors
H & B Intertex Co., Ltd.	Co - directors
People 's Garment Plc.	Co - directors
Saha Pathanapibul Plc.	Co - shareholders
Boutique New City Plc.	Co - shareholders
President Bakery Plc.	Co - shareholders
Thai Wacoal Plc.	Co - shareholders
Erawan Textile Co., Ltd.	Related company is major shareholder

The significant transactions with related parties are as follows:

THOUSAND BAHT

Transactions in statements of financial position	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016
<u>Trade accounts receivable</u> (Note 5)				
- Subsidiaries	-	-	11,972	1,421
- Associates	6,561	12,465	2,550	9,684
- Related companies	294,967	230,824	243,416	203,777
Total	301,528	243,289	257,938	214,882
<u>Other receivables</u>				
- Subsidiaries	-	-	2,093	2,312
- Associates	73	2,235	73	2,235
- Related companies	686	559	686	559
Total	759	2,794	2,852	5,106
<u>Short-term loans</u> (Note 6)				
- Subsidiary	-	-	4,000	-
<u>Dividend receivable</u>				
- Associate	30,600	-	30,600	-
<u>Investments in available-for-sale securities - fair value</u> (Note 7)				
- Related companies	1,149,980	1,099,035	1,149,980	1,099,035
<u>Investment in convertible debentures</u> (Note 12)				
- Related company	19,456	-	19,456	-
<u>Other non-current assets - Rental guarantee</u>				
- Related companies	5,046	5,036	4,492	4,482
<u>Disposal of equipment</u>				
- Associate	150	-	150	-
<u>Trade accounts payable</u>				
- Subsidiaries	-	-	88,307	67,799
- Associates	756	841	756	841
- Related companies	14,576	14,857	14,489	10,235
Total	15,332	15,698	103,552	78,875
<u>Other accounts payable</u>				
- Subsidiaries	-	-	1,094	639
- Associates	595	131	595	131
- Related companies	9,864	3,663	4,104	3,663
Total	10,459	3,794	5,793	4,433

Transactions in statements of financial position	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	September 30, 2017	December 31, 2016	September 30, 2017	December 31, 2016
<u>Other non-current liabilities</u>				
- Related companies	25	37	25	37
Transactions in statements of income for the nine-month periods ended September 30,	CONSOLIDATED		THE SEPARATE FINANCIAL STATEMENTS	
	2017	2016	2017	2016
<u>Sales</u>				
- Subsidiaries	-	-	22,405	7,438
- Associates	21,145	46,267	9,954	31,810
- Related companies	1,117,733	1,142,492	983,251	1,023,531
Total	1,138,878	1,188,759	1,015,610	1,062,779
<u>Rental income</u>				
- Subsidiaries	-	-	322	347
- Associates	22,480	21,486	22,480	21,486
- Related companies	435	389	435	389
Total	22,915	21,875	23,237	22,222
<u>Other incomes</u>				
- Subsidiaries	-	-	5,134	5,074
- Associates	271	224	271	224
- Related companies	6,264	1,918	6,210	792
Total	6,535	2,142	11,615	6,090
<u>Purchase of goods and services</u>				
- Subsidiaries	-	-	388,706	403,026
- Associates	2,766	1,390	2,766	1,390
- Related companies	55,204	70,778	55,123	70,778
Total	57,970	72,168	446,595	475,194
<u>Rental expenses</u>				
- Related companies	6,533	6,678	6,533	6,678
<u>Other expenses</u>				
- Subsidiaries	-	-	6,132	5,042
- Associates	-	17	-	17
- Related companies	95,051	96,365	48,238	49,465
Total	95,051	96,382	54,370	54,524

Revenues from sales, purchase of goods and services, other income and expenses as shown in the statements of income are in accordance with general trading conditions under fixing price or at market price compensation. For the transactions with no reference of market price, the agreed prices according to the agreement are applied.

**20. COMMITMENT AND CONTINGENT LIABILITIES**

PARTICULARS	September 30, 2017 (THOUSAND BAHT)	
	CONSOLIDATED	THE SEPARATE FINANCIAL STATEMENTS
1. Commitment under letters of guarantee issued by commercial banks	44,482	36,134
2. Royalty fees are payable by calculating from percentage of sales at the rate as fixed in the agreement.		
3. The Company and subsidiaries have commitment to pay future monthly rental and services for lease and service contracts for the office, warehouse and advisory contract from October 1, 2017 as follows:		
	<u>CONSOLIDATED</u>	<u>THE SEPARATE FINANCIAL STATEMENTS</u>
<u>CONTRACT PERIODS</u>		
Current portion	44,428,237 Baht	39,288,534 Baht
Overdue 1 year but not over 5 years	57,177,126 Baht	52,604,766 Baht

**21. RECLASSIFICATION**

The Company certain accounting transactions in statements of income for the three-month and nine-month periods ended September 30, 2016 have been reclassified to conform to statements of income for the three-month and nine-month periods ended September 30, 2017. The reclassifications had no effect to previously reported profit or shareholders' equity.

**22. FINANCIAL STATEMENTS APPROVAL**

These interim financial statements were authorized for issuing by the Company's authorized directors on November 9, 2017.