

**Thai Beverage Public Company Limited
and its Subsidiaries**

Interim financial statements
for the three-month and six-month periods ended
30 June 2013
and
Independent auditor's report
on review of interim financial information



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Independent Auditor's Report on Review of Interim Financial Information


To the Board of Directors of Thai Beverage Public Company Limited

I have reviewed the accompanying consolidated and separate statements of financial position of Thai Beverage Public Company Limited and its subsidiaries, and of Thai Beverage Public Company Limited, respectively, as at 30 June 2013; the consolidated and separate statements of income and comprehensive income for the three-month and six-month periods ended 30 June 2013; the related statements of changes in equity and cash flows for the six-month period ended 30 June 2013; and condensed notes ("interim financial information"). Management is responsible for the preparation and presentation of this interim financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim financial information based on my review.

Scope of Review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting" 



Emphasis of Matter

Without qualifying my conclusion, I draw attention to note 4 to the interim financial information. The Group has hired independent appraisers to determine the fair value of assets and liabilities acquired for one overseas investment. However, the fair value assessment has not been completed. Therefore, goodwill is yet to be finally determined and is subject to potential amendment depending on the finalisation of the appraisal by independent appraisers.

Following the Group's purchase of this overseas investment, a significant part of the Investee's business ("the Business") was eventually sold to another party. The Investee realised a gain of Baht 119,214 million from the sale of the Business in the financial statement for the year ended 31 December 2012 and the Group should ordinarily have recognised its proportionate share of profit according to equity accounting principles of Baht 35,191 million. However, pending finalisation of the fair value assessment referred to in the preceding paragraph, the Group has recognised its share of profit only for an amount not exceeding the fair value of the Investee, amounting to Baht 13,437 million in the consolidated statement of income for the year ended 31 December 2012, as determined by the available valuation report from another independent appraiser, dated 20 December 2012.

(Nirand Lilamethwat)
Certified Public Accountant
Registration No. 2316

KPMG Phoomchai Audit Ltd.
Bangkok
14 August 2013

Thai Beverage Public Company Limited and its Subsidiaries

Statements of financial position

Assets	Note	Consolidated		Separate	
		financial statements		financial statements	
		30 June 2013 (Unaudited)	31 December 2012	30 June 2013 (Unaudited)	31 December 2012
<i>(in thousand Baht)</i>					
<i>Current assets</i>					
Cash and cash equivalents		1,555,673	4,544,966	1,349	28,230
Current investments		291	2,289	-	-
Trade accounts receivable	6, 7	2,588,115	3,582,909	-	-
Other receivables		621,071	898,567	21,484	12,012
Current portion of long-term loans		13,863	27,557	306	578
Short-term loans to and					
other receivables from related parties	6	759,349	1,246,307	21,652,490	24,857,102
Inventories	8	34,505,732	32,972,438	-	-
Other current assets		4,354,077	3,874,071	10,538	37,996
Total current assets		44,398,171	47,149,104	21,686,167	24,935,918
<i>Non-current assets</i>					
Investments in associates	9	103,575,599	104,319,644	-	-
Investments in subsidiaries	10	-	-	81,302,154	80,352,046
Other long-term investments		260,316	319,788	-	-
Long-term loans to and					
other receivables from related parties	6	56,265	57,385	2,682,402	2,314,565
Other long-term loans		129	2,216	-	20
Investment properties		855,838	858,720	-	-
Property, plant and equipment	11	45,613,487	45,320,061	52,113	48,737
Goodwill		7,032,695	7,038,303	-	-
Other intangible assets		157,304	158,690	15,939	15,797
Leasehold rights		170,773	174,167	-	-
Deferred tax assets	12	425,074	397,383	31,172	29,506
Other non-current assets		1,927,465	1,890,333	291,499	296,187
Total non-current assets		160,074,945	160,536,690	84,375,279	83,056,858
Total assets		204,473,116	207,685,794	106,061,446	107,992,776

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

Thai Beverage Public Company Limited and its Subsidiaries

Statements of financial position

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		30 June 2013 (Unaudited)	31 December 2012	30 June 2013 (Unaudited)	31 December 2012
<i>(in thousand Baht)</i>					
Liabilities and equity					
<i>Current liabilities</i>					
Bank overdrafts and short-term loans					
from financial institutions	13	9,864,153	11,334,945	5,933,023	8,370,341
Trade accounts payable	6, 14	4,848,009	5,108,142	-	-
Other payables		3,784,868	4,213,194	151,536	165,962
Current portion of long-term loans					
from financial institutions	13	6,372,771	4,672,275	1,332,800	1,533,200
Short-term loans from and					
other payables to related parties	6, 13	176,238	302,862	4,734,375	9,608,376
Income tax payable		2,421,867	2,814,991	552,998	118,744
Short-term provisions		18,311	39,043	-	-
Other current liabilities		1,559,839	2,107,487	39,450	61,021
Total current liabilities		29,046,056	30,592,939	12,744,182	19,857,644
<i>Non-current liabilities</i>					
Long-term loans from and					
other payables to related parties	6, 13	104	105	18,070,250	13,874,900
Long-term loans from					
financial institutions	13	82,087,215	88,146,177	8,667,200	9,666,800
Deferred tax liabilities	12	1,262,422	1,374,053	-	-
Employee benefit obligations	15	2,501,949	2,437,451	142,222	134,088
Other non-current liabilities		139,797	163,681	15	-
Total non-current liabilities		85,991,487	92,121,467	26,879,687	23,675,788
Total liabilities		115,037,543	122,714,406	39,623,869	43,533,432
<i>Equity</i>					
Share capital:	16				
Authorised share capital		29,000,000	29,000,000	29,000,000	29,000,000
Issued and paid-up share capital		25,110,025	25,110,025	25,110,025	25,110,025
Difference arising from common					
control transactions		(19,718,440)	(19,718,440)	31,035	31,035
Premium on ordinary shares		17,215,737	17,215,737	17,215,737	17,215,737
Retained earnings:					
Appropriated - legal reserve		2,900,000	2,900,000	2,900,000	2,900,000
Unappropriated		55,645,482	52,399,129	21,180,780	19,202,547
Other components of equity		4,727,598	3,469,585	-	-
Equity attributable to owners of the Company		85,880,402	81,376,036	66,437,577	64,459,344
Non-controlling interests		3,555,171	3,595,352	-	-
Total equity		89,435,573	84,971,388	66,437,577	64,459,344
Total liabilities and equity		204,473,116	207,685,794	106,061,446	107,992,776

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

Thai Beverage Public Company Limited and its Subsidiaries

Statements of income (Unaudited)

	Note	Consolidated financial statements		Separate financial statements	
		Three-month period ended		Three-month period ended	
		30 June		30 June	
		2013	2012	2013	2012
		(Restated)			
		(in thousand Baht)			
Income	6				
Revenue from sale of goods		36,834,106	41,376,108	-	-
Management fees		-	-	832,120	818,226
Dividends		22,402	3,190	6,551,768	5,709,634
Interest income		24,380	27,802	266,589	182,094
Net gain on foreign exchange		1,016,251	-	1,058,539	24
Other income		359,235	139,348	33,464	17,084
Total income		38,256,374	41,546,448	8,742,480	6,727,062
Expenses	6				
Cost of sale of goods		26,588,042	29,354,378	-	-
Cost of rendering of services		-	-	312,218	313,853
Selling expenses		3,230,913	3,031,000	-	-
Administrative expenses		2,645,783	2,496,686	75,373	74,366
Net loss on foreign exchange		-	5,638	-	-
Finance costs		538,465	130,753	403,122	356,734
Total expenses		33,003,203	35,018,455	790,713	744,953
Share of profit of associates, net of income tax	9	761,196	94,785	-	-
Profit before income tax expense		6,014,367	6,622,778	7,951,767	5,982,109
Income tax expense	18	(1,123,014)	(1,415,840)	(282,069)	(64,815)
Profit for the period		4,891,353	5,206,938	7,669,698	5,917,294
Profit attributable to:					
Owners of the Company		4,923,099	5,030,524	7,669,698	5,917,294
Non-controlling interests		(31,746)	176,414	-	-
Profit for the period		4,891,353	5,206,938	7,669,698	5,917,294
Basic earnings per share	19	0.20	0.20	0.31	0.24

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

Thai Beverage Public Company Limited and its Subsidiaries

Statements of comprehensive income (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Three-month period ended		Three-month period ended	
	30 June		30 June	
Note	2013	2012	2013	2012
		(Restated)		
		(in thousand Baht)		
Profit for the period	4,891,353	5,206,938	7,669,698	5,917,294
Other comprehensive income				
Share of other comprehensive income				
of associates	337,315	-	-	-
Foreign currency translation				
differences for foreign operations	452,202	61,469	-	-
Revaluation of property	11 6,056	883,789	-	-
Net change in fair value of				
available-for-sale investments	(22,066)	19,517	-	-
Income tax on other comprehensive				
income	3,021	(174,064)	-	-
Other comprehensive income for the				
 period, net of income tax	776,528	790,711	-	-
Total comprehensive income				
 for the period	5,667,881	5,997,649	7,669,698	5,917,294
Total comprehensive income				
 attributable to:				
Owners of the Company	5,704,140	5,815,693	7,669,698	5,917,294
Non-controlling interests	(36,259)	181,956	-	-
Total comprehensive income				
 for the period	5,667,881	5,997,649	7,669,698	5,917,294

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

Thai Beverage Public Company Limited and its Subsidiaries

Statements of income (Unaudited)

	Note	Consolidated		Separate	
		financial statements		financial statements	
		Six-month period ended		Six-month period ended	
		30 June		30 June	
		2013	2012	2013	2012
			(Restated)		
		<i>(in thousand Baht)</i>			
Income	6				
Revenue from sale of goods		75,988,055	81,982,569	-	-
Management fees		-	-	1,725,800	1,682,445
Dividends		22,738	3,670	6,601,768	6,119,634
Interest income		27,835	34,642	533,101	352,212
Net gain on foreign exchange		433,145	29,582	500,744	72
Other income		498,854	254,795	1,949,239	18,267
Total income		76,970,627	82,305,258	11,310,652	8,172,630
Expenses	6				
Cost of sale of goods		54,899,876	58,896,407	-	-
Cost of rendering of services		-	-	565,868	563,599
Selling expenses		6,239,779	5,753,965	-	-
Administrative expenses		5,349,574	5,104,892	289,276	263,431
Finance costs		1,098,624	264,950	838,445	723,743
Total expenses		67,587,853	70,020,214	1,693,589	1,550,773
Share of profit of associates, net of income tax	9	1,003,107	76,559	-	-
Profit before income tax expense		10,385,881	12,361,603	9,617,063	6,621,857
Income tax expense	18	(2,061,578)	(2,736,829)	(608,023)	(125,561)
Profit for the period		8,324,303	9,624,774	9,009,040	6,496,296
Profit attributable to:					
Owners of the Company		8,375,361	9,328,048	9,009,040	6,496,296
Non-controlling interests		(51,058)	296,726	-	-
Profit for the period		8,324,303	9,624,774	9,009,040	6,496,296
Basic earnings per share	19	0.33	0.37	0.36	0.26

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

Thai Beverage Public Company Limited and its Subsidiaries
Statements of comprehensive income (Unaudited)

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		Six-month period ended		Six-month period ended	
		30 June		30 June	
		2013	2012	2013	2012
			(Restated)		
		<i>(in thousand Baht)</i>			
Profit for the period		8,324,303	9,624,774	9,009,040	6,496,296
Other comprehensive income					
Disposal of investment in subsidiary without a change in control	10	2,563,717	-	-	-
Share of other comprehensive income of associates	9	1,375,006	-	-	-
Foreign currency translation differences for foreign operations		(101,223)	81,377	-	-
Revaluation of property	11	(3,851)	883,789	-	-
Defined benefit plan actuarial losses	15	(11,072)	(26,590)	-	-
Net change in fair value of available-for-sale investments		(23,706)	21,404	-	-
Income tax on other comprehensive income	18	<u>(370,355)</u>	<u>(169,123)</u>	<u>-</u>	<u>-</u>
Other comprehensive income for the period, net of income tax		<u>3,428,516</u>	<u>790,857</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u><u>11,752,819</u></u>	<u><u>10,415,631</u></u>	<u><u>9,009,040</u></u>	<u><u>6,496,296</u></u>
Total comprehensive income attributable to:					
Owners of the Company		11,535,173	10,120,347	9,009,040	6,496,296
Non-controlling interests		<u>217,646</u>	<u>295,284</u>	<u>-</u>	<u>-</u>
Total comprehensive income for the period		<u><u>11,752,819</u></u>	<u><u>10,415,631</u></u>	<u><u>9,009,040</u></u>	<u><u>6,496,296</u></u>

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

Thai Beverage Public Company Limited and its Subsidiaries
Statements of changes in equity (Unaudited)

Consolidated financial statements													
(in thousand Baht)													
	Note				Retained earnings		Other components of equity			Equity attributable to owners of the Company	Non-controlling interests	Total equity	
		Issued and paid-up share capital	Difference arising from common control transactions	Ordinary share premium	Legal reserve	Unappropriated	Currency translation differences	Revaluation surplus	Fair value changes in available-for-sale investments				Total other components of equity
Six-month period ended 30 June 2012 - restated													
Balance at 1 January 2012		25,110,025	(19,732,321)	17,215,737	2,900,000	32,956,589	(1,631,492)	2,930,551	1,213	1,300,272	59,750,302	3,452,059	63,202,361
Transactions with owners, recorded directly in equity													
Dividends to owners of the Company	20	-	-	-	-	(5,524,206)	-	-	-	-	(5,524,206)	(84,681)	(5,608,887)
Reversal of difference arising from common control transactions on the disposal of investments in a subsidiary		-	2,453	-	-	-	-	-	-	-	2,453	-	2,453
Total transactions with owners, recorded directly in equity		-	2,453	-	-	(5,524,206)	-	-	-	-	(5,521,753)	(84,681)	(5,606,434)
Comprehensive income for the period													
Profit		-	-	-	-	9,328,048	-	-	-	-	9,328,048	296,726	9,624,774
Other comprehensive income		-	-	-	-	(13,754)	81,377	713,606	11,070	806,053	792,299	(1,442)	790,857
Total comprehensive income for the period		-	-	-	-	9,314,294	81,377	713,606	11,070	806,053	10,120,347	295,284	10,415,631
Balance at 30 June 2012		25,110,025	(19,729,868)	17,215,737	2,900,000	36,746,677	(1,550,115)	3,644,157	12,283	2,106,325	64,348,896	3,662,662	68,011,558

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

Thai Beverage Public Company Limited and its Subsidiaries
Statements of changes in equity (Unaudited)

	Consolidated financial statements													
	Note	Retained earnings				Other components of equity						Equity attributable to owners of the Company	Non-controlling interests	Total equity
		Issued and paid-up share capital	Difference arising from common control transactions	Ordinary share premium	Legal reserve	Unappropriated	Currency translation differences	Revaluation surplus	Fair value changes in available-for-sale investments	Share of other comprehensive income of associates	Total other components of equity			
<i>(in thousand Baht)</i>														
Six-month period ended 30 June 2013														
Balance at 1 January 2013		25,110,025	(19,718,440)	17,215,737	2,900,000	52,399,129	(1,475,765)	3,659,168	22,351	1,263,831	3,469,585	81,376,036	3,595,352	84,971,388
Transactions with owners, recorded directly in equity														
Dividends to owners of the Company	20	-	-	-	-	(7,030,807)	-	-	-	-	-	(7,030,807)	(257,827)	(7,288,634)
Total transactions with owners, recorded directly in equity		-	-	-	-	(7,030,807)	-	-	-	-	-	(7,030,807)	(257,827)	(7,288,634)
Comprehensive income for the period														
Profit or loss		-	-	-	-	8,375,361	-	-	-	-	-	8,375,361	(51,058)	8,324,303
Other comprehensive income		-	-	-	-	1,901,799	(102,788)	(1,942)	(12,263)	1,375,006	1,258,013	3,159,812	268,704	3,428,516
Total comprehensive income for the period		-	-	-	-	10,277,160	(102,788)	(1,942)	(12,263)	1,375,006	1,258,013	11,535,173	217,646	11,752,819
Balance at 30 June 2013		25,110,025	(19,718,440)	17,215,737	2,900,000	55,645,482	(1,578,553)	3,657,226	10,088	2,638,837	4,727,598	85,880,402	3,555,171	89,435,573

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

Thai Beverage Public Company Limited and its Subsidiaries
Statements of changes in equity (Unaudited)

	<i>Note</i>	Separate financial statements			Total equity	
		Issued and paid-up share capital	Ordinary share premium	Retained earnings Legal reserve Unappropriated		
<i>(in thousand Baht)</i>						
Six-month period ended 30 June 2012						
Balance at 1 January 2012		25,110,025	17,215,737	2,900,000	15,533,620	60,759,382
Transactions with owners, recorded directly in equity						
Dividends to owners of the Company	20	-	-	-	(5,524,206)	(5,524,206)
Total transactions with owners, recorded directly in equity		-	-	-	(5,524,206)	(5,524,206)
Comprehensive income for the period						
Profit		-	-	-	6,496,296	6,496,296
Total comprehensive income for the period		-	-	-	6,496,296	6,496,296
Balance at 30 June 2012		25,110,025	17,215,737	2,900,000	16,505,710	61,731,472

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

Thai Beverage Public Company Limited and its Subsidiaries
Statements of changes in equity (Unaudited)

	Note	Issued and paid-up share capital	Difference arising from common control transactions	Separate financial statements		Total equity	
				Ordinary share premium <i>(in thousand Baht)</i>	Legal reserve		Retained earning Unappropriated
Six-month period ended 30 June 2013							
Balance at 1 January 2013		25,110,025	31,035	17,215,737	2,900,000	19,202,547	64,459,344
Transactions with owners, recorded directly in equity							
Dividends to owners of the Company	20	-	-	-	-	(7,030,807)	(7,030,807)
Total transactions with owners, recorded directly in equity		-	-	-	-	(7,030,807)	(7,030,807)
Comprehensive income for the period							
Profit		-	-	-	-	9,009,040	9,009,040
Total comprehensive income for the period		-	-	-	-	9,009,040	9,009,040
Balance at 30 June 2013		25,110,025	31,035	17,215,737	2,900,000	21,180,780	66,437,577

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

Thai Beverage Public Company Limited and its Subsidiaries
Statements of cash flows (Unaudited)

	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		Six-month period ended		Six-month period ended	
		30 June		30 June	
		2013	2012	2013	2012
			(Restated)		
		<i>(in thousand Baht)</i>			
<i>Cash flows from operating activities</i>					
Profit for the period		8,324,303	9,624,774	9,009,040	6,496,296
<i>Adjustments for</i>					
Depreciation and amortisation		1,935,104	1,972,086	12,171	11,526
Interest income		(27,835)	(34,642)	(533,101)	(352,212)
Finance costs		1,098,624	264,950	838,445	723,743
Unrealised (gain) loss on exchange		180,919	(3,972)	159,236	-
Bad and doubtful debts expense		23,406	3,516	-	-
Amortisation of advance payments to a specialist		25,000	25,000	4,687	4,687
(Reversal of) allowance for obsolete inventories		(288,442)	165,352	-	-
Gain on sale of investment		(26,208)	(42,760)	(1,896,097)	(16,010)
(Gain) loss on disposal and write-off of property, plant and equipment and intangible assets		(41,228)	(19,591)	-	3,092
Reversal of impairment loss on property, plant and equipment		(11,470)	(102,449)	-	-
Dividends		(22,738)	(3,670)	(6,601,768)	(6,119,634)
Employee benefit		108,572	116,491	8,134	8,797
Share of profit of associates, net of income tax	9	(1,003,107)	(76,559)	-	-
Income tax expense	18	2,061,578	2,736,829	608,023	125,561
		<u>12,336,478</u>	<u>14,625,355</u>	<u>1,608,770</u>	<u>885,846</u>
<i>Changes in operating assets and liabilities</i>					
Trade accounts receivable		993,667	(27,005)	-	-
Other receivables from related parties		488,415	608,464	61,491	109,441
Inventories		(1,244,851)	(2,297,068)	-	-
Other current assets		(214,142)	233,480	17,986	(7,564)
Trade accounts payable		(268,238)	(37,896)	-	-
Other payables to related parties		(126,536)	(5,870)	(251,377)	67,872
Other current liabilities		(911,292)	(52,296)	(36,603)	(12,642)
Other non-current liabilities		(23,254)	651	15	-
Employee benefit paid		(55,146)	(92,812)	-	(4,402)
Cash generated from operating activities		<u>10,975,101</u>	<u>12,955,003</u>	<u>1,400,282</u>	<u>1,038,551</u>
Income tax paid		(2,964,380)	(3,098,785)	(175,436)	(106,332)
Net cash from operating activities		<u>8,010,721</u>	<u>9,856,218</u>	<u>1,224,846</u>	<u>932,219</u>

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

Thai Beverage Public Company Limited and its Subsidiaries

Statements of cash flows (Unaudited)

	Consolidated		Separate	
	financial statements		financial statements	
	Six-month period ended		Six-month period ended	
	30 June		30 June	
2013	2012	2013	2012	
	(Restated)			
	<i>(in thousand Baht)</i>			
<i>Cash flows from investing activities</i>				
Interest received	28,319	34,772	377,008	357,890
Dividends received	1,570,589	3,670	6,601,768	6,119,634
Current investments	1,998	2,517	-	-
Loans to related parties	-	-	(1,235,524)	(864,000)
Repayment of loans to related parties	-	-	4,009,476	1,994,300
Other long-term loans	15,781	(54,620)	-	(935)
Investments in subsidiaries	2,563,717	39,575	945,990	39,916
Investments in associates	1,461	-	-	-
Other long-term investments	60,449	-	-	-
Purchase of investment properties	-	(186,989)	-	-
Purchase of property, plant and equipment	(2,354,187)	(1,763,296)	(12,742)	(8,454)
Sale of property, plant and equipment	80,319	96,935	37	12
Purchase of intangible assets	(13,072)	(8,103)	(3,288)	(2,330)
Sale of intangible assets	5	183	-	-
(Increase) decrease in other non-current assets	(62,132)	(28,205)	292	356
Investment in indirect subsidiary	-	-	-	(376,250)
Net cash from (used in) investing activities	1,893,247	(1,863,561)	10,683,017	7,260,139
<i>Cash flows from financing activities</i>				
Interest paid	(1,005,353)	(288,855)	(843,319)	(751,495)
Dividends paid to owners of the Company	(7,030,807)	(5,524,206)	(7,030,807)	(5,524,206)
Dividends paid to non-controlling interests	(257,827)	(84,681)	-	-
Bank overdrafts	404,953	24,377	136,427	-
Proceeds from short-term loans from financial institutions	25,464,596	7,197,251	16,596,596	5,600,000
Repayment of short-term loans from financial institutions	(27,340,341)	(8,698,001)	(19,170,341)	(6,400,000)
Proceeds from loans from related parties	-	-	5,810,150	2,885,400
Repayment of loans from related parties	-	-	(6,233,450)	(3,798,000)
Proceeds from long-term loans from financial institutions	1,000,000	-	-	-
Repayment of long-term loans from financial institutions	(4,138,772)	(200,000)	(1,200,000)	-
Net cash used in financing activities	(12,903,551)	(7,574,115)	(11,934,744)	(7,988,301)
Net increase (decrease) in cash and cash equivalents				
	(2,999,583)	418,542	(26,881)	204,057
Cash and cash equivalents at 1 January	4,544,966	3,442,423	28,230	11,188
Foreign currency translation differences for foreign operations	10,290	66,900	-	-
Cash and cash equivalents at 30 June	1,555,673	3,927,865	1,349	215,245

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

Thai Beverage Public Company Limited and its Subsidiaries
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These notes form an integral part of the interim financial statements.

The interim financial statements issued for Thai regulatory reporting purposes are prepared in the Thai language. These English language financial statements have been prepared from the Thai language statutory financial statements, and were approved and authorised for issue by the Board of Directors on 14 August 2013.

1 General information

Thai Beverage Public Company Limited, the “Company”, is incorporated in Thailand and has its registered office at 14 Vibhavadi Rangsit Road, Chomphon, Chatuchak Bangkok.

The Company was listed on the Singapore Exchange Securities Trading Limited (SGX-ST) in May 2006.

The principal businesses of Thai Beverage Public Company Limited and its subsidiaries, the “Group”, are the production, distribution of alcoholic and non-alcoholic beverages, and Japanese restaurants. Details of the Company’s subsidiaries and associates as at 30 June 2013 and 31 December 2012 were as follows:

Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			30 June 2013	31 December 2012
<i>Direct subsidiaries</i>				
1. Beer Thai (1991) Plc.	Beer brewery and production of drinking water and soda water	Thailand	100.00	100.00
2. Beer Thip Brewery (1991) Co., Ltd.	Beer brewery and production of drinking water and soda water	Thailand	100.00	100.00
3. Cosmos Brewery (Thailand) Co., Ltd.	Beer brewery and production of drinking water and soda water	Thailand	100.00	100.00
4. Sangsom Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
5. Fuengfuanant Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
6. Mongkolsamai Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
7. Thanapakdi Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
8. Kanchanasing Korn Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
9. Sura Bangyikhan Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
10. Athimart Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
11. S.S. Karnsura Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
12. Kankwan Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
13. Theparunothai Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
14. Red Bull Distillery (1988) Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
15. United Winery and Distillery Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
16. Simathurakij Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
17. Nateechai Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
18. Luckchai Liquor Trading Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
19. Sura Piset Thipparat Co., Ltd.	Spirits distillery	Thailand	100.00	100.00
20. Modern Trade Management Co., Ltd. (formerly: Pomthip Co., Ltd.)	Beer, spirits and non-alcoholic beverages distributor	Thailand	100.00	100.00
21. Pomkit Co., Ltd.	Beer and non-alcoholic beverages distributor	Thailand	100.00	100.00
22. Pomklung Co., Ltd.	Beer and non-alcoholic beverages distributor	Thailand	100.00	100.00
23. Pomchok Co., Ltd.	Beer and non-alcoholic beverages distributor	Thailand	100.00	100.00

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Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			30 June 2013	31 December 2012
<i>Direct subsidiaries (continued)</i>				
24. Pomcharoen Co., Ltd.	Beer and non-alcoholic beverages distributor	Thailand	100.00	100.00
25. Pomburapa Co., Ltd.	Beer and non-alcoholic beverages distributor	Thailand	100.00	100.00
26. Pompalang Co., Ltd.	Beer and non-alcoholic beverages distributor	Thailand	100.00	100.00
27. Pomnakorn Co., Ltd.	Beer and non-alcoholic beverages distributor	Thailand	100.00	100.00
28. Pomthip (2012) Co., Ltd.	Beer and non-alcoholic beverages distributor	Thailand	100.00	100.00
29. Num Yuk Co., Ltd.	Spirits distributor	Thailand	100.00	100.00
30. Num Kijjakarn Co., Ltd.	Spirits distributor	Thailand	100.00	100.00
31. Num Palang Co., Ltd.	Spirits distributor	Thailand	100.00	100.00
32. Num Muang Co., Ltd.	Spirits distributor	Thailand	100.00	100.00
33. Num Nakorn Co., Ltd.	Spirits distributor	Thailand	100.00	100.00
34. Num Thurakij Co., Ltd.	Spirits distributor	Thailand	100.00	100.00
35. Numrungrad Co., Ltd.	Spirits distributor	Thailand	100.00	100.00
36. Numthip Co., Ltd.	Spirits distributor	Thailand	100.00	100.00
37. Thipchalothorn Co., Ltd.	Beer, spirits and non-alcoholic beverages agency	Thailand	100.00	100.00
38. Krittayabun Co., Ltd.	Beer, spirits and non-alcoholic beverages agency	Thailand	100.00	100.00
39. Surathip Co., Ltd.	Beer, spirits and non-alcoholic beverages agency	Thailand	100.00	100.00
40. Sunthronpirom Co., Ltd.	Beer, spirits and non-alcoholic beverages agency	Thailand	100.00	100.00
41. Piromsurang Co., Ltd.	Beer, spirits and non-alcoholic beverages agency	Thailand	100.00	100.00
42. Thai Beverage Energy Co., Ltd.	Trading of biogas	Thailand	100.00	100.00
43. Thai Molasses Co., Ltd.	Trading of molasses	Thailand	99.72	99.72
44. Feed Addition Co., Ltd.	Trading of feeds and fertilizer	Thailand	100.00	100.00
45. Pan International (Thailand) Co., Ltd.	Trading of supplies and procurement	Thailand	100.00	100.00
46. Charun Business 52 Co., Ltd.	Brick producer and distribution of spirits	Thailand	100.00	100.00
47. Thai Cooperage Co., Ltd.	Oak barrel producer	Thailand	100.00	100.00
48. Thai Beverage Recycle Co., Ltd.	Trading of bottles	Thailand	100.00	100.00
49. Thai Beverage Logistics Co., Ltd.	Transportation and distribution	Thailand	100.00	100.00
50. Thai Beverage Marketing Co., Ltd.	Import and export spirits for trading/ international marketing and non-alcoholic beverages agency	Thailand	100.00	100.00
51. Dhospaak Co., Ltd.	Advertising agency	Thailand	100.00	100.00
52. Thai Beverage Training Co., Ltd.	Training	Thailand	100.00	100.00
53. International Beverage Holdings Limited	Holding company	Hong Kong	100.00	100.00
54. Thai Beverage Brands Co., Ltd.	Trademark holding	Thailand	100.00	100.00
55. Beer Chang Co., Ltd.	Trademark holding and production of concentrate materials	Thailand	100.00	100.00
56. Archa Beer Co., Ltd.	Trademark holding and production of concentrate materials	Thailand	100.00	100.00
57. Sura Piset Phatra Lanna Co., Ltd.	Holding company	Thailand	100.00	100.00
58. United Products Co., Ltd.	Production and distribution of spirits	Thailand	100.00	100.00
59. Thai Drinks Co., Ltd.	Distribution of beverages	Thailand	100.00	100.00

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Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			30 June 2013	31 December 2012
<i>Direct subsidiaries (continued)</i>				
60. Oishi Group Plc.	Japanese restaurants and distribution of foods and beverages	Thailand	79.66	89.26
61. C A C Co., Ltd.	Management of the ASEAN Economic Community centre (AEC)	Thailand	100.00	-
<i>Indirect subsidiaries</i>				
62. Thai Thum Distillery Co., Ltd. #	Production and distribution of spirits	Thailand	99.90	99.90
63. Sura Piset Sahasan Co., Ltd. #	Trading of spirits	Thailand	100.00	100.00
64. Sura Piset Sampan Co., Ltd. #	Trading of spirits	Thailand	100.00	100.00
65. Vitayathan Co., Ltd.	Environmental public relations	Thailand	100.00	100.00
66. InterBev (Singapore) Limited	Trading of alcoholic beverages	Singapore	100.00	100.00
67. InterBev (Cambodia) Co., Ltd.	Trading of alcoholic beverages	Cambodia	100.00	100.00
68. InterBev Malaysia Sdn. Bhd.	Trading of alcoholic beverages	Malaysia	100.00	100.00
69. Best Spirits Company Limited	Trading of alcoholic beverages	Hong Kong	100.00	100.00
70. International Beverage Holdings (UK) Limited	Holding company	United Kingdom	100.00	100.00
71. International Beverage Holdings (China) Limited	Holding company	Hong Kong	100.00	100.00
72. S.P.M Foods & Beverages Co., Ltd.	Production and distribution of drinking water and energy drinks and spirits agency	Thailand	99.84	99.84
73. Oishi Trading Co., Ltd.	Production and distribution of food and beverage	Thailand	79.66	89.26
74. Oishi Ramen Co., Ltd.	Japanese ramen restaurants	Thailand	79.66	89.26
75. Oishi International Holdings Limited	International distribution of beverage	Hong Kong	79.66	89.26
76. Chang Beer International Co., Ltd. #	Dormant	Thailand	100.00	100.00
77. Maekhong Distillery Limited	Consultancy service	Thailand	100.00	100.00
78. Chang International Co., Ltd.	Advertising and marketing services	Thailand	100.00	100.00
79. Chang Corp Co., Ltd.	Advertising and marketing services	Thailand	100.00	100.00
80. Super Brands Company Pte. Ltd.	Trademark holding	Singapore	100.00	100.00
81. Beer Chang International Limited	Not yet operated	Singapore	100.00	100.00
82. International Beverage Trading Limited	Trading of alcoholic beverages	Bermuda	100.00	100.00
83. Sermsuk Plc.	Production and distribution of beverages	Thailand	64.66	64.66
84. InterBev Investment Limited	Holding company	Hong Kong	100.00	100.00
<i>Subsidiaries of indirect subsidiaries</i>				
85. International Beverage Holdings Limited USA, Inc. *	Trading of alcoholic beverages	United States of America	100.00	100.00
86. Blairmhor Limited **	Holding Company	United Kingdom	100.00	100.00
87. Inver House Distillers Limited *	Production and distribution of spirits	United Kingdom	100.00	100.00
88. InterBev Trading (China) Limited **	Trading of alcoholic beverages	People's Republic of China	100.00	100.00
89. Yunnan Yulinquan Liquor Co., Ltd.**	Spirits distillery	People's Republic of China	100.00	100.00
90. Blairmhor Distillers Limited **	Dormant	United Kingdom	100.00	100.00
91. Wee Beastie Limited **	Dormant	United Kingdom	100.00	100.00
92. Moffat & Towers Limited **	Dormant	United Kingdom	100.00	100.00
93. Glen Calder Blenders Limited **	Dormant	United Kingdom	100.00	100.00
94. Hankey Bannister & Company Limited **	Dormant	United Kingdom	100.00	100.00
95. R. Carmichael & Sons Limited **	Dormant	United Kingdom	100.00	100.00

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Name of the entity	Type of business	Country of incorporation	Ownership interest (%)	
			30 June 2013	31 December 2012
<i>Subsidiaries of indirect subsidiaries (continued)</i>				
96. J MacArthur Junior & Company Limited *#	Dormant	United Kingdom	100.00	100.00
97. Mason & Summers Limited *#	Dormant	United Kingdom	100.00	100.00
98. James Catto & Company Limited *#	Dormant	United Kingdom	100.00	100.00
99. The Knockdhu Distillery Co., Ltd. *#	Dormant	United Kingdom	100.00	100.00
100. Speyburn-Glenlivet Distillery Co., Ltd. *#	Dormant	United Kingdom	100.00	100.00
101. The Pulteney Distillery Co., Ltd. *#	Dormant	United Kingdom	100.00	100.00
102. The Balblair Distillery Co., Ltd. *#	Dormant	United Kingdom	100.00	100.00
103. Sermsuk Holdings Co., Ltd. ***	Holding company	Thailand	64.66	64.66
104. Sermsuk Beverage Co., Ltd. ***	Production and distribution of beverages	Thailand	64.66	64.66
105. Sermsuk Training Co.,Ltd. ***	Human resources development and organisation	Thailand	64.66	64.66
106. Great Brands Limited ***	Manage brands	Hong Kong	64.66	64.66
107. Wrangyer Beverage (2008) Co., Ltd. ***	Production and distribution of energy drink	Thailand	64.66	64.66
<i>Associates of indirect subsidiaries</i>				
108. Liquorland Limited ****	Off licences	United Kingdom	49.49	49.49
109. Inver House Distribution SA ****#	Dormant	France	-	49.88
110. Petform (Thailand) Co., Ltd. *****	Manufacture and distribution of plastic packaging	Thailand	25.86	25.86
111. Fraser and Neave, Limited *****	Holding company	Singapore	28.61	28.63
* Subsidiaries of International Beverage Holdings (UK) Limited				
** Subsidiaries of International Beverage Holdings (China) Limited				
*** Subsidiaries of Sermsuk Plc.				
**** Associates of International Beverage Holdings (UK) Limited				
***** Associates of Sermsuk Plc.				
***** Associates of InterBev Investment Limited				
# These are currently non-trading				

At the annual general meeting of the shareholders of the Company held on 27 April 2012, the shareholders approved the acquisition of 171,923,138 ordinary shares of Serm Suk Public Co., Ltd., representing 64.66% of total shares from Thai Beverage Logistics Co., Ltd., the Company's subsidiary.

At the annual general meeting of the shareholders of the Company held on 27 April 2012, the shareholders approved the acquisition of 3,499,998 ordinary shares of United Products Co., Ltd., representing 99.99% of total shares from Sura Piset Phatra Lanna Co., Ltd., the Company's subsidiary. The Company purchased the aforementioned shares in May 2012.

On 21 May 2012, Oishi International Holdings Limited, the Company's indirect subsidiary, was incorporated in Hong Kong with an authorised share capital of HKD 50,000 by issuing 50,000 ordinary shares with a HKD 1 par value.

On 1 June 2012, Great Brands Limited, the Company's subsidiary of indirect subsidiary, was incorporated in Hong Kong with an authorised share capital of HKD 1,000,000 by issuing 1,000,000 ordinary shares with a HKD 1 par value.

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On 5 June 2012, Sermsuk Training Co., Ltd., the Company's subsidiary of an indirect subsidiary, was incorporated in Thailand with an authorised share capital of Baht 10,000,000 by issuing 1,000,000 ordinary shares with Baht 10 par value. The initial paid up capital was Baht 2.50 per share.

On 14 August 2012, a subsidiary of the Company acquired 313,036,775 common shares of Fraser and Neave, Limited ("F&N"), a listed company in the Singapore Exchange Securities Trading Limited (SGX), representing 22% of equity of F&N. The Group's total equity in F&N as of 31 December 2012, which included earlier and subsequent acquisitions from other existing shareholders in the market was 99,387,047 common shares, representing 28.63% of F&N. (See note 4 for additional information).

On 8 November 2012, the Company and two subsidiaries entered into sale and purchase agreements to transfer all ordinary shares of Wrangyer Beverage (2008) Co., Ltd. ("Wrangyer"), the Company's subsidiary, to an indirect subsidiary and two subsidiaries of this indirect subsidiary, for the consideration of Baht 248 million, resulted in Wrangyer becoming a subsidiary of an indirect subsidiary of the Company, effective from 30 November 2012.

On 21 November 2012, Pomthip (2012) Co., Ltd., the Company's subsidiary, was incorporated in Thailand with an authorised share capital of Baht 10,000,000 by issuing 1,000,000 ordinary shares with a Baht 10 par value.

On 16 November 2012, InterBev Investment Limited ("IBIL"), the Company's indirect subsidiary, was incorporated in Hong Kong with an authorised share capital of SGD 1,000,000 by issuing 1,000,000 ordinary shares with a SGD 1 par value. International Beverage Holdings Limited, the Company's subsidiary, holds the entire shares.

On 14 March 2013, the Company sold its 18,000,000 ordinary shares in Oishi Group Public Company Limited, a direct subsidiary of the Company to external parties, at the price of Baht 142.50 per share, for a net consideration totalling Baht 2,564 million.

On 29 April 2013, C A C Co., Ltd., the Company's subsidiary, was incorporated in Thailand with an authorised share capital of Baht 30,000,000 by issuing 300,000 ordinary shares with a Baht 100 par value. The initial paid up capital was Baht 25 per share.

The Board of Directors' meeting held on 14 May 2013 unanimously approved for International Beverage Holdings Limited, the Company's subsidiary, to increase its authorised share capital amounting to HKD 411.34 million, and InterBev Investment Limited, the Company's indirect subsidiary, to increase its authorised share capital amounting to SGD 66.50 million. The aforementioned capital increases were completed on 17 June 2013.

2 Basis of preparation of the interim financial statements

(a) Statement of compliance

The interim financial statements are prepared on a condensed basis in accordance with Thai Accounting Standard (TAS) No. 34 (revised 2009) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (FAP); and applicable rules and regulations of the Thai Securities and Exchange Commission.

The interim financial statements are prepared to provide an update on the financial statements for the year ended 31 December 2012. They do not include all of the financial information required for full annual financial statements but focus on new activities, events and circumstances to avoid repetition of information previously reported. Accordingly, these interim financial statements should be read in

Thai Beverage Public Company Limited and its Subsidiaries
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conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 December 2012.

The FAP has issued the following new and revised TFRS and Announcements relevant to the Group's operations and effective for accounting periods beginning on or after 1 January 2013:

TFRS	Topic
TAS 21 (revised 2009)	The Effects of Changes in Foreign Exchange Rates
TFRS 8	Operating Segments

The adoption of these new and revised TFRS and FAP Announcements has resulted in changes in the Group's accounting policies. The effects of these changes are disclosed in note 3.

In addition to the above new and revised TFRS and Announcements, as at 30 June 2013 the FAP had issued a number of new interpretations which are effective for financial statements beginning on or after 1 January 2014 and have not been adopted in the preparation of these interim financial statements. Those new interpretations that are relevant to the Group's operations are disclosed in note 23.

Except for the changes in accounting policy discussed in note 3, the accounting policies and methods of computation applied in these interim financial statements are consistent with those applied in the financial statements for the year ended 31 December 2012.

(b) *Functional and presentation currency*

The interim financial statements are presented in Thai Baht, which is the Group's functional currency. All financial information presented in Thai Baht has been rounded in the notes to the financial statements to the nearest million unless otherwise stated.

(c) *Use of estimates and judgements*

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

Except as disclosed below, in preparing these interim financial statements, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements for the year ended 31 December 2012.

Information about significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amount recognised in the financial statements is included in the following notes:

- Note 4 Business combination.
- Note 11 Valuation of land.
- Note 12 Current and deferred taxation.
- Note 15 Measurement of defined benefit obligations.
- Note 18 Utilisation of tax losses.

Thai Beverage Public Company Limited and its Subsidiaries
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3 Changes in accounting policies

(a) Overview

From 1 January 2013, consequent to the adoption of new and revised TFRS and FAP Announcements as set out in note 2, the Group has changed its accounting policies in the following areas:

- Accounting for the effects of changes in foreign exchange rates
- Presentation of information on operating segments

Details of the new accounting policies adopted by the Group are included in notes 3 (b) to 3 (c) below. Other new and revised TFRS did not have any impact on the accounting policies, financial position or performance of the Group.

(b) Accounting for the effects of changes in foreign exchange rates

From 1 January 2013, the Group has adopted TAS 21 Accounting for the effects of changes in foreign exchange rates.

The principal change introduced by TAS 21 is the introduction of the concept of functional currency, which is defined as the currency of the primary economic environment in which the entity operates. TAS 21 requires the entity to determine its functional currency and translate foreign currency items into its functional currency, reporting the effects of such translation in accordance with the provisions of TAS 21. Foreign currencies are defined by TAS 21 as all currencies other than the entity's functional currency.

Management has determined that the functional currency of the Company is Thai Baht and that the adoption of TAS 21 from 1 January 2013 has not had a significant impact on the Group's reported assets, liabilities or retained earnings.

(c) Presentation of information on operating segments

From 1 January 2013, the Group has adopted TFRS 8 Operating Segments. The new policy for presentation of information on operating segments, together with information on the previous policy, is given below. The new policy has been applied retrospectively and segment information included in the 2012 financial statements, which are included in the Group's 2013 interim financial statements for comparative purposes, has been re-presented accordingly. The change in policy only impacts presentational aspects and has no impact on the Group's reported assets, liabilities, results or earnings per share.

TFRS 8 introduces the "management approach" to segment reporting. It requires a change in the presentation and disclosure of segment information based on the internal reports regularly reviewed by the Group's Chief Operating Decision Maker in order to assess each segment's performance and to allocate resources to those segments. Previously the Group presented segment information in respect of its business and geographical segments in accordance with TAS 14 Segment Reporting.

The change in basis of presentation and disclosure of segment information has had no significant effect on the segment information reported in the Group's financial statements.

Thai Beverage Public Company Limited and its Subsidiaries
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4 Acquisitions of subsidiary and non-controlling interests

(a) Sermsuk Public Company Ltd.

As at 31 December 2011, Thai Beverage Logistics Co., Ltd., a subsidiary of the Company had acquired a total 171,923,138 ordinary shares in Sermsuk, representing a 64.66% equity interest, for a total purchase price of Baht 9,972 million. Acquisition related costs totalling Baht 24.6 million, principally comprising charges for a letter of financial support and fees for the tender offer, were included in administrative expenses in the consolidated statement of comprehensive income for the year ended 31 December 2011.

In accordance with TFRS 3, management is required to make a preliminary assessment of the fair values of business acquired as at the acquisition date. During the measurement period, which must not exceed one year from the acquisition date, the acquirer shall retrospectively adjust the provisional amounts recognised at the acquisition date to reflect new information obtained about facts and circumstances that existed as of the acquisition date. Finalisation of the fair values for acquisition of business acquired during 2011 is dependent on assessment of fair values and completion of the purchase price allocation exercise.

At the date of original issuance of the consolidated financial statements for the period ended 30 June 2012, the fair values of business acquired during 2011 had been provisionally assessed by management. Independent appraisal reports determining the fair values were subsequently finalised in the third quarter of 2012. The fair values of the business acquired were adjusted accordingly in the consolidated financial statements for the six-month period ended 30 June 2012. The consolidated statement of income, comprehensive income, changes in equity and cash flows for the three-month and six-month periods ended 30 June 2012 included in these financial statements have been restated to reflect the goodwill from the acquisition of Baht 3,975 million, from the amount previously preliminarily assessed and reported at Baht 4,100 million.

The consolidated financial statements for the three-month and six-month periods ended 30 June 2012 included in these financial statements has been restated as shown below:

Consolidated statement of income
For the three-month period ended
30 June 2012

	As stated originally	Revised
	<i>(in million Baht)</i>	
Other income	129	139
Cost of sale of goods	29,304	29,354
Selling expenses	2,949	3,031
Administrative expenses	2,511	2,497
Loss on foreign exchange	-	5
Income tax expenses	1,439	1,416

For the six-month period ended
30 June 2012

	As stated originally	Revised
	<i>(in million Baht)</i>	
Cost of sale of goods	58,853	58,896
Selling expenses	5,620	5,754
Administrative expenses	5,106	5,105
Income tax expenses	2,773	2,737

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Net assets at the acquisition date comprised the following:

	Carrying amounts as stated originally	Fair value adjustments	Recognised values revised
		<i>(in million Baht)</i>	
Cash and cash equivalents	915	-	915
Trade receivables - net	1,138	-	1,138
Inventories	2,397	(1,005)	1,392
Property, plant and equipment - net	8,698	802	9,500
Intangible assets	36	-	36
Deferred tax assets	458	(12)	446
Other assets	1,129	54	1,183
Trade accounts payable	(1,266)	-	(1,266)
Deferred tax liabilities	(1,308)	274	(1,034)
Other liabilities	(3,116)	80	(3,036)
Net identifiable assets	9,081	193	9,274
Goodwill on acquisition	4,100	(125)	3,975
Non-controlling interests	(3,209)	(68)	(3,277)
Consideration paid	9,972	-	9,972
Cash acquired	(915)	-	(915)
Net cash outflow	9,057	-	9,057

The goodwill is mainly attributable to Sermsuk's management and employees' skills and talents to produce beverages and to Sermsuk's distribution and logistics network.

(b) Fraser and Neave, Limited

On 14 August 2012, International Beverage Holdings Limited, a direct subsidiary of the Company, acquired 313,036,775 common shares of Fraser and Neave, Limited ("F&N"), a company incorporated in Singapore and listed on the Singapore Exchange Securities Trading Limited, representing about 22% of equity interest on that day and paid the consideration for the shares at SGD 8.88 per share amounting to SGD 2,779.8 million to 3 existing shareholders per sale and purchase agreements dated 18 July 2012. This acquisition was granted the waiver for obtaining approval from the shareholders by the Singapore Stock Exchange on the condition that the Company can seek shareholders' ratification at an extraordinary general meeting within three months from the date of the grant.

When including earlier acquisitions of 62,624,547 common shares from other existing shareholders in the market, the Group's total shares in F&N's equity was about 26% of F&N's total equity as of 14 August 2012. Following this acquisition, F&N, which carries out the principal activities of production and sale of soft drinks, dairy products and beer; development and investment in property; and printing and publishing through its subsidiaries, joint ventures and associate companies, became an associate of the Company from 14 August 2012.

After 14 August 2012, a subsidiary of the Company acquired 36,762,500 common shares from other existing shareholders in the market. Subsequently, all 412,423,822 common shares was transferred to InterBev Investment Limited, an indirect subsidiary whose entire shares held by International Beverage Holdings Limited, on 18 December 2012. As of 30 June 2013, the Group's total shares in Fraser and Neave, Limited represented 28.61% of F&N's total equity.

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The Company is presently in the process of determining the fair value of the identifiable net assets of F&N which is expected to be completed within one year from the date of purchase. In the meantime, the book value of the identifiable net assets has been used to account for the investment in associate. The adjustment of fair value of the net assets will be accounted for when the aforementioned determination is completed.

Following the Group's purchase of this overseas investment, a significant part of the Investee's business ("the Business") was eventually sold to another party. The Investee realised a gain of Baht 119,214 million from the sale of the Business in the financial statement for the year ended 31 December 2012 and the Group should ordinarily have recognised its proportionate share of profit according to equity accounting principles of Baht 35,191 million. However, pending finalisation of the fair value assessment referred to in the preceding paragraph, the management determined that the Group should recognise its share of profit only for an amount not exceeding the fair value of the Investee, amounting to Baht 13,437 million in the consolidated statement of income for the year ended 31 December 2012, as determined by the available valuation report from another independent appraiser, dated 20 December 2012.

5 Significant transactions

At the annual general meeting of the shareholders of an associate of the Group held on 29 January 2013, the shareholders approved the appropriation of dividend of SGD 0.12 per share for the year ended 30 September 2012. This dividend was paid on 21 February 2013.

At the Executive Board of Directors' meeting held on 22 February 2013, the directors approved for incorporation a new company for management of the ASEAN Economic Community (AEC) centre with an authorised share capital of Baht 30 million.

At the Board of Directors' meeting held on 14 May 2013, the directors approved for International Beverage Holdings Limited, the Company's subsidiary, to increase its authorised share capital amounting to SGD 230 million and InterBev Investment Limited, the Company's indirect subsidiary, to increase its authorised share capital amounting to SGD 230 million.

At the Board of Directors' meeting held on 14 May 2013, the directors had the resolution to support a resolution of the Board of Directors of an associate to seek an approval from its shareholders on a proposed capital reduction exercise which will involve a cash distribution of SGD 3.28 per share, amounting to an aggregate distribution of approximately SGD 4.73 billion.

On 10 May 2013, the Board of Directors of an associate of the Group approved the interim dividend payment of SGD 0.035 per share. This interim dividend was paid on 14 June 2013.

At the annual general meeting of the shareholders of the Company held on 25 April 2013, the shareholders approved the appropriation of dividend of Baht 0.42 per share, amounting to Baht 10,546 million. On 11 September 2012, the interim dividend of Baht 0.14 per share was paid, totalling Baht 3,515 million. The remaining dividend of Baht 0.28 per share, totalling Baht 7,031 million was paid on 22 May 2013.

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6 Related parties

For the purposes of these financial statements, parties are considered to be related to the Group and the Company if the Group and the Company has the ability, directly or indirectly, to control or joint control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group and the party are subject common control or common significant influence. Related parties may be individuals or other entities.

Relationships with related parties other than direct subsidiaries, indirect subsidiaries, subsidiaries of indirect subsidiaries and associates of indirect subsidiaries (as presented in note 1) were as follows:

Name of entities	Country of incorporation/ nationality	Nature of relationships
1. Thai Alcohol Plc.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
2. Sint Ek Panich Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
3. Banglen Agriculture Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
4. Pisetkij Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
5. Thip Sugar Kamphaengphet Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
6. The Chonburi Sugar Corp. Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
7. Thip Sugar Sukhothai Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
8. The Suphanburi Sugar Industry Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
9. The Southeast Insurance Plc.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
10. The Southeast Life Insurance Plc.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
11. Southeast Capital Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
12. T.C.C. Technology Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
13. Thai Glass Industries Plc.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
14. Bang-Na Glass Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
15. TCC Hotel Collection Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
16. Terragro Bio-Tech Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
17. BJC Industrial and Trading Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
18. North Park Real Estate Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
19. TCC PD 11 Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
20. Thippatana Arcade Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly

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Name of entities	Country of incorporation/ nationality	Nature of relationships
21. Siam Food Products Plc.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
22. BJC Healthcare Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
23. Wattanapat Trading Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
24. Silvercord Capital (Singapore) Limited	Singapore	Directors and controlling equity holders hold substantial shares indirectly
25. Plantheon Trading Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
26. Eastern Chemical Co., Ltd.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
27. New Noble Property and Loan Fund	Thailand	Directors and controlling equity holders are the principal unit holder of this real estate investment fund
28. Dynamic Assets Property and Loan Fund	Thailand	Directors and controlling equity holders are the principal unit holder of this real estate investment fund
29. Best Fortune Property and Loan Fund	Thailand	Directors and controlling equity holders are the principal unit holder of this real estate investment fund
30. Regent Gold Property Fund	Thailand	Directors and controlling equity holders are the principal unit holder of this real estate investment fund
31. Plaza Athenee Hotel (Thailand) Co., Ltd.	Thailand	Directors and controlling equity holders are the directors and hold substantial shares indirectly
32. North Park Golf And Sports Club Co., Ltd.	Thailand	Directors and controlling equity holders are the directors and hold substantial shares indirectly
33. Berli Jucker Plc.	Thailand	Directors and controlling equity holders hold substantial shares indirectly
34. Thai Beverage Can Co., Ltd.	Thailand	Directors and controlling equity holders hold 50% shares indirectly
35. PS Recycle Co., Ltd.	Thailand	Directors and controlling equity holders are relatives of controlling person
36. T.C.C. International Limited	Hong Kong	Controlling equity holders hold substantial shares indirectly
37. Best wishes Co., Ltd.	Hong Kong	Controlling equity holders hold substantial shares indirectly
38. Bangkok Glass Co., Ltd.	Thailand	A subsidiary holds shares
39. The Pet Co., Ltd.	Thailand	A subsidiary holds shares
40. Crown Seal Plc.	Thailand	A subsidiary holds shares
41. TCC Assets Ltd.	British Virgin Island	Directors and controlling equity holders hold substantial shares directly
42. F&N Group and related parties of F&N Group	Singapore	An indirect subsidiary holds 28.61% shares in Fraser and Neave, Limited, which is the parent company
43. Key management personnel	Thailand	Persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of the Group/Company.

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The pricing policies for particular types of transactions are explained further below:

Transactions	Pricing policies
Sale of goods	Agreed prices which approximate market prices
Rendering of services	Contractual prices
Purchase of goods/raw materials	Agreed prices which approximate market prices
Receiving of services	Contractual prices
Purchase and sale of property, plant and equipment	Contractual prices
Purchase and sale of investments	Contractual prices
Interest income and interest expense	Rate as mutually agreed by equity holders with reference interest rates quoted by financial institutions

Significant transactions for the three-month and six-month periods ended 30 June 2013 and 2012 with related parties were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
<i>Three-month period ended 30 June</i>	2013	2012	2013	2012
	<i>(in million Baht)</i>			
Subsidiaries				
Management fees	-	-	832	818
Cost of rendering of services	-	-	73	104
Interest income	-	-	261	175
Interest expense	-	-	300	237
Dividends	-	-	6,552	5,710
Increase in share capital in subsidiaries	-	-	1,610	-
Purchase of investment	-	-	7	376
Administrative expenses	-	-	3	4
Associates				
Share of profit of associates, net of income tax	761	95	-	-
Key management personnel				
Key management personnel compensation				
Short-term employee benefit	97	105	63	62
Post-employment benefits	3	3	3	3
Total key management personnel compensation	<u>100</u>	<u>108</u>	<u>66</u>	<u>65</u>
Other related parties				
Sales of goods	72	429	-	-
Income of rendering of services	-	1	-	-
Purchases of raw materials and packaging	2,780	2,757	-	-
Overhead costs	41	55	-	-
Cost of rendering of services	-	-	40	22
Other income	177	10	1	1
Selling and administrative expenses	184	143	1	-
Purchases of plant and equipment	43	328	-	-
Sale of plant and equipment	-	15	-	-
Purchases of investment property	-	187	-	-
Sale of investment	-	40	-	40

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2013 (Unaudited)

<i>Six-month period ended 30 June</i>	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2013	2012	2013	2012
	<i>(in million Baht)</i>			
Subsidiaries				
Management fees	-	-	1,726	1,682
Cost of rendering of services	-	-	134	152
Interest income	-	-	527	342
Interest expense	-	-	597	486
Dividends	-	-	6,602	6,120
Increase in share capital in subsidiaries	-	-	1,610	-
Purchase of investment	-	-	7	376
Administrative expenses	-	-	5	5
Associates				
Share of profit of associates, net of income tax	1,003	77	-	-
Key management personnel				
Key management personnel compensation				
Short-term employee benefit	302	288	267	241
Post-employment benefits	5	5	5	5
Total key management personnel compensation	<u>307</u>	<u>293</u>	<u>272</u>	<u>246</u>
Other related parties				
Sales of goods	170	631	-	-
Income of rendering of services	1	16	-	-
Purchases of raw materials and packaging	5,356	5,684	-	-
Overhead costs	115	93	-	-
Cost of rendering of services	-	-	68	46
Other income	229	18	1	2
Selling and administrative expenses	331	281	2	1
Purchases of plant and equipment	118	331	-	-
Sale of plant and equipment	-	15	-	-
Purchases of investment property	-	187	-	-
Sale of investment	-	40	-	40

Balances as at 30 June 2013 and 31 December 2012 with related parties were as follows:

<i>Trade accounts receivable from related parties</i>	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	30	31	30	31
	June	December	June	December
	2013	2012	2013	2012
	<i>(in million Baht)</i>			
Other related companies				
Berli Jucker Plc.	30	52	-	-
Fraser and Neave, Limited.	7	-	-	-
PS Recycle Co., Ltd.	5	4	-	-
Terragro Bio-Tech Co., Ltd.	5	5	-	-
Pisetkit Co., Ltd.	3	4	-	-
TCC Holding Co., Ltd.	-	6	-	-
Others	5	6	-	-
Total	<u>55</u>	<u>77</u>	<u>-</u>	<u>-</u>

Thai Beverage Public Company Limited and its Subsidiaries
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Short-term loans to and other receivables from related parties

	Consolidated financial statements						Separate financial statements					
	30 June 2013			31 December 2012			30 June 2013			31 December 2012		
	Short-term loans to	Other receivables	Total	Short-term loans to	Other receivables	Total	Short-term loans to	Other receivables	Total	Short-term loans to	Other receivables	Total
<i>Subsidiaries</i>												
Beer Thai (1991) Plc.	-	-	-	-	-	-	422	15	437	92	20	112
Beer Thip Brewery (1991) Co., Ltd.	-	-	-	-	-	-	-	11	11	-	13	13
Cosmos Brewery (Thailand) Co., Ltd.	-	-	-	-	-	-	-	3	3	-	4	4
Sansom Co., Ltd.	-	-	-	-	-	-	-	15	15	-	2	2
Fuengfuanant Co., Ltd.	-	-	-	-	-	-	-	3	3	-	2	2
Mongkolsamai Co., Ltd.	-	-	-	-	-	-	-	1	1	-	1	1
Thanapakdi Co., Ltd.	-	-	-	-	-	-	-	1	1	-	1	1
Kanchanasingkorn Co., Ltd.	-	-	-	-	-	-	-	1	1	-	1	1
Sura Bangyikhan Co., Ltd.	-	-	-	-	-	-	-	13	13	-	24	24
Athimart Co., Ltd.	-	-	-	-	-	-	-	3	3	-	3	3
S.S. Karnsura Co., Ltd.	-	-	-	-	-	-	-	3	3	-	4	4
Kankwan Co., Ltd.	-	-	-	-	-	-	-	4	4	-	4	4
Theparunothai Co., Ltd.	-	-	-	-	-	-	-	3	3	-	5	5
Red Bull Distillery (1988) Co., Ltd.	-	-	-	-	-	-	340	15	355	785	21	806
United Winery and Distillery Co., Ltd.	-	-	-	-	-	-	-	1	1	-	2	2
Simathurakij Co., Ltd.	-	-	-	-	-	-	-	2	2	-	2	2
Nateechai Co., Ltd.	-	-	-	-	-	-	-	2	2	-	3	3
Luckchai Liquor Trading Co., Ltd.	-	-	-	-	-	-	-	1	1	-	1	1
Sura Piset Phatra Lanna Co., Ltd.	-	-	-	-	-	-	19	-	19	83	-	83
United Products Co., Ltd.	-	-	-	-	-	-	-	-	-	12	-	12
Modern Trade Management Co., Ltd. (formerly: Pomthip Co., Ltd.)	-	-	-	-	-	-	-	12	12	-	12	12
Pomkit Co., Ltd.	-	-	-	-	-	-	-	3	3	-	5	5
Pomklung Co., Ltd.	-	-	-	-	-	-	-	4	4	-	6	6
Pomchok Co., Ltd.	-	-	-	-	-	-	-	3	3	-	5	5
Pomcharoen Co., Ltd.	-	-	-	-	-	-	-	2	2	-	3	3
Pomburapa Co., Ltd.	-	-	-	-	-	-	-	3	3	-	5	5
Pompalang Co., Ltd.	-	-	-	-	-	-	-	2	2	-	4	4
Pomnakorn Co., Ltd.	-	-	-	-	-	-	-	3	3	-	5	5
Pomthip (2012) Co., Ltd.	-	-	-	-	-	-	-	4	4	-	-	-

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Short-term loans to and other receivables from related parties

	Consolidated financial statements						Separate financial statements					
	30 June 2013			31 December 2012			30 June 2013			31 December 2012		
	Short-term loans to	Other receivables	Total	Short-term loans to	Other receivables	Total	Short-term loans to	Other receivables	Total	Short-term loans to	Other receivables	Total
	<i>(in million Baht)</i>											
<i>Subsidiaries (continued)</i>												
Num Yuk Co., Ltd.	-	-	-	-	-	-	-	11	11	-	23	23
Num Kijjakarn Co., Ltd.	-	-	-	-	-	-	-	11	11	-	19	19
Num Palang Co., Ltd.	-	-	-	-	-	-	-	6	6	-	8	8
Num Muang Co., Ltd.	-	-	-	-	-	-	-	9	9	-	11	11
Num Nakorn Co., Ltd.	-	-	-	-	-	-	-	6	6	-	9	9
Num Thurakij Co., Ltd.	-	-	-	-	-	-	-	8	8	-	11	11
Numrungrad Co., Ltd.	-	-	-	-	-	-	-	9	9	-	16	16
Numthip Co., Ltd.	-	-	-	-	-	-	-	6	6	-	9	9
Thipchalothorn Co., Ltd.	-	-	-	-	-	-	-	16	16	530	26	556
Krittayabun Co., Ltd.	-	-	-	-	-	-	59	30	89	560	45	605
Surathip Co., Ltd.	-	-	-	-	-	-	-	20	20	358	29	387
Sunthronpirom Co., Ltd.	-	-	-	-	-	-	-	20	20	267	33	300
Piromsurang Co., Ltd.	-	-	-	-	-	-	-	10	10	84	14	98
Oishi Group Plc.	-	-	-	-	-	-	-	1	1	-	1	1
Thai Beverage Recycle Co., Ltd.	-	-	-	-	-	-	197	2	199	376	2	378
Thai Beverage Logistics Co., Ltd.	-	-	-	-	-	-	9,775	40	9,815	11,031	46	11,077
Thai Beverage Marketing Co., Ltd.	-	-	-	-	-	-	112	-	112	-	1	1
Dhospaak Co., Ltd.	-	-	-	-	-	-	14	-	14	26	-	26
International Beverage Holdings Limited	-	-	-	-	-	-	10,017	359	10,376	10,050	140	10,190
Total subsidiaries	-	-	-	-	-	-	20,955	697	21,652	24,254	601	24,855

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Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2013 (Unaudited)

Short-term loans to and other receivables from related parties

	Consolidated financial statements						Separate financial statements					
	30 June 2013			31 December 2012			30 June 2013			31 December 2012		
	Short-term loans to	Other receivables	Total	Short-term loans to	Other receivables	Total	Short-term loans to	Other receivables	Total	Short-term loans to	Other receivables	Total
	<i>(in million Baht)</i>											
Related companies												
The Southeast Insurance Plc. *	-	676	676	-	1,121	1,121	-	-	-	-	-	-
Thip Sugar Sukhothai Co., Ltd.	-	35	35	-	-	-	-	-	-	-	-	-
Thip Sugar Kamphaengphet Co., Ltd.	-	19	19	-	-	-	-	-	-	-	-	-
Gaew Grung Thai Co., Ltd.	-	7	7	-	45	45	-	-	-	-	-	-
Pisetkij Co., Ltd.	-	5	5	-	7	7	-	-	-	-	-	-
The Suphanburi Sugar Industry Co.,Ltd.	-	5	5	-	-	-	-	-	-	-	-	-
Best Fortune Property and Loan Fund	-	4	4	-	4	4	-	-	-	-	-	-
New Noble Property and Loan Fund	-	4	4	-	4	4	-	-	-	-	-	-
Plantheon Trading Co., Ltd.	-	-	-	-	57	57	-	-	-	-	-	-
Thai Alcohol Plc.	-	-	-	-	2	2	-	-	-	-	2	2
Others	-	4	4	-	6	6	-	-	-	-	-	-
Total related companies	-	759	759	-	1,246	1,246	-	-	-	-	2	2
Total	-	759	759	-	1,246	1,246	20,955	697	21,652	24,254	603	24,857

* At 30 June 2013, the Group received notice of partial of insurance reimbursement of Baht 1,880 million (*31 December 2012: Baht 1,831 million*), of which Baht 1,135 million has been already received (*31 December 2012: Baht 815 million*).

Thai Beverage Public Company Limited and its Subsidiaries
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Long-term loans to and other receivables from related parties

	Consolidated financial statements						Separate financial statements					
	30 June 2013			31 December 2012			30 June 2013			31 December 2012		
	Long-term loans to	Other receivables	Total	Long-term loans to	Other receivables	Total	Long-term loans to	Other receivables	Total	Long-term loans to	Other receivables	Total
	<i>(in million Baht)</i>											
<i>Subsidiaries</i>												
Beer Thai (1991) Plc.	-	-	-	-	-	-	912	-	912	938	-	938
Red Bull Distillery (1988) Co., Ltd.	-	-	-	-	-	-	1,008	-	1,008	781	-	781
Sura Piset Phatra Lanna Co., Ltd.	-	-	-	-	-	-	53	-	53	-	-	-
Surathip Co., Ltd.	-	-	-	-	-	-	109	-	109	176	-	176
Sunthronpirom Co., Ltd.	-	-	-	-	-	-	202	-	202	377	-	377
Krittayabun Co., Ltd.	-	-	-	-	-	-	32	-	32	32	-	32
Thai Beverage Recycle Co., Ltd.	-	-	-	-	-	-	304	-	304	-	-	-
Thai Beverage Logistics Co., Ltd.	-	-	-	-	-	-	51	-	51	-	-	-
Pan International (Thailand) Co., Ltd.	-	-	-	-	-	-	-	1	1	-	1	1
Total subsidiaries	-	-	-	-	-	-	2,671	1	2,672	2,304	1	2,305
<i>Related companies</i>												
North Park Real Estate Co., Ltd.	-	32	32	-	32	32	-	3	3	-	3	3
T.C.C. Technology Co., Ltd.	-	8	8	-	7	7	-	7	7	-	7	7
Best Fortune Property and Loan Fund	-	6	6	-	6	6	-	-	-	-	-	-
The Pet Co., Ltd.	-	3	3	-	5	5	-	-	-	-	-	-
Others	-	7	7	-	7	7	-	-	-	-	-	-
Total related companies	-	56	56	-	57	57	-	10	10	-	10	10
Total	-	56	56	-	57	57	2,671	11	2,682	2,304	11	2,315

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2013 (Unaudited)

<i>Summary of loans to related parties</i>	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
	<i>(in million Baht)</i>			
Short-term loans	-	-	20,955	24,254
Long-term loans	-	-	2,671	2,304
Total loans to related parties	-	-	23,626	26,558

Movements during the six-month periods ended 30 June 2013 and 2012 of loans to related parties were as follows:

<i>Loans to related parties</i>	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
<i>Six-month period ended 30 June</i>	<i>(in million Baht)</i>			
<i>Short-term loans</i>				
Subsidiaries				
At 1 January	-	-	24,254	14,753
Increase	-	-	443	252
Decrease	-	-	(3,742)	(1,953)
At 30 June	-	-	20,955	13,052
<i>Long-term loans</i>				
Subsidiaries				
At 1 January	-	-	2,304	635
Increase	-	-	635	612
Decrease	-	-	(268)	(41)
At 30 June	-	-	2,671	1,206

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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<i>Trade accounts payable to related parties</i>	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
	<i>(in million Baht)</i>			
Other related companies				
Thai Malaya Glass Co., Ltd.	472	848	-	-
Bangkok Glass Co., Ltd.	314	54	-	-
Thai Beverage Can Co., Ltd.	204	170	-	-
Petform (Thailand) Co., Ltd.	151	162	-	-
Crown Seal Plc.	105	107	-	-
Thip Sugar Sukhothai Co., Ltd.	40	2	-	-
Berli Jucker Plc.	39	10	-	-
The Pet Co., Ltd.	55	58	-	-
Thip Sugar Kamphaengphet Co., Ltd.	10	-	-	-
Pet pack Co., Ltd.	10	-	-	-
Berli Jucker Foods Co., Ltd.	6	13	-	-
PS Recycle Co., Ltd.	6	10	-	-
Siam Food Products Plc.	4	-	-	-
AT Mediafront Co., Ltd.	3	1	-	-
The Suphanburi Sugar Industry Co., Ltd.	2	-	-	-
Plantheon Trading Co., Ltd.	-	11	-	-
Pisetkij Co., Ltd.	-	11	-	-
Others	2	2	-	-
Total	1,423	1,459	-	-

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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Short-term loans from and other payables to related parties

	Consolidated financial statements						Separate financial statements					
	30 June 2013			31 December 2012			30 June 2013			31 December 2012		
	Short-term loans from	Other payables	Total	Short-term loans from	Other payables	Total	Short-term loans from	Other payables	Total	Short-term loans from	Other payables	Total
	<i>(in million Baht)</i>											
Subsidiaries												
Beer Thip Brewery (1991) Co., Ltd.	-	-	-	-	-	-	1,123	11	1,134	1,193	12	1,205
Sangsom Co., Ltd.	-	-	-	-	-	-	-	11	11	475	10	485
Fuengfuanant Co., Ltd.	-	-	-	-	-	-	72	2	74	240	2	242
Mongkolsamai Co., Ltd.	-	-	-	-	-	-	-	1	1	-	1	1
Thanapakdi Co., Ltd.	-	-	-	-	-	-	15	1	16	79	1	80
Kanchanasingorn Co., Ltd.	-	-	-	-	-	-	-	1	1	-	1	1
Sura Piset Thipparat Co., Ltd.	-	-	-	-	-	-	-	1	1	-	-	-
Sura Bangyikhan Co., Ltd.	-	-	-	-	-	-	1,262	12	1,274	532	8	540
Athimart Co., Ltd.	-	-	-	-	-	-	-	2	2	-	1	1
S.S. Karnsura Co., Ltd.	-	-	-	-	-	-	2	1	3	-	1	1
Kankwan Co., Ltd.	-	-	-	-	-	-	-	1	1	-	1	1
Theparunothai Co., Ltd.	-	-	-	-	-	-	79	1	80	-	-	-
United Winery and Distillery Co., Ltd.	-	-	-	-	-	-	-	1	1	-	1	1
Simathurakij Co., Ltd.	-	-	-	-	-	-	-	3	3	129	3	132
Nateechai Co., Ltd.	-	-	-	-	-	-	3	-	3	-	-	-
Luckchai Liquor Trading Co., Ltd.	-	-	-	-	-	-	63	2	65	101	2	103
Piromsurang Co., Ltd.	-	-	-	-	-	-	127	-	127	-	-	-
Thipchalothorn Co., Ltd.	-	-	-	-	-	-	1	-	1	-	-	-
Krittayabun Co., Ltd.	-	-	-	-	-	-	-	1	1	-	-	-
Modern Trade Management Co., Ltd. (formerly: Pomthip Co., Ltd.)	-	-	-	-	-	-	-	2	2	171	1	172
Pomkit Co., Ltd.	-	-	-	-	-	-	-	3	3	116	3	119
Pomklung Co., Ltd.	-	-	-	-	-	-	18	2	20	394	2	396
Pomchok Co., Ltd.	-	-	-	-	-	-	31	2	33	176	2	178
Pomcharoen Co., Ltd.	-	-	-	-	-	-	92	1	93	184	1	185
Pomburapa Co., Ltd.	-	-	-	-	-	-	31	2	33	221	2	223
Pompalang Co., Ltd.	-	-	-	-	-	-	-	1	1	258	1	259
Pomnakorn Co., Ltd.	-	-	-	-	-	-	25	1	26	149	2	151
Pomthip (2012) Co., Ltd.	-	-	-	-	-	-	292	1	293	-	-	-
Num Yuk Co., Ltd.	-	-	-	-	-	-	-	3	3	519	5	524
Num Kijjakarn Co., Ltd.	-	-	-	-	-	-	-	7	7	404	8	412

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2013 (Unaudited)

Short-term loans from and other payables to related parties

	Consolidated financial statements						Separate financial statements					
	30 June 2013			31 December 2012			30 June 2013			31 December 2012		
	Short-term loans from	Other payables	Total	Short-term loans from	Other payables	Total	Short-term loans from	Other payables	Total	Short-term loans from	Other payables	Total
	<i>(in million Baht)</i>											
<i>Subsidiaries (continued)</i>												
Num Palang Co., Ltd.	-	-	-	-	-	-	-	2	2	494	2	496
Num Muang Co., Ltd.	-	-	-	-	-	-	35	4	39	527	6	533
Num Nakorn Co., Ltd.	-	-	-	-	-	-	-	3	3	500	4	504
Num Thurakij Co., Ltd.	-	-	-	-	-	-	-	4	4	381	4	385
Numrungrad Co., Ltd.	-	-	-	-	-	-	-	4	4	386	5	391
Numthip Co., Ltd.	-	-	-	-	-	-	364	2	366	560	3	563
Thai Beverage Energy Co., Ltd.	-	-	-	-	-	-	262	1	263	228	1	229
Thai Molasses Co., Ltd.	-	-	-	-	-	-	300	1	301	124	1	125
Thai Cooperage Co., Ltd.	-	-	-	-	-	-	43	-	43	126	1	127
Feed Addition Co., Ltd.	-	-	-	-	-	-	29	-	29	47	-	47
Pan International (Thailand) Co., Ltd.	-	-	-	-	-	-	1	1	2	20	1	21
Charun Business 52 Co., Ltd.	-	-	-	-	-	-	11	-	11	17	-	17
Thai Beverage Logistics Co., Ltd.	-	-	-	-	-	-	-	-	-	-	1	1
Thai Beverage Marketing Co., Ltd.	-	-	-	-	-	-	-	52	52	101	248	349
Dhospaak Co., Ltd.	-	-	-	-	-	-	-	41	41	-	81	81
Thai Beverage Training Co., Ltd.	-	-	-	-	-	-	-	1	1	-	3	3
Cosmos Brewery (Thailand) Co., Ltd.	-	-	-	-	-	-	176	2	178	210	2	212
Beer Chang Co., Ltd.	-	-	-	-	-	-	69	2	71	53	1	54
Thai Drinks Co., Ltd.	-	-	-	-	-	-	-	-	-	27	1	28
Archa Beer Co., Ltd.	-	-	-	-	-	-	-	-	-	2	-	2
Total subsidiaries	-	-	-	-	-	-	4,526	197	4,723	9,144	436	9,580

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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Short-term loans from and other payables to related parties

	Consolidated financial statements						Separate financial statements					
	30 June 2013			31 December 2012			30 June 2013			31 December 2012		
	Short-term loans from	Other payables	Total	Short-term loans from	Other payables	Total	Short-term loans from	Other payables	Total	Short-term loans from	Other payables	Total
	<i>(in million Baht)</i>											
Related companies												
Dhanasindhi Co., Ltd.	-	54	54	-	139	139	-	-	-	-	-	-
Plaza Athenee Hotel (Thailand) Co., Ltd.	-	30	30	-	21	21	-	1	1	-	1	1
Thai Alcohol Plc.	-	16	16	-	-	-	-	-	-	-	-	-
Southeast Capital Co., Ltd.	-	15	15	-	8	8	-	3	3	-	3	3
Berli Jucker Plc.	-	11	11	-	27	27	-	-	-	-	-	-
TCC Hotel Collection Co., Ltd.	-	9	9	-	6	6	-	-	-	-	-	-
T.C.C. Technology Co., Ltd.	-	8	8	-	18	18	-	6	6	-	14	14
The Southeast Insurance Plc.	-	2	2	-	37	37	-	-	-	-	-	-
Business Process Outsourcing Co., Ltd.	-	-	-	-	8	8	-	-	-	-	8	8
Others	-	31	31	-	39	39	-	2	2	-	2	2
Total related companies	-	176	176	-	303	303	-	12	12	-	28	28
Total	-	176	176	-	303	303	4,526	209	4,735	9,144	464	9,608

Thai Beverage Public Company Limited and its Subsidiaries
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Long-term loans from and other payables to related parties

	Consolidated financial statements						Separate financial statements					
	30 June 2013			31 December 2012			30 June 2013			31 December 2012		
	Long-term loans from	Other payables	Total	Long-term loans from	Other payables	Total	Long-term loans from	Other payables	Total	Long-term loans from	Other payables	Total
	<i>(in million Baht)</i>											
<i>Subsidiaries</i>												
Beer Thip Brewery (1991) Co., Ltd.	-	-	-	-	-	-	1,466	-	1,466	1,242	-	1,242
Sangsom Co., Ltd.	-	-	-	-	-	-	622	-	622	130	-	130
Fuengfuanant Co., Ltd.	-	-	-	-	-	-	540	-	540	325	-	325
Thanapakdi Co., Ltd.	-	-	-	-	-	-	283	-	283	234	-	234
Mongkolsamai Co., Ltd.	-	-	-	-	-	-	178	-	178	191	-	191
Kanchanasingkorn Co., Ltd.	-	-	-	-	-	-	270	-	270	320	-	320
Sura Piset Thipparat Co., Ltd.	-	-	-	-	-	-	170	-	170	118	-	118
Sura Bangyikhan Co., Ltd.	-	-	-	-	-	-	1,539	-	1,539	1,539	-	1,539
Athimart Co., Ltd.	-	-	-	-	-	-	427	-	427	264	-	264
S.S. Karnsura Co., Ltd.	-	-	-	-	-	-	326	-	326	184	-	184
Kankwan Co., Ltd.	-	-	-	-	-	-	291	-	291	261	-	261
Theparunothai Co., Ltd.	-	-	-	-	-	-	200	-	200	115	-	115
United Winery and Distillery Co., Ltd.	-	-	-	-	-	-	113	-	113	126	-	126
Simathurakij Co., Ltd.	-	-	-	-	-	-	724	-	724	577	-	577
Luckchai Liquor Trading Co., Ltd.	-	-	-	-	-	-	405	-	405	384	-	384
Nateechai Co., Ltd.	-	-	-	-	-	-	78	-	78	-	-	-
Thai Beverage Brands Co., Ltd.	-	-	-	-	-	-	14	-	14	14	-	14
Modern Trade Management Co., Ltd. (formerly: Pomthip Co., Ltd.)	-	-	-	-	-	-	336	-	336	-	-	-
Pomkit Co., Ltd.	-	-	-	-	-	-	611	-	611	540	-	540
Pomklung Co., Ltd.	-	-	-	-	-	-	470	-	470	136	-	136
Pomchok Co., Ltd.	-	-	-	-	-	-	501	-	501	423	-	423
Pomcharoen Co., Ltd.	-	-	-	-	-	-	132	-	132	68	-	68
Pomburapa Co., Ltd.	-	-	-	-	-	-	529	-	529	380	-	380
Pompalang Co., Ltd.	-	-	-	-	-	-	195	-	195	-	-	-
Pomnakorn Co., Ltd.	-	-	-	-	-	-	303	-	303	266	-	266
Num Yuk Co., Ltd.	-	-	-	-	-	-	778	-	778	702	-	702
Num Thurakij Co., Ltd.	-	-	-	-	-	-	966	-	966	755	-	755

Thai Beverage Public Company Limited and its Subsidiaries
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Long-term loans from and other payables to related parties

	Consolidated financial statements						Separate financial statements					
	30 June 2013			31 December 2012			30 June 2013			31 December 2012		
	Long-term loans from	Other payables	Total	Long-term loans from	Other payables	Total	Long-term loans from	Other payables	Total	Long-term loans from	Other payables	Total
	<i>(in million Baht)</i>											
<i>Subsidiaries (continued)</i>												
Num Muang Co., Ltd.	-	-	-	-	-	-	957	-	957	686	-	686
Num Nakorn Co., Ltd.	-	-	-	-	-	-	724	-	724	394	-	394
Num Palang Co., Ltd.	-	-	-	-	-	-	379	-	379	9	-	9
Num Kijjakarn Co., Ltd.	-	-	-	-	-	-	1,631	-	1,631	1,710	-	1,710
Numrungrod Co., Ltd.	-	-	-	-	-	-	919	-	919	901	-	901
Numthip Co., Ltd.	-	-	-	-	-	-	172	-	172	172	-	172
Feed Addition Co., Ltd.	-	-	-	-	-	-	69	-	69	31	-	31
Pan International (Thailand) Co., Ltd.	-	-	-	-	-	-	56	-	56	43	-	43
Charun Business 52 Co., Ltd.	-	-	-	-	-	-	48	-	48	38	-	38
Thai Cooperage Co., Ltd.	-	-	-	-	-	-	59	-	59	60	-	60
Cosmos Brewery (Thailand) Co., Ltd.	-	-	-	-	-	-	215	-	215	177	-	177
Beer Chang Co., Ltd.	-	-	-	-	-	-	296	-	296	285	-	285
Archa Beer Co., Ltd.	-	-	-	-	-	-	78	-	78	75	-	75
Total	-	-	-	-	-	-	18,070	-	18,070	13,875	-	13,875

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
For the three-month and six-month periods ended 30 June 2013 (Unaudited)

<i>Summary of loans from related parties</i>	Consolidated		Separate	
	financial statements		financial statements	
	30	31	30	31
	June	December	June	December
	2013	2012	2013	2012
	<i>(in million Baht)</i>			
Short-term loans	-	-	4,526	9,144
Long-term loans	-	-	18,070	13,875
Total loans from related parties	-	-	22,596	23,019

Movements during the six-month periods ended 30 June 2013 and 2012 of loans from related parties were as follows:

<i>Loans from related parties</i>	Consolidated		Separate	
	financial statements		financial statements	
<i>Six-month period ended 30 June</i>	2013	2012	2013	2012
	<i>(in million Baht)</i>			
<i>Short-term loans</i>				
Subsidiaries				
At 1 January	-	-	9,144	8,636
Increase	-	-	1,460	1,220
Decrease	-	-	(6,078)	(2,560)
At 30 June	-	-	4,526	7,296
<i>Long-term loans</i>				
Subsidiaries				
At 1 January	-	-	13,875	10,528
Increase	-	-	4,350	1,666
Decrease	-	-	(155)	(1,238)
At 30 June	-	-	18,070	10,956

Significant agreements with related parties

Supporting service agreements

The Company entered into supporting service agreements with subsidiaries for supporting service such as human resource, administration, accounting, finance, public relations, public co-ordination, technology, law, secretary and share register and internal audit for the period of one year from 1 January 2004 to 31 December 2004. Unless there are notifications to terminate the agreement within 30 days before the expiry date, this agreement continues to be in effect for the successive one year term. The subsidiaries are committed to pay a service fee at the rate of 0.5% of their principal revenue.

With effect from 1 January 2007, the supporting service fee rate was adjusted to 1% of the principal revenue. Service fee rate was adjusted for development of new product, experiment and quality test, analysis, research and marketing survey for new products and procurement of information.

Thai Beverage Public Company Limited and its Subsidiaries
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Application service provisioning agreement

The Company entered into the application service provisioning agreement with T.C.C. Technology Co., Ltd., a related party, for the provision of ongoing support and maintenance of the systems and infrastructure and is committed to pay system, hardware and software rental fee and service fee on a monthly basis throughout the contract period for five years, effective from 31 May 2006, under the fees and conditions stated in the contract. Subsequently, the Company entered into additional agreements based on the number of users and renewed the agreements ended 31 March 2016.

Procurement agreement

Pan International (Thailand) Co., Ltd., the Company's subsidiary, entered into the procurement agreements with other subsidiaries, for necessary purchase and procurement services to the latter subsidiaries. The procurement fee is 1% of the value of goods and services purchased under such agreement.

Molasses purchase agreements

Thai Molasses Co., Ltd., the Company's subsidiary, entered into molasses purchase and sale agreements with various related companies in order to sell to other subsidiaries within the Group. The terms and conditions of these agreements specify that the seller would sell molasses to the buyers in specified quantity, price, quality, delivery and receipt, payments, responsibility, weight, sample analysis on molasses, and quality control, etc.

Glass bottle purchase and sale agreement

Thai Beverage Recycle Co., Ltd., the Company's subsidiary, entered into the glass bottle purchase and sale agreement with Berli Jucker PCL., a related party, to purchase various types of new glass bottles in order to sell to other subsidiaries within the Group for a period of two years and eight months, effective from 1 May 2007 to 31 December 2009, under the prices and conditions stated in the contract.

On 27 December 2012, the subsidiary entered into a new glass bottle purchase and sale agreement for a period of three years, effective from 1 January 2013 to 31 December 2015, under the prices and conditions stated in the contract.

License agreements

- Three subsidiaries entered into license agreements with Beer Chang Co., Ltd., Archa Beer Co., Ltd., and Thai Beverage Brands Co., Ltd., the Company's subsidiaries, for rights and obligations for the sale of drinking water, soda water, beer, draft beer and lager beer under the trade names of "CHANG", "ARCHA" and "FEDERBRAU". The subsidiaries are committed to pay fees at a rate of 2% based on net sales at price, ex factory, excluding VAT and after deducting excise tax, contributions to the health promotion fund and Thai Public Broadcasting Service.
- Sura Bangyikhan Co., Ltd., the Company's subsidiary, entered into license agreements with 12 subsidiaries for the rights to use trademarks for white spirits and Chiang - Chun blended spirits as stipulated in the agreement. The trademark fee is from Baht 0.50 - 1.50 per bottle, based on the contents and size of the bottle. With effective from January 2010, the trademark fee was adjusted to Baht 0.50 - 1.20 per bottle, based on the contents and size of the bottle.

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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Sales Distributor Agreements

Thai Beverage Marketing Co., Ltd., the Company's subsidiary, entered into sales distributor agreements with two subsidiaries to sell beverage products under the prices and conditions stated in the agreements for five years, effective from 3 October 2008 to 2 October 2013.

Biogas purchase and sale agreement

Thai Beverage Energy Co., Ltd., the Company's subsidiary, entered into biogas purchase and sale agreements with three related companies for a period of 19 years, effective from the year 2009 to 2028, to supply biogas to use as a fuel source in spirits distillery process under the price and conditions stated in the agreements. Subsequently in 2010, the aforementioned agreements were made with additional two related companies for a period of 18 years, effective from the year 2010 to 2028.

Revolving loan agreement

In June 2011, the Company entered into revolving joint loan agreement with subsidiaries for lending loans with joint credit limit not exceeding Baht 10,000 million, bearing interest at the rate 5% per annum and repayable at call. Subsequently in September 2011, the Company entered into revolving loan agreement with a subsidiary to lend loans with credit limit of Baht 15,000 million, bearing interest at the rate 5% per annum and repayable at call.

In 2011, the Company entered into revolving loan agreements with subsidiaries to borrow loans with total credit limit of Baht 55,900 million, bearing interest at the rate 5% per annum and repayable at call.

Term loan facility agreement

In July 2012, the Company entered into term loan facility agreement with a subsidiary to lend a loan facility to finance the investment up to the amount of SGD 1,000 million which is repayable on the first anniversary date of the drawdown date or other date which the company would agree to extend.

In December 2012, International Beverage Holdings Limited, a subsidiary of the Company, entered into term loan facility agreement with an indirect subsidiary to lend a loan facility amount of SGD 3,662.3 million which is repayable in installments every 6 months over 5 years and agreeable to extend the schedule.

Commitments with related parties

	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
	<i>(in million Baht)</i>			
Capital commitments				
Buildings and other constructions	124	38	-	-
Machinery and equipment	68	125	-	-
Total	192	163	-	-

Thai Beverage Public Company Limited and its Subsidiaries
Notes to the interim financial statements
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	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	30	31	30	31
	June	December	June	December
	2013	2012	2013	2012
	<i>(in million Baht)</i>			
<i>Non-cancellable operating lease commitments</i>				
Within one year	227	227	41	53
After one year but within five years	212	243	42	44
Total	439	470	83	97
<i>Other commitments</i>				
Purchase molasses	119	118	-	-
Sell molasses	31	-	-	-
Application service provisioning agreement	60	67	60	67
Raw material purchase agreement	-	36	-	-
Brewing supervision agreement	22	23	-	-
Other agreements	33	51	18	37
Total	265	295	78	104

7 Trade accounts receivable

	<i>Note</i>	Consolidated		Separate	
		financial statements	financial statements	financial statements	financial statements
		30	31	30	31
		June	December	June	December
		2013	2012	2013	2012
		<i>(in million Baht)</i>			
Related parties	6	55	77	-	-
Other parties		2,605	3,576	-	-
Total		2,660	3,653	-	-
Less allowance for doubtful accounts		(72)	(70)	-	-
Net		2,588	3,583	-	-

	Consolidated		Separate	
	financial statements	financial statements	financial statements	financial statements
	2013	2012	2013	2012
	<i>(in million Baht)</i>			
Doubtful debts expense for the				
- three-month period ended 30 June	6	7	-	-
- six-month period ended 30 June	7	4	-	-

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Aging analyses for trade accounts receivable were as follows:

	Consolidated		Separate	
	financial statements		financial statements	
	30	31	30	31
	June	December	June	December
	2013	2012	2013	2012
	<i>(in million Baht)</i>			
Related parties				
Within credit terms	48	69	-	-
Overdue:				
Less than 3 months	5	4	-	-
3-6 months	1	-	-	-
6-12 months	1	1	-	-
Over 12 months	-	3	-	-
	<u>55</u>	<u>77</u>	<u>-</u>	<u>-</u>
Other parties				
Within credit terms	2,066	3,157	-	-
Overdue:				
Less than 3 months	415	364	-	-
3-6 months	86	24	-	-
6-12 months	22	14	-	-
Over 12 months	16	17	-	-
	<u>2,605</u>	<u>3,576</u>	<u>-</u>	<u>-</u>
<i>Less allowance for doubtful accounts</i>	<i>(72)</i>	<i>(70)</i>	<i>-</i>	<i>-</i>
	<u>2,533</u>	<u>3,506</u>	<u>-</u>	<u>-</u>
Net	<u>2,588</u>	<u>3,583</u>	<u>-</u>	<u>-</u>

The normal credit term granted by the Group ranges from 7 days to 165 days.

8 Inventories

	Consolidated		Separate	
	financial statements		financial statements	
	30	31	30	31
	June	December	June	December
	2013	2012	2013	2012
	<i>(in million Baht)</i>			
Finished goods	12,660	13,586	-	-
Maturing spirits	11,148	10,145	-	-
Work in progress	4,565	4,366	-	-
Raw materials	2,598	1,727	-	-
Packaging materials	2,647	2,561	-	-
Spare parts	534	523	-	-
Others	618	616	-	-
	<u>34,770</u>	<u>33,524</u>	<u>-</u>	<u>-</u>
<i>Less allowance for decline in value</i>	<i>(264)</i>	<i>(552)</i>	<i>-</i>	<i>-</i>
Net	<u>34,506</u>	<u>32,972</u>	<u>-</u>	<u>-</u>

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9 Investments in associates

<i>Six-month period ended 30 June</i>	Consolidated financial statements	
	2013	2012
	<i>(in million Baht)</i>	
At 1 January	104,320	149
Share of net profit of equity-accounted associates	1,003	77
Share of other comprehensive income of associates	1,375	-
Dividend from associates	(1,548)	-
Translation differences of preparing consolidated financial statement	(1,574)	2
At 30 June	<u>103,576</u>	<u>228</u>

Following the Group's purchase of this overseas investment, a significant part of the Investee's business ("the Business") was eventually sold to another party. The Investee realised a gain of Baht 119,214 million from the sale of the Business in the financial statement for the year ended 31 December 2012 and the Group should ordinarily have recognised its proportionate share of profit according to equity accounting principles of Baht 35,191 million. However, pending finalisation of the fair value assessment referred to in the preceding paragraph, the management determined that the Group should recognise its share of profit only for an amount not exceeding the fair value of the Investee, amounting to Baht 13,437 million in the consolidated statement of income for the year ended 31 December 2012, as determined by the available valuation report from another independent appraiser, dated 20 December 2012.

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Investments in associates as at 30 June 2013 and 31 December 2012, and dividend income from those investments for the six-month periods ended 30 June 2013 and 2012 were as follows:

	Consolidated financial statements												Dividend income for the six-month periods ended	
	Ownership interest		Paid-up capital		Cost		Impairment		At cost - net		Equity			
	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012		
	(%)						(in million Baht)							
Associates														
<i>Held by indirect subsidiary</i>														
Fraser and Neave, Limited	28.61	28.63	1,442	1,428	87,693	89,294	-	-	87,693	89,294	103,200	103,995	1,548	-
<i>Held by subsidiaries of indirect subsidiaries</i>														
Liquorland Limited	49.49	49.49	69	69	12	18	-	-	12	18	125	130	-	-
Inver House Distribution SA	-	49.88	-	2	-	1	-	-	-	1	-	-	-	-
Petform (Thailand) Co., Ltd.	25.86	25.86	75	75	30	30	-	-	30	30	251	195	-	-
Total			1,586	1,574	87,735	89,343	-	-	87,735	89,343	103,576	104,320	1,548	-

None of the Group's associates are publicly listed and consequently do not have published price quotations, except for Fraser and Neave, Limited which is listed on the Singapore Exchange Securities Trading Limited. Based on the most recent closing price of SGD 5.396 per share before the reporting date, the fair value of the Group's investment in Fraser and Neave, Limited is Baht 54,739 million.

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10 Investments in subsidiaries

<i>Six-month period ended 30 June</i>	Separate financial statements	
	2013	2012
	<i>(in million Baht)</i>	
At 1 January	80,352	80,190
Increase in share capital in a subsidiary	1,610	-
Acquisitions	8	376
Disposals	(668)	(24)
At 30 June	<u>81,302</u>	<u>80,542</u>

On 14 March 2013, the Company sold its 18,000,000 ordinary shares in Oishi Group Public Company Limited, a direct subsidiary of the Company to external parties, at the price of Baht 142.50 per share, for a net consideration totalling Baht 2,564 million. The net gain on sale of the shares amounted to Baht 1,896 million.

On 29 April 2013, C A C Co., Ltd., the Company's subsidiary, was incorporated in Thailand with an authorised share capital of Baht 30,000,000 by issuing 300,000 ordinary shares with a Baht 100 par value. The initial paid up capital was Baht 25 per share.

The Board of Directors' meeting held on 14 May 2013 unanimously approved for International Beverage Holdings Limited, the Company's subsidiary, to increase its authorised share capital amounting to HKD 411.34 million, and InterBev Investment Limited, the Company's indirect subsidiary, to increase its authorised share capital amounting to SGD 66.50 million. The aforementioned capital increases were completed on 17 June 2013.

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Investments in subsidiaries as at 30 June 2013 and 31 December 2012, and dividend income from those investments for the six-month periods ended 30 June 2013 and 2012 were as follows:

	Separate financial statements						Dividend income	
	Ownership interest		Paid-up capital		Cost method		for the six-month periods ended	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	30 June 2012
	(%)		<i>(in million Baht)</i>					
Subsidiaries								
Beer Thai (1991) PCL.	100.00	100.00	5,550	5,550	12,500	12,500	178	167
Beer Thip Brewery (1991) Co., Ltd.	100.00	100.00	6,600	6,600	12,500	12,500	205	1,465
Sangsom Co., Ltd.	100.00	100.00	7,500	7,500	7,500	7,500	113	38
Fuengfuanant Co., Ltd.	100.00	100.00	900	900	900	900	81	32
Mongkolsamai Co., Ltd.	100.00	100.00	700	700	691	691	24	11
Thanapakdi Co., Ltd.	100.00	100.00	700	700	697	697	50	10
Kanchanasingkorn Co., Ltd.	100.00	100.00	700	700	700	700	62	18
Sura Bangyikhan Co., Ltd.	100.00	100.00	4,000	4,000	4,000	4,000	992	652
Athimart Co., Ltd.	100.00	100.00	900	900	900	900	87	39
S.S. Karnsura Co., Ltd.	100.00	100.00	800	800	800	800	94	22
Kankwan Co., Ltd.	100.00	100.00	800	800	800	800	90	46
Theparunothai Co., Ltd.	100.00	100.00	700	700	700	700	83	20
Red Bull Distillery (1988) Co., Ltd.	100.00	100.00	5,000	5,000	5,000	5,000	190	165
United Winery and Distillery Co., Ltd.	100.00	100.00	1,800	1,800	1,800	1,800	54	45
Simathurakij Co., Ltd.	100.00	100.00	900	900	888	888	151	79
Natechai Co., Ltd.	100.00	100.00	800	800	800	800	62	-
Luckchai Liquor Trading Co., Ltd.	100.00	100.00	800	800	766	766	63	14
Sura Piset Thipparat Co., Ltd.	100.00	100.00	1,000	1,000	1,010	1,010	10	-
Modern Trade Management Co., Ltd. (formerly: Pomthip Co., Ltd.)	100.00	100.00	10	10	10	10	142	84
Pomkit Co., Ltd.	100.00	100.00	10	10	10	10	112	73
Pomklung Co., Ltd.	100.00	100.00	10	10	10	10	87	35
Pomchok Co., Ltd.	100.00	100.00	10	10	10	10	70	45
Pomcharoen Co., Ltd.	100.00	100.00	10	10	10	10	45	42
Pomburapa Co., Ltd.	100.00	100.00	10	10	10	10	97	87

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	Separate financial statements						Dividend income for the six-month periods ended	
	Ownership interest		Paid-up capital		Cost method			
	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	30 June 2012
	(%)		(in million Baht)					
<i>Subsidiaries (continued)</i>								
Pompalang Co., Ltd.	100.00	100.00	10	10	10	10	63	-
Pomnakorn Co., Ltd.	100.00	100.00	10	10	10	10	70	52
Pomthip (2012) Co., Ltd.	100.00	100.00	10	10	10	10	-	-
Num Yuk Co., Ltd.	100.00	100.00	10	10	10	10	344	218
Num Kijjakarn Co., Ltd.	100.00	100.00	10	10	10	10	362	291
Num Palang Co., Ltd.	100.00	100.00	10	10	10	10	67	44
Num Muang Co., Ltd.	100.00	100.00	10	10	10	10	228	175
Num Nakorn Co., Ltd.	100.00	100.00	10	10	10	10	167	128
Num Thurakij Co., Ltd.	100.00	100.00	10	10	10	10	212	181
Numrungrud Co., Ltd.	100.00	100.00	10	10	10	10	269	217
Numthip Co., Ltd.	100.00	100.00	10	10	10	10	139	120
Thipchalothorn Co., Ltd.	100.00	100.00	1	1	3	3	103	68
Krittayabun Co., Ltd.	100.00	100.00	5	5	27	27	301	331
Surathip Co., Ltd.	100.00	100.00	1	1	7	7	84	98
Sunthronpirom Co., Ltd.	100.00	100.00	5	5	25	25	109	101
Piromsurang Co., Ltd.	100.00	100.00	5	5	24	24	48	91
Thai Beverage Energy Co., Ltd.	100.00	100.00	860	860	864	864	-	-
Thai Molasses Co., Ltd.	99.72	99.72	40	40	35	35	-	37
Feed Addition Co., Ltd.	100.00	100.00	1	1	32	32	20	8
Pan International (Thailand) Co., Ltd.	100.00	100.00	1	1	34	34	18	10
Charun Business 52 Co., Ltd.	100.00	100.00	122	122	84	84	-	-
Thai Cooperage Co., Ltd.	100.00	100.00	300	300	296	296	82	-
Thai Beverage Recycle Co., Ltd.	100.00	100.00	123	123	134	134	43	-
Thai Beverage Logistics Co., Ltd.	100.00	100.00	1,012	1,012	1,012	1,012	340	-
Thai Beverage Marketing Co., Ltd.	100.00	100.00	300	300	300	300	144	180
United Products Co., Ltd.	100.00	100.00	350	350	376	376	-	-
Dhospaak Co., Ltd.	100.00	100.00	25	25	61	61	12	14

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	Separate financial statements						Dividend income for the six-month periods ended	
	Ownership interest		Paid-up capital		Cost method		30	30
	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	June 2013	June 2012
	(%)		(in million Baht)					
Subsidiaries (continued)								
Thai Beverage Training Co., Ltd.	100.00	100.00	3	3	2	2	11	-
C A C Co., Ltd.	100.00	-	8	-	8	-	-	-
International Beverage Holdings Limited	100.00	100.00	9,616	8,006	9,616	8,006	-	-
Cosmos Brewery (Thailand) Co., Ltd.	100.00	100.00	1,667	1,667	4,139	4,139	50	410
Thai Beverage Brands Co., Ltd.	100.00	100.00	5	5	39	39	1	-
Beer Chang Co., Ltd.	100.00	100.00	1	1	4,318	4,318	69	27
Archa beer Co., Ltd.	100.00	100.00	1	1	130	130	14	13
Sura Piset Phatra Lanna Co., Ltd.	100.00	100.00	1,000	1,000	1,015	1,015	-	-
Oishi Group Plc.	79.66	89.26	375	375	5,539	6,207	90	117
Thai Drinks Co., Ltd.	100.00	100.00	60	60	60	60	-	-
Total			56,207	54,589	81,302	80,352	6,602	6,120

None of the Company's subsidiaries are publicly listed and consequently do not have published price quotations, except for Oishi Group Plc. which is listed on the Stock Exchange of Thailand. Based on the closing price of Baht 123 per share at the reporting date, the fair value of the Company's investment in Oishi Group Plc. is Baht 18,371 million.

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11 Property, plant and equipment

Acquisitions, disposals and transfers of property, plant and equipment during the six-month periods ended 30 June 2013 and 2012 were as follows:

<i>Six-month period ended 30 June</i>	Consolidated financial statements			
	2013		2012	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
	<i>(in million Baht)</i>			
Land	2	(2)	105	-
Surplus on land revaluation	-	-	884	-
Land improvement	2	-	1	-
Buildings, buildings and leasehold improvements	125	(11)	399	(12)
Machinery and equipment	296	(22)	299	(382)
Oak barrels	20	-	7	-
Furniture, fixtures and office equipment	71	(5)	66	(2)
Vehicles	20	(3)	234	(3)
Assets under construction and installation	1,741	-	652	(3)
Total	2,277	(43)	2,647	(402)

During 2012, a number of subsidiaries revalued their land, which was performed by independent appraisers, on a market value basis. The said subsidiaries recognised the revaluation surplus on land of Baht 944 million that is recognised in other comprehensive income and presented in the revaluation reserve in equity in the same amount. The related deferred tax liability was Baht 174.29 million.

<i>Six-month period ended 30 June</i>	Separate financial statements			
	2013		2012	
	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value	Acquisitions and transfers in - at cost	Disposals and transfers out - net book value
	<i>(in million Baht)</i>			
Furniture, fixtures and office equipment	6	-	4	(1)
Vehicles	4	-	-	-
Assets under construction and installation	2	-	-	(3)
Total	12	-	4	(4)

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12 Deferred tax

Deferred tax assets and liabilities as at 30 June 2013 and 31 December 2012 were as follows:

	Consolidated financial statements			
	Assets		Liabilities	
	30	31	30	31
	June	December	June	December
	2013	2012	2013	2012
	<i>(in million Baht)</i>			
Total	1,243	1,101	(2,080)	(2,078)
Set off of tax	(818)	(704)	818	704
Net deferred tax assets (liabilities)	425	397	(1,262)	(1,374)
	Separate financial statements			
	Assets		Liabilities	
	30	31	30	31
	June	December	June	December
	2013	2012	2013	2012
	<i>(in million Baht)</i>			
Total	31	30	-	-
Set off of tax	-	-	-	-
Net deferred tax assets (liabilities)	31	30	-	-

Movements in total deferred tax assets and liabilities during the six-month periods ended 30 June 2013 and 2012 were as follows:

	Consolidated financial statements			
	At 1 January 2013	(Charged) / credited to:		At 30 June 2013
Profit or loss (Note 18)		Other comprehensive income		
	<i>(in million Baht)</i>			
Deferred tax assets				
Property, plant and equipment	191	34	-	225
Investment properties	21	-	-	21
Long-term investment	1	-	-	1
Inventories	323	(106)	-	217
Provisions	13	-	-	13
Employee benefit obligations	485	7	2	494
Loss carry forward	30	183	-	213
Others	37	22	-	59
Total	1,101	140	2	1,243
Set off of tax	(704)			(818)
	397			425
Deferred tax liabilities				
Property, plant and equipment	(2,032)	(9)	2	(2,039)
Others	(46)	-	5	(41)
Total	(2,078)	(9)	7	(2,080)
Set off of tax	704			818
	(1,374)			(1,262)
Net	(977)	131	9	(837)

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	Consolidated financial statements (Charged) / credited to:				At 30 June 2012
	At 1 January 2012	Profit or loss (Note 18)	Other comprehensive income <i>(in million Baht)</i>	Less sale of a subsidiary	
Deferred tax assets					
Property, plant and equipment	163	3	-	-	166
Investment properties	15	2	-	-	17
Long-term investment	1	-	-	-	1
Inventories	301	104	-	-	405
Provisions	12	1	-	-	13
Employee benefit obligations	470	10	5	(1)	484
Loss carry forward	22	81	-	-	103
Others	18	17	-	-	35
Total	1,002	218	5	(1)	1,224
Set off of tax	(661)				(760)
	341				464
Deferred tax liabilities					
Property, plant and equipment	(1,845)	(176)	(4)	-	(2,025)
Others	(68)	163	(170)	-	(75)
Total	(1,913)	(13)	(174)	-	(2,100)
Set off of tax	661				760
	(1,252)				(1,340)
Net	(911)	205	(169)	(1)	(876)

	Separate financial statements (Charged) / credited to:				At 30 June 2013
	At 1 January 2013	Profit or loss	Other comprehensive income <i>(in million Baht)</i>		
Deferred tax assets					
Intangible asset	3	-	-		3
Employee benefit obligations	27	1	-		28
Total	30	1	-		31

	Separate financial statements (Charged) / credited to:				At 30 June 2012
	At 1 January 2012	Profit or loss	Other comprehensive income <i>(in million Baht)</i>		
Deferred tax assets					
Intangible asset	3	-	-		3
Employee benefit obligations	28	1	-		29
Total	31	1	-		32

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13 Interest-bearing liabilities

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		30 June 2013	31 December 2012	30 June 2013	31 December 2012
<i>(in million Baht)</i>					
<i>Current</i>					
Bank overdrafts					
Secured		898	1,112	-	-
Letter of comfort		208	12	-	-
Unsecured		427	5	136	-
Short-term loans from financial institutions					
Promissory note					
Unsecured		6,590	2,243	4,300	600
Bills of exchange					
Unsecured		1,497	7,770	1,497	7,770
Trust Receipt					
Unsecured		244	193	-	-
		9,864	11,335	5,933	8,370
Bank overdrafts and short-term loans from financial institutions		9,864	11,335	5,933	8,370
Current portion of long-term loans from financial institutions					
Unsecured		1,333	1,533	1,333	1,533
Unsecured with guarantee		5,040	3,139	-	-
		6,373	4,672	1,333	1,533
Short-term loans from related parties					
Unsecured	6	-	-	4,526	9,144
		16,237	16,007	11,792	19,047
<i>Non-current</i>					
Long-term loans from financial institutions					
Unsecured		9,667	9,667	8,667	9,667
Unsecured with guarantee		72,420	78,479	-	-
		82,087	88,146	8,667	9,667
Long-term loans from related parties					
Unsecured	6	-	-	18,070	13,875
		82,087	88,146	26,737	23,542
Total		98,324	104,153	38,529	42,589

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The periods to maturity of interest-bearing liabilities as at 30 June 2013 and 31 December 2012 were as follows:

	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
	<i>(in million Baht)</i>			
Within one year	16,237	16,007	11,792	19,047
After one year but within five years	82,087	88,146	26,737	23,542
Total	98,324	104,153	38,529	42,589

The principal features of the borrowings were as follows:

- (a) Bank overdrafts are repayable on demand. As at 30 June 2013, the Group had total overdraft facilities amounting to Baht 5,580 million (*31 December 2012: Baht 5,557 million*) which were partially supported by letters of comfort issued by the Company.
- (b) Short-term loans from financial institutions as at 30 June 2013, the Group had short-term loan facilities from several financial institutions totalling Baht 47,072 million (*31 December 2012: Baht 46,750 million*) of money market rates quoted by banks. The Group utilised short-term loans totalling Baht 6,590 million (*31 December 2012: Baht 2,243 million*), comprising of loans supported by promissory notes issued by the Group to several domestic financial institutions, and an indirect subsidiary had trust receipts facility with a financial institution totalling Baht 800 million (*31 December 2012: Baht 800 million*), with utilised trust receipts totalling Baht 244 million (*31 December 2012: Baht 193 million*).

On 27 February 2009, the Board of Directors approved the issuance and offering of short-term bills of exchange in the amount not exceeding Baht 10,000 million. The said bills represented short term bills of exchange offered to and exchanged among institutional investors and/or substantial high net worth investors as prescribed in accordance with Notifications of the Securities and Exchange Commission. On 20 November 2012, the Board of Directors has approved an additional Baht 8,000 million for issuance and offering short term bill of exchange. The total amount of the Company to issue and offering short term bill of exchange would not exceed Baht 18,000 million. The outstanding principal amount of the bills of exchange as at 30 June 2013 was Baht 1,500 million. (*31 December 2012: Baht 7,800 million*).

- (c) In November 2010, an indirect subsidiary entered into long term loans agreement with a financial institution amounting to Baht 600 million which was to be repaid monthly in 6 installments, Baht 100 million each, commencing from May 2012 to October 2012, interest was payable monthly at 2.92% per annum. There was no outstanding balance as at 30 June 2013.

In August 2011, the Company entered into long term loans agreement with a financial institution amounting to Baht 2,400 million which is to be repaid monthly in 12 installments, of Baht 200 million each, commencing from July 2012 to June 2013, interest is payable monthly at 4.07% per annum. There was no outstanding balance as at 30 June 2013.

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In November 2011, the Company entered into long term loan agreements with three financial institutions in the amount of Baht 10,000 million which will be repaid commencing from November 2013 to November 2016 with fixed interest payable monthly, every six months, and every three months for the financial institution No. 1, 2 and 3, respectively, with interest ranging from 3 - 4.3 % per annum. Details are as follows:

Financial institution	Amount <i>(in million Baht)</i>	Number of installments	Repayment Each installment <i>(in million Baht)</i>	Payment due
No. 1	2,000	12	166.60 (last installment 167.40)	29 Nov 13 to 13 Nov 14
No. 2				
Tranche A	1,500	1	1,500	14 Nov 14
Tranche B	1,500	1	1,500	14 May 15
Tranche C	1,000	1	1,000	16 Nov 15
No. 3				
Tranche A	1,000	1	1,000	4 Feb 16
Tranche B	1,000	1	1,000	4 May 16
Tranche C	1,000	1	1,000	4 Aug 16
Tranche D	1,000	1	1,000	4 Nov 16
Total	10,000			

The aforementioned long term loans from financial institutions are unsecured.

- (d) At the annual general meeting of the shareholders of a direct subsidiary held on 25 April 2012, the shareholders approved to issue debentures totalling principal amount up to Baht 3,000 million for carrying on and expansion of the business of the subsidiary with the ten or not exceeding ten years. Upon redemption of the debentures issued within the stated amount, the subsidiary can re-issue on a revolving basis under certain conditions.
- (e) In August 2012, an overseas subsidiary entered into a bridging loan facility agreement with three branches of foreign financial institutions in Singapore, amounting to SGD 2,800 million, which was to be repaid within one year. In December 2012, the direct subsidiary fully repaid the aforesaid bridge loan, including all accrued interest to the financial institutions before maturity date without any penalty fees.
- (f) In December 2012, an overseas subsidiary entered into a long term loan facility agreement with seven branches of foreign financial institutions in Singapore, amounting to SGD 3,300 million. The loan is repayable in installments every six months over the next five years. The aforesaid subsidiary had utilised the whole amount of the loan in the same month. Proceeds received from the loan used to repay short term loans from financial institutions amounting to SGD 2,800 million as disclosed in (e). The aforementioned long term loans from financial institutions are unsecured, but guaranteed by the Company. The aforesaid subsidiary repaid the partial loans before maturity date without any penalty fees amounted to SGD 49.31 million and repaid the first installment amounted to SGD 66 million. The outstanding amount of the long term loan as at 30 June 2013 was SGD 3,184.69 million.
- (g) In March 2013, an indirect subsidiary entered into long term loans agreement with a financial institution amounting to Baht 1,000 million which was to be repaid monthly in 5 installments, Baht 200 million each, commencing from November 2015 to March 2016, interest was payable monthly at 3.85% per annum.

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14 Trade accounts payable

	<i>Note</i>	Consolidated financial statements		Separate financial statements	
		30 June 2013	31 December 2012	30 June 2013	31 December 2012
		<i>(in million Baht)</i>			
Related parties	6	1,423	1,459	-	-
Other parties		3,425	3,649	-	-
Total		4,848	5,108	-	-

15 Employee benefit obligations

	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
	<i>(in million Baht)</i>			
Statement of financial position				
Obligations for:				
Short-term employee benefit				
- accumulated annual leave	9	9	-	-
Long-term employee benefit				
- long service award	72	68	-	-
- provision for executive incentive plan	-	18	-	-
Post-employment benefit				
- provident fund	-	2	-	-
- compensation plan based on Thai Labour law	2,421	2,358	142	134
Total	2,502	2,455	142	134
Current				
Short-term provisions	-	18	-	-
Non-current				
Employee benefit obligations	2,502	2,437	142	134
Total	2,502	2,455	142	134

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	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
<i>Three-month period ended 30 June</i>	<i>(in million Baht)</i>			
Recognised in statement of income:				
Provision for executive incentive plan	-	3	-	-
Compensation plan based on Thai Labour law	60	58	4	5
	60	61	4	5

	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
<i>Six-month period ended 30 June</i>	<i>(in million Baht)</i>			
Recognised in statement of income:				
Compensation plan based on Thai Labour law	120	116	8	9
Provision for executive incentive plan	-	3	-	-
Actuarial losses recognised in the period	(11)	-	-	-
	109	119	8	9
Recognised in statement of comprehensive income:				
Actuarial losses recognised in the period	11	27	-	-
Cumulative actuarial losses recognised	54	49	-	(35)

Compensation plan based on Thai Labour law

The Group and the Company operate a defined benefit pension plan based on the requirement of Thai Labour Protection Act B.E. 2541 (1998) to provide retirement benefits to employees based on pensionable remuneration and length of service.

The statement of financial position obligation was determined as follows:

	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
	<i>(in million Baht)</i>			
Present value of unfunded obligations	2,448	2,394	198	190
Unrecognised actuarial (gains) losses	54	43	(56)	(56)
Statement of financial position obligation	2,502	2,437	142	134

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Movement in the present value of the defined benefit obligations:

	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
<i>Six-month period ended 30 June</i>				
			<i>(in million Baht)</i>	
Defined benefit obligations at 1 January	2,437	2,341	134	139
Benefits paid by the plan	(55)	(93)	-	(4)
Current service costs and interest	120	116	8	9
Actuarial losses in other comprehensive income	11	27	-	-
Actuarial gains through in statement of income	(11)	-	-	-
Curtailment gain	-	(4)	-	-
Defined benefit obligations at 30 June	2,502	2,387	142	144

Expense recognised in statement of income:

	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
<i>Three-month period ended 30 June</i>				
			<i>(in million Baht)</i>	
Current service costs	38	37	3	3
Interest on obligation	22	21	1	2
Total	60	58	4	5

	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
<i>Six-month period ended 30 June</i>				
			<i>(in million Baht)</i>	
Current service costs	76	75	6	6
Interest on obligation	44	41	2	3
Actuarial gains through in statement of income	(11)	-	-	-
Total	109	116	8	9

The expense is recognised in the following line items in the statement of income:

	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
<i>Three-month period ended 30 June</i>				
			<i>(in million Baht)</i>	
Cost of sales and cost of rendering of services	14	11	4	5
Selling expenses	26	24	-	-
Administrative expenses	20	23	-	-
Total	60	58	4	5

	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
<i>Six-month period ended 30 June</i>				
			<i>(in million Baht)</i>	
Cost of sales and cost of rendering of services	27	23	8	9
Selling expenses	52	49	-	-
Administrative expenses	30	44	-	-
Total	109	116	8	9

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Actuarial (gains) and losses recognised in statement of comprehensive income:

	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
<i>Three-month period ended 30 June</i>	<i>(in million Baht)</i>			
Included in retained earnings:				
At 1 January	-	-	-	-
Recognised during the period	-	-	-	-
At 30 June	-	-	-	-
	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
<i>Six-month period ended 30 June</i>	<i>(in million Baht)</i>			
Included in retained earnings:				
At 1 January	43	22	-	(35)
Recognised during the period	11	27	-	-
At 30 June	54	49	-	(35)

Principal actuarial assumptions at the reporting date (expressed as weighted averages):

	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
	<i>(% per annum)</i>			
Discount rate	3.5 - 3.6	3.5 - 3.6	3.6	3.6
Future salary increases	5.0 - 6.0	5.0 - 6.5	5.0	5.0

Assumptions regarding future mortality are based on published statistics and mortality tables.

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16 Share capital

<i>Six-month period ended 30 June</i>	Par value per share (in Baht)	2013		2012	
		Number (million shares)	Baht (million Baht)	Number (million shares)	Baht (million Baht)
Authorised					
At 1 January					
- ordinary shares	1	29,000	29,000	29,000	29,000
At 30 June					
- ordinary shares	1	29,000	29,000	29,000	29,000
Issued and paid-up					
At 1 January					
- ordinary shares	1	25,110	25,110	25,110	25,110
At 30 June					
- ordinary shares	1	25,110	25,110	25,110	25,110

The holders of ordinary shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at meetings of the Company.

Share premium

Section 51 of the Public Companies Act B.E. 2535 requires companies to set aside share subscription monies received in excess of the par value of the shares issued to a reserve account (“share premium”). Share premium is not available for dividend distribution.

17 Segment information

Segment information is presented in respect of the Group’s business and geographical segments. The primary format, business segments, is based on the Group’s management and internal reporting structure.

Inter-segment pricing is determined on mutually agreed terms.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items mainly comprise net foreign exchange gain or loss, parts loans and related finance costs, and some items of investments.

In preparing segmental information, those liabilities and related interest expense that are not specifically attributable to a particular segment are allocated on a percentage of net assets basis. Management believes this to be a fair indication of the actual use of the liabilities.

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Business segments

The Group comprises the following main business segments:

<i>Spirits</i>	Production and sales of branded spirits products (mostly outside the Group);
<i>Beer</i>	Production and sales of branded beer products (mostly outside the Group);
<i>Non-alcoholic beverages</i>	Production and sales of branded water, soda, ready-to-drink coffee, energy drink, green tea, and fruit flavoured drinks (mostly outside the Group); and
<i>Food</i>	Japanese restaurants and distribution of foods and beverages (mostly outside the Group)

Geographical segments

Operating units of the Group are mainly located in Thailand. Portions of product produced from these units are exported directly or indirectly through foreign subsidiaries to external customers. Certain operating units of subsidiaries are located in foreign countries.

In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers. Segment assets are based on the geographical location of the assets.

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Business segment results

Business segment	Spirits		Beer		Non-alcoholic Beverages		Food		Elimination		Total	
	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
<i>Three-month period ended 30 June</i>												
	<i>(in million Baht)</i>											
Revenue from sale to external parties	22,483	23,122	7,937	8,246	4,899	8,614	1,515	1,394	-	-	36,834	41,376
Inter-segment revenue	11	18	1	-	-	14	-	-	(12)	(32)	-	-
Interest income	11	12	3	4	9	10	1	1	-	-	24	27
Other income	194	32	57	49	115	161	11	8	(19)	(12)	358	238
Total allocated income	22,699	23,184	7,998	8,299	5,023	8,799	1,527	1,403	(31)	(44)	37,216	41,641
Cost of sale of goods	15,274	14,860	6,761	7,248	3,671	6,397	894	862	(12)	(13)	26,588	29,354
Selling expenses	763	828	936	847	1,345	1,181	190	181	(3)	(6)	3,231	3,031
Administrative expenses	1,239	1,244	401	413	586	528	409	342	(16)	(25)	2,619	2,502
Finance costs	49	68	16	23	66	38	2	2	-	-	133	131
Total allocated expenses	17,325	17,000	8,114	8,531	5,668	8,144	1,495	1,387	(31)	(44)	32,571	35,018
Profit (loss) before income tax expense	5,374	6,184	(116)	(232)	(645)	655	32	16	-	-	4,645	6,623
Income tax expense (income)	1,210	1,382	27	(55)	(132)	80	17	9	-	-	1,122	1,416
Allocated profit (loss) for the period	4,164	4,802	(143)	(177)	(513)	575	15	7	-	-	3,523	5,207
<i>Unallocated items:</i>												
- Share of profit of associates											717	-
- Net foreign exchange gain											1,057	-
- Finance costs											(406)	-
Profit for the period											4,891	5,207

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Business segments capital expenditure, depreciation, amortisation, and gain (loss) on disposal of assets for the three-month periods ended 30 June 2013 and 2012 were as follows:

Business segment	Spirits		Beer		Non-alcoholic Beverages		Food		Elimination		Total	
	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
<i>Three-month period ended 30 June</i>												
	<i>(in million Baht)</i>											
Capital expenditure	259	669	125	39	185	104	280	212	-	-	849	1,024
Depreciation	378	356	173	199	325	337	85	68	-	-	961	960
Amortisation	5	4	1	2	1	5	3	3	-	-	10	14
Gain (loss) on disposal of assets	8	6	6	7	19	9	(8)	(2)	-	-	25	20
Capital expenditure were as follow:												
Property, plant and equipment	257	669	124	38	185	104	277	211	-	-	843	1,022
Intangible assets	2	-	1	1	-	-	3	1	-	-	6	2

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Business segment results	Spirits		Beer		Non-alcoholic beverages		Food		Elimination		Total	
	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
<i>Six-month period ended 30 June</i>												
	<i>(in million Baht)</i>											
Revenue from sale to external parties	46,808	46,215	16,549	16,971	9,656	16,232	2,975	2,564	-	-	75,988	81,982
Inter-segment revenue	37	63	2	9	-	28	-	-	(39)	(100)	-	-
Interest income	13	16	4	5	10	12	1	1	-	-	28	34
Other income	273	73	94	112	163	195	18	13	(38)	(27)	510	366
Total allocated income	47,131	46,367	16,649	17,097	9,829	16,467	2,994	2,578	(77)	(127)	76,526	82,382
Cost of sale of goods	31,829	30,354	14,249	14,896	7,096	12,107	1,751	1,591	(25)	(52)	54,900	58,896
Selling expenses	1,608	1,667	1,815	1,603	2,519	2,187	325	307	(27)	(10)	6,240	5,754
Administrative expenses	2,718	2,601	825	900	1,041	1,042	790	627	(25)	(65)	5,349	5,105
Finance costs	113	132	38	51	138	78	4	4	-	-	293	265
Total allocated expenses	36,268	34,754	16,927	17,450	10,794	15,414	2,870	2,529	(77)	(127)	66,782	70,020
Profit (loss) before income tax expense	10,863	11,613	(278)	(353)	(965)	1,053	124	49	-	-	9,744	12,362
Income tax expense (income)	2,267	2,625	(30)	(75)	(215)	168	39	19	-	-	2,061	2,737
Allocated profit (loss) for the period	8,596	8,988	(248)	(278)	(750)	885	85	30	-	-	7,683	9,625
<i>Unallocated items:</i>												
- Share of profit of associates											947	-
- Net foreign exchange gain											500	-
- Finance costs											(806)	-
Profit for the period											8,324	9,625

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Business segments capital expenditure, depreciation, amortisation, and gain (loss) on disposal of assets for the six-month periods ended 30 June 2013 and 2012 were as follows:

Business segment	Spirits		Beer		Non-alcoholic Beverages		Food		Elimination		Total	
	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
<i>Six-month period ended</i>												
<i>30 June</i>	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
	<i>(in million Baht)</i>											
Capital expenditure	532	943	190	70	1,082	311	486	401	-	-	2,290	1,725
Depreciation	746	707	350	421	648	684	168	130	-	-	1,912	1,942
Amortisation	9	8	3	3	6	13	6	7	-	-	24	31
Gain (loss) on disposal of assets	18	20	23	16	19	25	(8)	(2)	-	-	52	59
Capital expenditure were as follow:												
Property, plant and equipment	529	939	188	68	1,081	310	479	400	-	-	2,277	1,717
Intangible assets	3	4	2	2	1	1	7	1	-	-	13	8

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Business segment financial position

	Spirits		Beer		Non-alcoholic beverages		Food		Total	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012	30 June 2013	31 December 2012
	<i>(in million Baht)</i>									
Inventories	27,498	26,940	4,194	3,675	2,668	2,216	145	141	34,505	32,972
Property, plant and equipment	17,845	18,127	11,262	11,452	14,931	14,567	1,575	1,174	45,613	45,320
Other assets	7,170	9,380	3,445	3,506	9,361	11,381	1,179	1,132	21,155	25,399
Total allocated assets	52,513	54,447	18,901	18,633	26,960	28,164	2,899	2,447	101,273	103,691
<i>Unallocated items:</i>										
- Investment in associate									103,200	103,995
Total assets									204,473	207,686
Interest-bearing liabilities	8,268	9,468	2,609	3,052	9,700	9,730	284	285	20,861	22,535
Other liabilities	7,219	8,749	2,906	2,389	5,567	6,499	1,022	924	16,714	18,561
Total allocated liabilities	15,487	18,217	5,515	5,441	15,267	16,229	1,306	1,209	37,575	41,096
<i>Unallocated items:</i>										
- Loans from financial institutions									77,463	81,618
Total liabilities									115,038	122,714

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Geographical segments

The segment financial information of the Group based on geographical segments in the consolidated financial statements as at 30 June 2013 and 31 December 2012, and for the six-month periods ended 30 June 2013 and 2012 were as follows:

	Consolidated financial statements			
	Income for the		Property, plant and	
	six-month periods ended		equipment	
	30	30	30	31
	June	June	June	December
	2013	2012	2013	2012
	<i>(in million Baht)</i>			
Thailand	73,911	79,128	44,257	43,963
Overseas	2,615	3,254	1,356	1,357
Total	<u>76,526</u>	<u>82,382</u>	<u>45,613</u>	<u>45,320</u>

As disclosed in note 3 (c), following the adoption of TFRS 8 – Operating Segments from 1 January 2013, the Group has changed its policy for reporting information on operating segments.

18 Income tax expense

Income tax recognised in profit or loss

<i>Six-month period ended 30 June</i>	<i>Note</i>	Consolidated		Separate	
		financial statements		financial statements	
		2013	2012	2013	2012
		<i>(in million Baht)</i>			
Current tax expense					
Current period		2,180	2,942	611	127
Adjustment for prior periods		13	-	(2)	-
		<u>2,193</u>	<u>2,942</u>	<u>609</u>	<u>127</u>
Deferred tax expense					
Movements in temporary differences	12	52	(124)	(1)	(1)
Recognition of previously unrecognised tax losses		(183)	(81)	-	-
		<u>(131)</u>	<u>(205)</u>	<u>(1)</u>	<u>(1)</u>
Total income tax expense		<u>2,062</u>	<u>2,737</u>	<u>608</u>	<u>126</u>

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Income tax recognised in other comprehensive income

<i>Six-month period ended 30 June</i>	Consolidated financial statements					
	Before tax	2013 Tax (expense) benefit	Net of tax <i>(in million Baht)</i>	Before tax	2012 Tax (expense) benefit	Net of tax
Disposal of investment in subsidiary without a change in control	2,564	(379)	2,185	-	-	-
Share of other comprehensive income of associates	1,375	-	1,375	-	-	-
Foreign currency translation differences for foreign operations	(101)	-	(101)	81	-	81
Revaluation of property, plant and equipment	(4)	2	(2)	884	(170)	714
Available-for-sale financial assets	(24)	5	(19)	22	(4)	18
Defined benefit plan actuarial gains (losses)	(11)	2	(9)	(27)	5	(22)
Total	3,799	(370)	3,429	960	(169)	791

Reconciliation of effective tax rate

<i>Six-month period ended 30 June</i>	Consolidated financial statements			
	2013		2012	
	<i>Rate (%)</i>	<i>(in million Baht)</i>	<i>Rate (%)</i>	<i>(in million Baht)</i>
Profit for the period		8,324		9,625
Total income tax expense		2,062		2,737
Profit before total income tax expense		10,386		12,362
Income tax using the Thai corporation tax rate	20.00	2,077	23.00	2,844
Effect of different tax rates in foreign jurisdictions		(37)		(33)
Income not subject to tax		(398)		(252)
Expenses not deductible for tax purposes		366		144
Current period losses for which no deferred tax asset was recognised		41		26
Others		13		8
Total	19.85	2,062	22.14	2,737

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<i>Six-month period ended 30 June</i>	Separate financial statements			
	2013		2012	
	<i>Rate</i> (%)	<i>(in million</i> <i>Baht)</i>	<i>Rate</i> (%)	<i>(in million</i> <i>Baht)</i>
Profit for the period		9,009		6,496
Total income tax expense		608		126
Profit before total income tax expense		<u>9,617</u>		<u>6,622</u>
Income tax using the Thai corporation tax rate	20.00	1,923	23.00	1,523
Income not subject to tax		(1,320)		(1,408)
Expenses not deductible for tax purposes		5		11
Total	<u>6.32</u>	<u>608</u>	<u>1.90</u>	<u>126</u>

Income tax reduction

Royal Decree No. 530 B.E. 2554 dated 21 December 2011 grants a reduction in the corporate income tax rate for the three accounting periods 2012, 2013 and 2014; from 30% to 23% for the accounting period 2012 which begins on or after 1 January 2012 and to 20% for the following two accounting periods 2013 and 2014 which begin on or after 1 January 2013 and 2014, respectively.

It is understood that the Government will proceed to amend the law in order to maintain the corporate income tax rate at not higher than 20% for the accounting period 2015 which begins on or after 1 January 2015 and onwards in order to give full effect to the Cabinet resolution dated 11 October 2011 to increase Thailand's tax competitiveness.

19 Basic earnings per share

The calculations of basic earnings per share for the three-month and six-month periods ended 30 June 2013 and 2012 were based on the profit for the periods attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the periods as follows:

<i>Three-month period ended 30 June</i>	Consolidated financial statements		Separate financial statements	
	2013	2012	2013	2012
	<i>(in million Baht / million shares)</i>			
Profit attributable to ordinary shareholders of the Company (basic)	<u>4,923</u>	<u>5,030</u>	<u>7,670</u>	<u>5,917</u>
Number of ordinary shares outstanding	<u>25,110</u>	<u>25,110</u>	<u>25,110</u>	<u>25,110</u>
Basic earnings per share (in Baht)	<u>0.20</u>	<u>0.20</u>	<u>0.31</u>	<u>0.24</u>
<i>Six-month period ended 30 June</i>				
Profit attributable to ordinary shareholders of the Company (basic)	<u>8,375</u>	<u>9,328</u>	<u>9,009</u>	<u>6,496</u>
Number of ordinary shares outstanding	<u>25,110</u>	<u>25,110</u>	<u>25,110</u>	<u>25,110</u>
Basic earnings per share (in Baht)	<u>0.33</u>	<u>0.37</u>	<u>0.36</u>	<u>0.26</u>

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20 Dividends

At the annual general meeting of the shareholders of the Company held on 25 April 2013, the shareholders approved the appropriation of dividend of Baht 0.42 per share, amounting to Baht 10,546 million. On 11 September 2012, the interim dividend of Baht 0.14 per share was paid, totalling Baht 3,515 million. The remaining dividend of Baht 0.28 per share, totalling Baht 7,031 million was paid on 22 May 2013.

At the meeting of the Board of Directors held on 27 February 2013, the directors agreed to propose a dividend payment for the year of Baht 0.42 per share, totalling Baht 10,546 million. The interim dividend paid was Baht 0.14 per share, totalling Baht 3,515 million. The remaining dividend payment is Baht 0.28 per share, totalling Baht 7,031 million was paid on 22 May 2013.

At the annual general meeting of the shareholders of the Company held on 27 April 2012, the shareholders approved the appropriation of dividend of Baht 0.37 per share, amounting to Baht 9,290 million. On 8 September 2011, the interim dividend of Baht 0.15 per share was paid, totalling Baht 3,766 million. The remaining dividend of Baht 0.22 per share, totalling Baht 5,524 million was paid on 24 May 2012.

21 Commitments with non-related parties

	Consolidated financial statements		Separate financial statements	
	30 June 2013	31 December 2012	30 June 2013	31 December 2012
	<i>(in million Baht)</i>			
Capital commitments				
<i>Contracted but not provided for:</i>				
Land	8	52	-	-
Buildings and other constructions	368	641	-	-
Machinery and equipment	712	1,028	-	-
Computer software	-	7	-	-
Total	1,088	1,728	-	-
Non-cancellable operating lease commitments				
Within one year	375	455	8	8
After one year but within five years	308	379	17	17
After five years	84	91	-	-
Total	767	925	25	25

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	Consolidated		Separate	
	financial statements		financial statements	
	30	31	30	31
	June	December	June	December
	2013	2012	2013	2012
	<i>(in million Baht)</i>			
<i>Other commitments</i>				
Forward contracts to buy foreign currencies	731	1,580	-	-
Forward contracts to sell foreign currencies	(9,668)	(10,154)	-	-
Goods and raw materials purchase agreements	1,888	1,376	-	-
Specialist agreements	1,204	1,242	203	210
Unused letters of credit for goods and supplies	80	366	-	-
Service agreements	707	747	1	1
Advertising services and sponsorship agreements	847	509	-	-
Molasses purchase agreements	359	959	-	-
Bank guarantees	377	368	40	40
Other agreements	-	31	-	-
Total	(3,475)	(2,976)	244	251

Significant other commitments

Specialist agreements

In 2004, the Company and four subsidiaries entered into production and blending control agreements with a specialist for a period of 40 years from 1 August 2004 to 1 August 2044. Under the agreements, the Company and its subsidiaries are obliged to pay monthly service fees of Baht 4.3 million which are to be annually increased by 5% for the first 20 years from 1 August 2004 to 1 August 2024. Afterwards, the Company and its subsidiaries have to pay monthly service fees of Baht 0.25 million until the expiration of the agreements. Service fee under the agreements totalled Baht 1,766.2 million. Subsequently, the addendums were made on 5 January 2006, under which the Company and its subsidiaries have to pay additional amount to this specialist amounting to Baht 2,000 million. Therefore, the total service fees under the agreements both outstanding and already paid by the Company and its subsidiaries amounted to Baht 3,766.2 million.

As at 30 June 2013 the remaining commitments to be paid, relating to these agreements, amounted to Baht 1,203.6 million (*31 December 2012: Baht 1,241.7 million*).

Sponsorship agreement

On 10 February 2012, a subsidiary has entered into a sponsorship agreement with two football clubs in Spain, for a period of three years from 27 February 2012 to 30 June 2015 and from 1 January 2012 to 31 December 2014 respectively in order to promote the Company's products as specified in the agreement, whereby the Company is granted a license to utilise the trade names, trademarks, images, and logos of the owner parties. The subsidiary is obliged to pay total amounts of Euro 6.55 million during three years at the condition specified in the agreements.

In 2010, a subsidiary renewed a sponsorship agreement with Everton Football Club, in the United Kingdom, for a period of three years from 1 June 2011 to 31 May 2014 in order to promote the Group's businesses globally. Under the agreement, the subsidiary is obliged to pay a minimum amount of GBP 0.6 million and a maximum amount of GBP 2.6 million per year, dependent on the performance of Everton football team in each year.

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Distributor agreement

In 2008, an indirect subsidiary renewed a distributor agreement with a local company to act as a distributor for green tea products for a period of three years from 4 November 2008 to 3 November 2011. Subsequently, the said subsidiary renewed the aforementioned agreement for another three years from 4 November 2011 to 3 November 2014.

Hot-fill PET bottle trading agreement

In 2005, an indirect subsidiary entered into a hot-fill PET bottle trading agreement with a local bottle manufacturing company according to the quantity required from the indirect subsidiary on a monthly basis at the price specified in the agreement. The agreement is for a 15-year period, commencing 150 days after the agreement date.

Material and package trading agreement

In 2007, a subsidiary and an indirect subsidiary entered into a material and package trading agreement with a local company for distribution of products to the Group's shops and for materials and packaging management. The two subsidiaries committed to pay the service charge at the rate specified in the agreement for a period of three years from 1 April 2007 to 30 June 2010. Subsequently in April 2010, the said subsidiaries entered into new agreements for a period of two years and eight months from 1 May 2010 to 31 December 2012 with the renewal option for another three years.

Transportation agreement

In 2007, a subsidiary and an indirect subsidiary entered into a transportation agreement with a local company to transport products from factory to the destination. Transportation cost is calculated for each trip at the rate stated in the agreement. The term of the agreement is three years from 1 November 2007 to 31 October 2010. Subsequently, on 1 February 2010, the said subsidiaries entered into a new agreement due to the transportation fee rate adjustment. The term of the agreement is three years from 1 January 2010 to 31 December 2012 and may be extended for successive terms of one year each or terminated if any party does not comply with the terms and conditions stated in the agreement or if not less than 30 days prior written notice is given by any one party to the other.

License agreement

A subsidiary entered into a license agreement with an overseas company for operating Japanese restaurants in the Kingdom of Thailand as the master license for a period of 10 years from 20 May 2008. Unless there is a notification to terminate the agreement within 180 days before the expiration, this agreement continues to be in effect for the successive 10 years term. The subsidiary committed to pay Initial License Fee, License Fee and Royalty Fee as stated in the agreement. Subsequently at the Executive Board of Directors' meeting held on 10 August 2011, the directors agreed to terminate the aforementioned agreement. The subsidiary was not subject to pay for any compensation for termination before the expiration.

On 29 June 2009, the said subsidiary entered into a license agreement with another overseas company for operating Japanese restaurants in the Kingdom of Thailand as the master license for a period of 10 years from 29 June 2009. Unless there is a notification to terminate the agreement within 180 days before the expiration, this agreement continues to be in effect for the successive 10 years term. The subsidiary committed to pay Initial License Fee, License Fee, and Royalty Fee as stated in the agreement.

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Natural gas trading agreement

On 30 September 2009, an indirect subsidiary entered into a natural gas trading agreement with a local company at the condition specified in the agreement for a period of 7 years from 21 December 2009 to 30 November 2016 with the renewal option by written notice not less than 90 days before the expiration.

22 Events after the reporting period

On 31 July 2013, the Company received capital reduction in cash from an associate of an indirect subsidiary at SGD 3.28 per share, totalling SGD 1,352.8 million. On 2 August 2013, the Company had the Singapore Dollar denominated long-term loans with financial institutions repaid partially with the proceeds amounting to SGD 1,000 million, prior to maturity without penalty which decreased the outstanding loans with such financial institutions from SGD 3,184.69 million to SGD 2,184.69 million. The Company had the domestic short-term loans repaid with the remaining proceeds.

At the meeting of the Board of Directors held on 14 August 2013, the directors had adopted a resolution to approve the interim dividend payment for the year 2013 of 25,110 million ordinary shares at Baht 0.14 per share, totalling Baht 3,515.40 million.

23 Thai Financial Reporting Standards (TFRS) not yet adopted

The Group has not adopted the following new and revised TFRS that have been issued as of the reporting date but are not yet effective. The new and revised TFRS are expected to become effective for annual financial periods beginning on or after 1 January in the year indicated in the following table.

TFRS	Topic	Year Effective
TFRIC 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities	2014
TFRIC 4	Determining whether an Arrangement contains a Lease	2014
TFRIC 10	Interim Financial Reporting and Impairment	2014
TFRIC 13	Customer Loyalty Programmes	2014

Management expects to adopt and apply these new interpretations in accordance with the FAP's announcement and has made a preliminary assessment of the potential initial impact on the consolidated and separate financial statements of these new interpretations and expects that there will be no material impact on the financial statements in the period of initial application.

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24 Reclassification of accounts

Certain accounts in the consolidated statement of income for the three-month and six-month period ended 30 June 2012, which are included in the 2013 interim financial statements for comparative purposes, have been reclassified to conform to the presentation in the 2013 interim financial statements. Other significant reclassifications were as follows:

	Before reclass.	2012 Consolidated financial statements		After reclass.
		Restated from purchase price allocation* (in million Baht)	Reclass.	
<i>Statement of income</i>				
<i>For the three-month period ended</i>				
<i>30 June 2012</i>				
Other income	129	5	5	139
Net loss on foreign exchange	-	-	5	5
		<u>5</u>	<u>-</u>	
<i>For the six-month period ended</i>				
<i>30 June 2012</i>				
Net gain on foreign exchange	-	-	30	30
Other income	284	-	(30)	254
		<u>-</u>	<u>-</u>	

The reclassifications have been made because, in the opinion of management, the new classification is more appropriate to the Group's business.

- * These items are not reclassifications. They represent the restatement of financial statements to reflect the result of independent appraisers and purchase price allocation of business acquired in 2011. (See note 4 for additional information)