

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

Interim financial statements  
for the three-month and six-month periods ended  
30 June 2016

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 2016; the consolidated and separate statements of income and statements of comprehensive income for the three-month and six-month periods ended 30 June 2016, the consolidated and separate statements of changes in equity and cash flows for the six-month period ended 30 June 2016; 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".

(Nittaya Chetchotiros)  
Certified Public Accountant  
Registration No. 4439

KPMG Phoomchai Audit Ltd.  
Bangkok  
11 August 2016

**Thai Beverage Public Company Limited and its Subsidiaries**  
**Statement of financial position**

| Assets                                           | Note | Consolidated                   |                     | Separate                       |                     |
|--------------------------------------------------|------|--------------------------------|---------------------|--------------------------------|---------------------|
|                                                  |      | financial statements           |                     | financial statements           |                     |
|                                                  |      | 30 June<br>2016<br>(Unaudited) | 31 December<br>2015 | 30 June<br>2016<br>(Unaudited) | 31 December<br>2015 |
| <i>(in thousand Baht)</i>                        |      |                                |                     |                                |                     |
| <b>Current assets</b>                            |      |                                |                     |                                |                     |
| Cash and cash equivalents                        |      | 2,930,792                      | 3,489,986           | 667,335                        | 594,577             |
| Current investments                              |      | 3,963                          | 3,962               | -                              | -                   |
| Trade accounts receivable                        | 3, 4 | 2,945,914                      | 3,906,403           | 475,766                        | 2,440,775           |
| Other receivables                                |      | 820,728                        | 594,138             | 60,878                         | 17,312              |
| Short-term loans to and other receivables        |      |                                |                     |                                |                     |
| from related parties                             | 3    | 372,507                        | 792,972             | 5,810,339                      | 7,055,502           |
| Inventories                                      | 5    | 38,000,101                     | 35,204,112          | -                              | -                   |
| Other current assets                             |      | 3,192,082                      | 4,136,088           | 17,982                         | 21,767              |
| <b>Total current assets</b>                      |      | <b>48,266,087</b>              | <b>48,127,661</b>   | <b>7,032,300</b>               | <b>10,129,933</b>   |
| <b>Non-current assets</b>                        |      |                                |                     |                                |                     |
| Investments in associates                        | 6    | 75,983,699                     | 75,736,975          | -                              | -                   |
| Investments in subsidiaries                      | 7    | -                              | -                   | 167,792,016                    | 142,490,266         |
| Other long-term investments                      |      | 267,522                        | 266,946             | -                              | -                   |
| Long-term other receivables from related parties | 3    | 104,582                        | 88,273              | 20,575                         | 12,987              |
| Investment properties                            |      | 1,194,876                      | 1,261,244           | -                              | -                   |
| Property, plant and equipment                    | 8    | 46,176,151                     | 46,921,247          | 92,372                         | 78,292              |
| Goodwill                                         |      | 7,031,871                      | 7,050,851           | -                              | -                   |
| Other intangible assets                          |      | 190,617                        | 177,140             | 33,448                         | 34,971              |
| Leasehold rights                                 |      | 141,906                        | 151,238             | -                              | -                   |
| Deferred tax assets                              |      | 503,887                        | 417,448             | 34,484                         | 36,875              |
| Other non-current assets                         |      | 1,881,510                      | 1,817,759           | 263,372                        | 268,059             |
| <b>Total non-current assets</b>                  |      | <b>133,476,621</b>             | <b>133,889,121</b>  | <b>168,236,267</b>             | <b>142,921,450</b>  |
| <b>Total assets</b>                              |      | <b>181,742,708</b>             | <b>182,016,782</b>  | <b>175,268,567</b>             | <b>153,051,383</b>  |

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

# Thai Beverage Public Company Limited and its Subsidiaries

## Statement of financial position

| Liabilities and equity                                                                  | Note | Consolidated                   |                                           | Separate                       |                     |
|-----------------------------------------------------------------------------------------|------|--------------------------------|-------------------------------------------|--------------------------------|---------------------|
|                                                                                         |      | financial statements           |                                           | financial statements           |                     |
|                                                                                         |      | 30 June<br>2016<br>(Unaudited) | 31 December<br>2015<br>(in thousand Baht) | 30 June<br>2016<br>(Unaudited) | 31 December<br>2015 |
| <b>Current liabilities</b>                                                              |      |                                |                                           |                                |                     |
| Bank overdrafts and short-term loans                                                    |      |                                |                                           |                                |                     |
| from financial institutions                                                             | 9    | 3,349,398                      | 7,842,092                                 | 1,980,730                      | 5,629,479           |
| Trade accounts payable                                                                  | 3    | 4,849,207                      | 4,850,977                                 | -                              | -                   |
| Other payables                                                                          |      | 4,263,486                      | 5,003,271                                 | 106,812                        | 184,108             |
| Current portion of debentures                                                           | 9    | 1,000,000                      | 1,000,000                                 | -                              | -                   |
| Current portion of bill of exchanges and<br>long-term loans from financial institutions | 9    | 16,461,861                     | 9,532,044                                 | 15,914,646                     | 8,878,541           |
| Short-term loans from and other payables<br>to related parties                          | 3, 9 | 363,221                        | 271,282                                   | 53,132,779                     | 32,370,750          |
| Income tax payable                                                                      |      | 2,674,869                      | 2,266,910                                 | 137,817                        | 1,799               |
| Short-term provisions                                                                   |      | 19,483                         | 32,628                                    | -                              | -                   |
| Other current liabilities                                                               |      | 1,630,018                      | 2,291,075                                 | 38,417                         | 79,342              |
| <b>Total current liabilities</b>                                                        |      | <b>34,611,543</b>              | <b>33,090,279</b>                         | <b>71,311,201</b>              | <b>47,144,019</b>   |
| <b>Non-current liabilities</b>                                                          |      |                                |                                           |                                |                     |
| Long-term loans from and other payables<br>to related parties                           | 3, 9 | 104                            | 104                                       | 1,281,084                      | 1,316,504           |
| Debentures                                                                              | 9    | 1,000,000                      | 1,000,000                                 | -                              | -                   |
| Bill of exchanges and long-term loans from<br>financial institutions                    | 9    | 20,228,087                     | 24,883,036                                | 19,873,979                     | 23,955,008          |
| Deferred tax liabilities                                                                |      | 753,405                        | 820,008                                   | -                              | -                   |
| Employee benefit obligations                                                            |      | 2,895,903                      | 2,817,220                                 | 189,562                        | 200,109             |
| Other non-current liabilities                                                           |      | 135,099                        | 140,622                                   | 121                            | 122                 |
| <b>Total non-current liabilities</b>                                                    |      | <b>25,012,598</b>              | <b>29,660,990</b>                         | <b>21,344,746</b>              | <b>25,471,743</b>   |
| <b>Total liabilities</b>                                                                |      | <b>59,624,141</b>              | <b>62,751,269</b>                         | <b>92,655,947</b>              | <b>72,615,762</b>   |
| <b>Equity</b>                                                                           |      |                                |                                           |                                |                     |
| Share capital:                                                                          | 10   |                                |                                           |                                |                     |
| Authorised share capital                                                                |      | 25,155,025                     | 29,000,000                                | 25,155,025                     | 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<br>transactions                                  |      | (19,718,440)                   | (19,718,440)                              | 31,035                         | 31,035              |
| Premium on ordinary shares                                                              | 10   | 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                                                                          |      | 87,200,491                     | 84,385,026                                | 37,355,823                     | 35,178,824          |
| Other components of equity                                                              |      | 5,961,017                      | 5,992,932                                 | -                              | -                   |
| <b>Equity attributable to owners of<br/>    the Company</b>                             |      | <b>118,668,830</b>             | <b>115,885,280</b>                        | <b>82,612,620</b>              | <b>80,435,621</b>   |
| Non-controlling interests                                                               |      | 3,449,737                      | 3,380,233                                 | -                              | -                   |
| <b>Total equity</b>                                                                     |      | <b>122,118,567</b>             | <b>119,265,513</b>                        | <b>82,612,620</b>              | <b>80,435,621</b>   |
| <b>Total liabilities and equity</b>                                                     |      | <b>181,742,708</b>             | <b>182,016,782</b>                        | <b>175,268,567</b>             | <b>153,051,383</b>  |

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

**Thai Beverage Public Company Limited and its Subsidiaries**  
**Statement of income (Unaudited)**

|                                                                | <i>Note</i> | <b>Consolidated</b>         |                   | <b>Separate</b>             |                  |
|----------------------------------------------------------------|-------------|-----------------------------|-------------------|-----------------------------|------------------|
|                                                                |             | <b>financial statements</b> |                   | <b>financial statements</b> |                  |
|                                                                |             | Three-month period ended    |                   | Three-month period ended    |                  |
|                                                                |             | 30 June                     |                   | 30 June                     |                  |
|                                                                |             | 2016                        | 2015              | 2016                        | 2015             |
|                                                                |             | <i>(in thousand Baht)</i>   |                   |                             |                  |
| <b><i>Income</i></b>                                           |             |                             |                   |                             |                  |
| Revenue from sale of goods                                     | 3           | 45,450,226                  | 38,992,425        | -                           | -                |
| Management fees                                                | 3           | -                           | -                 | 1,688,024                   | 773,154          |
| Dividend income                                                | 3, 7        | 4,984                       | 2,901             | 10,623,855                  | 620,928          |
| Interest income                                                | 3           | 29,259                      | 8,538             | 76,318                      | 181,634          |
| Net gain on foreign exchange                                   |             | 31,354                      | -                 | 2,602                       | -                |
| Other income                                                   | 3           | 195,680                     | 610,219           | 506                         | 5,209            |
| <b>Total income</b>                                            |             | <b>45,711,503</b>           | <b>39,614,083</b> | <b>12,391,305</b>           | <b>1,580,925</b> |
| <b><i>Expenses</i></b>                                         |             |                             |                   |                             |                  |
| Cost of sale of goods                                          | 3           | 31,760,997                  | 27,147,295        | -                           | -                |
| Cost of rendering of services                                  | 3           | -                           | -                 | 441,170                     | 383,997          |
| Selling expenses                                               | 3           | 4,592,391                   | 4,003,652         | -                           | -                |
| Administrative expenses                                        | 3           | 2,735,569                   | 2,694,007         | 80,149                      | 88,979           |
| Net loss on foreign exchange                                   |             | -                           | 70,528            | -                           | 15,873           |
| Finance costs                                                  | 3           | 258,273                     | 269,252           | 557,400                     | 548,377          |
| <b>Total expenses</b>                                          |             | <b>39,347,230</b>           | <b>34,184,734</b> | <b>1,078,719</b>            | <b>1,037,226</b> |
| Share of profit of investment in associates, net of income tax | 3, 6        | 691,923                     | 1,585,416         | -                           | -                |
| <b>Profit before income tax expense</b>                        |             | <b>7,056,196</b>            | <b>7,014,765</b>  | <b>11,312,586</b>           | <b>543,699</b>   |
| Income tax (expense) benefit                                   | 12          | (1,168,662)                 | (1,063,510)       | (109,871)                   | 11,107           |
| <b>Profit for the period</b>                                   |             | <b>5,887,534</b>            | <b>5,951,255</b>  | <b>11,202,715</b>           | <b>554,806</b>   |
| <b>Profit attributable to:</b>                                 |             |                             |                   |                             |                  |
| Owners of the Company                                          |             | 5,805,757                   | 5,862,198         | 11,202,715                  | 554,806          |
| Non-controlling interests                                      |             | 81,777                      | 89,057            | -                           | -                |
| <b>Profit for the period</b>                                   |             | <b>5,887,534</b>            | <b>5,951,255</b>  | <b>11,202,715</b>           | <b>554,806</b>   |
| <b>Basic earnings per share (Baht)</b>                         | 13          | <b>0.23</b>                 | <b>0.23</b>       | <b>0.45</b>                 | <b>0.02</b>      |

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

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

|                                                                     | <i>Note</i> | <b>Consolidated</b>         |                  | <b>Separate</b>             |                |
|---------------------------------------------------------------------|-------------|-----------------------------|------------------|-----------------------------|----------------|
|                                                                     |             | <b>financial statements</b> |                  | <b>financial statements</b> |                |
|                                                                     |             | Three-month period ended    |                  | Three-month period ended    |                |
|                                                                     |             | 30 June                     |                  | 30 June                     |                |
|                                                                     |             | 2016                        | 2015             | 2016                        | 2015           |
|                                                                     |             | <i>(in thousand Baht)</i>   |                  |                             |                |
| <b>Profit for the period</b>                                        |             | <b>5,887,534</b>            | <b>5,951,255</b> | <b>11,202,715</b>           | <b>554,806</b> |
| <b>Other comprehensive income</b>                                   |             |                             |                  |                             |                |
| <i>Items that are or may be reclassified to profit or loss</i>      |             |                             |                  |                             |                |
| Share of other comprehensive income of investment in associates     | 3, 6        | (631,744)                   | (643,520)        | -                           | -              |
| Foreign currency translation differences for foreign operations     |             | (492,111)                   | 3,807,226        | -                           | -              |
| Net change in fair value of available-for-sale investments          |             | 1,057                       | 529              | -                           | -              |
| Income tax on other comprehensive income                            |             | 21                          | 3,064            | -                           | -              |
| <b>Other comprehensive income for the period, net of income tax</b> |             | <b>(1,122,777)</b>          | <b>3,167,299</b> | <b>-</b>                    | <b>-</b>       |
| <b>Total comprehensive income for the period</b>                    |             | <b>4,764,757</b>            | <b>9,118,554</b> | <b>11,202,715</b>           | <b>554,806</b> |
| <b>Total comprehensive income attributable to:</b>                  |             |                             |                  |                             |                |
| Owners of the Company                                               |             | 4,682,697                   | 9,008,611        | 11,202,715                  | 554,806        |
| Non-controlling interests                                           |             | 82,060                      | 109,943          | -                           | -              |
| <b>Total comprehensive income for the period</b>                    |             | <b>4,764,757</b>            | <b>9,118,554</b> | <b>11,202,715</b>           | <b>554,806</b> |

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

# Thai Beverage Public Company Limited and its Subsidiaries

## Statement of income (Unaudited)

|                                                                   | Note | Consolidated<br>financial statements |                   | Separate<br>financial statements |                  |
|-------------------------------------------------------------------|------|--------------------------------------|-------------------|----------------------------------|------------------|
|                                                                   |      | Six-month period ended               |                   | Six-month period ended           |                  |
|                                                                   |      | 30 June                              |                   | 30 June                          |                  |
|                                                                   |      | 2016                                 | 2015              | 2016                             | 2015             |
| <i>(in thousand Baht)</i>                                         |      |                                      |                   |                                  |                  |
| <b>Income</b>                                                     |      |                                      |                   |                                  |                  |
| Revenue from sale of goods                                        | 3    | 100,625,371                          | 84,696,802        | -                                | -                |
| Management fees                                                   | 3    | -                                    | -                 | 3,790,434                        | 1,758,184        |
| Dividend income                                                   | 3, 7 | 4,984                                | 2,901             | 12,239,985                       | 660,928          |
| Interest income                                                   | 3    | 32,909                               | 9,758             | 139,693                          | 384,928          |
| Net gain on foreign exchange                                      |      | 32,328                               | -                 | 36,788                           | -                |
| Other income                                                      | 3    | 339,145                              | 718,551           | 1,168                            | 11,890           |
| <b>Total income</b>                                               |      | <b>101,034,737</b>                   | <b>85,428,012</b> | <b>16,208,068</b>                | <b>2,815,930</b> |
| <b>Expenses</b>                                                   |      |                                      |                   |                                  |                  |
| Cost of sale of goods                                             | 3    | 70,716,824                           | 59,198,613        | -                                | -                |
| Cost of rendering of services                                     | 3    | -                                    | -                 | 756,128                          | 684,784          |
| Selling expenses                                                  | 3    | 8,821,277                            | 7,615,123         | -                                | -                |
| Administrative expenses                                           | 3    | 5,370,499                            | 5,385,896         | 278,989                          | 292,089          |
| Net loss on foreign exchange                                      |      | -                                    | 12,584            | -                                | 11,241           |
| Finance costs                                                     | 3    | 537,107                              | 701,522           | 1,142,792                        | 913,356          |
| <b>Total expenses</b>                                             |      | <b>85,445,707</b>                    | <b>72,913,738</b> | <b>2,177,909</b>                 | <b>1,901,470</b> |
| Share of profit of investment in associates,<br>net of income tax | 3, 6 | 1,807,019                            | 2,480,551         | -                                | -                |
| <b>Profit before income tax expense</b>                           |      | <b>17,396,049</b>                    | <b>14,994,825</b> | <b>14,030,159</b>                | <b>914,460</b>   |
| Income tax expense                                                | 12   | (2,913,628)                          | (2,513,929)       | (302,548)                        | (60,842)         |
| <b>Profit for the period</b>                                      |      | <b>14,482,421</b>                    | <b>12,480,896</b> | <b>13,727,611</b>                | <b>853,618</b>   |
| <b>Profit attributable to:</b>                                    |      |                                      |                   |                                  |                  |
| Owners of the Company                                             |      | 14,366,077                           | 12,437,641        | 13,727,611                       | 853,618          |
| Non-controlling interests                                         |      | 116,344                              | 43,255            | -                                | -                |
| <b>Profit for the period</b>                                      |      | <b>14,482,421</b>                    | <b>12,480,896</b> | <b>13,727,611</b>                | <b>853,618</b>   |
| <b>Basic earnings per share (Baht)</b>                            | 13   | <b>0.57</b>                          | <b>0.50</b>       | <b>0.55</b>                      | <b>0.03</b>      |

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

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

|                                                                     | <i>Note</i> | <b>Consolidated</b>         |                   | <b>Separate</b>             |                |
|---------------------------------------------------------------------|-------------|-----------------------------|-------------------|-----------------------------|----------------|
|                                                                     |             | <b>financial statements</b> |                   | <b>financial statements</b> |                |
|                                                                     |             | Six-month period ended      |                   | Six-month period ended      |                |
|                                                                     |             | 30 June                     |                   | 30 June                     |                |
|                                                                     |             | 2016                        | 2015              | 2016                        | 2015           |
|                                                                     |             | <i>(in thousand Baht)</i>   |                   |                             |                |
| <b>Profit for the period</b>                                        |             | <b>14,482,421</b>           | <b>12,480,896</b> | <b>13,727,611</b>           | <b>853,618</b> |
| <b>Other comprehensive income</b>                                   |             |                             |                   |                             |                |
| <i>Items that are or may be reclassified to profit or loss</i>      |             |                             |                   |                             |                |
| Share of other comprehensive income of investment in associates     | 3, 6        | (534,853)                   | (214,263)         | -                           | -              |
| Foreign currency translation differences for foreign operations     |             | 495,512                     | 1,400,246         | -                           | -              |
| Net change in fair value of available-for-sale investments          |             | 793                         | 2,380             | -                           | -              |
| Income tax on other comprehensive income                            |             | 6,926                       | 2,694             | -                           | -              |
| <b>Other comprehensive income for the period, net of income tax</b> |             | <b>(31,622)</b>             | <b>1,191,057</b>  | <b>-</b>                    | <b>-</b>       |
| <b>Total comprehensive income for the period</b>                    |             | <b>14,450,799</b>           | <b>13,671,953</b> | <b>13,727,611</b>           | <b>853,618</b> |
| <b>Total comprehensive income attributable to:</b>                  |             |                             |                   |                             |                |
| Owners of the Company                                               |             | 14,334,162                  | 13,614,462        | 13,727,611                  | 853,618        |
| Non-controlling interests                                           |             | 116,637                     | 57,491            | -                           | -              |
| <b>Total comprehensive income for the period</b>                    |             | <b>14,450,799</b>           | <b>13,671,953</b> | <b>13,727,611</b>           | <b>853,618</b> |

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



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

|                                                             | Consolidated financial statements |                                                     |                            |               |                |                                  |                     |                                                      |                                                                 |                                              |                           |              |              |
|-------------------------------------------------------------|-----------------------------------|-----------------------------------------------------|----------------------------|---------------|----------------|----------------------------------|---------------------|------------------------------------------------------|-----------------------------------------------------------------|----------------------------------------------|---------------------------|--------------|--------------|
|                                                             | Retained earnings                 | Other components of equity                          |                            |               |                |                                  |                     |                                                      |                                                                 | Equity attributable to owners of the Company | Non-controlling interests | Total equity |              |
|                                                             |                                   | Difference arising from common control transactions | Premium on ordinary shares | Legal reserve | Unappropriated | Currency translation differences | Revaluation surplus | Fair value changes in available-for-sale investments | Share of other comprehensive income of investment in associates | Total other components of equity             |                           |              |              |
|                                                             |                                   |                                                     |                            |               |                |                                  | (in thousand Baht)  |                                                      |                                                                 |                                              |                           |              |              |
| Six-month period ended 30 June 2015                         |                                   |                                                     |                            |               |                |                                  |                     |                                                      |                                                                 |                                              |                           |              |              |
| Balance at 1 January 2015                                   | 25,110,025                        | (19,718,440)                                        | 17,215,737                 | 2,900,000     | 73,290,094     | (1,757,547)                      | 4,002,732           | 7,079                                                | 212,959                                                         | 2,465,223                                    | 101,262,639               | 3,413,674    | 104,676,313  |
| Transactions with owners, recorded directly in equity       |                                   |                                                     |                            |               |                |                                  |                     |                                                      |                                                                 |                                              |                           |              |              |
| <i>Distributions to owners of the Company</i>               |                                   |                                                     |                            |               |                |                                  |                     |                                                      |                                                                 |                                              |                           |              |              |
| Dividends to owners of the Company                          | -                                 | -                                                   | -                          | -             | (11,550,612)   | -                                | -                   | -                                                    | -                                                               | -                                            | (11,550,612)              | (40,046)     | (11,590,658) |
| <i>Total distributions to owners of the Company</i>         | -                                 | -                                                   | -                          | -             | (11,550,612)   | -                                | -                   | -                                                    | -                                                               | -                                            | (11,550,612)              | (40,046)     | (11,590,658) |
| Acquisition of non-controlling interest                     | -                                 | -                                                   | -                          | -             | -              | -                                | -                   | -                                                    | -                                                               | -                                            | -                         | 19,512       | 19,512       |
| Total transactions with owners, recorded directly in equity | -                                 | -                                                   | -                          | -             | (11,550,612)   | -                                | -                   | -                                                    | -                                                               | -                                            | (11,550,612)              | (20,534)     | (11,571,146) |
| Comprehensive income for the period                         |                                   |                                                     |                            |               |                |                                  |                     |                                                      |                                                                 |                                              |                           |              |              |
| Profit                                                      | -                                 | -                                                   | -                          | -             | 12,437,641     | -                                | -                   | -                                                    | -                                                               | -                                            | 12,437,641                | 43,255       | 12,480,896   |
| Other comprehensive income                                  | -                                 | -                                                   | -                          | -             | 41,422         | 1,389,853                        | (41,422)            | 1,231                                                | (214,263)                                                       | 1,135,399                                    | 1,176,821                 | 14,236       | 1,191,057    |
| Total comprehensive income for the period                   | -                                 | -                                                   | -                          | -             | 12,479,063     | 1,389,853                        | (41,422)            | 1,231                                                | (214,263)                                                       | 1,135,399                                    | 13,614,462                | 57,491       | 13,671,953   |
| Balance at 30 June 2015                                     | 25,110,025                        | (19,718,440)                                        | 17,215,737                 | 2,900,000     | 74,218,545     | (367,694)                        | 3,961,310           | 8,310                                                | (1,304)                                                         | 3,600,622                                    | 103,326,489               | 3,450,631    | 106,777,120  |

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

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

|                                                             |  | Consolidated financial statements |                                                     |                            |               |                |                                  |                     |                                                      |                                                                |                                  |                                              |                           |              |
|-------------------------------------------------------------|--|-----------------------------------|-----------------------------------------------------|----------------------------|---------------|----------------|----------------------------------|---------------------|------------------------------------------------------|----------------------------------------------------------------|----------------------------------|----------------------------------------------|---------------------------|--------------|
|                                                             |  | Retained earnings                 |                                                     |                            |               |                | Other components of equity       |                     |                                                      |                                                                |                                  |                                              |                           |              |
|                                                             |  | Issued and paid-up share capital  | Difference arising from common control transactions | Premium on ordinary shares | Legal reserve | Unappropriated | Currency translation differences | Revaluation surplus | Fair value changes in available-for-sale investments | Share of other comprehensive income of investmet in associates | Total other components of equity | Equity attributable to owners of the Company | Non-controlling interests | Total equity |
|                                                             |  |                                   |                                                     |                            |               |                |                                  |                     |                                                      |                                                                |                                  |                                              |                           |              |
| Six-month period ended 30 June 2016                         |  | 25,110,025                        | (19,718,440)                                        | 17,215,737                 | 2,900,000     | 84,385,026     | 663,864                          | 3,961,310           | 7,079                                                | 1,360,679                                                      | 5,992,932                        | 115,885,280                                  | 3,380,233                 | 119,265,513  |
| Balance at 1 January 2016                                   |  | -                                 | -                                                   | -                          | -             | (11,550,612)   | -                                | -                   | -                                                    | -                                                              | -                                | (11,550,612)                                 | (55,583)                  | (11,606,195) |
| Transactions with owners, recorded directly in equity       |  | -                                 | -                                                   | -                          | -             | (11,550,612)   | -                                | -                   | -                                                    | -                                                              | -                                | (11,550,612)                                 | (55,583)                  | (11,606,195) |
| <i>Distributions to owners of the Company</i>               |  | -                                 | -                                                   | -                          | -             | (11,550,612)   | -                                | -                   | -                                                    | -                                                              | -                                | (11,550,612)                                 | (55,583)                  | (11,606,195) |
| Dividends to owners of the Company                          |  | -                                 | -                                                   | -                          | -             | -              | -                                | -                   | -                                                    | -                                                              | -                                | -                                            | -                         | -            |
| <i>Total distributions to owners of the Company</i>         |  | -                                 | -                                                   | -                          | -             | -              | -                                | -                   | -                                                    | -                                                              | -                                | -                                            | -                         | -            |
| Acquisition of non-controlling interest                     |  | -                                 | -                                                   | -                          | -             | -              | -                                | -                   | -                                                    | -                                                              | -                                | -                                            | 8,450                     | 8,450        |
| Total transactions with owners, recorded directly in equity |  | -                                 | -                                                   | -                          | -             | (11,550,612)   | -                                | -                   | -                                                    | -                                                              | -                                | (11,550,612)                                 | (47,133)                  | (11,597,745) |
| Comprehensive income for the period                         |  | -                                 | -                                                   | -                          | -             | 14,366,077     | -                                | -                   | -                                                    | -                                                              | -                                | 14,366,077                                   | 116,344                   | 14,482,421   |
| Profit                                                      |  | -                                 | -                                                   | -                          | -             | -              | -                                | -                   | -                                                    | -                                                              | -                                | (31,915)                                     | 293                       | (31,622)     |
| Other comprehensive income                                  |  | -                                 | -                                                   | -                          | -             | 502,528        | 502,528                          | -                   | 410                                                  | (534,853)                                                      | (31,915)                         | -                                            | -                         | -            |
| Total comprehensive income for the period                   |  | -                                 | -                                                   | -                          | -             | 502,528        | 502,528                          | -                   | 410                                                  | (534,853)                                                      | (31,915)                         | 14,334,162                                   | 116,637                   | 14,450,799   |
| Balance at 30 June 2016                                     |  | 25,110,025                        | (19,718,440)                                        | 17,215,737                 | 2,900,000     | 87,200,491     | 1,166,392                        | 3,961,310           | 7,489                                                | 825,826                                                        | 5,961,017                        | 118,668,830                                  | 3,449,737                 | 122,118,567  |

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

## Thai Beverage Public Company Limited and its Subsidiaries

### Statement of changes in equity (Unaudited)

|                                                             | Separate financial statements    |                                                     |                            |               |                |                  | Total equity |
|-------------------------------------------------------------|----------------------------------|-----------------------------------------------------|----------------------------|---------------|----------------|------------------|--------------|
|                                                             | Issued and paid-up share capital | Difference arising from common control transactions | Premium on ordinary shares | Legal reserve | Unappropriated | Retained earning |              |
| <b>Six-month period ended 30 June 2015</b>                  |                                  |                                                     |                            |               |                |                  |              |
| Balance at 1 January 2015                                   | 25,110,025                       | 31,035                                              | 17,215,737                 | 2,900,000     | 40,792,737     | 86,049,534       |              |
| Transactions with owners, recorded directly in equity       |                                  |                                                     |                            |               |                |                  |              |
| Dividends to owners of the Company                          | -                                | -                                                   | -                          | -             | (11,550,612)   | (11,550,612)     |              |
| Total transactions with owners, recorded directly in equity | -                                | -                                                   | -                          | -             | (11,550,612)   | (11,550,612)     |              |
| Comprehensive income for the period                         |                                  |                                                     |                            |               |                |                  |              |
| Profit                                                      | -                                | -                                                   | -                          | -             | 853,618        | 853,618          |              |
| Total comprehensive income for the period                   | -                                | -                                                   | -                          | -             | 853,618        | 853,618          |              |
| Balance at 30 June 2015                                     | 25,110,025                       | 31,035                                              | 17,215,737                 | 2,900,000     | 30,095,743     | 75,352,540       |              |

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

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

|                                                             | Separate financial statements    |                                                     |                            |               |                  | Total equity |
|-------------------------------------------------------------|----------------------------------|-----------------------------------------------------|----------------------------|---------------|------------------|--------------|
|                                                             | Issued and paid-up share capital | Difference arising from common control transactions | Premium on ordinary shares | Legal reserve | Retained earning |              |
| Six-month period ended 30 June 2016                         |                                  |                                                     |                            |               |                  |              |
| Balance at 1 January 2016                                   | 25,110,025                       | 31,035                                              | 17,215,737                 | 2,900,000     | 35,178,824       | 80,435,621   |
| <i>(in thousand Baht)</i>                                   |                                  |                                                     |                            |               |                  |              |
| Transactions with owners, recorded directly in equity       |                                  |                                                     |                            |               |                  |              |
| Dividends to owners of the Company                          | -                                | -                                                   | -                          | -             | (11,550,612)     | (11,550,612) |
| Total transactions with owners, recorded directly in equity | -                                | -                                                   | -                          | -             | (11,550,612)     | (11,550,612) |
| Comprehensive income for the period                         |                                  |                                                     |                            |               |                  |              |
| Profit                                                      | -                                | -                                                   | -                          | -             | 13,727,611       | 13,727,611   |
| Total comprehensive income for the period                   | -                                | -                                                   | -                          | -             | 13,727,611       | 13,727,611   |
| Balance at 30 June 2016                                     | 25,110,025                       | 31,035                                              | 17,215,737                 | 2,900,000     | 37,355,823       | 82,612,620   |

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

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

|                                                                                                 | Note | Consolidated                      |                         | Separate                          |                       |
|-------------------------------------------------------------------------------------------------|------|-----------------------------------|-------------------------|-----------------------------------|-----------------------|
|                                                                                                 |      | financial statements              |                         | financial statements              |                       |
|                                                                                                 |      | Six-month period ended<br>30 June |                         | Six-month period ended<br>30 June |                       |
|                                                                                                 |      | 2016                              | 2015                    | 2016                              | 2015                  |
| <i>(in thousand Baht)</i>                                                                       |      |                                   |                         |                                   |                       |
| <b><i>Cash flows from operating activities</i></b>                                              |      |                                   |                         |                                   |                       |
| Profit for the period                                                                           |      | 14,482,421                        | 12,480,896              | 13,727,611                        | 853,618               |
| <b><i>Adjustments for</i></b>                                                                   |      |                                   |                         |                                   |                       |
| Depreciation and amortisation                                                                   |      | 2,184,846                         | 2,128,512               | 14,159                            | 11,006                |
| Interest income                                                                                 |      | (32,909)                          | (9,758)                 | (139,693)                         | (384,928)             |
| Finance costs                                                                                   |      | 537,107                           | 701,522                 | 1,142,792                         | 913,356               |
| Unrealised (gain) loss on exchange                                                              |      | (6,776)                           | 26,463                  | (36,583)                          | 15,866                |
| (Reversal of) bad and doubtful debt expenses                                                    | 4    | (5,270)                           | 18,065                  | -                                 | -                     |
| Amortisation of advance payments to a specialist                                                |      | 25,000                            | 25,000                  | 4,687                             | 4,687                 |
| Reversal of allowance for decline in value<br>of inventories                                    |      | (78,282)                          | (107,440)               | -                                 | -                     |
| Gain on disposal of assets classified as held for sale                                          |      | -                                 | (445,766)               | -                                 | -                     |
| Gain on disposal of investment properties                                                       |      | (2,407)                           | -                       | -                                 | -                     |
| (Gain) loss on disposal and write-off of property,<br>plant and equipment and intangible assets |      | (21,719)                          | (25,610)                | 5                                 | (7)                   |
| (Reversal of) impairment loss on property, plant<br>and equipment                               |      | 17,083                            | (72)                    | -                                 | -                     |
| Dividend income                                                                                 |      | (4,984)                           | (2,901)                 | (12,239,985)                      | (660,928)             |
| Employee benefit expenses                                                                       |      | 127,251                           | 121,027                 | 11,831                            | 9,197                 |
| Share of profit of associates, net of income tax                                                | 3, 6 | (1,807,019)                       | (2,480,551)             | -                                 | -                     |
| Income tax expense                                                                              | 12   | 2,913,628                         | 2,513,929               | 302,548                           | 60,842                |
|                                                                                                 |      | <u>18,327,970</u>                 | <u>14,943,316</u>       | <u>2,787,372</u>                  | <u>822,709</u>        |
| <b><i>Changes in operating assets and liabilities</i></b>                                       |      |                                   |                         |                                   |                       |
| Trade accounts receivable                                                                       |      | 965,848                           | 363,317                 | 1,965,010                         | 112,978               |
| Other receivables from related parties                                                          |      | 404,451                           | 107,687                 | 3,979                             | (88,373)              |
| Other receivables                                                                               |      | (228,342)                         | (81,772)                | (43,564)                          | 117                   |
| Inventories                                                                                     |      | (2,686,251)                       | (3,031,274)             | -                                 | -                     |
| Other current assets                                                                            |      | 810,548                           | 55,986                  | 3,784                             | (164)                 |
| Trade accounts payable                                                                          |      | 8,573                             | (320,074)               | -                                 | -                     |
| Other payables to related parties                                                               |      | 92,734                            | (13,529)                | 220,254                           | (127,103)             |
| Other payables                                                                                  |      | (434,845)                         | (178,564)               | (25,274)                          | (70,611)              |
| Other current liabilities                                                                       |      | (661,057)                         | (388,005)               | (76,505)                          | (12,539)              |
| Employee benefit paid                                                                           |      | (84,777)                          | (65,056)                | (22,378)                          | -                     |
| Other non-current liabilities                                                                   |      | 5,618                             | (12,836)                | -                                 | -                     |
| Cash generated from operating activities                                                        |      | <u>16,520,470</u>                 | <u>11,379,196</u>       | <u>4,812,678</u>                  | <u>637,014</u>        |
| Income tax paid                                                                                 |      | <u>(2,665,955)</u>                | <u>(2,845,554)</u>      | <u>(164,140)</u>                  | <u>(107,355)</u>      |
| <b>Net cash from operating activities</b>                                                       |      | <u><b>13,854,515</b></u>          | <u><b>8,533,642</b></u> | <u><b>4,648,538</b></u>           | <u><b>529,659</b></u> |
| <b><i>Cash flows from investing activities</i></b>                                              |      |                                   |                         |                                   |                       |
| Interest received                                                                               |      | 32,915                            | 9,817                   | 186,105                           | 394,716               |
| Dividends received                                                                              |      | 2,319,751                         | 2,275,873               | 12,239,985                        | 660,928               |
| Increase in current investments                                                                 |      | (1)                               | (2)                     | -                                 | -                     |
| Increase in loans to related parties                                                            |      | -                                 | -                       | (4,596,500)                       | (2,649,442)           |
| Decrease in loans to related parties                                                            |      | -                                 | -                       | 5,783,600                         | 4,560,242             |
| Cash inflow on investments in indirect subsidiary                                               |      | 8,450                             | 19,512                  | -                                 | -                     |
| Cash outflow on investments in subsidiaries                                                     |      | -                                 | -                       | (351,750)                         | (29,964,942)          |

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<br>30 June |                     | Six-month period ended<br>30 June |                     |
|                                                                          | 2016                              | 2015                | 2016                              | 2015                |
|                                                                          | <i>(in thousand Baht)</i>         |                     |                                   |                     |
| <b><i>Cash flows from investing activities (continued)</i></b>           |                                   |                     |                                   |                     |
| Sale of assets classified as held for sale                               | -                                 | 1,736,271           | -                                 | -                   |
| Purchase of investment properties                                        | -                                 | (154,405)           | -                                 | -                   |
| Sale of investment properties                                            | 22,483                            | -                   | -                                 | -                   |
| Purchase of property, plant and equipment                                | (1,908,766)                       | (1,910,982)         | (29,913)                          | (14,507)            |
| Sale of property, plant and equipment                                    | 66,632                            | 73,814              | 40                                | 12                  |
| Purchase of intangible assets                                            | (24,149)                          | (26,412)            | (681)                             | (8,672)             |
| Sale of intangible assets                                                | 80                                | 211                 | -                                 | -                   |
| (Increase) decrease in other non-current assets                          | 13,541                            | (10,967)            | -                                 | -                   |
| <b>Net cash from (used in) investing activities</b>                      | <b>530,936</b>                    | <b>2,012,730</b>    | <b>13,230,886</b>                 | <b>(27,021,665)</b> |
| <b><i>Cash flows from financing activities</i></b>                       |                                   |                     |                                   |                     |
| Interest paid                                                            | (596,042)                         | (779,847)           | (1,240,254)                       | (1,136,493)         |
| Dividends paid to owners of the Company                                  | (11,550,612)                      | (11,550,612)        | (11,550,612)                      | (11,550,612)        |
| Dividends paid to non-controlling interests                              | (55,583)                          | (40,046)            | -                                 | -                   |
| Bank overdrafts                                                          | (475,451)                         | 176,688             | -                                 | -                   |
| Proceeds from short-term loans from financial institutions               | 3,731,507                         | 76,077,000          | 2,700,000                         | 61,730,000          |
| Repayment of short-term loans from financial institutions                | (7,750,000)                       | (67,549,000)        | (6,350,000)                       | (54,580,000)        |
| Proceeds from loans from related parties                                 | -                                 | -                   | 24,322,600                        | 12,348,656          |
| Repayment of loans from related parties                                  | -                                 | -                   | (28,688,400)                      | (3,814,100)         |
| Proceeds from long-term loans from financial institutions                | 5,000,000                         | 25,500,000          | 5,000,000                         | 25,000,000          |
| Repayment of long-term loans from financial institutions                 | (2,623,607)                       | (32,127,131)        | (2,000,000)                       | (1,500,000)         |
| <b>Net cash from (used in) financing activities</b>                      | <b>(14,319,788)</b>               | <b>(10,292,948)</b> | <b>(17,806,666)</b>               | <b>26,497,451</b>   |
| <b>Net increase in cash and cash equivalents</b>                         | <b>65,663</b>                     | <b>253,424</b>      | <b>72,758</b>                     | <b>5,445</b>        |
| Cash and cash equivalents at 1 January                                   | 3,489,986                         | 2,230,079           | 594,577                           | 37,082              |
| Foreign currency translation differences for foreign operations          | (624,857)                         | (574,502)           | -                                 | -                   |
| <b>Cash and cash equivalents at 30 June</b>                              | <b>2,930,792</b>                  | <b>1,909,001</b>    | <b>667,335</b>                    | <b>42,527</b>       |
| <b><i>Non-cash items</i></b>                                             |                                   |                     |                                   |                     |
| Investment in subsidiary to be paid according to the agreement           | -                                 | -                   | 24,950,000                        | -                   |
| Payable for acquisition of assets                                        | 335,756                           | 408,920             | 5,053                             | 2,543               |
| Reclassify from long-term loans to short-term loans to related parties   | -                                 | -                   | -                                 | 3,719               |
| Reclassify from long-term loans to short-term loans from related parties | -                                 | -                   | -                                 | 12,569              |

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

**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 2016 (Unaudited)**

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**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 2016 (Unaudited)**

These notes form an integral part of the interim financial statements.

The interim financial statements were approved and authorised for issue by the Board of Directors on 11 August 2016.

**1 General information**

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

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

The principal businesses of the Company are investment and management services. The principal businesses of Thai Beverage Public Company Limited and its subsidiaries, the “Group”, are the production and distribution of alcoholic and non-alcoholic beverages, and food. Details of the Company’s subsidiaries and associates as at 30 June 2016 and 31 December 2015 were as follows:

| Name of the entity                         | Type of business                                             | Country of incorporation | Ownership interest (%) |                  |
|--------------------------------------------|--------------------------------------------------------------|--------------------------|------------------------|------------------|
|                                            |                                                              |                          | 30 June 2016           | 31 December 2015 |
| <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. Kanchanasingkorn 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.      | Beer, spirits and non-alcoholic beverages distributor        | Thailand                 | 100.00                 | 100.00           |
| 21. Horeca Management Co., Ltd.            | Beer, spirits and non-alcoholic beverages distributor        | Thailand                 | 100.00                 | 100.00           |
| 22. Pomkit Co., Ltd.                       | Beer distributor                                             | Thailand                 | 100.00                 | 100.00           |
| 23. Pomklung Co., Ltd.                     | Beer distributor                                             | Thailand                 | 100.00                 | 100.00           |
| 24. Pomchok Co., Ltd.                      | Beer distributor                                             | Thailand                 | 100.00                 | 100.00           |
| 25. Pomcharoen Co., Ltd.                   | Beer distributor                                             | Thailand                 | 100.00                 | 100.00           |
| 26. Pomburapa Co., Ltd.                    | Beer distributor                                             | Thailand                 | 100.00                 | 100.00           |
| 27. Pompalang Co., Ltd.                    | Beer distributor                                             | Thailand                 | 100.00                 | 100.00           |



**Thai Beverage Public Company Limited and its Subsidiaries**  
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| Name of the entity                          | Type of business                                             | Country of incorporation | Ownership interest (%) |                  |
|---------------------------------------------|--------------------------------------------------------------|--------------------------|------------------------|------------------|
|                                             |                                                              |                          | 30 June 2016           | 31 December 2015 |
| <i>Direct subsidiaries (continued)</i>      |                                                              |                          |                        |                  |
| 28. Pomnakorn Co., Ltd.                     | Beer distributor                                             | Thailand                 | 100.00                 | 100.00           |
| 29. Pomthip (2012) Co., Ltd.                | Beer distributor                                             | Thailand                 | 100.00                 | 100.00           |
| 30. Num Yuk Co., Ltd.                       | Spirits and non-alcoholic beverages distributor              | Thailand                 | 100.00                 | 100.00           |
| 31. Num Kijjakarn Co., Ltd.                 | Spirits and non-alcoholic beverages distributor              | Thailand                 | 100.00                 | 100.00           |
| 32. Num Palang Co., Ltd.                    | Spirits and non-alcoholic beverages distributor              | Thailand                 | 100.00                 | 100.00           |
| 33. Num Muang Co., Ltd.                     | Spirits and non-alcoholic beverages distributor              | Thailand                 | 100.00                 | 100.00           |
| 34. Num Nakorn Co., Ltd.                    | Spirits and non-alcoholic beverages distributor              | Thailand                 | 100.00                 | 100.00           |
| 35. Num Thurakij Co., Ltd.                  | Spirits and non-alcoholic beverages distributor              | Thailand                 | 100.00                 | 100.00           |
| 36. Numrungrad Co., Ltd.                    | Spirits and non-alcoholic beverages distributor              | Thailand                 | 100.00                 | 100.00           |
| 37. Numthip Co., Ltd.                       | Spirits and non-alcoholic beverages distributor              | Thailand                 | 100.00                 | 100.00           |
| 38. Thipchalothorn Co., Ltd.                | Beer, spirits and non-alcoholic beverages agency             | Thailand                 | 100.00                 | 100.00           |
| 39. Krittayabun Co., Ltd.                   | Beer, spirits and non-alcoholic beverages agency             | Thailand                 | 100.00                 | 100.00           |
| 40. Surathip Co., Ltd.                      | Beer, spirits and non-alcoholic beverages agency             | Thailand                 | 100.00                 | 100.00           |
| 41. Sunthronpirom Co., Ltd.                 | Beer, spirits and non-alcoholic beverages agency             | Thailand                 | 100.00                 | 100.00           |
| 42. Piromsurang Co., Ltd.                   | Beer, spirits and non-alcoholic beverages agency             | Thailand                 | 100.00                 | 100.00           |
| 43. Thai Beverage Energy Co., Ltd.          | Production and distribution of biogas                        | Thailand                 | 100.00                 | 100.00           |
| 44. Thai Molasses Co., Ltd.                 | Trading of molasses                                          | Thailand                 | 99.72                  | 99.72            |
| 45. Feed Addition Co., Ltd.                 | Trading of feeds and fertilizer                              | Thailand                 | 100.00                 | 100.00           |
| 46. Pan International (Thailand) Co., Ltd.  | Trading of supplies and procurement                          | Thailand                 | 100.00                 | 100.00           |
| 47. Charun Business 52 Co., Ltd.            | Brick producer and distribution of spirits                   | Thailand                 | 100.00                 | 100.00           |
| 48. Thai Cooperage Co., Ltd.                | Oak barrel producer                                          | Thailand                 | 100.00                 | 100.00           |
| 49. Thai Beverage Recycle Co., Ltd.         | Trading of bottles                                           | Thailand                 | 100.00                 | 100.00           |
| 50. Thai Beverage Logistics Co., Ltd.       | Transportation and distribution                              | Thailand                 | 100.00                 | 100.00           |
| 51. Thai Beverage Marketing Co., Ltd.       | Advertising and marketing promotion                          | Thailand                 | 100.00                 | 100.00           |
| 52. Dhospaak Co., Ltd.                      | Advertising agency                                           | Thailand                 | 100.00                 | 100.00           |
| 53. Thai Beverage Training Co., Ltd.        | Training                                                     | Thailand                 | 100.00                 | 100.00           |
| 54. International Beverage Holdings Limited | Holding company                                              | Hong Kong                | 100.00                 | 100.00           |
| 55. Thai Beverage Brands Co., Ltd.          | Trademark holding                                            | Thailand                 | 100.00                 | 100.00           |
| 56. Beer Chang Co., Ltd.                    | Trademark holding and production of beer concentrate         | Thailand                 | 100.00                 | 100.00           |
| 57. Archa Beer Co., Ltd.                    | Trademark holding and production of beer concentrate         | Thailand                 | 100.00                 | 100.00           |
| 58. Sura Piset Phatra Lanna Co., Ltd.       | Holding company                                              | Thailand                 | 100.00                 | 100.00           |
| 59. United Products Co., Ltd.               | Production and distribution of spirits                       | Thailand                 | 100.00                 | 100.00           |
| 60. Thai Drinks Co., Ltd. <sup>8,9</sup>    | Distribution of beverages                                    | Thailand                 | 100.00                 | 100.00           |
| 61. Oishi Group Plc.                        | Japanese restaurants and distribution of foods and beverages | Thailand                 | 79.66                  | 79.66            |

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| Name of the entity                                                 | Type of business                                                | Country of incorporation   | Ownership interest (%) |                  |
|--------------------------------------------------------------------|-----------------------------------------------------------------|----------------------------|------------------------|------------------|
|                                                                    |                                                                 |                            | 30 June 2016           | 31 December 2015 |
| <b>Direct subsidiaries (continued)</b>                             |                                                                 |                            |                        |                  |
| 62. C A C Co., Ltd.                                                | Management of the ASEAN Economic Community (AEC) centre         | Thailand                   | 100.00                 | 100.00           |
| 63. Chang International Co., Ltd.                                  | Advertising and marketing services                              | Thailand                   | 100.00                 | 100.00           |
| 64. Cash Van Management Co., Ltd.                                  | Beer, spirits and non-alcoholic beverages distributor           | Thailand                   | 100.00                 | 100.00           |
| 65. Food of Asia Co., Ltd.                                         | Restaurant business                                             | Thailand                   | 100.00                 | 100.00           |
| 66. BevCo Limited <sup>4</sup>                                     | Holding company                                                 | Thailand                   | 100.00                 | 100.00           |
| 67. Chang Corporation Co., Ltd. <sup>4</sup>                       | Holding company                                                 | Thailand                   | 100.00                 | 100.00           |
| <b>Indirect subsidiaries</b>                                       |                                                                 |                            |                        |                  |
| 68. Thai Thum Distillery Co., Ltd. <sup>10</sup>                   | Production and distribution of spirits                          | Thailand                   | 99.90                  | 99.90            |
| 69. Sura Piset Sahasan Co., Ltd. <sup>11</sup>                     | Trading of spirits                                              | Thailand                   | 100.00                 | 100.00           |
| 70. Sura Piset Sampan Co., Ltd. <sup>12</sup>                      | Trading of spirits                                              | Thailand                   | 100.00                 | 100.00           |
| 71. InterBev (Singapore) Limited <sup>1</sup>                      | Trading of alcoholic beverages                                  | Singapore                  | 100.00                 | 100.00           |
| 72. InterBev (Cambodia) Co., Ltd. <sup>1</sup>                     | Trading of alcoholic beverages                                  | Cambodia                   | 100.00                 | 100.00           |
| 73. InterBev Malaysia Sdn. Bhd. <sup>1</sup>                       | Trading of alcoholic beverages                                  | Malaysia                   | 100.00                 | 100.00           |
| 74. Best Spirits Company Limited <sup>1</sup>                      | Trading of alcoholic beverages                                  | Hong Kong                  | 100.00                 | 100.00           |
| 75. International Beverage Holdings (UK) Limited <sup>1</sup>      | Holding company                                                 | United Kingdom             | 100.00                 | 100.00           |
| 76. International Beverage Holdings (China) Limited <sup>1</sup>   | Holding company                                                 | Hong Kong                  | 100.00                 | 100.00           |
| 77. Oishi Trading Co., Ltd. <sup>2</sup>                           | Production and distribution of food and beverage                | Thailand                   | 79.66                  | 79.66            |
| 78. Oishi Ramen Co., Ltd. <sup>2</sup>                             | Japanese ramen restaurants                                      | Thailand                   | 79.66                  | 79.66            |
| 79. Oishi International Holdings Limited <sup>2</sup>              | International distribution of beverage                          | Hong Kong                  | 79.66                  | 79.66            |
| 80. Chang Beer International Co., Ltd. <sup>5,13</sup>             | Dormant                                                         | Thailand                   | 100.00                 | 100.00           |
| 81. Maekhong Distillery Limited <sup>14</sup>                      | Consultancy service                                             | Thailand                   | 100.00                 | 100.00           |
| 82. Chang Corp Co., Ltd. <sup>15</sup>                             | Advertising and marketing services                              | Thailand                   | 100.00                 | 100.00           |
| 83. Beer Chang International Limited <sup>1</sup>                  | Production and trading of alcoholic and non-alcoholic beverages | Singapore                  | 100.00                 | 100.00           |
| 84. International Beverage Trading Limited <sup>1</sup>            | Trading of alcoholic beverages                                  | Bermuda                    | 100.00                 | 100.00           |
| 85. InterBev Investment Limited <sup>1</sup>                       | Holding company                                                 | Hong Kong                  | 100.00                 | 100.00           |
| 86. InterBev Trading (Hong Kong) Limited <sup>1</sup>              | Distribution and marketing of food and beverage products        | Hong Kong                  | 100.00                 | 100.00           |
| 87. Oishi Snack Co., Ltd. <sup>2</sup>                             | Distribution of snack                                           | Thailand                   | 79.66                  | 79.66            |
| 88. BeerCo Limited <sup>1</sup>                                    | Holding company                                                 | Hong Kong                  | 100.00                 | 100.00           |
| 89. Wellwater Limited <sup>1</sup>                                 | Holding company                                                 | Hong Kong                  | 100.00                 | 100.00           |
| 90. Koykiao Co., Ltd. <sup>7</sup>                                 | Food and beverage business                                      | Thailand                   | 51.00                  | -                |
| 91. Max Asia Co., Ltd. <sup>7</sup>                                | Bakery business                                                 | Thailand                   | 70.00                  | -                |
| <b>Subsidiaries of indirect subsidiaries</b>                       |                                                                 |                            |                        |                  |
| 92. International Beverage Holdings Limited USA, Inc. <sup>1</sup> | Trading of alcoholic beverages                                  | United States of America   | 100.00                 | 100.00           |
| 93. Super Brands Company Pte. Ltd. <sup>1</sup>                    | Trademark holding                                               | Singapore                  | 100.00                 | 100.00           |
| 94. Blairmhor Limited <sup>1,5</sup>                               | Holding company                                                 | United Kingdom             | 100.00                 | 100.00           |
| 95. Inver House Distillers Limited <sup>1</sup>                    | Production and distribution of spirits                          | United Kingdom             | 100.00                 | 100.00           |
| 96. InterBev Trading (China) Limited <sup>1</sup>                  | Trading of alcoholic beverages                                  | People's Republic of China | 100.00                 | 100.00           |

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| Name of the entity                                          | Type of business                                                                   | Country of incorporation           | Ownership interest (%) |                  |
|-------------------------------------------------------------|------------------------------------------------------------------------------------|------------------------------------|------------------------|------------------|
|                                                             |                                                                                    |                                    | 30 June 2016           | 31 December 2015 |
| <i>Subsidiaries of indirect subsidiaries (continued)</i>    |                                                                                    |                                    |                        |                  |
| 97. Yunnan Yulinquan Liquor Co., Ltd. <sup>1</sup>          | Spirits distillery                                                                 | People's Republic of China         | 100.00                 | 100.00           |
| 98. Blairmhor Distillers Limited <sup>1,5</sup>             | Dormant                                                                            | United Kingdom                     | 100.00                 | 100.00           |
| 99. Wee Beastie Limited <sup>1,5</sup>                      | Dormant                                                                            | United Kingdom                     | 100.00                 | 100.00           |
| 100. Moffat & Towers Limited <sup>1,5</sup>                 | Dormant                                                                            | United Kingdom                     | 100.00                 | 100.00           |
| 101. Glen Calder Blenders Limited <sup>1,5</sup>            | Dormant                                                                            | United Kingdom                     | 100.00                 | 100.00           |
| 102. Hankey Bannister & Company Limited <sup>1,5</sup>      | Dormant                                                                            | United Kingdom                     | 100.00                 | 100.00           |
| 103. R. Carmichael & Sons Limited <sup>1,5</sup>            | Dormant                                                                            | United Kingdom                     | 100.00                 | 100.00           |
| 104. J MacArthur Junior & Company Limited <sup>1,5</sup>    | Dormant                                                                            | United Kingdom                     | 100.00                 | 100.00           |
| 105. Mason & Summers Limited <sup>1,5</sup>                 | Dormant                                                                            | United Kingdom                     | 100.00                 | 100.00           |
| 106. James Catto & Company Limited <sup>1,5</sup>           | Dormant                                                                            | United Kingdom                     | 100.00                 | 100.00           |
| 107. The Knockdhu Distillery Co., Ltd. <sup>1,5</sup>       | Dormant                                                                            | United Kingdom                     | 100.00                 | 100.00           |
| 108. Speyburn-Glenlivet Distillery Co., Ltd. <sup>1,5</sup> | Dormant                                                                            | United Kingdom                     | 100.00                 | 100.00           |
| 109. The Pulteney Distillery Co., Ltd. <sup>1,5</sup>       | Dormant                                                                            | United Kingdom                     | 100.00                 | 100.00           |
| 110. The Balblair Distillery Co., Ltd. <sup>1,5</sup>       | Dormant                                                                            | United Kingdom                     | 100.00                 | 100.00           |
| 111. Sermsuk Plc. <sup>1</sup>                              | Production and distribution of beverages                                           | Thailand                           | 64.66                  | 64.66            |
| 112. Sermsuk Holdings Co., Ltd. <sup>1</sup>                | Holding company                                                                    | Thailand                           | 64.66                  | 64.66            |
| 113. Serm Suk Beverage Co., Ltd. <sup>1</sup>               | Production and distribution of beverages                                           | Thailand                           | 64.66                  | 64.66            |
| 114. Sermsuk Training Co., Ltd. <sup>1</sup>                | Human resources and organisation development services                              | Thailand                           | 64.66                  | 64.66            |
| 115. Great Brands Limited <sup>1</sup>                      | Brands management                                                                  | Hong Kong                          | 64.66                  | 64.66            |
| 116. Wrangyer Beverage (2008) Co., Ltd. <sup>1</sup>        | Production and distribution of energy drink                                        | Thailand                           | 64.66                  | 64.66            |
| 117. Interbev Timor, Unipessoal Lda <sup>1</sup>            | Production of beverages and distribution of food and beverages                     | Democratic Republic of Timor-Leste | 100.00                 | 100.00           |
| 118. Oishi F&B (Singapore) Pte. Ltd. <sup>2</sup>           | Brands management and consulting services                                          | Singapore                          | 79.66                  | 79.66            |
| 119. Oishi Myanmar Limited <sup>2</sup>                     | Restaurant business                                                                | Union of Myanmar                   | 43.81                  | 43.81            |
| 120. Oishi Group Limited Liability Company <sup>2</sup>     | Marketing management consulting services                                           | Socialist Republic of Vietnam      | 79.66                  | 79.66            |
| 121. S.P.M. Foods & Beverages Co., Ltd. <sup>1</sup>        | Production and distribution of drinking water and energy drinks and spirits agency | Thailand                           | 99.84                  | 99.84            |
| 122. Chang Beer Co., Ltd. <sup>1</sup>                      | Holding company                                                                    | Thailand                           | 100.00                 | 100.00           |
| 123. So Water Company Limited <sup>1</sup>                  | Holding company                                                                    | Thailand                           | 100.00                 | 100.00           |
| <i>Associates of indirect subsidiaries</i>                  |                                                                                    |                                    |                        |                  |
| 124. Fraser and Neave, Limited <sup>3</sup>                 | Manufacture and distribution of food and beverage and publishing and printing      | Singapore                          | 28.53                  | 28.53            |
| 125. Frasers Centrepoint Limited <sup>3</sup>               | Development and investment in property                                             | Singapore                          | 28.44                  | 28.44            |

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| Name of the entity                                       | Type of business                                  | Country of incorporation | Ownership interest (%) |                  |
|----------------------------------------------------------|---------------------------------------------------|--------------------------|------------------------|------------------|
|                                                          |                                                   |                          | 30 June 2016           | 31 December 2015 |
| <i>Associates of subsidiary of indirect subsidiaries</i> |                                                   |                          |                        |                  |
| 126. Liquorland Limited <sup>3</sup>                     | Licences                                          | United Kingdom           | 49.49                  | 49.49            |
| 127. Petform (Thailand) Co., Ltd. <sup>6</sup>           | Manufacture and distribution of plastic packaging | Thailand                 | 25.86                  | 25.86            |

- <sup>1</sup> Direct or indirect subsidiaries of International Beverage Holdings Limited  
<sup>2</sup> Direct or indirect subsidiaries of Oishi Group Plc.  
<sup>3</sup> Indirect associates of International Beverage Holdings Limited  
<sup>4</sup> 51% direct and 49% indirect share holding held by the Company  
<sup>5</sup> These companies are currently not doing the operation.  
<sup>6</sup> Direct associates of Sermasuk Plc.  
<sup>7</sup> Direct subsidiaries of Food of Asia Co., Ltd.  
<sup>8</sup> As at 30 June 2016, 95% direct and 5% indirect share holding held by the Company  
<sup>9</sup> As at 30 December 2015, 54% direct and 46% indirect share holding held by the Company  
<sup>10</sup> Direct subsidiary of Thai Cooperage Co., Ltd.  
<sup>11</sup> 41.45% share holding held by Thai Cooperage Co., Ltd., 40% share holding held by Thai Thum Distillery Co., Ltd. and 18.55% share holding held by Sura Piset Phatra Lanna Co., Ltd.  
<sup>12</sup> Direct subsidiary of Sura Piset Sahasan Co., Ltd.  
<sup>13</sup> Direct subsidiary of Beer Chang Co., Ltd.  
<sup>14</sup> Direct subsidiary of Sura Bangyikhan Co., Ltd.  
<sup>15</sup> Direct subsidiary of Thai Beverage Marketing Co., Ltd.

## **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 2015) *Interim Financial Reporting*; guidelines promulgated by the Federation of Accounting Professions (FAP); and applicable rules and regulations of the related Securities and Exchange Commission.

The interim financial statements are prepared to provide an update of the financial statements for the year ended 31 December 2015. 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 conjunction with the financial statements of the Company and its subsidiaries for the year ended 31 December 2015.

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 2015 except that the Group has adopted all the new and revised TFRS that are effective for annual periods beginning on or after 1 January 2016. The adoption of these new and revised TFRS did not have any material effect on the accounting policies, methods of computation, financial performance or position of the Group.

The FAP has issued a new announcement which is effective for annual financial periods beginning on or after 1 January 2017 and has not been adopted in the preparation of these financial statements. This new announcement that is relevant to the Group's operations is disclosed in Note 18.

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**(b) Functional and presentation currency**

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

**(c) Use of judgements and estimates**

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.

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 2015.

**3 Related parties**

For the purposes of these financial statements, parties are considered to be related to the Group if the Group 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 to 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, associates of indirect subsidiaries and associates of subsidiary of indirect subsidiaries (as presented in Note 1) were as follows:

| <b>Name of entities</b>                    | <b>Country of incorporation/<br/>nationality</b> | <b>Nature of relationships</b>                                              |
|--------------------------------------------|--------------------------------------------------|-----------------------------------------------------------------------------|
| 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 Co., Ltd.            | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 7. Thai Agro Products Co., Ltd.            | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 8. Thip Sugar Sukhothai Co., Ltd.          | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 9. The Suphanburi Sugar Industry Co., Ltd. | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 10. The Southeast Insurance Plc.           | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |

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| <b>Name of entities</b>                         | <b>Country of incorporation/<br/>nationality</b> | <b>Nature of relationships</b>                                              |
|-------------------------------------------------|--------------------------------------------------|-----------------------------------------------------------------------------|
| 11. The Southeast Life Insurance Plc.           | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 12. Southeast Capital Co., Ltd.                 | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 13. T.C.C. Technology Co., Ltd.                 | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 14. Thai Glass Industries Plc.                  | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 15. Bang-Na Glass Co., Ltd.                     | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 16. TCC Hotel Collection Co., Ltd.              | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 17. Terragro Bio-Tech Co., Ltd.                 | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 18. BJC Industrial and Trading Co., Ltd.        | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 19. North Park Real Estate Co., Ltd.            | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 20. TCC PD 11 Co., Ltd.                         | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 21. Thippatana Arcade Co., Ltd.                 | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 22. Siam Food Products Plc.                     | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 23. BJC Healthcare Co., Ltd.                    | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 24. Wattanapat Trading Co., Ltd.                | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 25. Silvercord Capital (Singapore) Limited      | Singapore                                        | Directors and controlling equity holders hold substantial shares indirectly |
| 26. Plantheon Trading Co., Ltd.                 | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 27. Eastern Chemical Co., Ltd.                  | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 28. Mosho Entertainment Co., Ltd                | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 29. Commercial Solution Co., Ltd.               | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 30. TCCCL Ladphao Co., Ltd.                     | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 31. F&B International Co., Ltd.                 | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 32. Sub Permpoon 8 Co., Ltd.                    | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 33 The Street Retail Development Co., Ltd.      | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 34. Sub Mahakij 8 Co., Ltd.                     | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |
| 35. Waste Recycling Management Center Co., Ltd. | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly |

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| <b>Name of entities</b>                                    | <b>Country of incorporation/<br/>nationality</b> | <b>Nature of relationships</b>                                                  |
|------------------------------------------------------------|--------------------------------------------------|---------------------------------------------------------------------------------|
| 36. Gaewsarnsiri Co., Ltd.                                 | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 37. TCC Land Development Co., Ltd.                         | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 38. P.I.T. Factory Co., Ltd.                               | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 39. Lake View Golf And Yacht Club Co., Ltd.                | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 40. Excellent Energy International Co., Ltd.               | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 41. Thai Retail Investment Fund                            | Thailand                                         | Directors and controlling equity holders are the indirect principle unit holder |
| 42. TCC Land Co., Ltd.                                     | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 43. Thai Malaya Glass Co., Ltd.                            | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 44. Berli Jucker Foods Co., Ltd.                           | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 45. Dhanasindhi Co., Ltd.                                  | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 46. Business Process Outsourcing Co., Ltd.                 | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 47. Berli Jucker Plc.                                      | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 48. Gaew Grung Thai Co., Ltd.                              | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 49. Phatra Leasing Public Co., Ltd.                        | Thailand                                         | Common directors with an indirect subsidiary                                    |
| 50. N.C.C. Management and Development Co., Ltd.            | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 51. InterContinental Singapore                             | Singapore                                        | Directors and controlling equity holders hold substantial shares indirectly     |
| 52. TCC Hotel Asset Management Co., Ltd.                   | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 53. TCC Logistics & Warehouse Co., Ltd.                    | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 54. Riverside Homes Development Co., Ltd.                  | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 55. SMJC Real Estate Co., Ltd.                             | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 56. Big C Supercenter Public Co., Ltd.                     | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly     |
| 57. Lertrattakarn Co., Ltd                                 | Thailand                                         | Directors hold substantial shares indirectly                                    |
| 58. Golden Ventures Leasehold Real Estate Investment Trust | Thailand                                         | Directors and controlling equity holders hold substantial trust indirectly      |
| 59. New Noble Property and Loan Fund                       | Thailand                                         | Directors and controlling equity holders are the indirect principle unit holder |

**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 2016 (Unaudited)**

| <b>Name of entities</b>                                    | <b>Country of incorporation/<br/>nationality</b> | <b>Nature of relationships</b>                                                                                                                                                                                         |
|------------------------------------------------------------|--------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 60. Best Fortune Property and Loan Fund                    | Thailand                                         | Directors and controlling equity holders are the indirect principal unit holder                                                                                                                                        |
| 61. Regent Gold Property Fund                              | Thailand                                         | Directors and controlling equity holders are the indirect principle unit holder                                                                                                                                        |
| 62. Thai Commercial Investment Freehold and Leasehold Fund | Thailand                                         | Directors and controlling equity holders are the indirect principle unit holder                                                                                                                                        |
| 63. Plaza Athenee Hotel (Thailand) Co., Ltd.               | Thailand                                         | Directors and controlling equity holders are the directors and hold substantial shares indirectly                                                                                                                      |
| 64. North Park Golf And Sports Club Co., Ltd.              | Thailand                                         | Directors and controlling equity holders are the directors and hold substantial shares indirectly                                                                                                                      |
| 65. Thai Beverage Can Co., Ltd.                            | Thailand                                         | Directors and controlling equity holders hold 50% shares indirectly                                                                                                                                                    |
| 66. Dhamma Land Property Development Co., Ltd.             | Thailand                                         | Directors and controlling equity holders are relatives of indirect substantial shares holders                                                                                                                          |
| 67. PS Recycle Co., Ltd.                                   | Thailand                                         | Directors and controlling equity holders are relatives of controlling person                                                                                                                                           |
| 68. T.C.C. International Limited                           | Hong Kong                                        | Controlling equity holders hold substantial shares indirectly                                                                                                                                                          |
| 69. Best Wishes Co., Ltd.                                  | Hong Kong                                        | Controlling equity holders hold substantial shares indirectly                                                                                                                                                          |
| 70. Bangkok Glass Co., Ltd.                                | Thailand                                         | A subsidiary holds shares                                                                                                                                                                                              |
| 71. The Pet Co., Ltd.                                      | Thailand                                         | A subsidiary holds shares                                                                                                                                                                                              |
| 72. Crown Seal Plc.                                        | Thailand                                         | A subsidiary holds shares                                                                                                                                                                                              |
| 73. Petpak Co., Ltd.                                       | Thailand                                         | A subsidiary holds shares                                                                                                                                                                                              |
| 74. TCC Holding Co., Ltd.                                  | Thailand                                         | Having common controlling equity holders                                                                                                                                                                               |
| 75. TCC Assets Ltd.                                        | British Virgin Islands                           | Directors and controlling equity holders hold substantial shares directly                                                                                                                                              |
| 76. Golden Land Property Development Public Co., Ltd.      | Thailand                                         | Directors hold substantial shares indirectly                                                                                                                                                                           |
| 77. Pacific Leisure (Thailand) Limited                     | Thailand                                         | Directors and controlling equity holders hold substantial shares indirectly                                                                                                                                            |
| 78. F&N Group and related parties of F&N Group             | Singapore                                        | A indirect subsidiary holds 28.53% share in Fraser and Neave, Limited                                                                                                                                                  |
| 79. FCL Group and related parties of FCL Group             | Singapore                                        | A indirect subsidiary holds 28.44% shares in Frasers Centrepoint Limited                                                                                                                                               |
| 80. 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. |



**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 2016 (Unaudited)**

The pricing policies for transactions with related parties are explained further below:

| <b>Transactions</b>                                | <b>Pricing policies</b>                                                                |
|----------------------------------------------------|----------------------------------------------------------------------------------------|
| Revenue from sale of goods                         | Agreed prices which approximate market prices                                          |
| Revenue from 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 with reference interest rates quoted by financial institutions |

Significant transactions for the three-month and six-month periods ended 30 June 2016 and 2015 with related parties were as follows:

| <i>Three-month period ended 30 June</i>                         | <i>Note</i> | <b>Consolidated financial statements</b> |           | <b>Separate financial statements</b> |           |
|-----------------------------------------------------------------|-------------|------------------------------------------|-----------|--------------------------------------|-----------|
|                                                                 |             | 2016                                     | 2015      | 2016                                 | 2015      |
|                                                                 |             | <i>(in million Baht)</i>                 |           |                                      |           |
| <b>Subsidiaries</b>                                             |             |                                          |           |                                      |           |
| Management fees                                                 |             | -                                        | -         | 1,688                                | 773       |
| Cost of rendering of services                                   |             | -                                        | -         | 94                                   | 79        |
| Interest income                                                 |             | -                                        | -         | 61                                   | 180       |
| Interest expense                                                |             | -                                        | -         | 327                                  | 322       |
| Dividend income                                                 | 7           | -                                        | -         | 10,624                               | 621       |
| Administrative expenses                                         |             | -                                        | -         | 3                                    | 4         |
| Increase in share capital of subsidiaries                       | 7           | -                                        | -         | 352                                  | 4         |
| Acquisitions of subsidiaries                                    | 7           | -                                        | -         | -                                    | 9         |
| <b>Associates</b>                                               |             |                                          |           |                                      |           |
|                                                                 | 6           |                                          |           |                                      |           |
| Share of profit of investment in associates, net of income tax  |             | 692                                      | 1,585     | -                                    | -         |
| Share of other comprehensive income of investment in associates |             | (632)                                    | (644)     | -                                    | -         |
| Dividend income                                                 |             | 705                                      | 703       | -                                    | -         |
| <b>Key management personnel</b>                                 |             |                                          |           |                                      |           |
| <b>Key management personnel compensation</b>                    |             |                                          |           |                                      |           |
| Short-term employee benefits                                    |             | 90                                       | 87        | 65                                   | 68        |
| Post-employment benefits                                        |             | 5                                        | 4         | 3                                    | 1         |
| <b>Total key management personnel compensation</b>              |             | <b>95</b>                                | <b>91</b> | <b>68</b>                            | <b>69</b> |

**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 2016 (Unaudited)**

| <i>Three-month period ended 30 June</i>                         | <i>Note</i> | <b>Consolidated<br/>financial statements</b> |            | <b>Separate<br/>financial statements</b> |            |
|-----------------------------------------------------------------|-------------|----------------------------------------------|------------|------------------------------------------|------------|
|                                                                 |             | 2016                                         | 2015       | 2016                                     | 2015       |
|                                                                 |             | <i>(in million Baht)</i>                     |            |                                          |            |
| <b>Other related parties</b>                                    |             |                                              |            |                                          |            |
| Revenue from sale of goods                                      |             | 592                                          | 107        | -                                        | -          |
| Purchases of raw materials and packaging                        |             | 2,515                                        | 2,191      | -                                        | -          |
| Overhead costs                                                  |             | 64                                           | 47         | -                                        | -          |
| Cost of rendering of services                                   |             | -                                            | -          | 63                                       | 38         |
| Dividend income                                                 |             | 5                                            | 3          | -                                        | -          |
| Other income                                                    |             | 73                                           | 86         | 1                                        | 1          |
| Selling and administrative expenses                             |             | 461                                          | 208        | 3                                        | 2          |
| Purchases of plant and equipment                                |             | 56                                           | 48         | -                                        | -          |
| Sales of plant and equipment                                    |             | -                                            | 2          | -                                        | -          |
| Sales of assets classified as held for sale                     |             | -                                            | 1,810      | -                                        | -          |
|                                                                 |             |                                              |            |                                          |            |
| <i>Six-month period ended 30 June</i>                           | <i>Note</i> | <b>Consolidated<br/>financial statements</b> |            | <b>Separate<br/>financial statements</b> |            |
|                                                                 |             | 2016                                         | 2015       | 2016                                     | 2015       |
|                                                                 |             | <i>(in million Baht)</i>                     |            |                                          |            |
| <b>Subsidiaries</b>                                             |             |                                              |            |                                          |            |
| Management fees                                                 |             | -                                            | -          | 3,790                                    | 1,758      |
| Cost of rendering of services                                   |             | -                                            | -          | 132                                      | 121        |
| Interest income                                                 |             | -                                            | -          | 121                                      | 383        |
| Interest expense                                                |             | -                                            | -          | 666                                      | 587        |
| Dividend income                                                 | 7           | -                                            | -          | 12,240                                   | 661        |
| Other income                                                    |             | -                                            | -          | -                                        | 6          |
| Administrative expenses                                         |             | -                                            | -          | 5                                        | 6          |
| Increase in share capital of subsidiaries                       | 7           | -                                            | -          | 25,302                                   | 29,952     |
| Acquisitions of subsidiaries                                    | 7           | -                                            | -          | -                                        | 13         |
|                                                                 |             |                                              |            |                                          |            |
| <b>Associates</b>                                               |             |                                              |            |                                          |            |
|                                                                 | 6           |                                              |            |                                          |            |
| Share of profit of investment in associates, net of income tax  |             | 1,807                                        | 2,481      | -                                        | -          |
| Share of other comprehensive income of investment in associates |             | (535)                                        | (214)      | -                                        | -          |
| Dividend income                                                 |             | 2,315                                        | 2,273      | -                                        | -          |
|                                                                 |             |                                              |            |                                          |            |
| <b>Key management personnel</b>                                 |             |                                              |            |                                          |            |
| <b>Key management personnel compensation</b>                    |             |                                              |            |                                          |            |
| Short-term employee benefits                                    |             | 273                                          | 272        | 247                                      | 251        |
| Post-employment benefits                                        |             | 9                                            | 8          | 7                                        | 5          |
| <b>Total key management personnel compensation</b>              |             | <b>282</b>                                   | <b>280</b> | <b>254</b>                               | <b>256</b> |

**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 2016 (Unaudited)**

| <i>Six-month period ended 30 June</i>       | <b>Consolidated<br/>financial statements</b> |       | <b>Separate<br/>financial statements</b> |      |
|---------------------------------------------|----------------------------------------------|-------|------------------------------------------|------|
|                                             | 2016                                         | 2015  | 2016                                     | 2015 |
|                                             | <i>(in million Baht)</i>                     |       |                                          |      |
| <b>Other related parties</b>                |                                              |       |                                          |      |
| Revenue from sale of goods                  | 798                                          | 312   | -                                        | -    |
| Purchases of raw materials and packaging    | 5,406                                        | 4,984 | -                                        | -    |
| Overhead costs                              | 117                                          | 90    | -                                        | -    |
| Cost of rendering of services               | -                                            | -     | 100                                      | 74   |
| Dividend income                             | 5                                            | 3     | -                                        | -    |
| Other income                                | 123                                          | 139   | 1                                        | 1    |
| Selling and administrative expenses         | 727                                          | 421   | 4                                        | 4    |
| Purchases of plant and equipment            | 77                                           | 515   | -                                        | -    |
| Sales of plant and equipment                | -                                            | 2     | -                                        | -    |
| Sales of assets classified as held for sale | -                                            | 1,810 | -                                        | -    |

Balances as at 30 June 2016 and 31 December 2015 with related parties were as follows:

| <i>Trade accounts receivable from related parties</i> | <b>Consolidated<br/>financial statements</b> |                        | <b>Separate<br/>financial statements</b> |                        |
|-------------------------------------------------------|----------------------------------------------|------------------------|------------------------------------------|------------------------|
|                                                       | 30<br>June<br>2016                           | 31<br>December<br>2015 | 30<br>June<br>2016                       | 31<br>December<br>2015 |
|                                                       | <i>(in million Baht)</i>                     |                        |                                          |                        |
| Subsidiaries                                          | -                                            | -                      | 476                                      | 2,441                  |
| Associates                                            | 43                                           | 43                     | -                                        | -                      |
| Other related parties                                 | 147                                          | 58                     | -                                        | -                      |
| <b>Total</b>                                          | <b>190</b>                                   | <b>101</b>             | <b>476</b>                               | <b>2,441</b>           |

**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 2016 (Unaudited)**

|                       | Consolidated financial statements |                   |                  |                     | Separate financial statements |           |                     |                   |            |              |
|-----------------------|-----------------------------------|-------------------|------------------|---------------------|-------------------------------|-----------|---------------------|-------------------|------------|--------------|
|                       | 30 June 2016                      |                   | 31 December 2015 |                     | 30 June 2016                  |           | 31 December 2015    |                   |            |              |
|                       | Short-term loans to               | Other receivables | Total            | Short-term loans to | Other receivables             | Total     | Short-term loans to | Other receivables | Total      |              |
|                       |                                   |                   |                  |                     |                               |           |                     |                   |            |              |
| Subsidiaries          | -                                 | -                 | -                | -                   | 5,715                         | 22        | 5,737               | 6,902             | 73         | 6,975        |
| Associates            | -                                 | 142               | 142              | 268                 | -                             | -         | -                   | -                 | -          | -            |
| Other related parties | -                                 | 231               | 231              | 525                 | -                             | 73        | 73                  | -                 | 81         | 81           |
| <b>Total</b>          | <b>-</b>                          | <b>373</b>        | <b>373</b>       | <b>793</b>          | <b>5,715</b>                  | <b>95</b> | <b>5,810</b>        | <b>6,902</b>      | <b>154</b> | <b>7,056</b> |

*Short-term loans to and other receivables from related parties*

**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 2016 (Unaudited)**

Movements during the six-month period ended 30 June 2016 and 2015 of loans to related parties were as follows:

| <i>Loans to related parties</i>                         | <b>Consolidated</b>         |              | <b>Separate</b>             |               |
|---------------------------------------------------------|-----------------------------|--------------|-----------------------------|---------------|
|                                                         | <b>financial statements</b> |              | <b>financial statements</b> |               |
| <i>Six-month period ended 30 June</i>                   | 2016                        | 2015         | 2016                        | 2015          |
|                                                         | <i>(in million Baht)</i>    |              |                             |               |
| <b>Short-term loans</b>                                 |                             |              |                             |               |
| <b>Subsidiaries</b>                                     |                             |              |                             |               |
| At 1 January                                            | -                           | -            | 6,902                       | 12,182        |
| Reclassify from long-term loans                         | -                           | -            | -                           | 3,719         |
| Increase                                                | -                           | -            | 4,597                       | 2,649         |
| Decrease                                                | -                           | -            | (5,784)                     | (4,560)       |
| <b>At 30 June</b>                                       | <b>-</b>                    | <b>-</b>     | <b>5,715</b>                | <b>13,990</b> |
| <b>Long-term loans</b>                                  |                             |              |                             |               |
| <b>Subsidiaries</b>                                     |                             |              |                             |               |
| At 1 January                                            | -                           | -            | -                           | 3,719         |
| Reclassify to short-term loans                          | -                           | -            | -                           | (3,719)       |
| <b>At 30 June</b>                                       | <b>-</b>                    | <b>-</b>     | <b>-</b>                    | <b>-</b>      |
| <b>Long-term other receivables from related parties</b> |                             |              |                             |               |
|                                                         | <b>Consolidated</b>         |              | <b>Separate</b>             |               |
|                                                         | <b>financial statements</b> |              | <b>financial statements</b> |               |
|                                                         | 30                          | 31           | 30                          | 31            |
|                                                         | June                        | December     | June                        | December      |
|                                                         | 2016                        | 2015         | 2016                        | 2015          |
|                                                         | <i>(in million Baht)</i>    |              |                             |               |
| Subsidiaries                                            | -                           | -            | 1                           | 1             |
| Other related parties                                   | 105                         | 88           | 20                          | 12            |
| <b>Total</b>                                            | <b>105</b>                  | <b>88</b>    | <b>21</b>                   | <b>13</b>     |
| <b>Trade accounts payable to related parties</b>        |                             |              |                             |               |
|                                                         | <b>Consolidated</b>         |              | <b>Separate</b>             |               |
|                                                         | <b>financial statements</b> |              | <b>financial statements</b> |               |
|                                                         | 30                          | 31           | 30                          | 31            |
|                                                         | June                        | December     | June                        | December      |
|                                                         | 2016                        | 2015         | 2016                        | 2015          |
|                                                         | <i>(in million Baht)</i>    |              |                             |               |
| Associates                                              | 320                         | 257          | -                           | -             |
| Other related parties                                   | 1,264                       | 1,307        | -                           | -             |
| <b>Total</b>                                            | <b>1,584</b>                | <b>1,564</b> | <b>-</b>                    | <b>-</b>      |

**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 2016 (Unaudited)**

*Short-term loans from and other payables to related parties*

|                       | Consolidated financial statements |                |                       |                | Separate financial statements |                |                       |                |               |
|-----------------------|-----------------------------------|----------------|-----------------------|----------------|-------------------------------|----------------|-----------------------|----------------|---------------|
|                       | 30 June 2016                      |                | 31 December 2015      |                | 30 June 2016                  |                | 31 December 2015      |                |               |
|                       | Short-term loans from             | Other payables | Short-term loans from | Other payables | Short-term loans from         | Other payables | Short-term loans from | Other payables |               |
| Subsidiaries          | -                                 | -              | -                     | -              | 27,659                        | 25,421         | 32,025                | 315            | 32,340        |
| Associates            | -                                 | 116            | -                     | 37             | -                             | -              | -                     | -              | -             |
| Other related parties | -                                 | 247            | -                     | 234            | -                             | 53             | -                     | 31             | 31            |
| <b>Total</b>          | -                                 | <b>363</b>     | -                     | <b>271</b>     | <b>27,659</b>                 | <b>25,474</b>  | <b>32,025</b>         | <b>346</b>     | <b>32,371</b> |

(in million Baht)

*Long-term loans from and other payables to related parties*

|              | Consolidated financial statements |                |                      |                | Separate financial statements |                |                      |                |       |
|--------------|-----------------------------------|----------------|----------------------|----------------|-------------------------------|----------------|----------------------|----------------|-------|
|              | 30 June 2016                      |                | 31 December 2015     |                | 30 June 2016                  |                | 31 December 2015     |                |       |
|              | Long-term loans from              | Other payables | Long-term loans from | Other payables | Long-term loans from          | Other payables | Long-term loans from | Other payables |       |
| Subsidiaries | -                                 | -              | -                    | -              | 1,281                         | -              | 1,317                | -              | 1,317 |

(in million Baht)

**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 2016 (Unaudited)**

| <i>Summary of loans from related parties</i> | <b>Consolidated</b>         |          | <b>Separate</b>             |               |
|----------------------------------------------|-----------------------------|----------|-----------------------------|---------------|
|                                              | <b>financial statements</b> |          | <b>financial statements</b> |               |
|                                              | 30                          | 31       | 30                          | 31            |
|                                              | June                        | December | June                        | December      |
|                                              | 2016                        | 2015     | 2016                        | 2015          |
|                                              | <i>(in million Baht)</i>    |          |                             |               |
| Short-term loans                             | -                           | -        | 27,659                      | 32,025        |
| Long-term loans                              | -                           | -        | 1,281                       | 1,317         |
| <b>Total</b>                                 | <b>-</b>                    | <b>-</b> | <b>28,940</b>               | <b>33,342</b> |

Movements during the six-month period ended 30 June 2016 and 2015 of loans from related parties were as follows:

| <i>Loans from related parties</i>     | <b>Consolidated</b>         |          | <b>Separate</b>             |               |
|---------------------------------------|-----------------------------|----------|-----------------------------|---------------|
|                                       | <b>financial statements</b> |          | <b>financial statements</b> |               |
| <i>Six-month period ended 30 June</i> | 2016                        | 2015     | 2016                        | 2015          |
|                                       | <i>(in million Baht)</i>    |          |                             |               |
| <i>Short-term loans</i>               |                             |          |                             |               |
| <b>Subsidiaries</b>                   |                             |          |                             |               |
| At 1 January                          | -                           | -        | 32,025                      | 7,517         |
| Reclassify from long-term loans       | -                           | -        | -                           | 12,569        |
| Increase                              | -                           | -        | 24,322                      | 12,348        |
| Decrease                              | -                           | -        | (28,688)                    | (3,814)       |
| <b>At 30 June</b>                     | <b>-</b>                    | <b>-</b> | <b>27,659</b>               | <b>28,620</b> |
| <i>Long-term loans</i>                |                             |          |                             |               |
| <b>Subsidiaries</b>                   |                             |          |                             |               |
| At 1 January                          | -                           | -        | 1,317                       | 12,569        |
| Reclassify to short-term loans        | -                           | -        | -                           | (12,569)      |
| Difference from foreign exchange rate | -                           | -        | (36)                        | -             |
| <b>At 30 June</b>                     | <b>-</b>                    | <b>-</b> | <b>1,281</b>                | <b>-</b>      |

***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 a period of one year from 1 January 2004 to 31 December 2004. Unless there are notifications to terminate the agreement not later than 30 days prior to 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 as stipulated in the agreements.

***Application service provisioning agreement***

The Company entered into the application service provisioning agreement with T.C.C. Technology Co., Ltd., a related company, for the provision of ongoing maintenance and development of the application. The Company is committed to pay the rental fee of system, computer hardware, software license and service fee on a monthly basis throughout the contract period for five years, effective from 31 May 2006, under the fees and conditions stipulated in the agreement. Subsequently, the Company entered into additional agreements according to the additional number of users.

**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 2016 (Unaudited)**

*Molasses purchase and sale agreements*

Thai Molasses Co., Ltd., the Company's subsidiary, entered into molasses purchase and sale agreements with various related companies in order to sell molasses to other subsidiaries within the Group, under the prices and conditions stipulated in the agreements.

*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 Plc., a related company, in order to sell glass bottle to other subsidiaries within the Group, for a period of three years, effective from 1 January 2016 to 31 December 2019, under the prices and conditions stipulated in the agreement.

*Revolving loan agreement*

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

The Company entered into revolving loan agreements with subsidiaries for lending the loans with total credit limit of Baht 94,400 million, bearing interest at the rate of 4% per annum and repayable at call.

*Service agreement*

Sermsuk Public Company Limited, the Company's indirect subsidiary, entered into the service agreement for the rights to use software and maintenance system with a related company. The agreement is for a period of three years, and ends on 31 August 2018, with service fee as stipulated in the agreement.

*Commitments with related parties*

|                                                    | Consolidated             |              | Separate             |           |
|----------------------------------------------------|--------------------------|--------------|----------------------|-----------|
|                                                    | financial statements     |              | financial statements |           |
|                                                    | 30                       | 31           | 30                   | 31        |
|                                                    | June                     | December     | June                 | December  |
|                                                    | 2016                     | 2015         | 2016                 | 2015      |
|                                                    | <i>(in million Baht)</i> |              |                      |           |
| <b>Capital commitments</b>                         |                          |              |                      |           |
| Buildings and other constructions                  | 86                       | 3            | -                    | -         |
| Machinery and equipment                            | 4                        | 4            | -                    | -         |
| <b>Total</b>                                       | <b>90</b>                | <b>7</b>     | <b>-</b>             | <b>-</b>  |
| <b>Non-cancellable operating lease commitments</b> |                          |              |                      |           |
| Within one year                                    | 456                      | 380          | 33                   | 43        |
| After one year but within five years               | 854                      | 700          | 41                   | 37        |
| After five years                                   | 143                      | -            | -                    | -         |
| <b>Total</b>                                       | <b>1,453</b>             | <b>1,080</b> | <b>74</b>            | <b>80</b> |



**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 2016 (Unaudited)**

|                                             | <b>Consolidated<br/>financial statements</b> |                        | <b>Separate<br/>financial statements</b> |                        |
|---------------------------------------------|----------------------------------------------|------------------------|------------------------------------------|------------------------|
|                                             | 30<br>June<br>2016                           | 31<br>December<br>2015 | 30<br>June<br>2016                       | 31<br>December<br>2015 |
|                                             | <i>(in million Baht)</i>                     |                        |                                          |                        |
| <b>Other commitments</b>                    |                                              |                        |                                          |                        |
| Purchase of molasses agreements             | 178                                          | 760                    | -                                        | -                      |
| Purchase of raw material agreements         | 155                                          | 149                    | -                                        | -                      |
| Brewing supervision agreement               | 17                                           | 18                     | -                                        | -                      |
| Sale of molasses agreements                 | 9                                            | 101                    | -                                        | -                      |
| Application service provisioning agreements | 8                                            | 32                     | 8                                        | 32                     |
| Other service agreements                    | 140                                          | 140                    | 59                                       | 91                     |
| <b>Total</b>                                | <b>507</b>                                   | <b>1,200</b>           | <b>67</b>                                | <b>123</b>             |

**4 Trade accounts receivable**

|                                                      | <i>Note</i> | <b>Consolidated<br/>financial statements</b> |                        | <b>Separate<br/>financial statements</b> |                        |
|------------------------------------------------------|-------------|----------------------------------------------|------------------------|------------------------------------------|------------------------|
|                                                      |             | 30<br>June<br>2016                           | 31<br>December<br>2015 | 30<br>June<br>2016                       | 31<br>December<br>2015 |
|                                                      |             | <i>(in million Baht)</i>                     |                        |                                          |                        |
| Related parties                                      | 3           | 190                                          | 101                    | 476                                      | 2,441                  |
| Other parties                                        |             | 2,830                                        | 3,891                  | -                                        | -                      |
| <b>Total</b>                                         |             | <b>3,020</b>                                 | <b>3,992</b>           | <b>476</b>                               | <b>2,441</b>           |
| Less allowance for doubtful accounts                 |             | (74)                                         | (86)                   | -                                        | -                      |
| <b>Net</b>                                           |             | <b>2,946</b>                                 | <b>3,906</b>           | <b>476</b>                               | <b>2,441</b>           |
| (Reversal of) bad and doubtful debts<br>expenses for |             |                                              |                        |                                          |                        |
| - the three-month period ended 30 June               |             | (11)                                         | (43)                   | -                                        | -                      |
| - the six-month period ended 30 June                 |             | (7)                                          | 18                     | -                                        | -                      |

**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 2016 (Unaudited)**

Aging analyses for trade accounts receivable were as follows:

|                                      | Consolidated<br>financial statements |                        | Separate<br>financial statements |                        |
|--------------------------------------|--------------------------------------|------------------------|----------------------------------|------------------------|
|                                      | 30<br>June<br>2016                   | 31<br>December<br>2015 | 30<br>June<br>2016               | 31<br>December<br>2015 |
|                                      | <i>(in million Baht)</i>             |                        |                                  |                        |
| <b>Related parties</b>               |                                      |                        |                                  |                        |
| Within credit terms                  | 151                                  | 71                     | 476                              | 2,254                  |
| Overdue:                             |                                      |                        |                                  |                        |
| Less than 3 months                   | 37                                   | 30                     | -                                | -                      |
| 3-6 months                           | -                                    | -                      | -                                | 187                    |
| 6-12 months                          | 2                                    | -                      | -                                | -                      |
|                                      | <u>190</u>                           | <u>101</u>             | <u>476</u>                       | <u>2,441</u>           |
| <b>Other parties</b>                 |                                      |                        |                                  |                        |
| Within credit terms                  | 2,250                                | 3,135                  | -                                | -                      |
| Overdue:                             |                                      |                        |                                  |                        |
| Less than 3 months                   | 524                                  | 687                    | -                                | -                      |
| 3-6 months                           | 11                                   | 27                     | -                                | -                      |
| 6-12 months                          | 34                                   | 31                     | -                                | -                      |
| Over 12 months                       | 11                                   | 11                     | -                                | -                      |
|                                      | <u>2,830</u>                         | <u>3,891</u>           | <u>-</u>                         | <u>-</u>               |
| Less allowance for doubtful accounts | (74)                                 | (86)                   | -                                | -                      |
|                                      | <u>2,756</u>                         | <u>3,805</u>           | <u>-</u>                         | <u>-</u>               |
| <b>Net</b>                           | <u>2,946</u>                         | <u>3,906</u>           | <u>476</u>                       | <u>2,441</u>           |

The normal credit term granted by the Group ranges from 7 days to 150 days.

**5 Inventories**

|                                     | Consolidated<br>financial statements |                        | Separate<br>financial statements |                        |
|-------------------------------------|--------------------------------------|------------------------|----------------------------------|------------------------|
|                                     | 30<br>June<br>2016                   | 31<br>December<br>2015 | 30<br>June<br>2016               | 31<br>December<br>2015 |
|                                     | <i>(in million Baht)</i>             |                        |                                  |                        |
| Finished goods                      | 13,728                               | 11,041                 | -                                | -                      |
| Maturing spirits                    | 12,845                               | 13,649                 | -                                | -                      |
| Work in progress                    | 5,182                                | 5,187                  | -                                | -                      |
| Raw materials                       | 3,314                                | 2,865                  | -                                | -                      |
| Packaging materials                 | 1,906                                | 1,719                  | -                                | -                      |
| Spare parts                         | 518                                  | 518                    | -                                | -                      |
| Others                              | 752                                  | 580                    | -                                | -                      |
|                                     | <u>38,245</u>                        | <u>35,559</u>          | <u>-</u>                         | <u>-</u>               |
| Less allowance for decline in value | (245)                                | (355)                  | -                                | -                      |
| <b>Net</b>                          | <u>38,000</u>                        | <u>35,204</u>          | <u>-</u>                         | <u>-</u>               |

**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 2016 (Unaudited)**

**6 Investments in associates**

| <i>Six-month period ended 30 June</i>                           | <b>Consolidated<br/>financial statements</b> |                      |
|-----------------------------------------------------------------|----------------------------------------------|----------------------|
|                                                                 | 2016                                         | 2015                 |
|                                                                 | <i>(in million Baht)</i>                     |                      |
| At 1 January                                                    | 75,737                                       | 67,614               |
| Share of net profit of investment in associates                 | 1,807                                        | 2,481                |
| Share of other comprehensive income of investment in associates | (535)                                        | (214)                |
| Dividend income from associates                                 | (2,315)                                      | (2,273)              |
| Translation differences on consolidation                        | 1,290                                        | 372                  |
| <b>At 30 June</b>                                               | <b><u>75,984</u></b>                         | <b><u>67,980</u></b> |

At the annual general meetings of the shareholders of Fraser and Neave, Limited (“F&N”) and Fraser Centrepoint Limited (“FCL”), associates of an indirect subsidiary of the Company, held on 29 January 2016, the shareholders of F&N and FCL approved the dividend payment of SGD 0.03 and SGD 0.062 per share, respectively. The dividend was paid to the shareholders in February 2016. The Company’s indirect subsidiary received the said dividend of approximately Baht 1,610 million.

On 1 February 2016, FCL Centrepoint Pte. Ltd., a subsidiary of FCL, completed the disposal of its entire 18.99% shareholding interest in Gemshine Investments Pte. Ltd. and novation of the intercompany loans in the net amount of approximately SGD 60.7 million, to Lexis 88 Investment (Mauritius) Limited, for an aggregate consideration of approximately SGD 80.3 million.

On 2 March 2016, Frasers Property Holdings (Thailand) Co., Ltd. (“FPHT”), a subsidiary of FCL, completed the acquisition of 142,000,000 additional shares in Golden Land Property Development Public Company Limited, a related company of the Company, at an average price of Baht 6.5 per share. The aggregate consideration is Baht 923 million. In this regard, the FPHT’s interest in Golden Land Property Development Public Company Limited increased from approximately 29.5% to 35.6%.

On 14 April 2016, FCL Treasury Pte. Ltd., a subsidiary of FCL, issued SGD 250 million in aggregate principal amount of 4.25 percent notes due 2026, under the SGD 3,000 million Multicurrency Debt Issuance Programme established on 21 March 2012, which is guaranteed by FCL.

At Board of Director’s meeting of FCL and F&N, held on 9 May 2016 and 10 May 2016, respectively, the Board of Directors of FCL and F&N approved the interim dividend payment of SGD 0.024 and SGD 0.015 per share, respectively. The interim dividend was paid to the shareholders in June 2016. The Company’s indirect subsidiary received the said dividend of approximately Baht 630 million.

**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 2016 (Unaudited)**

Investments in associates as at 30 June 2016 and 31 December 2015, and dividend income from those investments for the six-month period ended 30 June 2016 and 2015 were as follows:

|                                                    | Consolidated financial statements |                  |                   |                   |               |                  |              |                  |               |                  |               |                  |                 |              |
|----------------------------------------------------|-----------------------------------|------------------|-------------------|-------------------|---------------|------------------|--------------|------------------|---------------|------------------|---------------|------------------|-----------------|--------------|
|                                                    | Ownership interest                |                  | Paid-up capital   |                   | Cost          |                  | Impairment   |                  | At cost - net |                  | Equity        |                  | Dividend income |              |
|                                                    | 30 June 2016                      | 31 December 2015 | 30 June 2016      | 31 December 2015  | 30 June 2016  | 31 December 2015 | 30 June 2016 | 31 December 2015 | 30 June 2016  | 31 December 2015 | 30 June 2016  | 31 December 2015 | 30 June 2016    | 30 June 2015 |
|                                                    | (in million Baht)                 |                  |                   |                   |               |                  |              |                  |               |                  |               |                  |                 |              |
| <i>Associates</i>                                  |                                   |                  |                   |                   |               |                  |              |                  |               |                  |               |                  |                 |              |
| <i>Held by indirect subsidiaries</i>               |                                   |                  |                   |                   |               |                  |              |                  |               |                  |               |                  |                 |              |
| Fraser and Neave, Limited                          | 28.53                             | 28.53            | SGD 849 million   | SGD 849 million   | 17,769        | 17,108           | -            | -                | 17,769        | 17,108           | 37,598        | 36,507           | 465             | 502          |
| Fraser Centrepoint Limited                         | 28.44                             | 28.44            | SGD 1,767 million | SGD 1,767 million | 37,545        | 36,153           | -            | -                | 37,545        | 36,153           | 37,831        | 38,659           | 1,775           | 1,717        |
| <i>Held by subsidiary of indirect subsidiaries</i> |                                   |                  |                   |                   |               |                  |              |                  |               |                  |               |                  |                 |              |
| Liquorland Limited                                 | 49.49                             | 49.49            | GBP 0.5 million   | GBP 0.5 million   | 13            | 13               | -            | -                | 13            | 13               | 124           | 140              | -               | -            |
| Perform (Thailand) Co., Ltd.                       | 25.86                             | 25.86            | Baht 75 million   | Baht 75 million   | 30            | 30               | -            | -                | 30            | 30               | 431           | 431              | 75              | 54           |
| <b>Total</b>                                       |                                   |                  |                   |                   | <u>55,357</u> | <u>53,304</u>    | <u>-</u>     | <u>-</u>         | <u>55,357</u> | <u>53,304</u>    | <u>75,984</u> | <u>75,737</u>    | <u>2,315</u>    | <u>2,273</u> |

The Group has investment in associates, Fraser and Neave, Limited ("F&N") and Frasers Centrepoint Limited ("FCL"), which are listed on the Singapore Exchange Securities Trading Limited ("SGX") with the closing price as at 30 June 2016 of SGD 2.01 per share and SGD 1.53 per share, respectively (31 December 2015: SGD 2.08 per share and SGD 1.68 per share, respectively). The market value calculated from the above mentioned closing price of the Group's investments in F&N and FCL are Baht 21,620 million and Baht 32,914 million, respectively (31 December 2015: Baht 21,892 million and Baht 35,363 million, respectively).

**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 2016 (Unaudited)**

**7 Investments in subsidiaries**

| <i>Six-month period ended 30 June</i>     | <b>Separate<br/>financial statements</b> |                       |
|-------------------------------------------|------------------------------------------|-----------------------|
|                                           | 2016                                     | 2015                  |
|                                           | <i>(in million Baht)</i>                 |                       |
| At 1 January                              | 142,490                                  | 101,830               |
| Increase in share capital of subsidiaries | 25,302                                   | 29,952                |
| Acquisitions of subsidiaries              | -                                        | 13                    |
| <b>At 30 June</b>                         | <b><u>167,792</u></b>                    | <b><u>131,795</u></b> |

On 4 January 2016, the Company entered into an agreement with International Beverage Holdings Limited (“IBHL”), a direct subsidiary of the Company, and BeerCo Limited (“BeerCo”), an indirect subsidiary of the Company. As a result of this agreement, investment in IBHL increased by Baht 24,950 million or equivalent to HKD 5,357 million and will be paid up subsequently in order to invest in BeerCo.

On 30 June 2016, the Company made an additional investment in Thai Drinks Co., Ltd, the Company’s subsidiary, for a consideration of Baht 352 million. In this regard, the paid-up share capital of Thai Drinks Co., Ltd. increased from 160 million (1.6 million ordinary shares with a Baht 100 par value) to Baht 1,500 million (15 million ordinary shares with a Baht 100 par value).

**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 2016 (Unaudited)**

Investments in subsidiaries as at 30 June 2016 and 31 December 2015, and dividend income from those investments for the six-month periods ended 30 June 2016 and 2015 were as follows:

|                                        | Ownership interest |          | Paid-up capital |          | Separate financial statements |          |        |       | Dividend income |      |
|----------------------------------------|--------------------|----------|-----------------|----------|-------------------------------|----------|--------|-------|-----------------|------|
|                                        | 30                 | 31       | 30              | 31       | Cost method                   |          | 30     | 30    | June            | June |
|                                        | June               | December | June            | December | June                          | December | June   | June  | 2016            | 2015 |
|                                        | 2016               | 2015     | 2016            | 2015     | 2016                          | 2015     | 2015   | 2015  | 2016            | 2015 |
|                                        | (in million Baht)  |          |                 |          |                               |          |        |       |                 |      |
| <b>Subsidiaries</b>                    |                    |          |                 |          |                               |          |        |       |                 |      |
| Beer Thai (1991) Plc.                  | 100.00             | 100.00   | 5,550           | 5,550    | 12,500                        | 12,500   | 12,500 | -     | -               | 233  |
| Beer Thip Brewery (1991) Co., Ltd.     | 100.00             | 100.00   | 6,600           | 6,600    | 12,500                        | 12,500   | 12,500 | -     | -               | 231  |
| Sangsom Co., Ltd.                      | 100.00             | 100.00   | 7,500           | 7,500    | 7,500                         | 7,500    | 7,500  | 585   | -               | -    |
| Fuengfuanant Co., Ltd.                 | 100.00             | 100.00   | 900             | 900      | 900                           | 900      | 900    | 157   | -               | -    |
| Mongkolsamai Co., Ltd.                 | 100.00             | 100.00   | 700             | 700      | 691                           | 691      | 691    | 15    | -               | -    |
| Thanapakdi Co., Ltd.                   | 100.00             | 100.00   | 700             | 700      | 697                           | 697      | 697    | 14    | -               | -    |
| Kanchanasingkom Co., Ltd.              | 100.00             | 100.00   | 700             | 700      | 700                           | 700      | 700    | 31    | -               | -    |
| Sura Bangyikhan Co., Ltd.              | 100.00             | 100.00   | 4,000           | 4,000    | 4,000                         | 4,000    | 4,000  | 1,008 | -               | -    |
| Athimart Co., Ltd.                     | 100.00             | 100.00   | 900             | 900      | 900                           | 900      | 900    | 135   | -               | -    |
| S.S. Karnsura Co., Ltd.                | 100.00             | 100.00   | 800             | 800      | 800                           | 800      | 800    | 117   | -               | -    |
| Kankwan Co., Ltd.                      | 100.00             | 100.00   | 800             | 800      | 800                           | 800      | 800    | 150   | -               | -    |
| Theparunothai Co., Ltd.                | 100.00             | 100.00   | 700             | 700      | 700                           | 700      | 700    | 107   | -               | -    |
| Red Bull Distillery (1988) Co., Ltd.   | 100.00             | 100.00   | 5,000           | 5,000    | 5,000                         | 5,000    | 5,000  | -     | -               | -    |
| United Winery and Distillery Co., Ltd. | 100.00             | 100.00   | 1,800           | 1,800    | 1,800                         | 1,800    | 1,800  | 47    | -               | -    |
| Simathurakij Co., Ltd.                 | 100.00             | 100.00   | 900             | 900      | 888                           | 888      | 888    | 190   | -               | -    |
| Nateechai Co., Ltd.                    | 100.00             | 100.00   | 800             | 800      | 800                           | 800      | 800    | 28    | -               | -    |
| Luckchai Liquor Trading Co., Ltd.      | 100.00             | 100.00   | 800             | 800      | 766                           | 766      | 766    | 69    | -               | -    |
| Sura Piset Thipparat Co., Ltd.         | 100.00             | 100.00   | 1,000           | 1,000    | 1,010                         | 1,010    | 1,010  | -     | -               | -    |
| Modern Trade Management Co., Ltd.      | 100.00             | 100.00   | 10              | 10       | 10                            | 10       | 10     | 437   | -               | -    |
| Horeca Management Co., Ltd.            | 100.00             | 100.00   | 10              | 10       | 10                            | 10       | 10     | -     | -               | -    |
| Pomkit Co., Ltd.                       | 100.00             | 100.00   | 10              | 10       | 10                            | 10       | 10     | -     | -               | -    |
| Pomklung Co., Ltd.                     | 100.00             | 100.00   | 10              | 10       | 10                            | 10       | 10     | -     | -               | -    |
| Pomchok Co., Ltd.                      | 100.00             | 100.00   | 10              | 10       | 10                            | 10       | 10     | -     | -               | -    |
| Pomcharoen Co., Ltd.                   | 100.00             | 100.00   | 10              | 10       | 10                            | 10       | 10     | -     | -               | -    |
| Pomburapa Co., Ltd.                    | 100.00             | 100.00   | 10              | 10       | 10                            | 10       | 10     | -     | -               | -    |

**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 2016 (Unaudited)**

|                                        | Ownership interest |               | Paid-up capital |               |           |               | Separate financial statements |               |           |               | Dividend income |           |
|----------------------------------------|--------------------|---------------|-----------------|---------------|-----------|---------------|-------------------------------|---------------|-----------|---------------|-----------------|-----------|
|                                        | 30                 |               | 31              |               | 30        |               | 31                            |               | 30        |               | 30              |           |
|                                        | June 2016          | December 2015 | June 2016       | December 2015 | June 2016 | December 2015 | June 2016                     | December 2015 | June 2016 | December 2015 | June 2016       | June 2015 |
|                                        | (%)                |               |                 |               |           |               |                               |               |           |               |                 |           |
| <i>Subsidiaries (continued)</i>        |                    |               |                 |               |           |               |                               |               |           |               |                 |           |
| Pompalang Co., Ltd.                    | 100.00             | 100.00        | 10              | 10            | 10        | 10            | 10                            | 10            | -         | -             | -               | -         |
| Pomnakorn Co., Ltd.                    | 100.00             | 100.00        | 10              | 10            | 10        | 10            | 10                            | 10            | -         | -             | -               | -         |
| Pomthip (2012) Co., Ltd.               | 100.00             | 100.00        | 10              | 10            | 10        | 10            | 10                            | 10            | -         | -             | -               | -         |
| Num Yuk Co., Ltd.                      | 100.00             | 100.00        | 10              | 10            | 10        | 10            | 10                            | 10            | 810       | 810           | 810             | -         |
| Num Kijjakarn Co., Ltd.                | 100.00             | 100.00        | 10              | 10            | 10        | 10            | 10                            | 10            | 900       | 900           | 900             | -         |
| Num Palang Co., Ltd.                   | 100.00             | 100.00        | 10              | 10            | 10        | 10            | 10                            | 10            | 431       | 431           | 431             | -         |
| Num Muang Co., Ltd.                    | 100.00             | 100.00        | 10              | 10            | 10        | 10            | 10                            | 10            | 683       | 683           | 683             | -         |
| Num Nakorn Co., Ltd.                   | 100.00             | 100.00        | 10              | 10            | 10        | 10            | 10                            | 10            | 496       | 496           | 496             | -         |
| Num Thurakij Co., Ltd.                 | 100.00             | 100.00        | 10              | 10            | 10        | 10            | 10                            | 10            | 775       | 775           | 775             | -         |
| Numrungrud Co., Ltd.                   | 100.00             | 100.00        | 10              | 10            | 10        | 10            | 10                            | 10            | 666       | 666           | 666             | -         |
| Numthip Co., Ltd.                      | 100.00             | 100.00        | 10              | 10            | 10        | 10            | 10                            | 10            | 591       | 591           | 591             | -         |
| Thipecthalothorn Co., Ltd.             | 100.00             | 100.00        | 1               | 1             | 1         | 1             | 1                             | 3             | 84        | 84            | 84              | -         |
| Krittayabun Co., Ltd.                  | 100.00             | 100.00        | 5               | 5             | 5         | 5             | 5                             | 27            | 126       | 126           | 126             | -         |
| Surathip Co., Ltd.                     | 100.00             | 100.00        | 1               | 1             | 1         | 1             | 1                             | 7             | 83        | 83            | 83              | -         |
| Sunthronpirom Co., Ltd.                | 100.00             | 100.00        | 5               | 5             | 5         | 5             | 5                             | 25            | 77        | 77            | 77              | -         |
| Piromsurang Co., Ltd.                  | 100.00             | 100.00        | 5               | 5             | 5         | 5             | 5                             | 24            | 95        | 95            | 95              | -         |
| Thai Beverage Energy Co., Ltd.         | 100.00             | 100.00        | 860             | 860           | 860       | 860           | 860                           | 864           | -         | -             | -               | -         |
| Thai Molasses Co., Ltd.                | 99.72              | 99.72         | 40              | 40            | 40        | 40            | 40                            | 35            | 101       | 101           | 101             | -         |
| Feed Addition Co., Ltd.                | 100.00             | 100.00        | 1               | 1             | 1         | 1             | 1                             | 32            | -         | -             | -               | -         |
| Pan International (Thailand) Co., Ltd. | 100.00             | 100.00        | 1               | 1             | 1         | 1             | 1                             | 34            | 28        | 28            | 28              | -         |
| Charun Business 52 Co., Ltd.           | 100.00             | 100.00        | 122             | 122           | 122       | 122           | 122                           | 84            | -         | -             | -               | -         |
| Thai Cooperage Co., Ltd.               | 100.00             | 100.00        | 300             | 300           | 300       | 300           | 300                           | 296           | -         | -             | -               | -         |
| Thai Beverage Recycle Co., Ltd.        | 100.00             | 100.00        | 123             | 123           | 123       | 123           | 123                           | 134           | 95        | 95            | 95              | -         |
| Thai Beverage Logistics Co., Ltd.      | 100.00             | 100.00        | 1,012           | 1,012         | 1,012     | 1,012         | 1,012                         | 1,012         | 386       | 386           | 386             | -         |
| Thai Beverage Marketing Co., Ltd.      | 100.00             | 100.00        | 300             | 300           | 300       | 300           | 300                           | 300           | 41        | 41            | 41              | -         |
| United Products Co., Ltd.              | 100.00             | 100.00        | 350             | 350           | 350       | 350           | 350                           | 376           | -         | -             | -               | -         |
| Dhospaak Co., Ltd.                     | 100.00             | 100.00        | 25              | 25            | 25        | 25            | 25                            | 61            | 89        | 89            | 89              | -         |

## 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 2016 (Unaudited)

|                                         | Ownership interest |          | Paid-up capital |          | Separate financial statements |                |               |            | Dividend income |      |  |
|-----------------------------------------|--------------------|----------|-----------------|----------|-------------------------------|----------------|---------------|------------|-----------------|------|--|
|                                         | 30                 | 31       | 30              | 31       | Cost method                   |                | 30            | 30         | June            | June |  |
|                                         | June               | December | June            | December | 2016                          | 2015           | June          | December   | 2016            | 2015 |  |
|                                         | (in million Baht)  |          |                 |          |                               |                |               |            |                 |      |  |
| <b>Subsidiaries (continued)</b>         |                    |          |                 |          |                               |                |               |            |                 |      |  |
| Thai Beverage Training Co., Ltd.        | 100.00             | 100.00   | 3               | 3        | 2                             | 2              | 22            | -          | -               | -    |  |
| C A C Co., Ltd.                         | 100.00             | 100.00   | 30              | 30       | 30                            | 30             | -             | -          | -               | -    |  |
| International Beverage Holdings Limited | 100.00             | 100.00   | 67,942          | 67,942   | 92,892                        | 67,942         | 2,292         | -          | -               | -    |  |
| Cosmos Brewery (Thailand) Co., Ltd.     | 100.00             | 100.00   | 1,667           | 1,667    | 4,139                         | 4,139          | -             | -          | -               | 40   |  |
| Thai Beverage Brands Co., Ltd.          | 100.00             | 100.00   | 5               | 5        | 39                            | 39             | -             | -          | -               | -    |  |
| Beer Chang Co., Ltd.                    | 100.00             | 100.00   | 1               | 1        | 4,318                         | 4,318          | -             | -          | -               | -    |  |
| Archa Beer Co., Ltd.                    | 100.00             | 100.00   | 1               | 1        | 130                           | 130            | -             | -          | -               | -    |  |
| Sura Piset Phatra Lanna Co., Ltd.       | 100.00             | 100.00   | 1,000           | 1,000    | 1,015                         | 1,015          | -             | -          | -               | -    |  |
| Oishi Group Plc.                        | 79.66              | 79.66    | 375             | 375      | 5,540                         | 5,540          | 216           | -          | 157             | -    |  |
| Thai Drinks Co., Ltd.                   | 95.05              | 53.62    | 1,500           | 160      | 438                           | 86             | -             | -          | -               | -    |  |
| Chang International Co., Ltd.           | 100.00             | 100.00   | 10              | 10       | 10                            | 10             | -             | -          | -               | -    |  |
| Cash Van Management Co., Ltd.           | 100.00             | 100.00   | 10              | 10       | 10                            | 10             | 63            | -          | -               | -    |  |
| Food of Asia Co., Ltd.                  | 100.00             | 100.00   | 10              | 10       | 10                            | 10             | -             | -          | -               | -    |  |
| Chang Corporation Co., Ltd.             | 50.99              | 50.99    | 1               | 1        | 1                             | 1              | -             | -          | -               | -    |  |
| BevCo Co., Ltd.                         | 50.99              | 50.99    | 5,436           | 5,436    | 2,772                         | 2,772          | -             | -          | -               | -    |  |
| <b>Total</b>                            |                    |          |                 |          | <b>167,792</b>                | <b>142,490</b> | <b>12,240</b> | <b>661</b> |                 |      |  |

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 84.00 per share at 30 June 2016 (31 December 2015: Baht 62.50 per share), the market value of the Company's investment in Oishi Group Plc. is Baht 12,546 million (31 December 2015: Baht 9,335 million).

All subsidiaries were incorporated in Thailand, except International Beverage Holdings Limited, which was incorporated in Hong Kong.



**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 2016 (Unaudited)**

**8 Property, plant and equipment**

Acquisitions, disposals and transfers of property, plant and equipment during the six-month period ended 30 June 2016 and 2015 were as follows:

| <i>Six-month period ended 30 June</i>           | <b>Consolidated financial statements</b> |                                              |                                         |                                              |
|-------------------------------------------------|------------------------------------------|----------------------------------------------|-----------------------------------------|----------------------------------------------|
|                                                 | 2016                                     |                                              | 2015                                    |                                              |
|                                                 | 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                                            | 43                                       | -                                            | 487                                     | -                                            |
| Land improvement                                | 27                                       | -                                            | 2                                       | -                                            |
| Buildings, buildings and leasehold improvements | 246                                      | (4)                                          | 587                                     | (22)                                         |
| Machinery and equipment                         | 518                                      | (43)                                         | 2,497                                   | (1,469)                                      |
| Oak barrels                                     | 16                                       | -                                            | 46                                      | -                                            |
| Furniture, fixtures and office equipment        | 148                                      | (1)                                          | 158                                     | (2)                                          |
| Vehicles                                        | 152                                      | -                                            | 25                                      | (6)                                          |
| Assets under construction and installation      | 1,140                                    | (584)                                        | 697                                     | (1,287)                                      |
| <b>Total</b>                                    | <b>2,290</b>                             | <b>(632)</b>                                 | <b>4,499</b>                            | <b>(2,786)</b>                               |

| <i>Six-month period ended 30 June</i>      | <b>Separate financial statements</b>    |                                              |                                         |                                              |
|--------------------------------------------|-----------------------------------------|----------------------------------------------|-----------------------------------------|----------------------------------------------|
|                                            | 2016                                    |                                              | 2015                                    |                                              |
|                                            | 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   | 25                                      | -                                            | 9                                       | (1)                                          |
| Vehicle                                    | 11                                      | -                                            | -                                       | -                                            |
| Assets under construction and installation | 2                                       | (12)                                         | -                                       | -                                            |
| <b>Total</b>                               | <b>38</b>                               | <b>(12)</b>                                  | <b>9</b>                                | <b>(1)</b>                                   |

**9 Interest-bearing liabilities**

|                                                                  | <b>Consolidated financial statements</b> |                  | <b>Separate financial statements</b> |                  |
|------------------------------------------------------------------|------------------------------------------|------------------|--------------------------------------|------------------|
|                                                                  | 30 June 2016                             | 31 December 2015 | 30 June 2016                         | 31 December 2015 |
|                                                                  | <i>(in million Baht)</i>                 |                  |                                      |                  |
| <b>Current</b>                                                   |                                          |                  |                                      |                  |
| Bank overdrafts                                                  |                                          |                  |                                      |                  |
| Secured                                                          | 921                                      | 1,039            | -                                    | -                |
| Unsecured with letters of comfort                                | 51                                       | 409              | -                                    | -                |
| Short-term loans from financial institutions                     |                                          |                  |                                      |                  |
| Promissory notes                                                 |                                          |                  |                                      |                  |
| Unsecured with letters of comfort                                | 396                                      | -                | -                                    | -                |
| Unsecured                                                        | -                                        | 1,415            | -                                    | 650              |
| Bill of exchanges                                                |                                          |                  |                                      |                  |
| Unsecured                                                        | 1,981                                    | 4,979            | 1,981                                | 4,979            |
| Bank overdrafts and short-term loans from financial institutions | <b>3,349</b>                             | <b>7,842</b>     | <b>1,981</b>                         | <b>5,629</b>     |

**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 2016 (Unaudited)**

|                                                                                            | Note | Consolidated<br>financial statements |                        | Separate<br>financial statements |                        |
|--------------------------------------------------------------------------------------------|------|--------------------------------------|------------------------|----------------------------------|------------------------|
|                                                                                            |      | 30<br>June<br>2016                   | 31<br>December<br>2015 | 30<br>June<br>2016               | 31<br>December<br>2015 |
| <i>(in million Baht)</i>                                                                   |      |                                      |                        |                                  |                        |
| <b>Current (continued)</b>                                                                 |      |                                      |                        |                                  |                        |
| Current portion of debentures                                                              |      |                                      |                        |                                  |                        |
| Unsecured                                                                                  |      | 1,000                                | 1,000                  | -                                | -                      |
| Current portion of bill of exchanges<br>and long-term loans from<br>financial institutions |      |                                      |                        |                                  |                        |
| Unsecured                                                                                  |      | 16,415                               | 9,479                  | 15,915                           | 8,879                  |
| Unsecured with guarantee                                                                   |      | 47                                   | 53                     | -                                | -                      |
|                                                                                            |      | <u>16,462</u>                        | <u>9,532</u>           | <u>15,915</u>                    | <u>8,879</u>           |
| Short-term loans from related parties                                                      |      |                                      |                        |                                  |                        |
| Unsecured                                                                                  | 3    | -                                    | -                      | 27,659                           | 32,025                 |
| <b>Total current</b>                                                                       |      | <b><u>20,811</u></b>                 | <b><u>18,374</u></b>   | <b><u>45,555</u></b>             | <b><u>46,533</u></b>   |
| <b>Non-current</b>                                                                         |      |                                      |                        |                                  |                        |
| Long-term loans from related parties                                                       |      |                                      |                        |                                  |                        |
| Unsecured                                                                                  | 3    | -                                    | -                      | 1,281                            | 1,317                  |
| Debentures                                                                                 |      |                                      |                        |                                  |                        |
| Unsecured                                                                                  |      | 1,000                                | 1,000                  | -                                | -                      |
| Long-term bill of exchanges from<br>financial institutions                                 |      |                                      |                        |                                  |                        |
| Unsecured                                                                                  |      | 4,874                                | 1,955                  | 4,874                            | 1,955                  |
| Long-term loans from financial<br>institutions                                             |      |                                      |                        |                                  |                        |
| Unsecured                                                                                  |      | 15,000                               | 22,500                 | 15,000                           | 22,000                 |
| Unsecured with guarantee                                                                   |      | 354                                  | 428                    | -                                | -                      |
|                                                                                            |      | <u>20,228</u>                        | <u>24,883</u>          | <u>19,874</u>                    | <u>23,955</u>          |
| <b>Total non-current</b>                                                                   |      | <b><u>21,228</u></b>                 | <b><u>25,883</u></b>   | <b><u>21,155</u></b>             | <b><u>25,272</u></b>   |
| <b>Grand total</b>                                                                         |      | <b><u>42,039</u></b>                 | <b><u>44,257</u></b>   | <b><u>66,710</u></b>             | <b><u>71,805</u></b>   |

The periods to maturity of interest-bearing liabilities as at 30 June 2016 and 31 December 2015 were as follows:

|                                      | Consolidated<br>financial statements |                        | Separate<br>financial statements |                        |
|--------------------------------------|--------------------------------------|------------------------|----------------------------------|------------------------|
|                                      | 30<br>June<br>2016                   | 31<br>December<br>2015 | 30<br>June<br>2016               | 31<br>December<br>2015 |
| <i>(in million Baht)</i>             |                                      |                        |                                  |                        |
| Within one year                      | 20,811                               | 18,374                 | 45,555                           | 46,533                 |
| After one year but within five years | 21,228                               | 25,883                 | 21,155                           | 25,272                 |
| <b>Total</b>                         | <b><u>42,039</u></b>                 | <b><u>44,257</u></b>   | <b><u>66,710</u></b>             | <b><u>71,805</u></b>   |

**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 2016 (Unaudited)**

The principal features and detail of the borrowings were as follows:

*Bank overdrafts and short-term loans from financial institutions*

- (a) As at 30 June 2016, the Group had bank overdrafts amounting to Baht 972 million (*31 December 2015: Baht 1,448 million*) which were partially supported by letters of comfort issued by the Company.
- (b) As at 30 June 2016, the Group and Company had short-term loans from financial institutions totalling Baht 2,377 million and Baht 1,981 million, respectively (*31 December 2015: Baht 6,394 million and Baht 5,629 million, respectively*), which was consisted of promissory notes issued by the Group and the Company to several domestic financial institutions and bill of exchanges issued by the Company, with money market rates quoted by the financial institutions.

*Long-term loans from financial institutions and bill of exchanges*

- (a) The long-term loan agreements, entered into by the Company, with three financial institutions are detailed as follow:

The principal of the long-term loans from the financial institutions is amounting Baht 10,000 million, which will be repaid commencing from November 2013 to November 2016 with interest payable monthly, every six months and every three months for the financial institution No. 1, 2 and 3, respectively, with interest rate ranging from 3-4.3% per annum.

Details are as follows:

| Financial institutions | Amount<br>(in million Baht) | Number of installments | Repayment                             |                        |
|------------------------|-----------------------------|------------------------|---------------------------------------|------------------------|
|                        |                             |                        | Each installment<br>(in million Baht) | Payment due            |
| No. 1                  | 2,000                       | 12                     | 166.60<br>(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               |
| <b>Total</b>           | <b>10,000</b>               |                        |                                       |                        |

The aforementioned long-term loans from financial institutions are unsecured.

As at 30 June 2016, the Company had the outstanding balance of long-term loans from the financial institutions of Baht 2,000 million (*31 December 2015: Baht 4,000 million*).

**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 2016 (Unaudited)**

- (b) The long-term loan agreements and long-term bill of exchanges, entered into by the Company, with three financial institutions are detailed as follows:

The principal of the long-term loans from the first two financial institutions amount to Baht 22,000 million, which will be repaid commencing from March 2017 to June 2018 with interest payable every three months and monthly for the financial institution No. 1 and 2, respectively, with interest rate ranging from 1.98 to 3.1% per annum. The principal of the long-term bill of exchanges from the financial institution No. 3 is amounting to Baht 5,000 million and Baht 2,000 million, with prepaid interest rate at 2.58 % per annum and 1.98% per annum, respectively.

Subsequently in May 2016, the Company has addition issued long-term bill of exchanges from the financial institution No. 3. The principal of aforementioned long-term bill of exchanges is amounting to Baht 3,500 million and Baht 1,500 million, with prepaid interest rate at 1.88 % per annum.

Details are as follows:

| Financial Institutions | Amount<br>(in million Baht) | Number of installments | Repayment                             |             |
|------------------------|-----------------------------|------------------------|---------------------------------------|-------------|
|                        |                             |                        | Each installment<br>(in million Baht) | Payment Due |
| Long-term loan         |                             |                        |                                       |             |
| No. 1                  |                             |                        |                                       |             |
| Tranche A              | 5,000                       | 1                      | 5,000                                 | 23 Mar 17   |
| Tranche B              | 1,000                       | 1                      | 1,000                                 | 25 Jun 18   |
| Tranche C              | 2,000                       | 1                      | 2,000                                 | 3 Mar 17    |
| No. 2                  |                             |                        |                                       |             |
| Tranche A              | 5,000                       | 1                      | 5,000                                 | 22 Dec 17   |
| Tranche B              | 5,000                       | 1                      | 5,000                                 | 23 Mar 18   |
| Tranche C              | 4,000                       | 1                      | 4,000                                 | 22 Jun 18   |
| No. 3                  |                             |                        |                                       |             |
| Bill of exchanges      | 5,000                       | 1                      | 5,000                                 | 23 Dec 16   |
| Less: prepaid interest |                             |                        | (59)                                  |             |
| Net                    |                             |                        | <u>4,941</u>                          |             |
| Bill of exchanges      | 2,000                       | 1                      | 2,000                                 | 3 Mar 17    |
| Less: prepaid interest |                             |                        | (26)                                  |             |
| Net                    |                             |                        | <u>1,974</u>                          |             |
| Bill of exchanges      | 3,500                       | 1                      | 3,500                                 | 13 Nov 17   |
| Less: prepaid interest |                             |                        | (88)                                  |             |
| Net                    |                             |                        | <u>3,412</u>                          |             |
| Bill of exchanges      | 1,500                       | 1                      | 1,500                                 | 23 Nov 17   |
| Less: prepaid interest |                             |                        | (38)                                  |             |
| Net                    |                             |                        | <u>1,462</u>                          |             |
| <b>Total</b>           | <b><u>34,000</u></b>        |                        | <b><u>33,789</u></b>                  |             |

The aforementioned long-term loans and long-term bill of exchanges from financial institutions are unsecured.

**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 2016 (Unaudited)**

As at 30 June 2016, the Company had the outstanding balance of long-term loans and long-term bill of exchanges of Baht 33,789 million (*31 December 2015: Baht 28,834 million*).

- (c) Debentures, issued by a direct subsidiary, are detailed as follows:

In 2012, the shareholders of a subsidiary approved the subsidiary to issue debentures not exceeding Baht 3,000 million, with period not exceeding 10 years. In case, the subsidiary redeems or repays the said debentures, the subsidiary can issue additional debentures as substitute under the conditions and credit limits (Revolving).

As at 30 June 2016, the subsidiary had outstanding unsubordinated, unsecured debentures and without a shareholder representative with the name registered in the amount of Baht 2,000 million (2,000,000 units at par value of Baht 1,000 each). These debentures mature on 7 August 2016 and 9 December 2018 with fixed coupon rate of 4% per annum and 2.51% per annum, respectively, and payable every six-month period. In this regard, the remaining facility after such issuance was Baht 1,000 million.

The subsidiary must comply with the conditions and interest-bearing debt to equity ratios over the term of the debentures.

- (d) The long-term loan agreements with two financial institutions, entered into by a direct subsidiary, is detailed as follows:

(d.1) The principal of the long-term loans is amounting to Baht 1,000 million which will be repaid monthly in 5 installments, Baht 200 million each, commencing from November 2015 to March 2016, interest was monthly payable at 3.85% per annum. As at 30 June 2016, the outstanding balance of the long-term loan was fully paid up by the subsidiary (*31 December 2015: the outstanding balance was Baht 600 million*).

(d.2) The principal of the long-term loan agreement is amounting to Baht 500 million which will be repaid monthly in 5 installments, Baht 100 million each, commencing from February 2017 to June 2017, interest was monthly payable at 2.25% per annum. As at 30 June 2016, the outstanding balance of the long-term loan was Baht 500 million (*31 December 2015: Baht 500 million*).

- (e) The long-term loan facility agreement with the foreign financial institution, entered into by an overseas indirect subsidiary, is detailed as follows:

The principal of the long-term loan is amounting to GBP 10 million with three-year period. The long-term loan is repayable in 12 consecutive quarterly installments. The first 11 installments shall be repayable in the amount of GBP 250,000 per installment and the final installment shall be repayable in the remaining amount. As at 30 June 2016, the outstanding balance of the long-term loan was GBP 8.5 million or equivalent to Baht 401 million (*31 December 2015: GBP 9 million or equivalent to Baht 482 million*).

The Group and the Company most comply with the conditions and requirements as stipulated in the loan agreements.

As at 30 June 2016, the Group and the Company had unutilised credit facilities totalling Baht 78,722 million and Baht 51,268 million, respectively (*31 December 2015: Baht 71,311 million and Baht 40,418 million, respectively*).

**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 2016 (Unaudited)**

**10 Share capital**

| <i>Six-month period ended 30 June</i> | Par value<br>per share<br>(in Baht) | 2016          |                                         | 2015          |               |
|---------------------------------------|-------------------------------------|---------------|-----------------------------------------|---------------|---------------|
|                                       |                                     | Number        | Baht<br>(million shares / million Baht) | Number        | Baht          |
| <b>Authorised</b>                     |                                     |               |                                         |               |               |
| At 1 January                          |                                     |               |                                         |               |               |
| - ordinary shares                     | 1                                   | 29,000        | 29,000                                  | 29,000        | 29,000        |
| Reduction of shares                   | 1                                   | (3,890)       | (3,890)                                 | -             | -             |
| Increase of new shares                | 1                                   | 45            | 45                                      | -             | -             |
| <b>At 30 June</b>                     |                                     |               |                                         |               |               |
| - ordinary shares                     | 1                                   | <b>25,155</b> | <b>25,155</b>                           | <b>29,000</b> | <b>29,000</b> |
| <b>Issued and paid-up</b>             |                                     |               |                                         |               |               |
| At 1 January                          |                                     |               |                                         |               |               |
| - ordinary shares                     | 1                                   | 25,110        | 25,110                                  | 25,110        | 25,110        |
| <b>At 30 June</b>                     |                                     |               |                                         |               |               |
| - ordinary shares                     | 1                                   | <b>25,110</b> | <b>25,110</b>                           | <b>25,110</b> | <b>25,110</b> |

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.

At the annual general meeting of the shareholders of the Company held on 28 April 2016, the shareholders had the following resolutions:

- a) to approve on the reduction in the authorised share capital of the Company by entailing of the cancellation of unissued shares of approximately Baht 3,890 million, from Baht 29,000 million to be approximately Baht 25,110 million; and
- b) to approve on the increase in the authorised share capital of the Company of Baht 45 million, from approximately Baht 25,110 million to be approximately Baht 25,155 million, in accordance with newly-issued ordinary shares and to endorse on the allocation of the new 45 million shares in response to the Long-term Incentive Plan.

The Company completed the registration of the decrease of the Company's registered capital and the increase of the Company's registered capital as aforementioned with the Department of Business Development, the Ministry of Commerce, on 19 May 2016 and 24 May 2016, respectively.

**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.

**11 Operating segments**

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.

**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 2016 (Unaudited)**

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.

***Business segments***

The Group comprises the following main business segments:

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

***Geographical information***

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 information, revenue is based on the geographical location of customers. Assets are based on the geographical location of the assets.

**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 2016 (Unaudited)**

**Business segment results**

| <b>Three-month period ended<br/>30 June</b>    | <b>Spirits</b> |               | <b>Beer</b>   |              | <b>Non-alcoholic<br/>beverages</b> |              |              | <b>Food</b>  |             | <b>Elimination</b> |               | <b>Total</b>  |               |               |
|------------------------------------------------|----------------|---------------|---------------|--------------|------------------------------------|--------------|--------------|--------------|-------------|--------------------|---------------|---------------|---------------|---------------|
|                                                | 2016           | 2015          | 2016          | 2015         | 2016                               | 2015         | 2016         | 2015         | 2016        | 2015               | 2016          | 2015          | 2016          | 2015          |
| Revenue from sale to external customers        | 24,240         | 24,087        | 14,830        | 8,756        | 4,616                              | 4,462        | 1,764        | 1,687        | -           | -                  | 45,450        | 38,992        | -             | 38,992        |
| Inter-segment revenue                          | 51             | 25            | 2             | 1            | 8                                  | 15           | 4            | -            | (65)        | (41)               | -             | -             | 29            | 9             |
| Interest income                                | 15             | 4             | 9             | 2            | 3                                  | 3            | 2            | -            | -           | -                  | 232           | 613           | 232           | 613           |
| Other income                                   | 69             | 62            | 67            | 28           | 116                                | 540          | -            | 1            | (20)        | (18)               | 45,711        | 39,614        | 45,711        | 39,614        |
| <b>Total allocated income</b>                  | <b>24,375</b>  | <b>24,178</b> | <b>14,908</b> | <b>8,787</b> | <b>4,743</b>                       | <b>5,020</b> | <b>1,770</b> | <b>1,688</b> | <b>(85)</b> | <b>(59)</b>        | <b>45,711</b> | <b>39,614</b> | <b>45,711</b> | <b>39,614</b> |
| Cost of sale of goods                          | 16,258         | 15,970        | 11,571        | 6,950        | 2,929                              | 3,247        | 1,040        | 1,016        | (37)        | (36)               | 31,761        | 27,147        | 31,761        | 27,147        |
| Selling expenses                               | 1,074          | 990           | 1,679         | 1,201        | 1,669                              | 1,626        | 186          | 198          | (15)        | (11)               | 4,593         | 4,004         | 4,593         | 4,004         |
| Administrative expenses                        | 1,165          | 1,380         | 578           | 436          | 523                                | 486          | 502          | 474          | (33)        | (12)               | 2,735         | 2,764         | 2,735         | 2,764         |
| Finance costs                                  | 39             | 54            | 7             | 13           | 32                                 | 50           | 2            | 3            | -           | -                  | 80            | 120           | 80            | 120           |
| <b>Total allocated expenses</b>                | <b>18,536</b>  | <b>18,394</b> | <b>13,835</b> | <b>8,600</b> | <b>5,153</b>                       | <b>5,409</b> | <b>1,730</b> | <b>1,691</b> | <b>(85)</b> | <b>(59)</b>        | <b>39,169</b> | <b>34,035</b> | <b>39,169</b> | <b>34,035</b> |
| Share of profit of investment in associates    | -              | -             | -             | -            | 42                                 | 32           | -            | -            | -           | -                  | 42            | 32            | -             | 32            |
| <b>Profit (loss) before income tax expense</b> | <b>5,839</b>   | <b>5,784</b>  | <b>1,073</b>  | <b>187</b>   | <b>(368)</b>                       | <b>(357)</b> | <b>40</b>    | <b>(3)</b>   | <b>-</b>    | <b>-</b>           | <b>6,584</b>  | <b>5,611</b>  | <b>6,584</b>  | <b>5,611</b>  |
| Income tax (expense) income                    | (1,157)        | (1,142)       | (156)         | (29)         | 151                                | 106          | (7)          | 1            | -           | -                  | (1,169)       | (1,064)       | (1,169)       | (1,064)       |
| <b>Allocated profit (loss) for the period</b>  | <b>4,682</b>   | <b>4,642</b>  | <b>917</b>    | <b>158</b>   | <b>(217)</b>                       | <b>(251)</b> | <b>33</b>    | <b>(2)</b>   | <b>-</b>    | <b>-</b>           | <b>5,415</b>  | <b>4,547</b>  | <b>5,415</b>  | <b>4,547</b>  |
| <b>Unallocated items:</b>                      |                |               |               |              |                                    |              |              |              |             |                    |               |               |               |               |
| - Share of profit of investment in associates  |                |               |               |              |                                    |              |              |              |             |                    | 650           | 1,553         | 650           | 1,553         |
| - Finance costs                                |                |               |               |              |                                    |              |              |              |             |                    | (178)         | (149)         | (178)         | (149)         |
| <b>Total unallocated items</b>                 |                |               |               |              |                                    |              |              |              |             |                    | <b>472</b>    | <b>1,404</b>  | <b>472</b>    | <b>1,404</b>  |
| <b>Profit for the period</b>                   |                |               |               |              |                                    |              |              |              |             |                    | <b>5,887</b>  | <b>5,951</b>  | <b>5,887</b>  | <b>5,951</b>  |



**Thai Beverage Public Company Limited and its Subsidiaries**  
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Capital expenditure, depreciation, amortisation and gain (loss) on disposal of assets for the three-month periods ended 30 June 2016 and 2015 were as follows:

| Business segments                       | Spirits |      | Beer |      | Non-alcoholic beverages<br>(in million Baht) |      | Food |      | Total |       |
|-----------------------------------------|---------|------|------|------|----------------------------------------------|------|------|------|-------|-------|
|                                         | 2016    | 2015 | 2016 | 2015 | 2016                                         | 2015 | 2016 | 2015 | 2016  | 2015  |
| <i>Three-month period ended 30 June</i> |         |      |      |      |                                              |      |      |      |       |       |
| Capital expenditure                     | 214     | 434  | 168  | 58   | 560                                          | 152  | 44   | 93   | 986   | 737   |
| Depreciation                            | 398     | 398  | 191  | 181  | 355                                          | 380  | 133  | 123  | 1,077 | 1,082 |
| Amortisation                            | 6       | 5    | 1    | 1    | 1                                            | 3    | 2    | 2    | 10    | 11    |
| Gain (loss) on disposal of assets       | 3       | 11   | 25   | 13   | (12)                                         | 1    | (2)  | (6)  | 14    | 19    |
| Capital expenditure were as follows:    |         |      |      |      |                                              |      |      |      |       |       |
| Property plant and equipment            | 210     | 424  | 166  | 53   | 559                                          | 146  | 44   | 93   | 979   | 716   |
| Intangible assets                       | 4       | 10   | 2    | 5    | 1                                            | 6    | -    | -    | 7     | 21    |

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**Business segment results**

| <i>Six-month period ended 30 June</i>          | Spirits       |               | Beer          |               | Non-alcoholic beverages |               | Food         |              | Elimination  |             | Total          |               |
|------------------------------------------------|---------------|---------------|---------------|---------------|-------------------------|---------------|--------------|--------------|--------------|-------------|----------------|---------------|
|                                                | 2016          | 2015          | 2016          | 2015          | 2016                    | 2015          | 2016         | 2015         | 2016         | 2015        | 2016           | 2015          |
| Revenue from sale to external customers        | 55,325        | 53,628        | 32,862        | 19,280        | 9,139                   | 8,460         | 3,299        | 3,329        | -            | -           | 100,625        | 84,697        |
| Inter-segment revenue                          | 102           | 44            | 4             | 3             | 15                      | 15            | 4            | -            | (125)        | (62)        | -              | -             |
| Interest income                                | 17            | 5             | 10            | 2             | 4                       | 3             | 2            | -            | -            | -           | 33             | 10            |
| Other income                                   | 116           | 91            | 110           | 57            | 177                     | 600           | 9            | 6            | (36)         | (33)        | 376            | 721           |
| <b>Total allocated income</b>                  | <b>55,560</b> | <b>53,768</b> | <b>32,986</b> | <b>19,342</b> | <b>9,335</b>            | <b>9,078</b>  | <b>3,314</b> | <b>3,335</b> | <b>(161)</b> | <b>(95)</b> | <b>101,034</b> | <b>85,428</b> |
| Cost of sale of goods                          | 37,184        | 35,872        | 25,742        | 15,342        | 5,979                   | 6,035         | 1,891        | 2,006        | (79)         | (56)        | 70,717         | 59,199        |
| Selling expenses                               | 2,290         | 2,171         | 3,147         | 2,162         | 3,047                   | 2,928         | 373          | 371          | (36)         | (16)        | 8,821          | 7,616         |
| Administrative expenses                        | 2,374         | 2,637         | 1,089         | 886           | 990                     | 955           | 963          | 942          | (46)         | (23)        | 5,370          | 5,397         |
| Finance costs                                  | 87            | 102           | 18            | 30            | 72                      | 102           | 4            | 5            | -            | -           | 181            | 239           |
| <b>Total allocated expenses</b>                | <b>41,935</b> | <b>40,782</b> | <b>29,996</b> | <b>18,420</b> | <b>10,088</b>           | <b>10,020</b> | <b>3,231</b> | <b>3,324</b> | <b>(161)</b> | <b>(95)</b> | <b>85,089</b>  | <b>72,451</b> |
| Share of profit of investments in associates   | -             | -             | -             | -             | 75                      | 67            | -            | -            | -            | -           | 75             | 67            |
| <b>Profit (loss) before income tax expense</b> | <b>13,625</b> | <b>12,986</b> | <b>2,990</b>  | <b>922</b>    | <b>(678)</b>            | <b>(875)</b>  | <b>83</b>    | <b>11</b>    | <b>-</b>     | <b>-</b>    | <b>16,020</b>  | <b>13,044</b> |
| Income tax (expense) income                    | (2,709)       | (2,597)       | (439)         | (169)         | 250                     | 254           | (16)         | (2)          | -            | -           | (2,914)        | (2,514)       |
| <b>Allocated profit (loss) for the period</b>  | <b>10,916</b> | <b>10,389</b> | <b>2,551</b>  | <b>753</b>    | <b>(428)</b>            | <b>(621)</b>  | <b>67</b>    | <b>9</b>     | <b>-</b>     | <b>-</b>    | <b>13,106</b>  | <b>10,530</b> |
| <i>Unallocated items:</i>                      |               |               |               |               |                         |               |              |              |              |             |                |               |
| - Share of profit of investments in associates | -             | -             | -             | -             | -                       | -             | -            | -            | -            | -           | 1,732          | 2,414         |
| - Net loss on foreign exchange                 | -             | -             | -             | -             | -                       | -             | -            | -            | -            | -           | -              | (1)           |
| - Finance costs                                | -             | -             | -             | -             | -                       | -             | -            | -            | -            | (356)       | (356)          | (462)         |
| <b>Total unallocated items</b>                 | <b>-</b>      | <b>-</b>      | <b>-</b>      | <b>-</b>      | <b>-</b>                | <b>-</b>      | <b>-</b>     | <b>-</b>     | <b>-</b>     | <b>-</b>    | <b>1,376</b>   | <b>1,951</b>  |
| <b>Profit for the period</b>                   | <b>10,916</b> | <b>10,389</b> | <b>2,551</b>  | <b>753</b>    | <b>(428)</b>            | <b>(621)</b>  | <b>67</b>    | <b>9</b>     | <b>-</b>     | <b>-</b>    | <b>14,482</b>  | <b>12,481</b> |

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Capital expenditure, depreciation, amortisation and gain (loss) on disposal of assets for the six-month periods ended 30 June 2016 and 2015 were as follows:

| Business segments                    | Six-month period ended<br>30 June | Spirits |      | Beer |      | Non-alcoholic beverages<br>(in million Baht) |      | Food |       | Total |
|--------------------------------------|-----------------------------------|---------|------|------|------|----------------------------------------------|------|------|-------|-------|
|                                      |                                   | 2016    | 2015 | 2016 | 2015 | 2016                                         | 2015 | 2016 | 2015  |       |
| Capital expenditure                  | 374                               | 1,154   | 316  | 91   | 848  | 374                                          | 150  | 170  | 1,688 | 1,789 |
| Depreciation                         | 806                               | 785     | 377  | 359  | 718  | 719                                          | 263  | 245  | 2,164 | 2,108 |
| Amortisation                         | 11                                | 9       | 2    | 2    | 3    | 5                                            | 5    | 5    | 21    | 21    |
| Gain (loss) on disposal of assets    | 8                                 | 20      | 33   | 27   | (16) | 2                                            | (2)  | (6)  | 23    | 43    |
| Capital expenditure were as follows: |                                   |         |      |      |      |                                              |      |      |       |       |
| Property plant and equipment         | 369                               | 1,143   | 313  | 82   | 836  | 367                                          | 146  | 170  | 1,664 | 1,762 |
| Intangible assets                    | 5                                 | 11      | 3    | 9    | 12   | 7                                            | 4    | -    | 24    | 27    |

**Thai Beverage Public Company Limited and its Subsidiaries**  
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*Business segment financial position*

|                                     | Spirits       |                  | Beer          |                  | Non-alcoholic beverages |                  | Food         |                  | Total          |                  |
|-------------------------------------|---------------|------------------|---------------|------------------|-------------------------|------------------|--------------|------------------|----------------|------------------|
|                                     | 30 June 2016  | 31 December 2015 | 30 June 2016  | 31 December 2015 | 30 June 2016            | 31 December 2015 | 30 June 2016 | 31 December 2015 | 30 June 2016   | 31 December 2015 |
| Inventories                         | 32,446        | 30,796           | 4,106         | 3,155            | 1,307                   | 1,044            | 141          | 209              | 38,000         | 35,204           |
| Property, plant and equipment       | 18,529        | 19,125           | 10,069        | 10,212           | 15,363                  | 15,522           | 2,215        | 2,063            | 46,176         | 46,922           |
| Other assets                        | 7,501         | 9,333            | 2,676         | 3,518            | 10,738                  | 10,396           | 1,224        | 1,479            | 22,139         | 24,726           |
| <b>Total allocated assets</b>       | <b>58,476</b> | <b>59,254</b>    | <b>16,851</b> | <b>16,885</b>    | <b>27,408</b>           | <b>26,962</b>    | <b>3,580</b> | <b>3,751</b>     | <b>106,315</b> | <b>106,852</b>   |
| <i>Unallocated items:</i>           |               |                  |               |                  |                         |                  |              |                  |                |                  |
| - Investments in associates         |               |                  |               |                  |                         |                  |              |                  | 75,428         | 75,165           |
| <b>Total assets</b>                 |               |                  |               |                  |                         |                  |              |                  | <b>181,743</b> | <b>182,017</b>   |
| Interest-bearing liabilities        | 9,109         | 10,009           | 1,922         | 2,486            | 5,661                   | 6,423            | 407          | 461              | 17,099         | 19,379           |
| Other liabilities                   | 8,094         | 9,371            | 4,457         | 4,509            | 4,121                   | 3,652            | 913          | 961              | 17,585         | 18,493           |
| <b>Total allocated liabilities</b>  | <b>17,203</b> | <b>19,380</b>    | <b>6,379</b>  | <b>6,995</b>     | <b>9,782</b>            | <b>10,075</b>    | <b>1,320</b> | <b>1,422</b>     | <b>34,684</b>  | <b>37,872</b>    |
| <i>Unallocated items:</i>           |               |                  |               |                  |                         |                  |              |                  |                |                  |
| - Loans from financial institutions |               |                  |               |                  |                         |                  |              |                  | 24,940         | 24,879           |
| <b>Total liabilities</b>            |               |                  |               |                  |                         |                  |              |                  | <b>59,624</b>  | <b>62,751</b>    |

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**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

**Geographical information**

The geographical information financial information of the Group in the consolidated financial statements as at 30 June 2016 and 31 December 2015, and for the six-month periods ended 30 June 2016 and 2015 were as follows:

|              | Consolidated financial statements |               |                               |               |
|--------------|-----------------------------------|---------------|-------------------------------|---------------|
|              | Revenue                           |               | Property, plant and equipment |               |
|              | 30                                | 30            | 30                            | 31            |
|              | June                              | June          | June                          | December      |
|              | 2016                              | 2015          | 2016                          | 2015          |
|              | <i>(in million Baht)</i>          |               |                               |               |
| Thailand     | 97,765                            | 81,984        | 44,322                        | 44,796        |
| Overseas     | 3,269                             | 3,444         | 1,854                         | 2,126         |
| <b>Total</b> | <b>101,034</b>                    | <b>85,428</b> | <b>46,176</b>                 | <b>46,922</b> |

**12 Income tax expense**

Income tax expense is recognised based on management's best estimate of the annual income tax rate expected for the full financial year applied to the pre-tax income of the interim period. The Group's and Company's effective tax rate in respect of continuing operations for the six months ended 30 June 2016 was 16.75% and 2.16%, respectively (2015: 16.77% and 6.65%, respectively). This change in effective tax rate was caused mainly by the change of the following transactions:

- (a) Income not subject to tax; and
- (b) Expenses not deductible for tax purposes.

**13 Basic earnings per share**

The calculations of basic earnings per share for the three-month and six-month periods ended 30 June 2016 and 2015 were based on the profit for the periods attributable to ordinary shareholders of the Company and the number of ordinary shares outstanding during the period as follows:

|                                                                     | Consolidated                              |             | Separate             |             |
|---------------------------------------------------------------------|-------------------------------------------|-------------|----------------------|-------------|
|                                                                     | financial statements                      |             | financial statements |             |
|                                                                     | 2016                                      | 2015        | 2016                 | 2015        |
|                                                                     | <i>(in million Baht / million shares)</i> |             |                      |             |
| <b>Three-month period ended 30 June</b>                             |                                           |             |                      |             |
| Profit attributable to ordinary shareholders of the Company (basic) | 5,806                                     | 5,862       | 11,203               | 555         |
| Number of ordinary shares outstanding                               | 25,110                                    | 25,110      | 25,110               | 25,110      |
| <b>Earnings per share (basic) (in Baht)</b>                         | <b>0.23</b>                               | <b>0.23</b> | <b>0.45</b>          | <b>0.02</b> |
| <b>Six-month period ended 30 June</b>                               |                                           |             |                      |             |
| Profit attributable to ordinary shareholders of the Company (basic) | 14,366                                    | 12,438      | 13,728               | 854         |
| Number of ordinary shares outstanding                               | 25,110                                    | 25,110      | 25,110               | 25,110      |
| <b>Earnings per share (basic) (in Baht)</b>                         | <b>0.57</b>                               | <b>0.50</b> | <b>0.55</b>          | <b>0.03</b> |

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**14 Dividends**

At the annual general meeting of the shareholders of the Company held on 28 April 2016, the shareholders had the resolutions to approve for a dividend payment of Baht 0.61 per share, totalling Baht 15,317 million. On 13 August 2015, a portion of the said dividend was paid as interim dividend of Baht 0.15 per share, totalling Baht 3,767 million. The remaining dividend payment of Baht 0.46 per share, totalling Baht 11,551 million, was paid to the shareholders during 2016.

At the annual general meeting of the shareholders of the Company held on 22 April 2015, the shareholders had the resolutions to approve the appropriation of dividend of Baht 0.61 per share, totalling Baht 15,317 million. On 11 September 2014, a portion of the said dividend was paid as interim dividend of Baht 0.15 per share, totalling Baht 3,767 million. The remaining dividend of Baht 0.46 per share, totalling Baht 11,551 million, was paid to the shareholders during 2015.

**15 Financial instruments**

*Carrying amounts and fair values*

As at 30 June 2016 and 31 December 2015, the fair values of all significant financial assets and liabilities are taken to approximately the carrying value, except the following items, which the Group and the Company do not measure at fair value in the consolidated and separate financial statements.

|                                                                   | <b>Consolidated<br/>financial statements</b> |               |
|-------------------------------------------------------------------|----------------------------------------------|---------------|
|                                                                   | Carrying<br>value                            | Fair<br>value |
|                                                                   | <i>(in million Baht)</i>                     |               |
| <b>30 June 2016</b>                                               |                                              |               |
| <i>Financial liabilities</i>                                      |                                              |               |
| Long-term bill of exchanges and loans from financial institutions | 36,690                                       | 37,000        |
| Debentures                                                        | 2,000                                        | 2,015         |
| <i>Off-statement of financial position items</i>                  |                                              |               |
| Foreign currency forwards contracts in asset position             | 66                                           | 66            |
| Foreign currency forwards contracts in liability position         | 455                                          | 445           |
|                                                                   | <b>Separate<br/>financial statements</b>     |               |
|                                                                   | Carrying<br>value                            | Fair<br>Value |
|                                                                   | <i>(in million Baht)</i>                     |               |
| <b>30 June 2016</b>                                               |                                              |               |
| <i>Financial liabilities</i>                                      |                                              |               |
| Long-term loan from related party                                 | 1,281                                        | 1,172         |
| Long-term bill of exchanges and loans from financial institutions | 35,789                                       | 36,092        |

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|                                                                   | <b>Consolidated<br/>financial statements</b> |               |
|-------------------------------------------------------------------|----------------------------------------------|---------------|
|                                                                   | Carrying<br>value                            | Fair<br>value |
|                                                                   | <i>(in million Baht)</i>                     |               |
| <b>31 December 2015</b>                                           |                                              |               |
| <i>Financial liabilities</i>                                      |                                              |               |
| Long-term bill of exchanges and loans from financial institutions | 34,415                                       | 34,803        |
| Debentures                                                        | 2,000                                        | 2,014         |
| <br><i>Off-statement of financial position items</i>              |                                              |               |
| Foreign currency forwards contracts in asset position             | 88                                           | 88            |
| Foreign currency forwards contracts in liability position         | 167                                          | 167           |
| <br>                                                              |                                              |               |
|                                                                   | <b>Separate<br/>financial statements</b>     |               |
|                                                                   | Carrying<br>value                            | Fair<br>value |
|                                                                   | <i>(in million Baht)</i>                     |               |
| <b>31 December 2015</b>                                           |                                              |               |
| <i>Financial liabilities</i>                                      |                                              |               |
| Long-term loan from related party                                 | 1,317                                        | 1,317         |
| Long-term bill of exchanges and loans from financial institutions | 32,834                                       | 33,221        |

**16 Commitments with non-related parties**

|                                                    | <b>Consolidated<br/>financial statements</b> |                        | <b>Separate<br/>financial statements</b> |                        |
|----------------------------------------------------|----------------------------------------------|------------------------|------------------------------------------|------------------------|
|                                                    | 30<br>June<br>2016                           | 31<br>December<br>2015 | 30<br>June<br>2016                       | 31<br>December<br>2015 |
|                                                    | <i>(in million Baht)</i>                     |                        |                                          |                        |
| <i>Capital commitments</i>                         |                                              |                        |                                          |                        |
| <i>Contracted but not provided for:</i>            |                                              |                        |                                          |                        |
| Machinery and equipment                            | 780                                          | 325                    | -                                        | -                      |
| Buildings and other constructions                  | 234                                          | 201                    | -                                        | -                      |
| Land                                               | 5                                            | 9                      | -                                        | -                      |
| Computer software                                  | 2                                            | 18                     | -                                        | -                      |
| <b>Total</b>                                       | <b>1,021</b>                                 | <b>553</b>             | <b>-</b>                                 | <b>-</b>               |
| <br>                                               |                                              |                        |                                          |                        |
| <i>Non-cancellable operating lease commitments</i> |                                              |                        |                                          |                        |
| Within one year                                    | 587                                          | 640                    | 23                                       | 22                     |
| After one year but within five years               | 473                                          | 514                    | 45                                       | 46                     |
| After five years                                   | 80                                           | 82                     | -                                        | -                      |
| <b>Total</b>                                       | <b>1,140</b>                                 | <b>1,236</b>           | <b>68</b>                                | <b>68</b>              |

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**For the three-month and six-month periods ended 30 June 2016 (Unaudited)**

|                                                 | Consolidated<br>financial statements |                        | Separate<br>financial statements |                        |
|-------------------------------------------------|--------------------------------------|------------------------|----------------------------------|------------------------|
|                                                 | 30<br>June<br>2016                   | 31<br>December<br>2015 | 30<br>June<br>2016               | 31<br>December<br>2015 |
|                                                 | <i>(in million Baht)</i>             |                        |                                  |                        |
| <b><i>Other commitments</i></b>                 |                                      |                        |                                  |                        |
| Purchases of goods and raw materials agreements | 1,673                                | 1,632                  | -                                | -                      |
| Specialist and consultancy agreements           | 1,170                                | 1,224                  | 379                              | 397                    |
| Bank guarantees                                 | 1,175                                | 1,142                  | -                                | 28                     |
| Advertising and sponsorship agreements          | 733                                  | 1,068                  | -                                | -                      |
| Service agreements                              | 663                                  | 896                    | -                                | 8                      |
| Forward contracts to buy foreign currencies     | 455                                  | 167                    | -                                | -                      |
| Unused letters of credit for goods and supplies | 369                                  | 73                     | -                                | -                      |
| Purchases of molasses agreements                | 308                                  | 1,668                  | -                                | -                      |
| Forward contracts to sell foreign currencies    | 66                                   | 88                     | -                                | -                      |
| Other agreements                                | 30                                   | 14                     | 16                               | -                      |
| <b>Total</b>                                    | <b>6,642</b>                         | <b>7,972</b>           | <b>395</b>                       | <b>433</b>             |

***Other significant 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 2016, the remaining commitments to be paid, relating to these agreements, amounted to Baht 952.2 million (31 December 2015: Baht 996.4 million).

***Consultancy agreement***

On 6 November 2014, the Company entered into a consulting agreement with a company to provide advices and consultancy related to distillery process in Thailand and other works specified in the agreement for a period of 10 years from 1 November 2014 to 31 October 2024. Under the agreement, the Company is obliged to pay monthly service fees approximately Baht 1.67 million which is to be increased by 5% every 12 months for the period of 10 years. Therefore, the total fees under the agreement amounted to Baht 251.56 million.

As at 30 June 2016, the remaining commitment to be paid relating to this agreement amounted to Baht 217.56 million (31 December 2015: Baht 228.06 million).



**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 2016 (Unaudited)**

*Sponsorship agreement*

In 2014, a subsidiary has entered into an advertising services agreement and a sponsorship agreement with a football Club, in the United Kingdom, for a period of three years from 1 June 2014 to 31 May 2017 in order to promote the Group's businesses globally. Under the conditions as stipulated in the agreements, the subsidiary is obliged to pay a minimum payment of GBP 0.75 million and a maximum payment of GBP 3.05 million per annum and minimum special bonus with the minimum amount of GBP 0.03 million and the maximum amount of GBP 1.70 million per annum, depending on performance of football team in each year.

In 2015, a subsidiary has entered into a sponsorship agreement with a football club in Spain, for a period of three years from 1 July 2015 to 30 June 2018, 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 party. The subsidiary is obliged to pay total amounts of Euro 3.6 million during three years at the conditions specified in the agreement.

*Material and package trading agreement*

The Company's subsidiary and Oishi Ramen Co., Ltd., the Company's indirect subsidiary, entered into a material and package trading agreement with a local company for distribution of their products to the Group's restaurants and for materials and packaging management to the Company's subsidiary and its indirect subsidiary. The Company's subsidiary and its indirect subsidiary agreed to pay the service charge at the rate as specified in the agreement for a period of three years, from 1 January 2014 to 31 December 2016.

*Transportation agreement*

The Company's subsidiary and Oishi Trading Co., Ltd., the Company's indirect subsidiary, entered into a transportation agreement with a local company to transport their products from factory to the defined destination. Transportation cost is calculated for each trip at the rate as specified in the agreement. The agreement shall be in effect for a period of two years from 1 July 2010 to 30 June 2012. Unless there is notification from either party to terminate the agreement at the expiration date, this agreement continues to be in effect for a successive one year term.

*Purchase natural gas agreement*

On 30 September 2009, Oishi Trading Co., Ltd., the Company's indirect subsidiary, entered into a purchase natural gas agreement with a local company. The aforesaid indirect subsidiary agreed to pay disbursements and comply with the conditions as stipulated in the agreement. This agreement shall be in effect for a period of seven years, from 21 December 2009 to 30 November 2016, with a renewal option whereby either party gives a written notification to other not later than 90 days prior to the expiration date.

*Contract manufacturing agreement*

On 1 May 2015, Oishi Trading Co. Ltd., the Company's subsidiary, entered into a contract manufacturing agreement with a local company at the price conditions as specified in the agreement. The agreement is for five years period from 1 May 2015 to 30 April 2020.

**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 2016 (Unaudited)**

**17 Events after the reporting period**

- (a) On 1 July 2016, F&N Pte Ltd, a subsidiary of Fraser and Neave Limited, completed the acquisition of the entire issued share capital in each of Warburg Vending Pte Ltd, Warburg Engineering Pte Ltd and Warburg Vending Services Pte Ltd for a consideration of SGD 29 million.
- (b) On 6 July 2016, the Company's subsidiary has issued and offered the named-registered, unsubordinated and unsecured debentures and without debenture holders' representative in the amount of Baht 1,000 million (1,000,000 units at par value of Baht 1,000 each). The debentures mature on 6 July 2019 with fixed coupon rate of 2.20% per annum and payable every six-month period.

In addition, on 7 August 2016, the named-registered, unsubordinated and unsecured debentures of the Company's subsidiary at 1/2013 in the amount of Baht 1,000 million (1,000,000 units at par value of Baht 1,000 each) have reached maturity and the Company's subsidiary already redeemed the debentures on 8 August 2016.

- (c) On 21 July 2016, FCL Treasury Pte Ltd (the "Issuer"), a subsidiary of Fraser Centrepoint Limited ("FCL"), issued USD 200 million in aggregate principal amount of 2.50% fixed rate notes due to 2021, under the SGD 3 billion Multicurrency Debt Issuance Programme established by the Issuer on 21 March 2012, guaranteed by FCL.
- (d) At the Board of Directors' meeting held on 11 August 2016, the Board of Directors unanimously approved the interim dividend payment from the profit for the six-month period ended 30 June 2016 of Baht 0.2 per share, totalling Baht 5,022 million, which will be paid to the shareholders during 2016.

**18 Thai Financial Reporting Standards (TFRS) not yet adopted**

The following announcement has been issued but are not yet effective and has not been applied in preparing these interim financial statements. This new announcement may be relevant to the Group's operations, which become effective for annual financial periods beginning on or after 1 January 2017, are set out below. The Group does not plan to adopt this announcement early.

| <b>TFRS</b>                    | <b>Topic</b>                                                                |
|--------------------------------|-----------------------------------------------------------------------------|
| FAP announcement<br>No. 5/2016 | FAP Guidance on derecognition of financial assets and financial liabilities |

The Group has made a preliminary assessment of the potential initial impact on the consolidated and separate financial statements of this announcement and expects that there will be no material impact on the financial statements in the period of initial application.