

SE-EDUCATION PUBLIC COMPANY LIMITED
and its subsidiaries
Review report and interim financial statements
For the three-month and six-month periods ended
30 June 2015

**Independent Auditor's Report on Review of Interim Financial Information
To the Shareholders of SE-EDUCATION PUBLIC COMPANY LIMITED**

I have reviewed the accompanying consolidated statement of financial position of SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries as at 30 June 2015, and the related consolidated statements of income and comprehensive income for the three-month and six-month periods ended 30 June 2015, and the consolidated statements of changes in shareholders' equity and cash flows for the six-month period then ended, as well as the condensed notes to the consolidated financial statements. I have also reviewed the separate financial information of SE-EDUCATION PUBLIC COMPANY LIMITED for the same period. 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 auditing standards 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*.



Pimjai Manitkajohnkit

Certified Public Accountant (Thailand) No. 4521

EY Office Limited

Bangkok: 10 August 2015



SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Statement of financial position

As at 30 June 2015

(Unit: Thousand Baht)

	Note	Consolidated financial statements		Separate financial statements	
		30 June 2015	31 December 2014	30 June 2015	31 December 2014
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Assets					
Current assets					
Cash and cash equivalents	3	83,212	102,630	78,239	98,480
Current investments	4	225,050	326,173	160,799	265,472
Trade and other receivables	2, 5	176,862	85,400	172,925	81,658
Inventories	6	297,789	377,172	296,829	376,208
Other current assets		40,520	34,919	37,562	34,590
Total current assets		823,433	926,294	746,354	856,408
Non-current assets					
Restricted bank deposits and other investments	7	13,310	13,310	13,310	13,310
Investments in subsidiaries	8	-	-	70,317	70,317
Investments in associate	9	25,651	25,937	100	100
Property, plant and equipment	10	1,564,579	1,606,148	1,349,679	1,384,494
Leasehold rights on land	2, 11	6,200	6,367	-	-
Leasehold rights on buildings	12	68,873	74,596	68,873	74,596
Intangible assets	13	8,111	9,141	8,496	9,537
Prepaid book copyright and translation fee		16,979	18,295	16,979	18,295
Rental guarantee and deposit		98,715	101,308	98,715	101,308
Deferred tax assets		22,565	18,312	23,880	19,612
Other non-current assets		1,851	2,067	1,816	2,022
Total non-current assets		1,826,834	1,875,481	1,652,165	1,693,591
Total assets		2,650,267	2,801,775	2,398,519	2,549,999

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



SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Statement of financial position (continued)

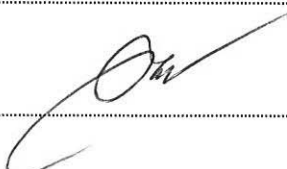
As at 30 June 2015

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	30 June 2015	31 December 2014	30 June 2015	31 December 2014
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
Liabilities and shareholders' equity					
Current liabilities					
Trade and other payables	2, 14	979,135	1,089,275	974,012	1,080,363
Current portion of long-term loans	17	81,620	81,430	71,520	71,520
Income received in advance recognisable within one year	15	39,240	42,627	-	-
Income tax payable		19,910	10,333	19,809	10,333
Current portion of provision for long-term employee benefits		3,630	4,354	3,630	4,354
Other current liabilities	16	28,259	36,111	26,375	35,054
Total current liabilities		1,151,794	1,264,130	1,095,346	1,201,624
Non-current liabilities					
Income received in advance	15	2,715	4,155	-	-
Long-term loans, net of current portion	17	457,650	499,810	368,880	404,640
Provision for long-term employee benefits, net of current portion		36,869	39,253	33,756	36,189
Other non-current liabilities		8,000	8,525	8,000	8,525
Total non-current liabilities		505,234	551,743	410,636	449,354
Total liabilities		1,657,028	1,815,873	1,505,982	1,650,978
Shareholders' equity					
Share capital					
Registered					
391,944,529 ordinary shares of Baht 1 each		391,945	391,945	391,945	391,945
Issued and paid-up					
391,944,418 ordinary shares of Baht 1 each		391,944	391,944	391,944	391,944
Share premium		149,421	149,421	149,421	149,421
Retained earnings					
Appropriated - statutory reserve		39,194	39,194	39,194	39,194
Unappropriated		210,795	210,281	187,020	194,034
Other components of shareholders' equity		129,976	129,485	124,958	124,428
Equity attributable to owners of the Company		921,330	920,325	892,537	899,021
Non-controlling interests of the subsidiaries		71,909	65,577	-	-
Total shareholders' equity		993,239	985,902	892,537	899,021
Total liabilities and shareholders' equity		2,650,267	2,801,775	2,398,519	2,549,999

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

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Directors



(Unaudited but reviewed)

SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Statement of income

For the three-month period ended 30 June 2015

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2015	2014	2015	2014
Revenues					
Revenues from sales		1,179,720	1,285,628	1,178,332	1,280,833
Tuition fees income	15	44,922	45,078	-	-
Interest and dividend income		345	655	2,334	2,587
Other income		4,174	14,383	2,695	11,707
Total revenues		1,229,161	1,345,744	1,183,361	1,295,127
Expenses					
Cost of sales		754,932	841,727	752,961	836,815
Cost of tuition fees		26,440	26,440	-	-
Selling expenses		263,434	274,444	263,434	274,444
Administrative expenses		128,788	144,105	122,772	136,684
Total expenses		1,173,594	1,286,716	1,139,167	1,247,943
Profit before share of profit from investment in associate, finance cost and income tax expenses					
Share of profit from investment in associate	9	1,714	2,252	-	-
Profit before finance cost and income tax expenses					
Finance cost		(7,127)	(3,773)	(5,589)	(2,123)
Profit before income tax expenses		50,154	57,507	38,605	45,061
Income tax expenses	18	(8,191)	(9,582)	(8,191)	(9,536)
Profit for the period		41,963	47,925	30,414	35,525
Profit attributable to					
Equity holders of the Company		35,920	41,514	30,414	35,525
Non-controlling interests of the subsidiaries		6,043	6,411		
		41,963	47,925		
(Unit: Baht)					
Earnings per share	19				
Basic earnings per share					
Profit attributable to equity holders of the Company		0.09	0.11	0.08	0.09

(Unit: Baht)

Earnings per share 19

Basic earnings per share

Profit attributable to equity holders of the Company	0.09	0.11	0.08	0.09
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The accompanying notes are an integral part of the financial statements.



(Unaudited but reviewed)

SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Statement of comprehensive income

For the three-month period ended 30 June 2015

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Profit for the period	41,963	47,925	30,414	35,525
Other comprehensive income:				
Gain on changes in value of				
available-for-sale investments	625	-	477	-
Income tax effect	(125)	-	(95)	-
Other comprehensive income for the period	500	-	382	-
Total comprehensive income for the period	42,463	47,925	30,796	35,525
Total comprehensive income attributable to				
Equity holders of the Company	36,359	41,514	30,796	35,525
Non-controlling interests of subsidiaries	6,104	6,411		
Total comprehensive income for the period	42,463	47,925		

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



(Unaudited but reviewed)

SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Statement of income

For the six-month period ended 30 June 2015

(Unit: Thousand Baht)

		Consolidated financial statements		Separate financial statements	
	Note	2015	2014	2015	2014
Revenues					
Revenues from sales		2,300,127	2,470,622	2,298,440	2,465,269
Tuition fees income	15	78,933	75,059	-	-
Interest and dividend income		432	699	2,421	2,631
Other income		25,635	26,215	21,569	20,434
Total revenues		2,405,127	2,572,595	2,322,430	2,488,334
Expenses					
Cost of sales		1,492,036	1,632,169	1,489,072	1,626,946
Cost of tuition fees		54,412	52,172	-	-
Selling expenses		500,139	537,776	500,139	537,776
Administrative expenses		250,690	274,132	240,426	259,976
Total expenses		2,297,277	2,496,249	2,229,637	2,424,698
Profit before share of profit from investment					
in associate, finance cost and					
income tax expenses		107,850	76,346	92,793	63,636
Share of profit from investment in associate	9	1,714	2,252	-	-
Profit before finance cost and income					
tax expenses		109,564	78,598	92,793	63,636
Finance cost		(14,814)	(7,065)	(11,723)	(3,734)
Profit before income tax expenses		94,750	71,533	81,070	59,902
Income tax expenses	18	(17,735)	(12,592)	(17,668)	(12,546)
Profit for the period		77,015	58,941	63,402	47,356
Profit attributable to					
Equity holders of the Company		70,790	52,947	63,402	47,356
Non-controlling interests of the subsidiaries		6,225	5,994		
		77,015	58,941		
Earnings per share					
Basic earnings per share	19				
Profit attributable to equity holders of the Company		0.18	0.13	0.16	0.12

(Unit: Baht)

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



(Unaudited but reviewed)

SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Statement of comprehensive income

For the six-month period ended 30 June 2015

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Profit for the period	77,015	58,941	63,402	47,356
Other comprehensive income:				
Gain on changes in value of				
available-for-sale investments	1,087	-	827	-
Income tax effect	(217)	-	(165)	-
Other comprehensive income for the period	870	-	662	-
Total comprehensive income for the period	77,885	58,941	64,064	47,356
Total comprehensive income attributable to				
Equity holders of the Company	71,553	52,947	64,064	47,356
Non-controlling interests of subsidiaries	6,332	5,994		
Total comprehensive income for the period	77,885	58,941		

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



(Unaudited but reviewed)

SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Statement of changes in shareholders' equity

For the six-month period ended 30 June 2015

(Unit: Thousand Baht)

Consolidated financial statements

	Equity attributable to the parent's shareholders											
	Issued and paid-up share capital	Other components of equity								Total equity attributable to shareholders of the Company	Equity attributable to non-controlling interests of the subsidiaries	Total shareholders' equity
		Share premium	Retained earnings		Surplus on revaluation of assets	Total other components of shareholders' equity						
			Appropriated	Unappropriated								
Balance as at 1 January 2014	391,944	149,421	39,194	198,971	-	130,331	130,331	909,861	60,639	970,500		
Change during the period												
Profit for the period	-	-	-	52,947	-	-	-	52,947	5,994	58,941		
Total comprehensive income for the period	-	-	-	52,947	-	-	-	52,947	5,994	58,941		
Dividend paid (Note 20)	-	-	-	(70,550)	-	-	-	(70,550)	-	(70,550)		
Transferred surplus on revaluation of assets to retained earnings	-	-	-	324	-	(324)	(324)	-	-	-		
Balance as at 30 June 2014	391,944	149,421	39,194	181,692	-	130,007	130,007	892,258	66,633	958,891		
Balance as at 1 January 2015	391,944	149,421	39,194	210,281	961	128,524	129,485	920,325	65,577	985,902		
Change during the period												
Profit for the period	-	-	-	70,790	-	-	-	70,790	6,225	77,015		
Other comprehensive income for the period	-	-	-	-	763	-	763	763	107	870		
Total comprehensive income for the period	-	-	-	70,790	763	-	763	71,553	6,332	77,885		
Dividend paid (Note 20)	-	-	-	(70,548)	-	-	-	(70,548)	-	(70,548)		
Transferred surplus on revaluation of assets to retained earnings	-	-	-	272	-	(272)	(272)	-	-	-		
Balance as at 30 June 2015	391,944	149,421	39,194	210,795	1,724	128,252	129,976	921,330	71,909	993,239		

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



(Unaudited but reviewed)

SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Statement of changes in shareholders' equity (continued)

For the six-month period ended 30 June 2015

(Unit: Thousand Baht)

	Separate financial statements									
	Other components of equity									
	Other comprehensive income									
	Surplus (deficit) on changes in value of available-for-sale investments									
Issued and paid-up share capital	Share premium	Retained earnings		Surplus on revaluation of assets		Total other components of shareholders' equity		Total shareholders' equity		
Appropriated	Unappropriated									
391,944	149,421	39,194	185,908	-	123,918	123,918	890,385			
-	-	-	47,356	-	-	-	47,356			
-	-	-	47,356	-	-	-	47,356			
-	-	-	(70,550)	-	-	-	(70,550)			
-	-	-	165	-	(165)	(165)	-			
391,944	149,421	39,194	162,879	-	123,753	123,753	867,191			
391,944	149,421	39,194	194,034	777	123,651	124,428	899,021			
-	-	-	63,402	-	-	-	63,402			
-	-	-	-	662	-	662	662			
-	-	-	63,402	662	-	662	64,064			
-	-	-	(70,548)	-	-	-	(70,548)			
-	-	-	132	-	(132)	(132)	-			
391,944	149,421	39,194	187,020	1,439	123,519	124,958	892,537			

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



SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Statement of cash flows

For the six-month period ended 30 June 2015

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Cash flows from operating activities				
Profit before tax	94,750	71,533	81,070	59,902
Adjustments to reconcile profit before tax to net cash provided by (paid from) operating activities				
Depreciation and amortisation	61,970	63,827	53,074	54,853
Allowance for doubtful accounts and estimated goods return	15,872	8,197	15,897	8,271
Adjustment from reconciliation of accounts receivable	(89)	(89)	(89)	(89)
Reversed allowance for impairment of assets	(2,375)	-	(2,375)	-
Expense from lost of inventories	1,813	6,037	1,813	6,037
Allowance for dilapidated slow moving and lost of inventories	15,013	8,420	15,013	8,420
Expense for donation of goods and equipment	2,335	2,779	2,335	2,779
Provision for long-term employee benefits	1,507	3,959	1,153	3,841
Share of profit from investment in associate	(1,714)	(2,252)	-	-
Gain on sales of current investments	(1,875)	(369)	(1,585)	(369)
Loss from stock destruction	-	1,634	-	1,634
Loss on sales and written-off equipment	2,135	7,889	2,130	7,889
Amortised leasehold rights on land and buildings	5,890	6,696	5,723	6,529
Adjustment from clearing coupon payable	(3,978)	(1,498)	(3,978)	(1,498)
Interest expenses	14,814	7,065	11,723	3,734
Interest income	(432)	(698)	(421)	(631)
Dividend income	-	-	(2,000)	(2,000)
Profit from operating activities before changes in operating assets and liabilities	205,636	183,130	179,483	159,302
Operating assets (increase) decrease				
Trade and other receivables	(107,245)	(72,740)	(107,075)	(72,400)
Inventories	60,222	27,693	60,218	25,402
Other current assets	(5,601)	(2,093)	(2,972)	3,995
Prepaid book copyright and translation fee	1,316	1,771	1,316	1,771
Rental guarantee and deposit	2,593	(741)	2,593	(741)
Other non-current assets	216	(1,903)	206	(1,903)
Operating liabilities increase (decrease)				
Trade and other payables	(103,302)	(129,438)	(99,276)	(129,220)
Income received in advance	(4,827)	(3,309)	-	-
Cash paid for long-term employee benefits	(4,615)	(10,097)	(4,309)	(10,097)
Other current liabilities	(3,874)	(16,146)	(4,700)	(16,257)
Other non-current liabilities	(525)	74	(525)	91
Cash flows from (used in) operating activities	39,994	(23,799)	24,959	(40,057)
Cash paid for interest expenses	(14,890)	(7,146)	(11,800)	(3,815)
Cash paid for income tax	(12,629)	(8,728)	(12,626)	(8,728)
Net cash flows from (used in) operating activities	12,475	(39,673)	533	(52,600)

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



SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Statement of cash flows (continued)

For the six-month period ended 30 June 2015

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	2015	2014	2015	2014
Cash flows from investing activities				
Decrease in restricted bank deposit and other investments	-	1,272	-	1,272
Decrease in current investments	104,085	8,869	107,085	8,869
Dividend received from associated company	2,000	2,000	-	-
Interest income	432	800	421	732
Dividend income	-	-	2,000	2,000
Acquisition of equipment	(25,881)	(88,567)	(23,957)	(84,258)
Proceeds from sales of equipment	34	40	30	40
Acquisition of intangible assets	(45)	(3,307)	(45)	(3,843)
Net cash flows from (used in) investing activities	80,625	(78,893)	85,534	(75,188)
Cash flows from financing activities				
Cash receipt from short-term loans from financial institutions	-	(100,000)	-	(100,000)
Cash receipt from long-term loans	-	279,500	-	250,000
Repayment of long-term loans	(41,970)	(20,700)	(35,760)	-
Dividend paid	(70,548)	(70,550)	(70,548)	(70,550)
Net cash flows from (used in) financing activities	(112,518)	88,250	(106,308)	79,450
Net decrease in cash and cash equivalents	(19,418)	(30,316)	(20,241)	(48,338)
Cash and cash equivalents at beginning of period	102,630	160,199	98,480	126,641
Cash and cash equivalents at end of period (Note 3)	83,212	129,883	78,239	78,303

Supplemental cash flows information

Non-cash transactions

Increase in revaluation surplus on changes in value of

available-for-sale investments

1,087 - 827 -

Purchase of property, plant and equipment for which cash

has not been paid

6,761 24,826 6,999 24,459

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



SE-EDUCATION PUBLIC COMPANY LIMITED and its subsidiaries

Notes to interim financial statements

For the three-month and six-month periods ended 30 June 2015

1. General information

1.1 Corporate information

SE-EDUCATION PUBLIC COMPANY LIMITED ("the Company") is a public company incorporated and domiciled in Thailand. The Company listed on the Stock Exchange of Thailand on 29 April 1993. The Company's registered office is located at No. 1858/87-90 Bangna-Trad Road, Bangna Sub-District, Bangna District, Bangkok. Its distribution center is situated at 118 Moo 1, Tambon Sisa Chorakhe Yai, Bang Sao Tong District, Samutprakarn.

The Company and its subsidiaries operate its business in Thailand and are authorized to engage in the following:

1. Operate bookstores which consist of SE-ED Book Center and network stores and various university bookstores in Bangkok and other provinces as well as the network and sales area in various forms.
2. Distribute books for both published by SE-ED and other publishers to bookstores all over the country and to other sales channels.
3. Publish books as well as academic and educational journals and provide services for display advertisements to be published in the Company's monthly magazine.
4. SE-ED Learning Center, is an education center that provides services and activities aiming to develop potentials and aptitudes of Thai children such as supplementary math and English course.
5. Plearnpattana School, which operates a private school offering courses for students from pre-kindergarten to Matayom 6.
6. BaesLab Co., Ltd. (subsidiary), which operates in consulting, provision and distribution of software and hardware business.



1.2 Basis for preparation of the interim financial statements

These interim financial statements are prepared in accordance with Thai Accounting Standard No. 34 (revised 2014) *Interim Financial Reporting*, with the Company choosing to present condensed interim financial statements. However, the Company has presented the statements of financial position, income, comprehensive income, changes in shareholders' equity and cash flows in the same format as that used for the annual financial statements.

The interim financial statements are intended to provide information additional to that included in the latest annual financial statements. Accordingly, they focus on new activities, events and circumstances so as not to duplicate information previously reported. These interim financial statements should therefore be read in conjunction with the latest annual financial statements.

The interim financial statements in Thai language are the official statutory financial statements of the Company. The interim financial statements in English language have been translated from the Thai language financial statements.

1.3 Basis of consolidation

These consolidated interim financial statements are prepared by applying the same basis as that applied for the preparation of the consolidated financial statements for the year ended 31 December 2014, with there being no changes in the structure of shareholding in a subsidiary during the current period.

1.4 New accounting standards

During the period, the Company and its subsidiaries have adopted the revised and new financial reporting standards issued by the Federation of Accounting Professions which become effective for fiscal years beginning on or after 1 January 2015. These financial reporting standards were aimed at alignment with the corresponding International Financial Reporting Standards, with most of the changes directed towards revision of wording and terminology, and provision of interpretations and accounting guidance to users of standards. The adoption of these financial reporting standards does not have any significant impact on the Company's and its subsidiaries' financial statements. However, some of these standards involve changes to key principles, which are summarised below:

TAS 19 (revised 2014) Employee Benefits

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



The Company and its subsidiaries have changed the recognition of actuarial gains and losses in the current period from an immediate recognition in profit or loss to an immediate recognition in other comprehensive income and adjusted the current period's transactions and restated the prior period's financial statements, presented as comparative information, as if the Company had always applied this accounting policy.

TFRS 10 Consolidated Financial Statements

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

This standard does not have any impact on the Company's and its subsidiary's financial statements.

TFRS 11 Joint Arrangements

TFRS 11 supersedes TAS 31 *Interests in Joint Ventures*. This standard requires an entity investing in any other entity to determine whether the entity and other investors have joint control in the investment. When joint control exists, there is deemed to be a joint arrangement and the entity then needs to apply judgement to assess whether the joint arrangement is a joint operation or a joint venture and to account for the interest in the investment in a manner appropriate to the type of joint arrangement. If it is a joint operation, the entity is to recognise its shares of assets, liabilities, revenue and expenses of the joint operation, in proportion to its interest, in its separate financial statements. If it is a joint venture, the entity is to account for its investment in the joint venture using the equity method in the financial statements in which the equity method is applied or the consolidated financial statements (if any), and at cost in the separate financial statements.

This standard does not have any impact on the financial statements of the Company and its subsidiary.



TFRS 12 Disclosure of Interests in Other Entities

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

TFRS 13 Fair Value Measurement

This standard provides guidance on how to measure fair value and stipulates disclosures related to fair value measurement. Entities are to apply the guidance under this standard if they are required by other financial reporting standards to measure their assets or liabilities at fair value. The effects of the adoption of this standard are to be recognised prospectively.

This standard does not have any significant impact on the Company's and its subsidiary's financial statements.

1.5 Significant accounting policies

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

2. Related party transactions

During the periods, the Company and its subsidiaries had significant business transactions with related parties. Such transactions, which are summarised below, arose in the ordinary course of business and were concluded on commercial terms and bases agreed upon between the Company, its subsidiaries and those related parties.

(Unit: Thousand Baht)

	For the three-month period ended 30 June				
	Consolidated		Separate		
	financial statements		financial statements		Transfer Pricing Policy
	2015	2014	2015	2014	
<u>Transactions with subsidiary</u>					
(being eliminated in the consolidated financial statements)					
Purchase of goods	-	-	-	568	Market price
Purchase of intangible assets	-	3,304	-	3,840	Mutually agreed agreement
Sales of goods	-	-	157	239	Market price
Service expense	-	-	850	-	Mutually agreed agreement
<u>Transactions with shareholder and directors</u>					
Lease land	274	274	-	-	Mutually agreed agreement
Amortised land leasehold rights	83	83	-	-	Mutually agreed agreement
Interest expenses	7	7	-	-	5% - 6% per annum
<u>Transactions with related companies</u>					
Purchases of goods	278	53	278	53	Market price



(Unaudited but reviewed)

(Unit: Thousand Baht)

	For the six-month period ended 30 June				
	Consolidated		Separate		
	financial statements		financial statements		Transfer Pricing Policy
	2015	2014	2015	2014	
<u>Transactions with subsidiary</u>					
(being eliminated in the consolidated financial statements)					
Purchase of goods	-	-	-	568	Market price
Purchase of intangible assets	-	3,304	-	3,840	Mutually agreed agreement
Sales of goods	-	-	536	366	Market price
Service expense	-	-	1,700	-	Mutually agreed agreement
Interest income	-	-	-	7	MOR per annum
<u>Transactions with shareholder and directors</u>					
Lease land	546	546	-	-	Mutually agreed agreement
Amortised land leasehold rights	166	166	-	-	Mutually agreed agreement
Interest expenses	14	14	-	-	5% - 6% per annum
<u>Transactions with related companies</u>					
Purchases of goods	739	179	739	179	Market price

As at 30 June 2015 and 31 December 2014, the balances of the accounts between the Company and those related parties and companies are as follows:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	2015	2014	2015	2014
<u>Leasehold right on land</u>				
Shareholder/director of subsidiary	6,200	6,367	-	-
<u>Trade accounts receivable (Note 5)</u>				
Subsidiary	-	-	58	66
Related companies of shareholders	251	787	251	787
Total	251	787	309	853
<u>Trade accounts payable (Note 14)</u>				
Associate	1,302	1,710	1,302	1,710
Shareholders	-	1,725	-	1,725
Related companies of shareholders	1,656	16	1,656	16
Total	2,958	3,451	2,958	3,451



Directors and management's benefits

During the three-month and six-month periods ended 30 June 2015 and 2014, the Company and its subsidiaries had employee benefit expenses payable to their directors and management as below.

(Unit: Million Baht)

	For the three-month period ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Short-term employee benefits	7.91	8.00	6.88	7.08
Post-employment benefits	0.26	0.42	0.17	0.37
Total	<u>8.17</u>	<u>8.42</u>	<u>7.05</u>	<u>7.45</u>

(Unit: Million Baht)

	For the six-month period ended 30 June			
	Consolidated		Separate	
	financial statements		financial statements	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Short-term employee benefits	15.14	14.42	13.44	12.86
Post-employment benefits	0.41	0.49	0.23	0.42
Total	<u>15.55</u>	<u>14.91</u>	<u>13.67</u>	<u>13.28</u>

3. Cash and cash equivalents

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	30 June	31 December	30 June	31 December
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Cash	19,071	28,077	18,880	27,903
Bank deposits with maturity not over				
3 months	64,141	74,553	59,359	70,577
Total	<u>83,212</u>	<u>102,630</u>	<u>78,239</u>	<u>98,480</u>



4. Current investments

(Unit: Thousand Baht)

	Consolidated financial statements			
	30 June 2015		31 December 2014	
	Cost	Fair value	Cost	Fair value
Available-for-sale securities				
Fixed income fund	222,523	225,050	324,733	326,173
Add: Unrealised gain from revaluation of investments	2,527	-	1,440	-
Total available-for-sale securities	225,050	225,050	326,173	326,173
Current investments - net	225,050	225,050	326,173	326,173

(Unit: Thousand Baht)

	Separate financial statements			
	30 June 2015		31 December 2014	
	Cost	Fair value	Cost	Fair value
Available-for-sale securities				
Fixed income fund	159,000	160,799	264,500	265,472
Add: Unrealised gain from revaluation of investments	1,799	-	972	-
Total available-for-sale securities	160,799	160,799	265,472	265,472
Current investments - net	160,799	160,799	265,472	265,472

5. Trade and other receivables

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June	31 December	30 June	31 December
	2015	2014	2015	2014
<u>Trade accounts receivable - related parties</u>				
Aged on the basis of due dates				
Not yet due	251	787	309	822
Past due				
Up to 6 months	-	-	-	31
Total trade accounts receivable - related parties, net	251	787	309	853



(Unaudited but reviewed)

	Consolidated		(Unit: Thousand Baht)	
	financial statements		Separate	
	30 June 2015	31 December 2014	30 June 2015	31 December 2014
<u>Trade accounts receivable - unrelated parties</u>				
Aged on the basis of due dates				
Not yet due	89,135	47,599	86,214	47,547
Past due				
Up to 6 months	99,230	34,953	99,144	32,119
6 - 12 months	3,368	1,657	2,973	1,289
Over 12 months	4,630	5,215	4,086	4,611
Total	196,363	89,424	192,417	85,566
Less: Allowance for doubtful debts	(13,262)	(8,484)	(12,523)	(7,720)
Allowance for goods return	(16,069)	(4,975)	(16,069)	(4,975)
Total trade accounts receivable - unrelated parties, net	167,032	75,965	163,825	72,871
<u>Other receivables</u>				
Advances	2,210	1,073	2,077	979
Insurance claim receivable	3,024	3,108	3,024	3,108
Others	4,345	4,467	3,690	3,847
Total other receivables	9,579	8,648	8,791	7,934
Trade and other receivables - net	176,862	85,400	172,925	81,658

The movements in transactions of allowance for doubtful accounts and allowance for goods return during the six-month period ended 30 June 2015, are as follows:

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	Allowance for doubtful debts	Allowance for goods return	Allowance for doubtful debts	Allowance for goods return
Balance as at 31 December 2014	8,484	4,975	7,720	4,975
Add: Allowance made during the period	4,977	11,094	4,872	11,094
Less: Allowance reversed during the period	(199)	-	(69)	-
Balance as at 30 June 2015	13,262	16,069	12,523	16,069



6. Inventories

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2015	31 December 2014	30 June 2015	31 December 2014
Raw material	8,649	11,662	8,649	11,662
Work in process	5,734	9,015	5,713	9,015
Finished goods	501,474	559,549	500,435	558,485
Total	515,857	580,226	514,797	579,162
Less: Allowance for lost of inventories	(5,941)	(5,021)	(5,941)	(5,021)
Allowance for dilapidated and slow moving	(212,127)	(198,033)	(212,027)	(197,933)
Inventories, net	297,789	377,172	296,829	376,208

Movements in transactions of allowance for lost of inventories and allowance for dilapidated and slow moving during the six-month period ended 30 June 2015 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Balance as at 31 December 2014	203,054	202,954
Add: Allowance made during the period	21,255	21,255
Less: Allowance reversed during the period	(6,241)	(6,241)
Balance as at 30 June 2015	218,068	217,968

7. Restricted bank deposits and other investments

(Unit: Thousand Baht)

	Consolidated/Separated financial statements		Interest rate
	30 June 2015	31 December 2014	(% p.a.)
Fixed deposits with 12 months maturity	8,000	8,000	1.1 - 3.5
Government bonds with 7 years maturity	5,310	5,310	3.625
Total	13,310	13,310	



The Company pledged such fixed deposits and other investments to guarantee electricity use, area rental and distributor as discussed in Note 22.2.

8. Investments in subsidiaries

Details of investments in subsidiaries as presented in the separate financial statements are as follows:

(Unit: Thousand Baht)

Company's name	Paid-up capital		Shareholding percentage		Cost		Allowance for impairment of investments		Carrying amounts based on cost method - net	
	30	31	30	31	30	31	30	31	30	31
	June	December	June	December	June	December	June	December	June	December
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
			(%)	(%)						
SE-ED Book Center Co., Ltd.	1,000	1,000	99.99	99.99	1,000	1,000	(165)	(165)	835	835
BaesLab Co., Ltd.	250	250	60.00	60.00	150	150	-	-	150	150
Plearn Patt Co., Ltd.	169,476	169,476	48.97	48.97	83,000	83,000	(13,668)	(13,668)	69,332	69,332
					84,150	84,150	(13,833)	(13,833)	70,317	70,317

9. Investments in associate

(Unit: Thousand Baht)

Company's name	Nature of business	Shareholding percentage		Consolidated financial statements		Separate financial statements		Dividend recognised during the period	
		30	31	Carrying amounts based on equity method		Carrying amounts based on cost method		30	31
		June	December	June	December	June	December	June	December
		2015	2014	2015	2014	2015	2014	2015	2014
		(%)	(%)						
M AND E Co., Ltd.	Printing office, production of technical magazines and engineering manuals	25	25	25,651	25,937	100	100	2,000	2,000
				25,651	25,937	100	100	2,000	2,000



10. Property, plant and equipment

Movements of the property, plant and equipment account during the six-month period ended 30 June 2015 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 31 December 2014	1,606,148	1,384,494
Acquisitions during period - at cost	19,119	16,958
Disposal during period - net book value		
a disposal date	(46)	(38)
Write - off during period - net book value		
at write - off date	(2,122)	(2,122)
Depreciation for the period	(60,895)	(51,988)
Reversal impairment for the period	2,375	2,375
Net book value as at 30 June 2015	1,564,579	1,349,679

11. Leasehold rights on land

The whole amount of the leasehold rights consisted of two land lease agreements which the subsidiary entered into with its shareholders totalling Baht 10 million. It is related to the lease of land area of approximately 20 rais for the period of 30 years for the purpose of operating an education institute. The contracts stipulate that, during the contractual period, the lessor agreed not to sell the leased land to anyone without obtaining prior consent from the subsidiary and, if the lessor has the utmost need and could not find any other alternative, the lessor promises to offer the land for sale to the subsidiary first at an arm's-length price. If the subsidiary does not respond to the offer within 60 days, the lessor is entitled to sell the leased land to a third party who will be obliged to bind himself or herself to the conditions stipulated in these lease contracts.

During the six-month period ended 30 June 2015, the subsidiary amortised leasehold rights as expense totalling Baht 0.16 million (2014: Baht 0.16 million).

12. Leasehold rights on buildings

The balances of leasehold on buildings represented leased areas in leading shopping centers in order to open SE-ED Book Center. The terms of these leaseholds range between 10 to 30 years. During the six-month period ended 30 June 2015, the Company amortised leasehold rights as expenses totalling Baht 5.72 million (2014: Baht 6.53 million).



13. Intangible assets

Movements of the intangible assets which are right for software usage fee during the six-month period ended 30 June 2015 are summarised below.

(Unit: Thousand Baht)

	Consolidated financial statements	Separate financial statements
Net book value as at 31 December 2014	9,141	9,537
Acquisitions during period - at cost	45	45
Amortisation for the period	(1,075)	(1,086)
Balance as at 30 June 2015	8,111	8,496

14. Trade and other payables

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June 2015	31 December 2014	30 June 2015	31 December 2014
Trade accounts payable - related parties	2,958	3,451	2,958	3,451
Trade accounts payable - unrelated parties	868,400	943,379	867,210	942,792
Accrued expenses	59,506	78,973	55,996	70,837
Other payables for purchase of assets	4,711	11,472	4,297	11,296
Notes payable	7,832	6,442	7,832	6,442
Other payables	35,728	45,558	35,719	45,545
Total	979,135	1,089,275	974,012	1,080,363

15. Income received in advance / income from tuition fees

(Unit: Thousand Baht)

	Consolidated financial statements	
	30 June 2015	31 December 2014
Income received in advance - not yet recognised	41,955	46,782
Less: Income received in advance recognisable within one year	(39,240)	(42,627)
Net	2,715	4,155



(Unaudited but reviewed)

During the six-month period ended 30 June 2015, movements of income received in advance are as follows:

(Unit: Thousand Baht)

	Consolidated financial statements		
	Education supporting		Total
	Initial entrance fee	fee	
Balance as at 31 December 2014	4,753	42,029	46,782
Add: Increase during the period	3,825	71,061	74,886
Less: Income recognition during the period	(8,578)	(70,355)	(78,933)
Less: Returned due to resignation of students	-	(780)	(780)
Balance as at 30 June 2015	-	41,955	41,955

16. Other current liabilities

(Unit: Thousand Baht)

	Consolidated financial statements		Separate financial statements	
	30 June	31 December	30 June	31 December
	2015	2014	2015	2014
Coupon payable	19,880	21,627	19,880	21,627
Accrued withholding tax	2,290	2,603	1,981	2,270
Unearned income	2,701	2,693	2,414	2,481
Retention for construction	-	6,442	-	6,442
Others	3,388	2,746	2,100	2,234
Total	28,259	36,111	26,375	35,054



17. Long-term loans

			(Unit: Thousand Baht)			
Loan	Interest rate (%)	Repayment schedule	Consolidated		Separate	
			financial statements		financial statements	
			30 June 2015	31 December 2014	30 June 2015	31 December 2014
1	THBFIX + 1.74%	Monthly installment as from 31 July 2014 with the last installment in 30 June 2021	214,240	232,120	214,240	232,120
2	MLR-1.5%	Monthly installment as from 30 November 2014 with the last installment in 31 October 2021	226,160	244,040	226,160	244,040
3	6.00 - 7.50	Settlement at maturity date of the contracts	98,870	105,080	-	-
Total			539,270	581,240	440,400	476,160
Less: Current portion			(81,620)	(81,430)	(71,520)	(71,520)
Long-term loans, net of current portion			457,650	499,810	368,880	404,640

The loan is secured by a negative pledge of assets of the Company and the loan agreement contains covenants that, among other things, require the Company to maintain certain gearing and debt service coverage ratios specified in the agreements.

18. Income tax

Interim corporate income tax was calculated on profit before income tax for the period, using the estimated effective tax rate for the year.

Income tax expenses for the three-month and six-month periods ended 30 June 2015 and 2014 are made up as follows:

				(Unit: Thousand Baht)			
				Consolidated		Separate	
				financial statements		financial statements	
				For the three-month period ended 30 June		For the three-month period ended 30 June	
				2015	2014	2015	2014
Current income tax:							
Interim corporate income tax charge				12,148	11,503	12,090	11,457
Deferred tax:							
Relating to origination and reversal of temporary differences				(3,957)	(1,921)	(3,899)	(1,921)
Income tax expense reported in the statements of comprehensive income							
				8,191	9,582	8,191	9,536



(Unaudited but reviewed)

(Unit: Thousand Baht)

	Consolidated		Separate	
	financial statements		financial statements	
	For the six-month period ended		For the six-month period ended	
	30 June		30 June	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
Current income tax:				
Interim corporate income tax charge	22,206	14,117	22,101	14,071
Deferred tax:				
Relating to origination and reversal				
of temporary differences	<u>(4,471)</u>	<u>(1,525)</u>	<u>(4,433)</u>	<u>(1,525)</u>
Income tax expense reported in the				
statements of comprehensive				
income	17,735	12,592	17,668	12,546

19. Earnings per share

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

The following table sets forth the computation of basic earnings per share:

Consolidated financial statements						
For the three-month period ended 30 June						
Profit for the period		Weighted average number of ordinary shares		Earnings per share		
2015	2014	2015	2014	2015	2014	
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)	
Basic earnings per share						
Profit attributable to equity holders						
of the Company	35,920	41,514	391,944	391,944	0.09	0.11

Separate financial statements						
For the three-month period ended 30 June						
Profit for the period		Weighted average number of ordinary shares		Earnings per share		
2015	2014	2015	2014	2015	2014	
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)	
Basic earnings per share						
Profit attributable to equity holders						
of the Company	30,414	35,525	391,944	391,944	0.08	0.09



(Unaudited but reviewed)

Consolidated financial statements					
For the six-month period ended 30 June					
Profit for the period		Weighted average number of ordinary shares		Earnings per share	
2015	2014	2015	2014	2015	2014
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
Basic earnings per share					
Profit attributable to equity holders of the Company					
70,790	52,947	391,944	391,944	0.18	0.13

Separate financial statements					
For the six-month period ended 30 June					
Profit for the period		Weighted average number of ordinary shares		Earnings per share	
2015	2014	2015	2014	2015	2014
(Thousand Baht)	(Thousand Baht)	(Thousand shares)	(Thousand shares)	(Baht)	(Baht)
Basic earnings per share					
Profit attributable to equity holders of the Company					
63,402	47,356	391,944	391,944	0.16	0.12

20. Dividends

Dividends	Approved by	Total dividends (Million Baht)	Dividend per share (Baht)
Dividend from the operating results of the year 2013	Annual General Meeting of the shareholders on 24 April 2014	70.55	0.18
Total dividend paid for the six-month period ended 30 June 2014		70.55	0.18
Dividend from the operating results of the year 2014	Annual General Meeting of the shareholders on 23 April 2015	70.55	0.18
Total dividend paid for the six-month period ended 30 June 2015		70.55	0.18

21. Segment information

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



(Unaudited but reviewed)

The following table present revenue and profit information regarding the Company and its subsidiaries' operating segments for the three-month and six-month periods ended 30 June 2015 and 2014, respectively.

(Unit: Thousand Baht)

For the three-month period ended 30 June 2015

	Retail business	Other distribution channels	Institution of private education business	Total reportable segments	Adjustments and eliminations	Consolidated
Revenue from external customers	903,527	274,664	46,451	1,224,642	-	1,224,642
Inter-segment revenue	-	1,007	-	1,007	(1,007)	-
Depreciation and amortisation	(19,207)	(7,254)	(4,463)	(30,924)	-	(30,924)
Loss on written-off assets	(219)	-	-	(219)	-	(219)
Segment profit from operations	7,487	36,000	13,449	56,936	-	56,936
Interest and dividend revenues						345
Interest expenses						(7,127)
Profit before income tax expenses						50,154
Income tax expenses						(8,191)
Profit for the period						41,963

(Unit: Thousand Baht)

For the three-month period ended 30 June 2014

	Retail business	Other distribution channels	Institution of private education business	Total reportable segments	Adjustments and eliminations	Consolidated
Revenue from external customers	1,018,737	265,290	46,679	1,330,706	-	1,330,706
Inter-segment revenue	-	1,343	-	1,343	(1,343)	-
Depreciation and amortization	(21,633)	(7,504)	(4,437)	(33,574)	-	(33,574)
Loss on written-off assets	(6,664)	-	-	(6,664)	-	(6,664)
Segment profit from operations	11,937	34,895	13,793	60,625	-	60,625
Interest and dividend revenues						655
Interest expenses						(3,773)
Profit before income tax expenses						57,507
Income tax expenses						(9,582)
Profit for the period						47,925

(Unit: Thousand Baht)

For the six-month period ended 30 June 2015

	Retail business	Other distribution channels	Institution of private education business	Total reportable segments	Adjustments and eliminations	Consolidated
Revenue from external customers	1,807,892	490,082	81,086	2,379,060	-	2,379,060
Inter-segment revenue	-	2,236	-	2,236	(2,236)	-
Depreciation and amortisation	(38,831)	(14,244)	(8,895)	(61,970)	-	(61,970)
Loss on written-off assets	(2,122)	-	-	(2,122)	-	(2,122)
Segment profit from operations	17,122	76,577	15,433	109,132	-	109,132
Interest and dividend revenues						432
Interest expenses						(14,814)
Profit before income tax expenses						94,750
Income tax expenses						(17,735)
Profit for the period						77,015



For the six-month period ended 30 June 2014

	Retail business	Other distribution channels	Institution of private education business	Total reportable segments	Adjustments and eliminations	Consolidated
Revenue from external customers	2,003,676	464,800	77,205	2,545,681	-	2,545,681
Inter-segment revenue	-	1,470	-	1,470	(1,470)	-
Depreciation and amortization	(43,084)	(11,769)	(8,974)	(63,827)	-	(63,827)
Loss on written-off assets	(7,889)	-	-	(7,889)	-	(7,889)
Segment profit from operations	12,805	50,455	14,639	77,899	-	77,899
Interest and dividend revenues						699
Interest expenses						(7,065)
Profit before income tax expenses						71,533
Income tax expenses						(12,592)
Profit for the period						58,941

The basis of pricing between the Company and its subsidiary is consistent with that for third party transactions.

22. Commitments and contingent liabilities

22.1 Operating lease commitments

- As 30 June 2015, the Company has entered into space rental agreements for use as branch offices, totaling 407 branches (31 December 2014: 397 branches). The lease periods ranged from 1 to 12 years and 9 months. During the six-month period ended 30 June 2015, the total rental and utility fees were approximately Baht 430.5 million per annum (2014: Baht 540.9 million per annum). Some of rental fees were calculated from the percentage of sales amounts of that branch, while others were fixed rate.
- The Company has entered into several lease agreements in respect of the lease of office building space, land, warehouses and vehicles. The terms of the agreements are generally between 1 and 30 years.

As at 30 June 2015, future minimum lease payments required under operating leases contracts were as follows.

	Million Baht
Outstanding commitments:	
Less than 1 year	20.1
1 to 5 years	28.4
More than 5 years	28.4



During the six-month period ended 30 June 2015, the Company recognised rental expenses of Baht 8.2 million (2014: Baht 18.7 million).

22.2 Guarantees

As at 30 June 2015, the Company has pledged the bank deposit of Baht 4.7 million (31 December 2014: Baht 4.9 million) to guarantee contractual performance and guarantee rental. In addition, other investments of Baht 1.9 million (31 December 2014: Baht 1.9 million) were pledged to guarantee the electricity usage and rental of head office.

22.3 Long-term service commitments

- a) The Company entered into agent appointment agreement with a foreign company for the contractual period of 3 year commencing from 1 January 2013 to 31 December 2015. Upon expiration of the term, the Agreement shall be automatically renewed for successive one year unless either party notifies the other of its intention in writing to terminate the Agreement.
- b) The Company entered into three-year contracts allowing the use of copyrights with various authors which can be automatically renewed for successive three years, and agreed to pay remuneration at the percentage of the number of books published or sold.

23. Foreign currency assets and liabilities

The balances of financial assets and liabilities denominated in foreign currencies are summarised below.

Consolidated / Separate financial statements						
Foreign currency	Financial assets		Financial liabilities		Average exchange rate	
	30	31	30	31	30	31
	June	December	June	December	June	December
	2015	2014	2015	2014	2015	2014
	(Thousand)	(Thousand)	(Thousand)	(Thousand)	(Baht per 1 foreign currency unit)	
US dollar	-	-	110	14	33.9266	33.1132
SGD	-	3	49	-	25.3266	25.1274
GBP	-	-	1,663	892	53.5119	51.5035

Foreign exchange contracts outstanding are summarised below.

As at 30 June 2015			
Foreign currency	Bought amount	Contractual exchange rate	Contractual maturity date
	(Thousand)	(Baht per 1 foreign currency unit)	
US dollar	88	33.87 - 33.92	December 2015
GBP	1,482	52.26 - 52.30	July - October 2015



24. Fair value of financial instruments

The Company and its subsidiary use the market approach to measure their assets and liabilities that are required to be measured at fair value by relevant financial reporting standards, except that the cost approach or income approach is used when there is no active market or when a quoted market price is not available.

Fair value hierarchy

In applying the above-mentioned valuation techniques, the Company and its subsidiary endeavor to use relevant observable inputs as much as possible. TFRS 13 *Fair Value Measurement* establishes a fair value hierarchy categorising such inputs into three levels as follows:

- Level 1 - Use of quoted market prices in an observable active market for such assets or liabilities
- Level 2 - Use of other observable inputs for such assets or liabilities, whether directly or indirectly
- Level 3 - Use of unobservable inputs such as estimates of future cash flows

As of 30 June 2015, the Company and its subsidiary had the following assets that were measured at fair value using different levels of inputs as follows:

	(Unit: Thousand Baht)			
	Consolidated financial statements			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Available-for-sale investments				
Investment units	-	225,050	-	225,050

	(Unit: Thousand Baht)			
	Separate financial statements			
	Level 1	Level 2	Level 3	Total
Financial assets measured at fair value				
Available-for-sale investments				
Investment units	-	160,799	-	160,799



Valuation techniques and inputs to Level 2 valuation

The fair value of investments in investment units has been determined by using the net asset values of the last working day of the reporting period as announced by the asset management company.

25. Approval of interim financial statements

These interim financial statements were authorised for issue by the Company's Board of Directors on 10 August 2015.

