

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

To the Shareholders and the Board of Directors of Sri Trang Agro-Industry Public Company Limited

I have reviewed the accompanying consolidated and company statements of financial position as at 30 September 2016, the related consolidated and company statements of comprehensive income for the three-month and nine-month periods then ended, the related consolidated and company statements of changes in shareholders' equity and cash flows for the nine-month period then ended, and condensed notes to interim financial information of Sri Trang Agro-Industry Public Company Limited and its subsidiaries, and of Sri Trang Agro-Industry Public Company Limited, respectively. 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 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 interim financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

Paiboon Tunkoon  
Certified Public Accountant (Thailand) No. 4298  
PricewaterhouseCoopers ABAS Ltd.

Bangkok  
11 November 2016

**SRI TRANG AGRO-INDUSTRY PUBLIC COMPANY LIMITED**

**INTERIM CONSOLIDATED AND COMPANY  
FINANCIAL INFORMATION  
(UNAUDITED)**

**30 SEPTEMBER 2016**

**Sri Trang Agro-Industry Public Company Limited**  
**Statements of Financial Position**  
**As at 30 September 2016**

	Notes	Consolidated		Company	
		Unaudited	Audited	Unaudited	Audited
		30 September 2016 Baht	31 December 2015 Baht	30 September 2016 Baht	31 December 2015 Baht
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents		1,398,131,450	2,197,241,259	313,776,631	302,242,191
Derivative financial instruments	6	90,844,851	336,737,313	47,215,172	265,028,250
Trade accounts receivable and other receivables, net	7	6,953,073,956	3,854,229,907	2,758,483,639	2,360,311,001
Amounts due from futures brokers		297,692,705	702,086,338	18,851,776	87,465,150
Inventories, net		13,875,594,207	13,959,751,197	6,554,866,677	6,335,142,961
Current portion of long-term loans to a subsidiary	16.4	-	-	517,864,500	362,251,765
Other current assets		454,044,201	480,588,349	144,109,384	86,315,473
<b>Total current assets</b>		<b>23,069,381,370</b>	<b>21,530,634,363</b>	<b>10,355,167,779</b>	<b>9,798,756,791</b>
<b>Non-current assets</b>					
Long-term loans to subsidiaries	16.4	-	-	972,482,804	1,263,353,030
Fixed deposits pledged as collateral		13,103,800	33,463,842	3,799,536	13,823,734
Investments in subsidiaries	8.1	-	-	11,148,400,908	10,701,420,514
Investments in associates	8.2	1,421,791,760	1,357,762,042	619,177,500	649,177,500
Investment in joint ventures	8.3	3,658,750,255	3,378,970,225	197,716,526	83,099,800
Long-term investments		57,050,931	50,626,129	56,059,278	49,718,210
Property, plant and equipment, net	9	15,605,459,197	15,185,490,205	6,693,766,763	6,224,797,090
Rubber and palm plantations, net	10	1,489,732,133	1,221,240,488	2,621,880	2,833,994
Intangible assets, net	11	449,454,697	330,312,214	439,039,319	314,686,383
Investment properties		149,842,156	154,510,994	27,769,750	27,769,750
Withholding tax deducted at source		295,011,778	395,745,880	273,546,821	312,271,396
Deferred income tax assets, net		270,524,983	203,437,743	-	-
Other non-current assets		42,050,677	36,433,473	14,074,234	13,856,842
<b>Total non-current assets</b>		<b>23,452,772,367</b>	<b>22,347,993,235</b>	<b>20,448,455,319</b>	<b>19,656,808,243</b>
<b>Total assets</b>		<b>46,522,153,737</b>	<b>43,878,627,598</b>	<b>30,803,623,098</b>	<b>29,455,565,034</b>

Director \_\_\_\_\_

Director \_\_\_\_\_

The notes to the consolidated and company interim financial information are integral part of the financial information.

**Sri Trang Agro-Industry Public Company Limited**  
**Statements of Financial Position (Cont'd)**  
**As at 30 September 2016**

	Notes	Consolidated		Company	
		Unaudited 30 September 2016 Baht	Audited 31 December 2015 Baht	Unaudited 30 September 2016 Baht	Audited 31 December 2015 Baht
<b>Liabilities and shareholders' equity</b>					
<b>Current liabilities</b>					
Trade accounts payable and other payables	12	2,479,388,274	2,687,393,890	1,502,093,051	1,408,163,931
Short-term borrowings from financial institutions	13	13,860,426,230	13,446,230,471	7,826,400,000	7,733,771,000
Current portion of long-term borrowings from financial institutions	13	1,784,536,500	451,404,000	723,132,500	200,000,000
Current portion of debentures	13	550,000,000	850,000,000	550,000,000	850,000,000
Current portion of finance lease liabilities	13	11,754,590	25,044,515	2,845,810	3,865,658
Derivative financial instruments	6	166,340,129	271,563,002	134,245,810	196,211,782
Current income tax liabilities		107,180,805	63,896,095	-	-
Other current liabilities		48,663,025	40,020,840	22,609,323	19,693,269
<b>Total current liabilities</b>		<b>19,008,289,553</b>	<b>17,835,552,813</b>	<b>10,761,326,494</b>	<b>10,411,705,640</b>
<b>Non-current liabilities</b>					
Long-term borrowings from financial institutions	13	3,047,355,000	3,742,215,000	3,046,350,000	3,740,157,000
Debentures	13	2,865,000,000	600,000,000	2,865,000,000	600,000,000
Finance lease liabilities	13	6,343,953	10,904,253	4,962,700	4,280,567
Deferred income tax liabilities, net		130,842,691	151,818,247	28,761,788	33,180,843
Provision for retirement benefit obligations		186,588,282	161,703,570	82,522,751	73,882,790
Other non-current liabilities		36,056,897	42,524,980	-	-
<b>Total non-current liabilities</b>		<b>6,272,186,823</b>	<b>4,709,166,050</b>	<b>6,027,597,239</b>	<b>4,451,501,200</b>
<b>Total liabilities</b>		<b>25,280,476,376</b>	<b>22,544,718,863</b>	<b>16,788,923,733</b>	<b>14,863,206,840</b>

The notes to the consolidated and company interim financial information are integral part of the financial information.

**Sri Trang Agro-Industry Public Company Limited**  
**Statements of Financial Position (Cont'd)**  
**As at 30 September 2016**

	Consolidated		Company	
	Unaudited 30 September 2016 Baht	Audited 31 December 2015 Baht	Unaudited 30 September 2016 Baht	Audited 31 December 2015 Baht
<b>Liabilities and shareholders' equity (Cont'd)</b>				
<b>Shareholders' equity</b>				
Share capital				
Authorised share capital				
Ordinary shares, 1,280,000,000 shares of par Baht 1 each (2015: 1,280,000,000 shares of par Baht 1 each)				
	1,280,000,000	1,280,000,000	1,280,000,000	1,280,000,000
Issued and paid-up share capital				
Ordinary shares, 1,280,000,000 shares of par Baht 1 each (2015: 1,280,000,000 shares of par Baht 1 each)				
	1,280,000,000	1,280,000,000	1,280,000,000	1,280,000,000
Premium on share capital	8,550,989,821	8,550,989,821	8,550,989,821	8,550,989,821
Deduction arising from acquisition of additional interest in subsidiaries from non-controlling interests	(173,134,488)	(173,134,488)	-	-
Asset revaluation surplus, net of accumulated depreciation	1,413,324,941	1,427,799,885	644,121,117	654,327,347
Unrealised gains on available-for-sale investments	12,776,130	6,832,287	12,352,433	6,479,970
Cumulative currency differences on translation	(381,335,027)	(268,546,606)	-	-
Retained earnings				
Appropriated - legal reserve	128,000,000	128,000,000	128,000,000	128,000,000
Unappropriated	10,335,340,847	10,287,731,589	3,399,235,994	3,972,561,056
<b>Total equity attributable to owners of the parent</b>	<b>21,165,962,224</b>	<b>21,239,672,488</b>	<b>14,014,699,365</b>	<b>14,592,358,194</b>
Non-controlling interests	75,715,137	94,236,247	-	-
<b>Total shareholders' equity</b>	<b>21,241,677,361</b>	<b>21,333,908,735</b>	<b>14,014,699,365</b>	<b>14,592,358,194</b>
<b>Total liabilities and shareholders' equity</b>	<b>46,522,153,737</b>	<b>43,878,627,598</b>	<b>30,803,623,098</b>	<b>29,455,565,034</b>

The notes to the consolidated and company interim financial information are integral part of the financial information.

**Sri Trang Agro-Industry Public Company Limited**  
**Statement of Comprehensive Income**  
**For the three-month period ended 30 September 2016**

	Consolidated		Company	
	Unaudited 2016 Baht	Unaudited 2015 Baht	Unaudited 2016 Baht	Unaudited 2015 Baht
Revenues from sales of goods and services	19,308,955,240	16,235,849,595	9,478,882,534	7,593,342,886
Cost of sales and services	(18,271,968,887)	(15,665,965,971)	(8,970,668,664)	(7,242,288,596)
<b>Gross profit</b>	<b>1,036,986,353</b>	<b>569,883,624</b>	<b>508,213,870</b>	<b>351,054,290</b>
Other income	49,317,024	28,774,302	24,468,167	14,890,742
Selling expenses	(798,537,574)	(505,536,741)	(592,625,333)	(445,423,240)
Administrative expenses	(435,417,713)	(391,667,921)	(256,876,482)	(214,706,351)
Gains on exchange rate, net	95,753,389	145,202,868	39,769,103	58,144,034
Other gains (losses), net	43,927,845	626,171,535	(1,697,266)	560,466,849
<b>Operating profit (loss)</b>	<b>(7,970,676)</b>	<b>472,827,667</b>	<b>(278,747,941)</b>	<b>324,426,324</b>
Share of profit from investments in associates and joint ventures	111,980,098	242,624,566	-	-
<b>Profit (loss) before net finance costs and income tax</b>	<b>104,009,422</b>	<b>715,452,233</b>	<b>(278,747,941)</b>	<b>324,426,324</b>
Finance income	11,348,353	10,847,063	19,879,200	19,709,682
Finance costs	(152,909,677)	(386,921,109)	(105,095,801)	(90,767,994)
Finance costs, net	(141,561,324)	(376,074,046)	(85,216,601)	(71,058,312)
<b>Profit (loss) before income tax</b>	<b>(37,551,902)</b>	<b>339,378,187</b>	<b>(363,964,542)</b>	<b>253,368,012</b>
Income tax income (expense)	14 (52,347,090)	7,874,050	3,549,301	(10,692,527)
<b>Profit (loss) for the periods</b>	<b>(89,898,992)</b>	<b>347,252,237</b>	<b>(360,415,241)</b>	<b>242,675,485</b>
<b>Other comprehensive income:</b> <i>Items that will be reclassified subsequently to profit or loss</i>				
Change in fair value of available-for-sale investments, net of tax	1,795,409	(4,434,305)	1,812,949	(4,361,293)
Currency differences on translation	(78,173,854)	152,537,194	-	-
Total items that will be reclassified subsequently to profit or loss	(76,378,445)	148,102,889	1,812,949	(4,361,293)
Other comprehensive income (expense) for the periods, net of tax	(76,378,445)	148,102,889	1,812,949	(4,361,293)
<b>Total comprehensive income (expense) for the periods</b>	<b>(166,277,437)</b>	<b>495,355,126</b>	<b>(358,602,292)</b>	<b>238,314,192</b>

The notes to the consolidated and company interim financial information are integral part of the financial information.

**Sri Trang Agro-Industry Public Company Limited**  
**Statement of Comprehensive Income (Cont'd)**  
**For the three-month period ended 30 September 2015**

	<b>Consolidated</b>		<b>Company</b>	
	<b>Unaudited 2016 Baht</b>	<b>Unaudited 2015 Baht</b>	<b>Unaudited 2016 Baht</b>	<b>Unaudited 2015 Baht</b>
<b>Profit (loss) for the periods attributable to:</b>				
Owners of the parent	(90,777,752)	349,768,549	(360,415,241)	242,675,485
Non-controlling interests	878,760	(2,516,312)	-	-
<b>Profit (loss) for the periods</b>	<b>(89,898,992)</b>	<b>347,252,237</b>	<b>(360,415,241)</b>	<b>242,675,485</b>
<b>Total comprehensive income (expense) for the periods attributable to:</b>				
Owners of the parent	(164,758,241)	501,001,173	(358,602,292)	238,314,192
Non-controlling interests	(1,519,196)	(5,646,047)	-	-
<b>Total comprehensive income (expense) for the periods</b>	<b>(166,277,437)</b>	<b>495,355,126</b>	<b>(358,602,292)</b>	<b>238,314,192</b>
<b>Earnings (losses) per share</b>				
Basic earnings (losses) per share	(0.07)	0.27	(0.28)	0.19

The notes to the consolidated and company interim financial information are integral part of the financial information.

**Sri Trang Agro-Industry Public Company Limited**  
**Statement of Comprehensive Income (Cont'd)**  
**For the nine-month period ended 30 September 2016**

	Note	Consolidated		Company	
		Unaudited 2016 Baht	Unaudited 2015 Baht	Unaudited 2016 Baht	Unaudited 2015 Baht
Revenues from sales of goods and services		54,755,095,274	45,824,985,258	26,095,710,751	21,164,358,994
Cost of sales and services		(50,962,887,254)	(42,921,047,718)	(24,046,039,964)	(19,718,519,338)
<b>Gross profit</b>		<b>3,792,208,020</b>	<b>2,903,937,540</b>	<b>2,049,670,787</b>	<b>1,445,839,656</b>
Other income		138,460,775	106,012,911	402,553,545	404,739,018
Selling expenses		(2,294,363,734)	(1,502,041,434)	(1,738,442,053)	(1,221,529,188)
Administrative expenses		(1,189,130,919)	(1,090,580,005)	(661,742,152)	(585,847,072)
Gains on exchange rate, net		41,918,879	305,522,871	95,119,317	130,557,153
Other gains, net		124,983,720	760,308,458	25,306,829	667,016,201
<b>Operating profit</b>		<b>614,076,741</b>	<b>1,483,160,341</b>	<b>172,466,273</b>	<b>840,775,768</b>
Share of profit from investments in associates and joint ventures		301,288,584	460,941,034	-	-
<b>Profit before net finance costs and income tax</b>		<b>915,365,325</b>	<b>1,944,101,375</b>	<b>172,466,273</b>	<b>840,775,768</b>
Finance income		27,000,240	35,745,511	53,819,245	55,306,284
Finance costs		(378,946,069)	(811,225,075)	(302,704,471)	(257,999,006)
Finance costs, net		(351,945,829)	(775,479,564)	(248,885,226)	(202,692,722)
<b>Profit (loss) before income tax</b>		<b>563,419,496</b>	<b>1,168,621,811</b>	<b>(76,418,953)</b>	<b>638,083,046</b>
Income tax income (expense)	14	(37,847,225)	(11,095,571)	4,887,661	(7,846,766)
<b>Profit (loss) for the periods</b>		<b>525,572,271</b>	<b>1,157,526,240</b>	<b>(71,531,292)</b>	<b>630,236,280</b>
<b>Other comprehensive income:</b>					
<i>An item that will not be reclassified to profit or loss</i>					
Asset revaluation surplus, net of tax		-	2,276,957	-	2,276,957
Total item that will not be reclassified to profit or loss		-	2,276,957	-	2,276,957
<i>Items that will be reclassified subsequently to profit or loss</i>					
Change in fair value of available-for-sale investments, net of tax		5,943,843	(10,581,436)	5,872,463	(10,518,642)
Currency differences on translation		(111,746,608)	126,109,536	-	-
Total items that will be reclassified subsequently to profit or loss		(105,802,765)	115,528,100	5,872,463	(10,518,642)
Other comprehensive income (expense) for the periods, net of tax		(105,802,765)	117,805,057	5,872,463	(8,241,685)
<b>Total comprehensive income (expense) for the periods</b>		<b>419,769,506</b>	<b>1,275,331,297</b>	<b>(65,658,829)</b>	<b>621,994,595</b>

The notes to the consolidated and company interim financial information are integral part of the financial information.



**Sri Trang Agro-Industry Public Company Limited**  
**Statement of Comprehensive Income (Cont'd)**  
**For the nine-month period ended 30 September 2016**

	<b>Consolidated</b>		<b>Company</b>	
	<b>Unaudited 2016 Baht</b>	<b>Unaudited 2015 Baht</b>	<b>Unaudited 2016 Baht</b>	<b>Unaudited 2015 Baht</b>
<b>Profit (loss) for the periods attributable to:</b>				
Owners of the parent	545,134,314	1,165,177,508	(71,531,292)	630,236,280
Non-controlling interests	(19,562,043)	(7,651,268)	-	-
<b>Profit (loss) for the periods</b>	<b>525,572,271</b>	<b>1,157,526,240</b>	<b>(71,531,292)</b>	<b>630,236,280</b>
<b>Total comprehensive income (expense) for the periods attributable to:</b>				
Owners of the parent	438,289,737	1,290,973,429	(65,658,829)	621,994,595
Non-controlling interests	(18,520,231)	(15,642,132)	-	-
<b>Total comprehensive income (expense) for the periods</b>	<b>419,769,506</b>	<b>1,275,331,297</b>	<b>(65,658,829)</b>	<b>621,994,595</b>
<b>Earnings (losses) per share</b>				
Basic earnings (losses) per share	0.43	0.91	(0.06)	0.49

The notes to the consolidated and company interim financial information are integral part of the financial information.

Sri Trang Agro-Industry Public Company Limited  
Statement of Changes in Shareholders' Equity  
For the nine-month period ended 30 September 2016

Consolidated (Unaudited)												
Attributable to owners of the parent												
	Other components of equity											
	Note	Other comprehensive income						Retained earnings		Total owners of the parent	Non-controlling interests	Total shareholders' equity
		Issued and paid-up share capital	Premium on share capital	Deduction arising from acquisition of additional interest in subsidiaries from non-controlling interests	Asset revaluation surplus, net of accumulated depreciation	Unrealised gains on available-for-sale investments	Cumulative currency differences on translation					
								Appropriated - legal reserve	Unappropriated			
Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht		
<b>Opening balance as at 1 January 2016</b>	1,280,000,000	8,550,989,821	(173,134,488)	1,427,799,885	6,832,287	(268,546,606)	128,000,000	10,287,731,589	21,239,672,488	94,236,247	21,333,908,735	
<b>Profit for the period</b>	-	-	-	-	-	-	-	545,134,314	545,134,314	(19,562,043)	525,572,271	
<b>Other comprehensive income</b>												
Depreciation on asset revaluation, net of tax	-	-	-	(14,474,944)	-	-	-	14,474,944	-	-	-	
Change in fair value of available-for-sale investments, net of tax	-	-	-	-	5,943,843	-	-	-	5,943,843	-	5,943,843	
Currency differences on translation	-	-	-	-	-	(112,788,421)	-	-	(112,788,421)	1,041,813	(111,746,608)	
Total other comprehensive income, net of tax	-	-	-	(14,474,944)	5,943,843	(112,788,421)	-	14,474,944	(106,844,578)	1,041,813	(105,802,765)	
<b>Total comprehensive income</b>	-	-	-	(14,474,944)	5,943,843	(112,788,421)	-	559,609,258	438,289,736	(18,520,230)	419,769,506	
<b>Transactions with shareholders' equity</b>												
Cash paid for purchase non-controlling interests in a subsidiary	-	-	-	-	-	-	-	-	-	(393)	(393)	
Dividend payment	15	-	-	-	-	-	-	(512,000,000)	(512,000,000)	-	(512,000,000)	
Dividends of subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	(487)	(487)	
<b>Total transactions with shareholders' equity</b>	-	-	-	-	-	-	-	(512,000,000)	(512,000,000)	(880)	(512,000,880)	
<b>Closing balance as at 30 September 2016</b>	1,280,000,000	8,550,989,821	(173,134,488)	1,413,324,941	12,776,130	(381,335,027)	128,000,000	10,335,340,847	21,165,962,224	75,715,137	21,241,677,361	

The notes to the consolidated and company interim financial information are integral part of the financial information.

Sri Trang Agro-Industry Public Company Limited  
Statement of Changes in Shareholders' Equity (Cont'd)  
For the nine-month period ended 30 September 2016

Consolidated (Unaudited)											
Attributable to owners of the parent											
Note	Other components of equity										
	Issued and paid-up share capital Baht	Premium on share capital Baht	Deduction arising from acquisition of additional interest in subsidiaries from non-controlling interests Baht	Other comprehensive income			Retained earnings		Total owners of the parent Baht	Non-controlling interests Baht	Total shareholders' equity Baht
				Asset revaluation surplus, net of accumulated depreciation Baht	Unrealised gains on available-for-sale investments Baht	Cumulative currency differences on translation Baht	Appropriated				
							- legal reserve Baht	Unappropriated Baht			
<b>Opening balance as at 1 January 2015</b>	1,280,000,000	8,550,989,821	(173,134,488)	1,470,543,779	18,864,175	(445,858,809)	128,000,000	9,662,264,944	20,491,669,422	100,198,868	20,591,868,290
<b>Profit for the period</b>	-	-	-	-	-	-	-	1,165,177,508	1,165,177,508	(7,651,268)	1,157,526,240
<b>Other comprehensive income</b>											
Asset revaluation surplus, net of tax	-	-	-	2,276,957	-	-	-	-	2,276,957	-	2,276,957
Disposal of assets, net of tax	-	-	-	(25,432,581)	-	-	-	25,432,581	-	-	-
Depreciation on asset revaluation, net of tax	-	-	-	(14,701,633)	-	-	-	14,701,633	-	-	-
Change in fair value of available-for-sale investments, net of tax	-	-	-	-	(10,581,436)	-	-	-	(10,581,436)	-	(10,581,436)
Currency differences on translation	-	-	-	-	-	134,100,399	-	-	134,100,399	(7,990,863)	126,109,536
Total other comprehensive income, net of tax	-	-	-	(37,857,257)	(10,581,436)	134,100,399	-	40,134,214	125,795,920	(7,990,863)	117,805,057
<b>Total comprehensive income</b>	-	-	-	(37,857,257)	(10,581,436)	134,100,399	-	1,205,311,722	1,290,973,428	(15,642,131)	1,275,331,297
<b>Transactions with shareholders' equity</b>											
Non-controlling interests invested in a subsidiary	-	-	-	-	-	-	-	-	-	3,088,335	3,088,335
Dividend payment	-	-	-	-	-	-	-	(512,000,000)	(512,000,000)	-	(512,000,000)
Dividend payment from subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	(199)	(199)
<b>Total transactions with shareholders' equity</b>	-	-	-	-	-	-	-	(512,000,000)	(512,000,000)	3,088,136	(508,911,864)
<b>Closing balance as at 30 September 2015</b>	1,280,000,000	8,550,989,821	(173,134,488)	1,432,686,522	8,282,739	(311,758,410)	128,000,000	10,355,576,666	21,270,642,850	87,644,873	21,358,287,723

The notes to the consolidated and company interim financial information are integral part of the financial information.

**Sri Trang Agro-Industry Public Company Limited**  
**Statement of Changes in Shareholders' Equity (Cont'd)**  
**For the nine-month period ended 30 September 2016**

	Company (Unaudited)							Total shareholders' equity Baht
			Other components of equity					
			Other comprehensive income					
			Asset			Retained earnings		
	Note	Issued and paid-up share capital Baht	Premium on share capital Baht	revaluation surplus, net of accumulated depreciation Baht	Unrealised gains on available-for-sale investments Baht	Appropriated - legal reserve Baht	Unappropriated Baht	
<b>Opening balance as at 1 January 2016</b>	1,280,000,000	8,550,989,821	654,327,347	6,479,970	128,000,000	3,972,561,056	14,592,358,194	
<b>Loss for the period</b>	-	-	-	-	-	(71,531,292)	(71,531,292)	
<b>Other comprehensive income</b>								
Depreciation on asset revaluation, net of tax	-	-	(10,206,230)	-	-	10,206,230	-	
Change in fair value of available-for-sale investments, net of tax	-	-	-	5,872,463	-	-	5,872,463	
Total other comprehensive income, net of tax	-	-	(10,206,230)	5,872,463	-	10,206,230	5,872,463	
<b>Total comprehensive expense</b>	-	-	(10,206,230)	5,872,463	-	(61,325,062)	(65,658,829)	
<b>Transactions with shareholders' equity</b>								
Dividend payment	15	-	-	-	-	(512,000,000)	(512,000,000)	
<b>Total transactions with shareholders' equity</b>	-	-	-	-	-	(512,000,000)	(512,000,000)	
<b>Closing balance as at 30 September 2016</b>	<u>1,280,000,000</u>	<u>8,550,989,821</u>	<u>644,121,117</u>	<u>12,352,433</u>	<u>128,000,000</u>	<u>3,399,235,994</u>	<u>14,014,699,365</u>	

The notes to the consolidated and company interim financial information are integral part of the financial information.

**Sri Trang Agro-Industry Public Company Limited**  
**Statement of Changes in Shareholders' Equity (Cont'd)**  
**For the nine-month period ended 30 September 2016**

	Company (Unaudited)							Total shareholders' equity Baht
			Other components of equity					
			Other comprehensive income					
			Asset	Unrealised		Retained earnings		
	Note	Issued and paid-up share capital Baht	Premium on share capital Baht	revaluation surplus, net of accumulated depreciation Baht	gains on available-for-sale investments Baht	Appropriated - legal reserve Baht	Unappropriated Baht	
<b>Opening balance as at 1 January 2015</b>	1,280,000,000	8,550,989,821	691,242,473	18,417,816	128,000,000	4,125,929,305	14,794,579,415	
<b>Profit for the period</b>	-	-	-	-	-	630,236,280	630,236,280	
<b>Other comprehensive income</b>								
Asset revaluation surplus, net of tax	-	-	2,276,957	-	-	-	2,276,957	
Disposal of assets, net of tax	-	-	(25,432,581)	-	-	25,432,581	-	
Depreciation on asset revaluation, net of tax	-	-	(10,316,226)	-	-	10,316,226	-	
Change in fair value of available-for-sale investments, net of tax	-	-	-	(10,518,642)	-	-	(10,518,642)	
Total other comprehensive income, net of tax	-	-	(33,471,850)	(10,518,642)	-	35,748,807	(8,241,685)	
<b>Total comprehensive income</b>	-	-	(33,471,850)	(10,518,642)	-	665,985,087	621,994,595	
<b>Transactions with shareholders' equity</b>								
Dividend payment	15	-	-	-	-	(512,000,000)	(512,000,000)	
<b>Total transactions with shareholders' equity</b>	-	-	-	-	-	(512,000,000)	(512,000,000)	
<b>Closing balance as at 30 September 2015</b>	<u>1,280,000,000</u>	<u>8,550,989,821</u>	<u>657,770,623</u>	<u>7,899,174</u>	<u>128,000,000</u>	<u>4,279,914,392</u>	<u>14,904,574,010</u>	

The notes to the consolidated and company interim financial information are integral part of the financial information.

**Sri Trang Agro-Industry Public Company Limited**  
**Statement of Cash Flows**  
**For the nine-month period ended 30 September 2016**

	<b>Consolidated</b>		<b>Company</b>	
	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>	<b>Unaudited</b>
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
<b>Notes</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>	<b>Baht</b>
<b>Cash flows from operating activities</b>				
Profit (loss) before income tax	563,419,496	1,168,621,811	(76,418,953)	638,083,046
Adjustments for:				
Unrealised (gains) losses on foreign currency translations	(130,721,248)	256,291,592	118,857,489	(105,687,126)
Unrealised (gains) losses on revaluation of derivative financial instruments	140,669,589	(345,757,993)	155,847,106	(319,378,951)
Reversal of allowance for impairment of trade accounts receivable	(278,763)	(2,983,492)	-	-
(Reversal of) allowance for inventory cost in excess of net realisable value	(166,028,884)	443,944,333	(108,181,820)	231,691,303
Provision for retirement benefit obligations	25,072,212	14,882,437	8,671,461	5,404,201
Depreciation charges	9 839,817,323	741,519,750	387,756,410	341,242,910
Amortisation charges - rubber and palm plantations	10 477,599	537,673	212,114	299,596
Amortisation charges - intangible assets	11 21,739,298	7,583,249	17,018,935	3,543,474
Write-off income tax refund	33,576,785	-	33,576,785	-
Finance costs	378,946,069	811,225,075	302,704,471	257,999,006
Dividend income	(1,219,340)	(1,347,950)	(320,383,143)	(351,342,403)
Share of profit from investments in associates and joint ventures	(301,288,584)	(460,941,034)	-	-
(Gains) losses on disposal and write-off of property, plant and equipment and intangible assets	(1,302,151)	(37,950,381)	1,202,572	(34,280,045)
Changes in operating assets and liabilities:				
(Increase) decrease in operating assets				
- Trade accounts receivable and other receivables	(3,098,565,286)	(747,509,650)	(398,172,638)	(154,296,075)
- Amounts due from futures brokers	404,393,633	42,237,784	68,613,374	34,220,124
- Inventories	255,101,830	(1,885,380,823)	(111,541,896)	(311,309,801)
- Other current assets	53,293,878	(1,493,410)	(7,486,627)	(10,420,918)
- Other non-current assets	(5,617,204)	(5,128,617)	(217,392)	(1,416,024)
Increase (decrease) in operating liabilities				
- Trade accounts payable and other payables	(198,358,096)	174,999,004	97,390,137	(77,844,512)
- Other current liabilities	8,642,185	(4,939,475)	2,916,054	(4,509,530)
<b>Cash provided by (used in) operating activities</b>	<b>(1,178,229,659)</b>	<b>168,409,883</b>	<b>172,364,439</b>	<b>141,998,275</b>
Interest paid	(367,188,711)	(813,246,937)	(293,508,036)	(263,589,324)
Income tax paid	(148,526,364)	(137,020,515)	(50,307,281)	(48,360,389)
Income tax refunded	109,299,788	-	5,147,789	-
Employee benefits paid	(187,500)	(1,242,000)	(31,500)	(1,242,000)
<b>Net cash used in operating activities</b>	<b>(1,584,832,446)</b>	<b>(783,099,569)</b>	<b>(166,334,589)</b>	<b>(171,193,438)</b>

The notes to the consolidated and company interim financial information are integral part of the financial information.

**Sri Trang Agro-Industry Public Company Limited**  
**Statement of Cash Flows (Cont'd)**  
**For the nine-month period ended 30 September 2016**

	Consolidated		Company	
	Unaudited	Unaudited	Unaudited	Unaudited
	2016	2015	2016	2015
Note	Baht	Baht	Baht	Baht
<b>Cash flows from investing activities</b>				
(Increase) decrease in fixed deposits pledged as collateral	20,360,042	(2,711,301)	10,024,198	(63,436)
Cash received from long-term loans to a subsidiary	-	-	300,000,000	-
Cash paid for long-term loans to subsidiaries	-	-	(283,600,000)	(540,000,000)
Dividends received	1,219,338	1,347,950	320,383,143	351,342,403
Cash paid for investments in subsidiaries	-	-	(446,980,394)	(872,980,000)
Cash paid for investments in a joint venture	(114,616,726)	-	(114,616,726)	-
Cash received from capital decrease of an associate	30,000,000	-	30,000,000	-
Proceeds from disposals of property, plant and equipment and intangible assets	24,196,230	98,252,033	1,085,776	86,903,594
Cash paid for purchases of property, plant and equipment, rubber and palm plantations and intangible assets	(1,680,588,332)	(1,984,167,832)	(1,010,202,004)	(916,780,962)
<b>Net cash used in investing activities</b>	<b>(1,719,429,448)</b>	<b>(1,887,279,150)</b>	<b>(1,193,906,007)</b>	<b>(1,891,578,401)</b>
<b>Cash flows from financing activities</b>				
Increase in short-term borrowings from financial institutions	434,663,145	4,817,214,301	92,629,000	3,885,948,000
Proceeds from long-term borrowings	810,000,000	1,034,366,000	-	1,034,366,000
Repayments of long-term borrowings	(171,727,500)	(82,853,000)	(170,674,500)	-
Proceeds from debentures	2,265,000,000	-	2,265,000,000	-
Repayments of debenture	(300,000,000)	-	(300,000,000)	-
Proceeds from capital increase from non-controlling interests	-	3,088,335	-	-
Cash paid for purchase non-controlling interests in a subsidiary	(393)	-	-	-
Payments on finance lease liabilities	(20,782,680)	(24,115,343)	(3,179,464)	(2,911,286)
Dividend paid	15 (512,000,000)	(512,000,000)	(512,000,000)	(512,000,000)
Dividend paid from subsidiaries to non-controlling interests	(487)	(199)	-	-
<b>Net cash provided by financing activities</b>	<b>2,505,152,085</b>	<b>5,235,700,094</b>	<b>1,371,775,036</b>	<b>4,405,402,714</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(799,109,809)</b>	<b>2,565,321,375</b>	<b>11,534,440</b>	<b>2,342,630,875</b>
Cash and cash equivalents at the beginning of the periods	2,197,241,259	2,131,618,737	302,242,191	351,506,312
<b>Cash and cash equivalents at the end of the periods</b>	<b>1,398,131,450</b>	<b>4,696,940,112</b>	<b>313,776,631</b>	<b>2,694,137,187</b>
<b>Supplementary information for cash flows:</b>				
Cash paid for purchases of property, plant and equipment, rubber and palm plantations and intangible assets:				
Property, plant and equipment, rubber and palm plantation and intangible assets acquired	(1,655,647,826)	(1,937,264,308)	(1,000,386,301)	(900,790,232)
Increase in liabilities under finance lease contracts	2,932,455	4,618,248	2,841,749	4,618,248
Decrease in payable from purchases of assets	(27,872,961)	(51,521,772)	(12,657,452)	(20,608,978)
<b>Cash paid for purchases of property, plant and equipment, rubber and palm plantations and intangible assets</b>	<b>(1,680,588,332)</b>	<b>(1,984,167,832)</b>	<b>(1,010,202,004)</b>	<b>(916,780,962)</b>

The notes to the consolidated and company interim financial information are integral part of the financial information.

## **1 General information**

Sri Trang Agro-Industry Public Company Limited (“the Company”) is a public limited company, incorporated and resident in Thailand. The Company was listed on the Stock Exchange of Thailand on 22 August 1991. In addition, the Company listed its new ordinary shares on the Singapore Exchange Securities Trading Limited (“SGX-ST”) on 31 January 2011.

On 29 April 2014, the Company changed its listing status from a primary listing to a secondary listing on the main board of Singapore Exchange Securities Trading Limited. The address of its registered office is as follows:

10 Soi 10, Phetkasem Road, Hat Yai, Songkhla, Thailand.

For reporting purposes, the Company and its subsidiaries are referred to as “the Group”.

The Group interim consolidated and company financial information was authorised for issue by the Board of Directors on 11 November 2016.

The Group interim consolidated and company financial information has been reviewed, not audited.

## **2 Accounting policies**

### **2.1 Basis of preparation**

This interim consolidated and company financial information was prepared in accordance with Thai generally accepted accounting principles under the Accounting Act B.E. 2543, being those Thai Accounting Standards issued under the Accounting Professions Act B.E. 2547, and the financial reporting requirements of the Securities and Exchange Commission. The primary financial information (i.e., statement of financial position, statement of comprehensive income, statement of changes in shareholders’ equity and statement of cash flows) are prepared in the full format as required by the Securities and Exchange Commission. The notes to the financial information are prepared in a condensed format according to Thai Accounting Standard 34 ‘Interim Financial Reporting’ and additional notes are presented as required by the Securities and Exchange Commission under the Securities and Exchange Act.

The interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2015.

An English version of the interim consolidated and company financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

The accounting policies used in the preparation of the interim consolidated and company financial information are consistent with those used in the annual consolidated and company financial statements for the year ended 31 December 2015.

Costs that are incurred unevenly during the financial year are anticipated or deferred in the interim report only if it would also be appropriate to anticipate or defer such costs at the end of the financial year.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual profit or loss.



**2 Accounting policies (Cont'd)**

**2.2 Revised accounting standards, revised financial reporting standards, and related interpretations**

New financial reporting standards and revised accounting standards, revised financial reporting standards are effective on 1 January 2016. These standards are relevant to the Group.

- a) Financial reporting standards, which may have a significant impact to the Group:

TAS 41	Agriculture
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- b) Financial reporting standards, which do not have a significant impact to the Group:

TAS 16 (revised 2015)	Property, plant and equipment
TAS 19 (revised 2015)	Employee benefits
TAS 24 (revised 2015)	Related party disclosures
TAS 27 (revised 2015)	Separate financial statements
TAS 36 (revised 2015)	Impairment of assets
TAS 38 (revised 2015)	Intangible assets
TAS 40 (revised 2015)	Investment property
TFRS 3 (revised 2015)	Business combinations
TFRS 8 (revised 2015)	Operating segments
TFRS 10 (revised 2015)	Consolidated financial statements
TFRS 12 (revised 2015)	Disclosure of interests in other entities
TFRS 13 (revised 2015)	Fair value measurement

- c) Financial reporting standards with minor changes and do not have impact to the Group:

TAS 1 (revised 2015)	Presentation of financial statements
TAS 2 (revised 2015)	Inventories
TAS 7 (revised 2015)	Statement of cash flows
TAS 8 (revised 2015)	Accounting policies, changes in accounting estimates and errors
TAS 10 (revised 2015)	Events after the reporting period
TAS 11 (revised 2015)	Construction contracts
TAS 12 (revised 2015)	Income taxes
TAS 17 (revised 2015)	Leases
TAS 18 (revised 2015)	Revenue
TAS 21 (revised 2015)	The effects of changes in foreign exchange rates
TAS 23 (revised 2015)	Borrowing costs
TAS 26 (revised 2015)	Accounting and reporting by retirement benefit plans
TAS 28 (revised 2015)	Investments in associates and joint ventures
TAS 33 (revised 2015)	Earnings per share
TAS 34 (revised 2015)	Interim financial reporting
TAS 37 (revised 2015)	Provisions, contingent liabilities and contingent assets
TFRS 11 (revised 2015)	Joint arrangements
TSIC 27 (revised 2015)	Evaluating the substance of transactions involving the legal form of a lease
TFRIC 4 (revised 2015)	Determining whether an arrangement contains a lease
TFRIC 10 (revised 2015)	Interim financial reporting and impairment

**Sri Trang Agro-Industry Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the interim period ended 30 September 2016**

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**3 Estimates**

The preparation of interim financial information requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim financial information, the significant judgments 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 consolidated financial statements for the year ended 31 December 2015.

**4 Fair value measurements**

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

Level 1 : Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 : Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices)

Level 3 : Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs)

The following table presents the Group's financial assets and liabilities that are measured at fair value at 30 September 2016.

	<b>Consolidated (Unaudited)</b>			<b>Total Baht'000</b>
	<b>Level 1 Baht'000</b>	<b>Level 2 Baht'000</b>	<b>Level 3 Baht'000</b>	
<b>Assets</b>				
Available-for-sale investments				
- Equity securities	46,624	-	-	46,624
Financial assets at fair value through profit or loss				
- Trading derivatives	36,181	54,664	-	90,845
<b>Total assets</b>	<b>82,805</b>	<b>54,664</b>	<b>-</b>	<b>137,469</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss				
- Trading derivatives	26,507	139,833	-	166,340
<b>Total liabilities</b>	<b>26,507</b>	<b>139,833</b>	<b>-</b>	<b>166,340</b>

**Sri Trang Agro-Industry Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the interim period ended 30 September 2016**

**4 Fair value measurements (Cont'd)**

	<b>Company (Unaudited)</b>			<b>Total Baht'000</b>
	<b>Level 1 Baht'000</b>	<b>Level 2 Baht'000</b>	<b>Level 3 Baht'000</b>	
<b>Assets</b>				
Available-for-sale investments				
- Equity securities	45,632	-	-	45,632
Financial assets at fair value through profit or loss				
- Trading derivatives	25,165	22,050	-	47,215
<b>Total assets</b>	<b>70,797</b>	<b>22,050</b>	<b>-</b>	<b>92,847</b>
<b>Liabilities</b>				
Financial liabilities at fair value through profit or loss				
- Trading derivatives	14,912	119,334	-	134,246
<b>Total liabilities</b>	<b>14,912</b>	<b>119,334</b>	<b>-</b>	<b>134,246</b>

There were no transfers between Levels 1 and 2 during the year.

(a) Financial instruments in Level 1

The fair value of financial instruments traded in active markets is based on quoted market prices at the statement of financial position date. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the Group is the current bid price. These instruments are included in Level 1.

(b) Financial instruments in Level 2

The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in Level 2.

If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3.

Specific valuation techniques used to value financial instruments include:

- Quoted market prices or dealer quotes for similar instruments;
- The fair value of interest rate swaps is calculated as the present value of the estimated future cash flows based on observable yield curves;
- The fair value of forward foreign exchange contracts is determined using forward exchange rates at the statement of financial position date, with the resulting value discounted back to present value;
- Other techniques, such as discounted cash flow analysis, are used to determine fair value for the remaining financial instruments.

**Sri Trang Agro-Industry Public Company Limited**  
**Condensed Notes to the Interim Financial Information (Unaudited)**  
**For the interim period ended 30 September 2016**

**5 Segment information**

The chief operating decision-maker (CODM) has been identified as the Managing Director (MD). The MD reviews the Group's internal reporting regularly in order to assess performance and allocate resources. The MD measures the business based on a measure of segment profit, which is derived on a basis consistent with the measurement of profit for the period in the consolidated financial information.

Operating segments are defined as components of the Group for which separate financial information available on a company basis is evaluated regularly by the MD.

There are two reportable segments as follows:

- (1) **Natural Rubber Products:** This segment is engaged in the manufacture, sale and trading of ribbed smoked sheets, concentrated latex and block rubbers. This segment also includes the manufacture and sale of powdered and powder-free latex examination gloves, escalator handrails, rubber injection-moulded goods, and high-pressure hydraulic hoses.
- (2) **Other businesses:** This segment is engaged in logistics services, research and development relating to machinery and production processes, and IT services. These services are provided mainly to the Group, with minors services provided externally.

As at 30 September 2016, the Group operates two business segments in seven main geographical areas (30 September 2015: seven main geographical areas). The allocation of revenue to each geographical area is based on the origin of sales.

Sales between segments are carried out independently on an arm's length basis. The revenue from external parties reported to the strategic steering committee is measured in a manner consistent with that in the statement of comprehensive income.

Reportable segments by geographical area of interim consolidated financial information for the nine-month period ended 30 September 2016:

	Consolidated (Unaudited)							Other businesses Thailand Baht'000	Total Baht'000
	Natural rubber products						Thailand Baht'000		
	Thailand Baht'000	Indonesia Baht'000	Singapore Baht'000	USA Baht'000	China Baht'000	Vietnam Baht'000			
Segment revenues	36,869,443	5,947,769	16,585,842	1,376,701	851,276	-	112,647	3,171,447	64,915,125
Inter-segment revenues	(3,727,445)	(4,364,544)	(1,053,133)	-	-	-	(112,647)	(902,261)	(10,160,030)
<b>Revenues from external customers</b>	<b>33,141,998</b>	<b>1,583,225</b>	<b>15,532,709</b>	<b>1,376,701</b>	<b>851,276</b>	<b>-</b>	<b>-</b>	<b>2,269,186</b>	<b>54,755,095</b>
Depreciation and amortisation	(582,246)	(207,070)	(6,353)	(1,560)	(1,767)	(83)	(3,865)	(59,090)	(862,034)
Finance income	23,298	2,393	162	-	882	2	-	263	27,000
Finance costs	(332,317)	7,796	(3,507)	(22,143)	-	(5)	-	(28,770)	(378,946)
Share of profit from investments in associates and joint ventures	301,289	-	-	-	-	-	-	-	301,289
Profit (loss) before income tax	536,839	(304,736)	696,894	(91,744)	(21,404)	(1,651)	(9,986)	194,009	998,221
Income tax income (expense)	19,615	41,019	(72,185)	22,622	8,867	-	-	(57,785)	(37,847)
Profit (loss) for the period	556,454	(263,717)	624,709	(69,122)	(12,537)	(1,651)	(9,986)	136,224	960,374
Intersegmental balances									(434,802)
<b>Total profit for the period</b>									<b>525,572</b>
Total assets	35,993,293	7,006,846	4,887,681	1,049,161	418,492	30,284	54,306	10,385,028	59,825,091
Intersegmental balances									(13,302,937)
<b>Total assets</b>									<b>46,522,154</b>

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**5 Segment information (Cont'd)**

Reportable segments by geographical area of interim consolidated financial information for the nine-month period ended 30 September 2015:

	Consolidated (Unaudited)							Other businesses	
	Natural rubber products						Myanmar Baht'000	Thailand	Total
	Thailand Baht'000	Indonesia Baht'000	Singapore Baht'000	USA Baht'000	China Baht'000	Vietnam Baht'000		Baht'000	Baht'000
Segment revenues	29,619,943	6,254,435	14,446,941	1,834,390	986,747	-	-	2,002,220	55,144,676
Inter-segment revenues	(2,950,011)	(4,155,570)	(1,367,000)	(16,518)	-	-	-	(830,592)	(9,319,691)
<b>Revenues from external customers</b>	<b>26,669,932</b>	<b>2,098,865</b>	<b>13,079,941</b>	<b>1,817,872</b>	<b>986,747</b>	<b>-</b>	<b>-</b>	<b>1,171,628</b>	<b>45,824,985</b>
Depreciation and amortisation	(533,736)	(154,804)	(8,690)	(1,569)	(2,148)	-	-	(48,693)	(749,640)
Finance income	29,973	3,819	24	102	1,172	39	-	617	35,746
Finance costs	(284,180)	(491,608)	(8,783)	(24,384)	-	-	-	(2,270)	(811,225)
Share of profit from investments in associates and joint ventures	460,941	-	-	-	-	-	-	-	460,941
Profit (loss) before income tax	1,348,862	(264,316)	432,287	(36,463)	21,073	(11)	-	110,898	1,612,330
Income tax income (expense)	(2,646)	66,478	(41,526)	13,608	(8,960)	-	-	(38,050)	(11,096)
Profit (loss) for the period	1,346,216	(197,838)	390,761	(22,855)	12,113	(11)	-	72,848	1,601,234
Intersegmental balances									(443,708)
<b>Total profit for the period</b>									<b>1,157,526</b>
Total assets	37,206,064	5,043,460	5,025,866	1,147,156	654,085	32,186	36,152	8,396,394	57,541,363
Intersegmental balances									(12,948,890)
<b>Total assets</b>									<b>44,592,473</b>

The non-current assets, excluding financial instruments, deferred income tax assets and withholding tax deducted at source, can be presented by geography as follows:

	Consolidated	
	(Unaudited)	(Audited)
	30 September 2016 Baht'000	31 December 2015 Baht'000
Thailand	15,524,780	14,662,042
Indonesia	2,012,867	2,074,725
Singapore	158,594	165,718
USA	2,994	4,601
China	9,475	10,182
Myanmar	27,595	10,506
Vietnam	234	213
<b>Total</b>	<b>17,736,539</b>	<b>16,927,987</b>

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**6 Derivative financial instruments**

	<b>Consolidated</b>			
	<b>(Unaudited)</b>		<b>(Audited)</b>	
	<b>30 September 2016</b>		<b>31 December 2015</b>	
	<b>Assets</b>	<b>Liabilities</b>	<b>Assets</b>	<b>Liabilities</b>
	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>
Foreign exchange swaps	-	(117,346)	-	(183,079)
Forward foreign exchange contracts	27,249	(10,275)	615	(7,226)
Rubber futures	36,181	(26,507)	275,418	(13,972)
Physical forward contracts	27,415	(12,212)	60,704	(67,286)
<b>Total derivative financial instruments</b>	<b>90,845</b>	<b>(166,340)</b>	<b>336,737</b>	<b>(271,563)</b>

  

	<b>Company</b>			
	<b>(Unaudited)</b>		<b>(Audited)</b>	
	<b>30 September 2016</b>		<b>31 December 2015</b>	
	<b>Assets</b>	<b>Liabilities</b>	<b>Assets</b>	<b>Liabilities</b>
	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>
Foreign exchange swaps	-	(117,346)	-	(183,079)
Forward foreign exchange contracts	22,050	(1,988)	615	(6,012)
Rubber futures	25,165	(14,912)	264,413	(7,121)
<b>Total derivative financial instruments</b>	<b>47,215</b>	<b>(134,246)</b>	<b>265,028</b>	<b>(196,212)</b>

**7 Trade accounts receivable and other receivables, net**

	<b>Consolidated</b>		<b>Company</b>	
	<b>(Unaudited)</b>	<b>(Audited)</b>	<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>30 September</b>	<b>31 December</b>	<b>30 September</b>	<b>31 December</b>
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>
Trade accounts receivable				
- other companies	6,543,924	3,408,931	2,316,017	1,240,213
<u>Less</u> Allowance for impairment of trade accounts receivable	(131,459)	(132,478)	(66,935)	(68,527)
<b>Total trade accounts receivable</b>				
- other companies, net	6,412,465	3,276,453	2,249,082	1,171,686
Trade accounts receivable - related companies (Note 16.3)	82,241	94,302	367,503	1,040,987
<b>Total trade accounts receivable, net</b>	<b>6,494,706</b>	<b>3,370,755</b>	<b>2,616,585</b>	<b>2,212,673</b>
Advance payment for goods	97,284	219,528	27,170	22,590
Prepaid expenses	188,728	173,081	49,526	38,484
Accrued income and other receivables	172,356	90,866	65,203	86,564
<b>Total trade accounts receivable and other receivables, net</b>	<b>6,953,074</b>	<b>3,854,230</b>	<b>2,758,484</b>	<b>2,360,311</b>

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**7 Trade accounts receivable and other receivables, net (Cont'd)**

The aging analysis of the trade accounts receivable from the due date is as follows:

	Consolidated		Company	
	(Unaudited) 30 September 2016 Baht'000	(Audited) 31 December 2015 Baht'000	(Unaudited) 30 September 2016 Baht'000	(Audited) 31 December 2015 Baht'000
Within credit terms	6,106,282	3,055,067	2,315,399	2,030,717
Overdue 1 - 30 days	298,984	257,675	264,301	156,735
Overdue 31 - 60 days	33,547	34,046	9,480	13,310
Overdue 61 - 90 days	13,650	23,144	5,685	2,758
Overdue 91 - 120 days	6,692	1,069	2,771	1,611
Overdue 121 - 365 days	35,862	5,873	15,677	7,345
More than 365 days	131,148	126,359	70,207	68,724
	6,626,165	3,503,233	2,683,520	2,281,200
<u>Less</u> Allowance for impairment of trade accounts receivable	(131,459)	(132,478)	(66,935)	(68,527)
Total trade accounts receivable, net	<u>6,494,706</u>	<u>3,370,755</u>	<u>2,616,585</u>	<u>2,212,673</u>

**8 Investments in subsidiaries, associates and joint ventures**

**8.1 Investments in subsidiaries**

Significant investments in subsidiaries are as follows:

	Activities	Consolidated Countries of incorporation	% Ownership interest	
			(Unaudited) 30 September 2016	(Audited) 31 December 2015
<b>Subsidiaries</b>				
Sri Trang International Pte Ltd.	Distribution of rubber products	Singapore	100.00	100.00
Sri Trang USA, Inc.	Distribution of rubber products	USA	100.00	100.00
PT Sri Trang Lingga Indonesia	Manufacture of STR block rubber products	Indonesia	90.00	90.00
Anvar Parawood Co., Ltd.	Manufacture of parawood	Thailand	99.94	99.94
Rubberland Products Co., Ltd.	Manufacture of rubber products	Thailand	99.99	99.99
Namhua Rubber Co., Ltd.	Manufacture of rubber products	Thailand	99.99	99.99
Sadao P.S. Rubber Co., Ltd.	Manufacture of rubber products	Thailand	99.99	99.99
Startex Rubber Co., Ltd.	Rubber and palm plantations	Thailand	99.99	99.99
Premier System Engineering Co., Ltd.	Providing engineering services	Thailand	99.99	99.99
Starlight Express Transport Co., Ltd.	Providing logistics services	Thailand	99.99	99.99
Sri Trang Rubber & Plantation Co., Ltd.	Rubber plantation	Thailand	99.99	99.99
Shi Dong Shanghai Rubber Co., Ltd.	Distribution of rubber products	China	100.00	100.00
<b>Indirect subsidiaries</b>				
Shi Dong Investments Pte Ltd. (held by Sri Trang International Pte Ltd.)	Investment holding	Singapore	100.00	100.00
PT Star Rubber (held by Shi Dong Investments Pte Ltd.)	Manufacture of STR block rubber products	Indonesia	99.00	99.00
Sri Trang Indochina (Vietnam) Co., Ltd. (held by Sri Trang International Pte Ltd.)	Distribution of rubber products	Vietnam	100.00	100.00
Sri Trang Ayeyar Rubber Industry Co., Ltd. (held by Sri Trang International Pte Ltd.)	Manufacture of STR block rubber products	Myanmar	59.00	59.00

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**8 Investments in subsidiaries, associates and interests in joint ventures (Cont'd)**

**8.1 Investments in subsidiaries (Cont'd)**

The increase in investments in subsidiaries can be summarised as follows:

	Relationships	Currencies	Consolidated		Consolidated	
			(Unaudited)		(Audited)	
			30 September 2016	31 December 2015	30 September 2016	31 December 2015
			Amount	(Equivalent) Baht Million	Amount	(Equivalent) Baht Million
Sri Trang Rubber & Plantation Co., Ltd.	A subsidiary	Baht Million	-	437	-	711
Startex Rubber Co., Ltd.	A subsidiary	Baht Million	-	10	-	-
Sri Trang International Pte Ltd.	An overseas subsidiary	USD Million	-	-	9	306
		Total		447		1,017

**8.2 Investments in associates**

Significant investments in associates are as follows:

	Activities	Countries of incorporation	Consolidated	
			% Ownership interest	
			(Unaudited) 30 September 2016	(Audited) 31 December 2015
<b>Direct associates</b>				
Semperflex Asia Co., Ltd.	Manufacture of hydraulic hoses	Thailand	42.50	42.50
Sempermed USA, Inc.	Distribution of medical gloves	USA	45.12	45.12
Pattana Agro Futures Co., Ltd.	Futures broker	Thailand	40.00	40.00
Semperflex Shanghai Co., Ltd.	Manufacture of hydraulic hoses	China	50.00	50.00
Sempermed Singapore Pte Ltd.	Investment holding in the company selling medical gloves	Singapore	50.00	50.00
<b>Indirect associates</b>				
Sempermed Brazil Comercio Exterior LTDA. (held by Sempermed Singapore Pte Ltd.)	Sales of medical gloves	Brazil	50.00	50.00
Formtech Engineering (M) Sdn. Bhd. (held by Sempermed Singapore Pte Ltd.)	Manufacture of glove formers	Malaysia	41.43	41.43

The decrease in investments in associates can be summarised as follows:

	Relationship	Consolidated	
		(Unaudited) 30 September 2016	(Audited) 31 December 2015
		Baht Million	Baht Million
Pattana Agro Futures Co., Ltd.*	associates	30	-

\* Pattana Agro Futures Co., Ltd. ("PAF") decreased its share capital from Baht 100 million to Baht 25 million by decreasing number of shares. The Company holds the investment of PAF at the same percentage as previous year. The Company received Bath 30 million from decreasing of PAF's share capital in September 2016.



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**8 Investments in subsidiaries, associates and interests in joint ventures (Cont'd)**

**8.3 Investments in joint ventures**

The jointly controlled entities are as follows:

	Activities	Consolidated Countries of incorporation	% Ownership interest	
			(Unaudited)	(Audited)
			30 September 2016	31 December 2015
<b>Direct joint ventures</b>				
Thaitech Rubber Corp., Ltd.*	Manufacture of STR block rubber products	Thailand	42.51	33.50
Siam Sempermed Corp., Ltd.	Manufacture of medical gloves	Thailand	40.23	40.23
<b>Indirect joint ventures</b>				
Shanghai Sempermed Gloves Co., Ltd. (formerly Shanghai Foremost Plastic Industrial Co., Ltd. held by Siam Sempermed Corp., Ltd.)	Manufacture of medical gloves	China	40.23	40.23
PT. Thaitech Rubber Indonesia (held by Thaitech Rubber Corp., Ltd.)	Manufacturing and selling of rubbers	Indonesia	42.51	33.50

The increase in investments in joint venture can be summarised as follows:

Relationship	Consolidated (Unaudited) 30 September 2016 Baht Million	Consolidated (Audited) 31 December 2015 Baht Million				
			Thaitech Rubber Corp., Ltd.*	A joint venture	135	-

\* On 1 April 2016, the Company acquired 9.005% of ordinary shares of Thaitech Rubber Corp., Ltd. ("TRC"), totaling Baht 111.5 million. Consequently, investment in the joint venture increased from Baht 20 million to Baht 131.5 million and the Company's ownership interest increased from 33.5% to 42.5%.

On 14 September 2016, the Company paid Baht 3 million from 131.5 million to Baht 135 million due to purchase price adjustment. The Company holds the investment of TRC at the same percentage as the second quarter of 2016.

**9 Property, plant and equipment, net**

	Consolidated (Unaudited) Baht'000	Company (Unaudited) Baht'000
<b>For the nine-month period ended 30 September 2016</b>		
Opening net book value	15,185,490	6,224,797
Additions	1,294,384	859,014
Disposals and write-offs, net	(19,335)	(2,288)
Depreciation charges	(839,817)	(387,756)
Depreciation capitalised to assets	(52,438)	-
Cumulative currency differences on translation	37,175	-
Closing net book value	15,605,459	6,693,767

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**10 Rubber and palm plantations, net**

	<b>Consolidated</b>	<b>Company</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>Baht'000</b>	<b>Baht'000</b>
<b>For the nine-month period ended 30 September 2016</b>		
Opening net book value	1,221,240	2,834
Additions	216,532	-
Amortisation charges	(478)	(212)
Depreciation capitalised to assets	52,438	-
Closing net book value	<u>1,489,732</u>	<u>2,622</u>

**11 Intangible assets, net**

	<b>Consolidated</b>	<b>Company</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>
	<b>Baht'000</b>	<b>Baht'000</b>
<b>For the nine-month period ended 30 September 2016</b>		
Opening net book value	330,312	314,686
Additions	144,732	141,372
Disposals and write-offs, net	(3,559)	-
Amortisation charges	(21,739)	(17,019)
Cumulative currency differences on translation	(291)	-
Closing net book value	<u>449,455</u>	<u>439,039</u>

**12 Trade accounts payable and other payables**

	<b>Consolidated</b>		<b>Company</b>	
	<b>(Unaudited)</b>	<b>(Audited)</b>	<b>(Unaudited)</b>	<b>(Audited)</b>
	<b>30 September</b>	<b>31 December</b>	<b>30 September</b>	<b>31 December</b>
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>	<b>Baht'000</b>
Trade accounts payable				
- other companies	908,354	1,185,139	483,605	607,954
Trade accounts payable				
- related companies (Note 16.3)	358,259	399,597	313,072	257,714
Accrued expenses	744,209	755,796	405,048	381,628
Advance received for goods and others	209,712	74,829	101,881	7
Deposits and retentions received from customers	147,507	132,017	14,197	22,227
Other trade account payable				
- other companies	95,504	98,297	56,815	49,421
Other trade accounts payable				
- related companies (Note 16.3)	11,282	4,397	127,378	51,919
Others	4,561	37,322	97	37,294
Total trade accounts payable and other payables	<u>2,479,388</u>	<u>2,687,394</u>	<u>1,502,093</u>	<u>1,408,164</u>

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**13 Borrowings**

	<b>Consolidated</b>		<b>Company</b>	
	<b>(Unaudited)</b> <b>30 September</b> <b>2016</b> <b>Baht'000</b>	<b>(Audited)</b> <b>31 December</b> <b>2015</b> <b>Baht'000</b>	<b>(Unaudited)</b> <b>30 September</b> <b>2016</b> <b>Baht'000</b>	<b>(Audited)</b> <b>31 December</b> <b>2015</b> <b>Baht'000</b>
<b>Current</b>				
Loans for packing credit	-	201,301	-	201,301
Short-term borrowings from financial institutions	13,860,426	13,006,556	7,826,400	7,532,470
Bills payable	-	238,373	-	-
Total short-term borrowings from financial institutions	13,860,426	13,446,230	7,826,400	7,733,771
Current portion of long-term borrowings from financial institutions	1,784,536	451,404	723,133	200,000
Current portion of debentures	550,000	850,000	550,000	850,000
Current portion of finance lease liabilities	11,755	25,045	2,846	3,866
Total current borrowings	16,206,717	14,772,679	9,102,379	8,787,637
<b>Non-current</b>				
Long-term borrowings from financial institutions	3,047,355	3,742,215	3,046,350	3,740,157
Debentures	2,865,000	600,000	2,865,000	600,000
Finance lease liabilities	6,344	10,904	4,963	4,281
Total non-current borrowings	5,918,699	4,353,119	5,916,313	4,344,438
Total borrowings	22,125,416	19,125,798	15,018,692	13,132,075

The movements in borrowings can be analysed as follows:

	<b>Consolidated</b> <b>(Unaudited)</b> <b>Baht'000</b>	<b>Company</b> <b>(Unaudited)</b> <b>Baht'000</b>
<b>For the nine-month period ended 30 September 2016</b>		
Opening balance as at 1 January 2016	19,125,798	13,132,075
Increases of short-term borrowings from financial institutions	434,663	92,629
Additions of debenture	2,265,000	2,265,000
Repayments of debenture	(300,000)	(300,000)
Additions of long-term borrowings from financial institutions	810,000	-
Repayments of long-term borrowings from financial institutions	(171,728)	(170,675)
Additions of finance lease liabilities	2,932	2,842
Repayments of finance lease liabilities	(20,783)	(3,179)
Cumulative currency differences on translation	(20,466)	-
Closing balance as at 30 September 2016	22,125,416	15,018,692

**13 Borrowings (Cont'd)**

Short-term and long-term borrowings of the Group are mainly denominated in Thai Baht, which are secured by land, land improvements, buildings and structures, machinery and equipment, fixed deposits of some subsidiaries and certain of the Company's directors. These borrowings have average repayment periods from 1 day to 10 years.

Debentures are unsubordinated, unsecured and denominated in Thai Baht, which are due for redemption from 2017, 2018, 2019 and 2021.

Finance leases of the Group are mainly related to the lease of vehicles. The terms of the lease agreements are generally 5 years.

**14 Income tax income (expense)**

The interim income tax was accrued based on management's estimate, using the tax rate that would be applicable to the expected total annual earnings. The estimated average effective tax rate for the interim consolidated financial information for the nine-month period ended 30 September 2016 was 6.7% (the average effective tax rate for the year ended 31 December 2015 was 2.8%), and for the interim company financial information, it was 6.4% (the average effective tax rate for the year ended 31 December 2015 was 0.4%).

**15 Dividends**

At the Annual General Meeting of Shareholders held on 28 April 2016, it was resolved that dividend be paid to shareholders in respect of 2015 operating results at Baht 0.40 per share, totaling of Baht 512 million. The dividend was paid on 27 May 2016 to the shareholders.

At the Annual General Meeting of Shareholders held on 29 April 2015, it was resolved that dividend be paid to shareholders in respect of 2014 operating results at Baht 0.40 per share, totaling of Baht 512 million. The dividend was paid on 27 May 2015 to the shareholders.

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**16 Significant related party transactions**

The following significant transactions were carried out with related companies:

**16.1 Revenues from sales and services and other income**

For the three-month periods ended	Consolidated (Unaudited)		Company (Unaudited)	
	30 September 2016 Baht'000	30 September 2015 Baht'000	30 September 2016 Baht'000	30 September 2015 Baht'000
<b>Revenues from sales to:</b>				
Subsidiaries	-	-	896,460	561,443
An associate	6,903	7,876	-	-
A joint venture	752,249	854,955	282,169	323,823
	<u>759,152</u>	<u>862,831</u>	<u>1,178,629</u>	<u>885,266</u>
<b>Service income from:</b>				
Subsidiaries	-	-	12,868	8,190
Associates	5,277	5,142	1,040	223
Joint ventures	70,970	73,847	5,664	3,900
	<u>76,247</u>	<u>78,989</u>	<u>19,572</u>	<u>12,313</u>
<b>Rental income:</b>				
Subsidiaries	-	-	256	241
An associate	100	-	-	-
A joint venture	8,470	3,011	1,920	162
	<u>8,570</u>	<u>3,011</u>	<u>2,176</u>	<u>403</u>
<b>Interest income:</b>				
Subsidiaries	-	-	9,444	9,650

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**16 Significant related party transactions (Cont'd)**

**16.1 Revenues from sales and services and other income (Cont'd)**

For the nine-month periods ended	Consolidated (Unaudited)		Company (Unaudited)	
	30 September 2016 Baht'000	30 September 2015 Baht'000	30 September 2016 Baht'000	30 September 2015 Baht'000
<b>Revenues from sales to:</b>				
Subsidiaries	-	-	2,409,730	1,847,722
An associate	20,108	21,630	-	-
A joint venture	2,105,203	2,417,386	816,549	879,555
	<u>2,125,311</u>	<u>2,439,016</u>	<u>3,226,279</u>	<u>2,727,277</u>
<b>Service income from:</b>				
Subsidiaries	-	-	35,853	22,035
Associates	15,841	14,139	2,389	832
Joint ventures	214,001	219,090	13,772	12,084
	<u>229,842</u>	<u>233,229</u>	<u>52,014</u>	<u>34,951</u>
<b>Dividend income:</b>				
Subsidiaries	-	-	319,166	350,000
<b>Rental income:</b>				
Subsidiaries	-	-	767	668
An associate	300	-	-	-
A joint venture	25,383	9,032	5,760	486
	<u>25,683</u>	<u>9,032</u>	<u>6,527</u>	<u>1,154</u>
<b>Interest income:</b>				
Subsidiaries	-	-	30,609	25,499

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**16 Significant related party transactions (Cont'd)**

**16.2 Purchases of goods and services**

For the three-month periods ended	Consolidated (Unaudited)		Company (Unaudited)	
	30 September 2016	30 September 2015	30 September 2016	30 September 2015
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Purchases of goods from:</b>				
Subsidiaries	-	-	434,147	304,953
An associate	16	46	-	-
Joint ventures	1,430,945	1,612,924	248,408	156,505
	<u>1,430,961</u>	<u>1,612,970</u>	<u>682,555</u>	<u>461,458</u>
<b>Service expenses from:</b>				
Subsidiaries	-	-	261,851	249,347
Associates	-	496	-	496
A joint venture	296	333	-	-
	<u>296</u>	<u>829</u>	<u>261,851</u>	<u>249,843</u>
<b>Rental expense:</b>				
A subsidiary	-	-	307	307
	<u>-</u>	<u>-</u>	<u>307</u>	<u>307</u>
For the nine-month periods ended	Consolidated (Unaudited)		Company (Unaudited)	
	30 September 2016	30 September 2015	30 September 2016	30 September 2015
	Baht'000	Baht'000	Baht'000	Baht'000
<b>Purchases of goods from:</b>				
Subsidiaries	-	-	1,073,766	1,179,518
An associate	39	56	-	-
Joint ventures	4,300,671	4,385,937	786,099	734,200
	<u>4,300,710</u>	<u>4,385,993</u>	<u>1,859,865</u>	<u>1,913,718</u>
<b>Service expenses from:</b>				
Subsidiaries	-	-	849,015	652,239
Associates	-	775	-	775
A joint venture	460	389	7	-
	<u>460</u>	<u>1,164</u>	<u>849,022</u>	<u>653,014</u>
<b>Rental expense:</b>				
A subsidiary	-	-	922	922
	<u>-</u>	<u>-</u>	<u>922</u>	<u>922</u>

16 Significant related party transactions (Cont'd)

16.3 Outstanding balances arising from sales/purchases of goods/services and other income

	Consolidated		Company	
	(Unaudited) 30 September 2016 Baht'000	(Audited) 31 December 2015 Baht'000	(Unaudited) 30 September 2016 Baht'000	(Audited) 31 December 2015 Baht'000
<b>Trade accounts receivable:</b> (Note 7)				
Subsidiaries	-	-	360,624	1,040,056
An associate	4,065	3,521	562	49
A joint venture	78,176	90,781	6,317	882
	<u>82,241</u>	<u>94,302</u>	<u>367,503</u>	<u>1,040,987</u>
<b>Amounts due from futures broker:</b>				
An associate	<u>18,852</u>	<u>87,465</u>	<u>18,852</u>	<u>87,465</u>
<b>Other receivables:</b>				
Subsidiaries	-	-	28,024	21,139
An associate	1,274	607	-	12
A joint venture	16,922	10,356	797	94
	<u>18,196</u>	<u>10,963</u>	<u>28,821</u>	<u>21,245</u>
<b>Trade accounts payable:</b> (Note 12)				
Subsidiaries	-	-	193,023	163,390
An associate	13	4	-	-
Joint ventures	358,246	399,593	120,049	94,324
	<u>358,259</u>	<u>399,597</u>	<u>313,072</u>	<u>257,714</u>
<b>Other payables:</b> (Note 12)				
Subsidiaries	-	-	127,370	51,911
An associate	372	69	-	-
A joint venture	10,910	4,328	8	8
	<u>11,282</u>	<u>4,397</u>	<u>127,378</u>	<u>51,919</u>



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**16 Significant related party transactions (Cont'd)**

**16.4 Outstanding balances arising from long-term loans to subsidiaries**

	Consolidated		Company	
	(Unaudited) 30 September 2016 Baht'000	(Audited) 31 December 2015 Baht'000	(Unaudited) 30 September 2016 Baht'000	(Audited) 31 December 2015 Baht'000
<b>Accrued interest income:</b>				
Subsidiaries	-	-	5,905	13,180
<b>Long-term loans to:</b>				
Subsidiaries	-	-	1,490,347	1,625,605

As at 30 September 2016, long-term loans to subsidiaries are unsecured loans and can be summarised as below:

Relationships	Company (Unaudited)				
	Principles		Interest rates %	Borrowings period	
	USD Million	(Equivalent) Baht Million			
PT Sri Trang Lingga Indonesia	An overseas subsidiary	5	174	3.33	5 years
PT Sri Trang Lingga Indonesia	An overseas subsidiary	15	518	2.65	2 years
PT Star Rubber	An indirect overseas subsidiary	15	522	3.33	5 years
PT Star Rubber	An indirect overseas subsidiary	8	276	2.65	2 years
		43	1,490		

**16.5 Key management compensation**

Key management includes directors (executive and non-executive), executives and head of internal audit department. The compensation paid or payable to key management is as below:

	Consolidated (Unaudited)		Company (Unaudited)	
	30 September 2016 Baht'000	30 September 2015 Baht'000	30 September 2016 Baht'000	30 September 2015 Baht'000
<b>For the three-month periods ended</b>				
Salaries and other short-term key management benefits	35,975	38,065	8,693	10,621
Post-employment benefits	787	881	247	371
Total	36,762	38,946	8,940	10,992
<b>For the nine-month periods ended</b>				
Salaries and other short-term key management benefits	112,031	118,779	29,115	33,956
Post-employment benefits	2,502	2,535	850	1,005
Total	114,533	121,314	29,965	34,961

**17 Contingent liabilities and commitments**

**17.1 Sales and purchases commitments**

The Group and the Company are committed through certain sales and purchases contracts relating to finished products from natural rubber. Some of the contractual prices are fixed and are to be settled at future dates and some of which the contractual prices are not determined at the contract date. However, the values of these commitments are presented at the fixed contractual prices or the market prices at the end of the period in case that the contractual prices are not determined at the contract date as follows:

	<u>Consolidated</u> <u>(Unaudited)</u> <b>30 September</b> <b>2016</b> <b>Baht'000</b>	<u>Company</u> <u>(Unaudited)</u> <b>30 September</b> <b>2016</b> <b>Baht'000</b>
<b>Purchases from:</b>		
A joint venture	189,608	-
Third parties	2,205,991	-
	<u>2,395,599</u>	<u>-</u>
<b>Sales to:</b>		
A joint venture	1,279,744	70,769
Third parties	18,600,771	6,399,695
	<u>19,880,515</u>	<u>6,470,464</u>

**17.2 Capital commitments**

The Group and the Company have capital commitments as follows:

	<u>Consolidated</u> <u>(Unaudited)</u> <b>30 September</b> <b>2016</b> <b>Baht'000</b>	<u>Company</u> <u>(Unaudited)</u> <b>30 September</b> <b>2016</b> <b>Baht'000</b>
Capital commitments - purchase of fixed assets	<u>816,852</u>	<u>181,245</u>

**17 Contingent liabilities and commitments (Cont'd)**

**17.3 Commitments to guarantee borrowings of subsidiaries and an associate and contingent liabilities**

17.3.1 The Group and the Company have guarantee commitments from the borrowings of subsidiaries and an associate as follows:

	<b>Consolidated (Unaudited)</b>			
	<b>Relationships</b>	<b>Currencies</b>	<b>30 September 2016</b>	
			<b>Amount</b>	<b>(Equivalent) Baht Million</b>
Sri Trang USA, Inc.	An overseas subsidiary	USD Million	28	966
PT Sri Trang Lingga Indonesia	An overseas subsidiary	USD Million Rupiah Billion	50 370	1,739 990
PT Star Rubber	An indirect overseas subsidiary	USD Million Rupiah Billion	10 250	348 669

17.3.2 The Group has contingent liabilities for bank guarantees issued in favor of government agencies mainly for electricity usage totaling Baht 83 million and has pledged its fixed deposits of Baht 5 million as collateral for these bank guarantees.

**17.4 Operating lease commitments - where the Group and the Company are the lessees**

The future aggregate minimum lease payments under non-cancellable operating leases from the lease of property, plant and equipment of the Group and the Company are as follows:

	<b>Consolidated (Unaudited) 30 September 2016 Baht'000</b>	<b>Company (Unaudited) 30 September 2016 Baht'000</b>
Not later than 1 year	110,947	61,072
Later than 1 year but not later than 5 years	118,778	56,248
Later than 5 years	829	-
<b>Total</b>	<b>230,554</b>	<b>117,320</b>

**18 Significant legal proceedings**

**Commercial dispute relating to the Joint Venture Agreement**

On 5 September 2014, Semperit Technische Produkte Gesellschaft m.b.H. ("Semperit") filed two requests for arbitration proceedings in Switzerland to the ICC International Court of Arbitration against the Company, Rubberland Products Co., Ltd. ("Rubberland") (a subsidiary) and other Thai shareholders of Siam Sempermed Corp., Ltd. ("SSC") (a joint venture company).

**18 Significant legal proceedings (Cont'd)**

**Commercial dispute relating to the Joint Venture Agreement (Cont'd)**

In the first case, Semperit alleged that the Company, Rubberland and other Thai shareholders of SSC had breached the Joint Venture Agreement and other related agreements. Semperit claimed for damages approximately THB 3,847 million plus interest. In addition, Semperit requested the arbitral tribunals to issue orders demanding that the Company and Rubberland (and other shareholders of SSC) undertake or refrain from undertaking certain acts with respect to SSC.

The arbitral tribunal rendered a partial award on 24 March 2016, declaring that the arbitral tribunal in Switzerland has the jurisdiction to adjudicate the disputes brought by Semperit in this case and ordering the Company, Rubberland and other shareholders of SSC to cause SSC to grant access to certain trade information of SSC to Semperit. However, the arbitral tribunal in Switzerland has not rendered an award on the issue of whether the Company and Rubberland are obligated to pay for damages as claimed by Semperit at this stage.

Semperit has filed a motion to request the enforcement of the partial award to the Court of Justice in Thailand. The Company and Rubberland are pursuing to oppose the said motion. The legal advisor of the Company is of the view that enforcement of the partial award in Thailand would be contrary to public order and the good morals of the people and would be in violation of the Arbitration Act B.E. 2545.

Apart from this, from the interpretation of the terms of the Joint Venture Agreement and other related agreements, and from strict application of Thai law, as well as opinion from the legal advisor, the management of the Company believes that the Company and Rubberland do not have obligation to pay damages as claimed by Semperit because they did not breach the Joint Venture Agreement and other related agreements with Semperit. Therefore, the outcome of these disputes should not have any material adverse effect on the business operation or the financial position of the Company and Rubberland.

In the second case, Semperit alleged that the Company and Rubberland breached the terms of the Joint Venture Agreement. On 6 May 2016, the Company and Rubberland came to be aware of the award of the second case from the arbitral tribunal in Switzerland. The Tribunal declared that resolutions of SSC's board of directors meetings (passed in violation of SSC's Articles of Association) are deemed enforceable and legally binding. The Company and Rubberland are ordered to amend SSC's Articles of Association to be consistent with the Joint Venture Agreement executed with Semperit as well as to compensate Semperit for the arbitration fees and other costs relating to the case in the total amount of approximately THB 100 million plus 5 percent interest per annum. Semperit filed a motion to request the enforcement of the award of the arbitral tribunal in Switzerland to the Courts of Justice in Thailand and in Singapore. Such motion for the enforcement of the award is the process by law and is in the early stages. The legal advisor of the Company is of the view that the arbitral award should not be enforceable against the Company and Rubberland in Thailand since, among others, the award deals with matters beyond the Tribunal's jurisdiction, is in breach of rules of natural justice and/or is contradictory to public order and good morals of the people, and its enforcement would violate the Arbitration Act B.E. 2545. Therefore, the management of the Company believe that the verdict of the second dispute should not have material adverse effect on the business operations or to the financial position of the Company and Rubberland.

The aforementioned disputes arose because, among others, the parties to the Joint Venture Agreement did not agree on the business plan to maintain and enhance the business competitiveness of SSC. In this regard, the Company and Semperit had entered into several negotiations in order to solve the conflicts among the parties for the maximum benefit of SSC but these efforts had proved to be unsuccessful. The management of the Company has set aside accrued expenses in the financial statements with respect to defending the disputes for the arbitral proceedings in Switzerland.

In addition to the aforementioned requests for arbitration proceedings against the Company and Rubberland as well as other Thai shareholders, Semperit filed another arbitration case against SSC. Semperit alleged that SSC breached the Joint Venture Agreement and other commercial agreements entered into between SSC and Semperit and claimed for damages, plus interest.

**18 Significant legal proceedings (Cont'd)**

**Commercial dispute relating to the Joint Venture Agreement (Cont'd)**

On 2 June 2016, the arbitral tribunal rendered a partial award, declaring that the arbitral tribunal in Switzerland has the jurisdiction to adjudicate the disputes brought by Semperit in this case and ordering SSC to grant Semperit access to the factory and its premises, including access to certain trade information of SSC. However, the arbitral tribunal in Switzerland has not rendered an award on the issue of whether SSC is obligated to pay damages as claimed by Semperit.

Semperit has filed a motion to request the enforcement of the partial award to a Court of Justice in Thailand. SSC is in the process of opposing such motion to request the enforcement of the partial award. The legal advisor of the Company is of the view that enforcement of the partial award in Thailand would be contrary to public order and the good morals of the people and would be in violation of the Arbitration Act B.E. 2545.

Apart from this, from the interpretation of the terms of the Joint Venture Agreement and other related agreements, and from strict application of Thai law, as well as opinion from the legal advisor, the management of the Company believes that SSC has reasonable grounds to argue that SSC is not obligated to pay damages as Semperit claimed. Therefore, the outcome of the dispute should not have any material adverse effect on the business operation or the financial position of the Company.

In addition, one of the disputed matters referred to arbitration against the Company and SSC above is Semperit's allegation that the Company and SSC had breached the agreement for non-competition in Europe, the area in which Semperit claims to have exclusive rights to distribute rubber gloves manufactured by SSC. Semperit requested that the arbitral tribunal prohibit the Company and SSC from distributing rubber gloves manufactured by SSC in countries in Europe. In this regard, the Cartel Court in the Republic of Austria, the country in which Semperit's headquarters is located, adjudicated that the non-competition agreement violates the competition law applicable in the Republic of Austria and the European Union and issued an order that Semperit will no longer be able to rely on such non-competition agreement. At present, Semperit has lodged an appeal against the decision of the Cartel Court. The case is currently pending before the Austrian Supreme Court.

**19 Events after the reporting period**

**19.1 Fire at a factory of PT Star Rubber**

On 12 October 2016, there was a fire broke out at raw material warehouse and part of production lines at the factory in Pontianak, Indonesia owned by PT Star Rubber, a subsidiary of the Group. The production of this factory is approximately 2,000 to 4,000 tons per month which accounts for less than 5% of total production of the Group. Currently, the Group is investigating the cause and estimating the damages of the fire for the purpose of insurance claim. However, PT Star Rubber has insured for the fire incident including fixed assets, inventories, and business interruption.

**19.2 Share capital increase at Startex Rubber Company Limited**

At the Extraordinary General Meeting of Shareholders held on 17 October 2016, Startex Rubber Company Limited ("STC"), which is a subsidiary of the Group increased its share capital totaling Baht 2,585 million by registering its additional 25,850,000 ordinary shares still remain Baht 100 each. The Company purchased all additional shares which the percentage of ownership is the same at 99.99%.