

SRI TRANG AGRO-INDUSTRY PUBLIC COMPANY LIMITED
(Company Registration No. 0107536001656)
Third Quarter Financial Statement Announcement

**PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3),
HALF YEAR AND FULL YEAR RESULTS**

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL QUARTER ENDED
30 SEPTEMBER 2014 (UNAUDITED)**

	Group			Group		
	For the 9 months period ended 30 Sep			For the 3 months period ended 30 Sep		
	2014 Baht	2013 Baht	Change %	2014 Baht	2013 Baht	Change %
Revenues from sales of goods and services	57,986,607,144	68,254,795,108	-15%	16,812,091,394	21,495,338,260	-22%
Costs of sales and services	(55,768,536,067)	(64,528,557,025)	-14%	(15,871,103,632)	(20,086,770,159)	-21%
Gross profit	2,218,071,077	3,726,238,083	-40%	940,987,762	1,408,568,101	-33%
Other income	103,091,865	171,926,619		25,640,359	31,446,383	
Selling expenses	(1,548,974,294)	(1,933,625,144)		(565,985,271)	(650,646,935)	
Administrative expenses	(1,107,695,012)	(811,365,432)		(417,610,707)	(263,029,534)	
Gains/(Losses) on exchange rates	293,510,824	535,177,873		72,786,176	192,670,379	
Other gains/(losses), net	1,139,844,767	294,407,139		450,741,395	(103,426,554)	
Operating profit	1,097,849,227	1,982,759,138	-45%	506,559,714	615,581,840	-18%
Finance income	37,166,556	31,829,966		11,747,752	11,693,174	
Finance costs	(489,773,249)	(808,099,364)		(197,336,957)	(437,095,175)	
Finance costs, net	(452,606,693)	(776,269,398)	-42%	(185,589,205)	(425,402,001)	-56%
Share of profit from investments in associates and interests in joint ventures	406,948,613	343,078,105	19%	153,500,464	96,121,196	60%
Profit (loss) before income tax	1,052,191,147	1,549,567,845		474,470,973	286,301,035	
Income tax (expense) income	(28,944,242)	(148,012,371)	-80%	(20,717,811)	(52,222,551)	-60%
Profit (loss) for the periods	1,023,246,905	1,401,555,474	27%	453,753,162	234,078,484	-94%
Other comprehensive income:						
Asset revaluation surplus, net of tax	9,684,158	(9,303,707)		-	-	
Change in tax rate used in deferred tax recognition	(6,174,917)	70,526,843		-	-	
Change in fair value of available-for-sale investments, net of tax	12,722,500	(2,283,115)		3,872,030	(2,829,518)	
Currency differences on translation	(26,343,384)	(184,101,789)		(25,623,235)	(178,229,001)	
Other comprehensive income (expense) for the periods, net of tax	(10,111,643)	(125,161,768)		(21,751,205)	(181,058,519)	
Total comprehensive income (expenses) for the periods	1,013,135,262	1,276,393,706	21%	432,001,957	53,019,965	-715%
Profit (loss) for the periods attributable to:						
Owners of the parent	1,024,991,981	1,385,842,568		456,439,276	227,607,184	
Non-controlling interests	(1,745,076)	15,712,906		(2,686,114)	6,471,300	
Profit (loss) for the periods	1,023,246,905	1,401,555,474		453,753,162	234,078,484	
Total comprehensive income (expenses) attributable to:						
Owners of the parent	1,014,538,789	1,274,519,373		436,241,060	58,274,791	
Non-controlling interests	(1,403,527)	1,874,333		(4,239,103)	(5,254,826)	
Total comprehensive income (expense) for the period	1,013,135,262	1,276,393,706		432,001,957	53,019,965	
Earnings (loss) per share						
Basic earnings (loss) per share	0.80	1.08		0.36	0.18	

The Group's profit before tax is arrived after charging/ (crediting):

		Group			Group		
		For the 9 months period ended 30 Sep			For the 3 months period ended 30 Sep		
		2014	2013	Change	2014	2013	Change
		Baht'000	Baht'000	%	Baht'000	Baht'000	%
Depreciation and amortisation	(Note 1)	649,285	545,353	19%	235,247	197,270	19%
Allowance for (reversal of) inventory cost in excess of net realisable value	(Note 2)	160,025	21,813	634%	(181,824)	(321,930)	-44%
Allowance for (reversal of) impairment of trade accounts receivable	(Note 3)	9,622	(7,625)	-226%	1,303	90	1346%
Foreign exchange losses/(gains)	(Note 4)	(293,511)	(535,178)	45%	(72,786)	(192,670)	-62%
(Gain) Loss on disposal of property, plant and equipment and intangible assets, net	(Note 5)	897	(2,926)	-131%	803	(2,837)	-128%
Dividend income	(Note 6)	(1,527)	(1,419)	8%	(300)	(351)	-14%
Interest income	(Note 7)	(37,167)	(31,830)	17%	(11,748)	(11,693)	0%
Interest on borrowings	(Note 8)	463,883	487,499	-5%	148,649	163,096	-9%
Other income	(Note 9)	(103,092)	(171,927)	-40%	(25,640)	(31,446)	-18%

Note 1 - The increase in depreciation and amortization was in line with the higher fixed assets balance for the 9 months 2014 as compared to the same period of 2013.

Note 2 - The continuing lower Natural Rubber price during for 9 months 2014 pressured by global NR supply surplus and problem of China's financial system required us to record an inventory allowance. For Q3 2014, the natural rubber price was still in downward movement but at decelerate rate in comparison with Q2 2014. Therefore, the company had reversal of inventory allowance for 3 month period in Q3 2014.

Note 3 - The allowance for impairment of trade account receivables was made for the 9 months 2014 from doubtful debts of the customers who had financial problem while the reversal for the 9 months 2013 was from the payment received from doubtful debts.

Note 4 - The decrease in foreign exchange gain for 9 months 2014 as compared to for 9 months 2013 was due mainly to a sharper depreciation of Thai Baht against US dollar during for 9 months 2013 which allowed us to recognise substantial gain whereas during for 9 months 2014, the exchange rates moved in a narrower range.

Note 5 - The loss for 9 months 2014 was mainly attributable to the disposal of building and machines, whereas the gain for 9 months 2013 was from the disposal of vehicle and machines.

Note 6 - The increase in dividend income was mainly contributed to the increase in dividend payout in accordance with higher operating profit from our investment of in associate companies and joint ventures.

Note 7 - The increase of interest income was principally due to gain on currency swap with a financial institution.

Note 8 - The decrease in interest on borrowings was in line with the decreasing amount of short-term borrowings from financial institutions due to the lower price of Natural Rubber.

Note 9 - The other income for 9 months 2014 decreased as compared to 9 months 2013 due to an unordinary item from the insurance claims from marine shipping accidents in 2013.

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

STATEMENTS OF FINANCIAL POSITION AS AT 30 SEPTEMBER 2014 (UNAUDITED)

	Group		Company	
	30 Sep 2014 Baht	31 Dec 2013 Baht	30 Sep 2014 Baht	31 Dec 2013 Baht
Assets				
Current assets				
Cash and cash equivalents	1,574,503,922	1,892,728,704	267,017,037	558,713,673
Derivative financial instruments	371,584,772	75,974,417	262,740,640	60,511,268
Trade accounts receivable and other receivables, net	5,229,372,959	7,441,236,911	2,438,974,437	3,893,124,720
Amount due from futures brokers	212,370,080	320,815,698	44,795,015	152,662,325
Inventories, net	9,157,521,499	16,581,938,622	4,011,224,770	7,196,300,579
Other current assets	346,928,967	285,719,524	142,259,235	51,450,218
Total current assets	16,892,282,199	26,598,413,876	7,167,011,134	11,912,762,783
Non-current assets				
Long-term borrowings to an associate and subsidiaries	-	65,355,600	975,037,311	1,053,927,701
Fixed deposits pledged as collateral	49,582,969	61,185,033	13,524,534	13,128,278
Investment in subsidiaries	-	-	9,364,640,514	8,744,640,514
Investment in associates	1,123,244,570	3,541,181,387	649,177,500	712,177,500
Investment in a joint venture	2,776,549,494	489,247,987	83,099,800	20,099,800
Available-for-sale investments	66,224,640	52,438,932	65,145,947	51,520,878
Property, plant and equipment, net	14,353,751,328	12,925,857,984	5,724,970,910	4,980,761,634
Intangible assets, net	26,428,723	27,046,829	12,727,623	14,032,131
Investment properties	174,261,789	176,254,186	27,769,750	27,769,750
Withholding tax deducted at source	246,511,595	240,009,472	171,483,080	171,483,080
Deferred income tax assets, net	179,285,049	121,784,907	-	-
Other non-current assets	30,371,463	21,326,641	13,116,408	11,749,609
Total non-current assets	19,026,211,620	17,721,688,958	17,100,693,377	15,801,290,875
Total assets	35,918,493,819	44,320,102,834	24,267,704,511	27,714,053,658
Liabilities				
Current liabilities				
Trade accounts payable and other payables	2,341,822,800	3,821,538,312	1,273,963,538	1,898,141,014
Short-term borrowings from financial institutions	6,811,288,698	14,223,084,711	1,945,047,000	5,985,183,000
Current portion of long-term borrowings from financial institutions	111,204,000	113,404,000	-	-
Current portion of debentures	1,600,000,000	1,600,000,000	1,600,000,000	1,600,000,000
Current portion of finance lease liabilities	30,205,192	17,873,880	3,848,897	4,399,946
Derivative financial instruments	267,643,181	532,851,063	131,709,881	433,015,611
Current income tax payable	31,664,425	20,490,118	3,315,262	-
Other current liabilities	42,705,499	46,473,277	14,748,897	12,667,203
Total current liabilities	11,236,533,795	20,375,715,361	4,972,633,475	9,933,406,774
Non-current liabilities				
Long-term borrowings from financial institutions	2,650,873,000	2,113,726,000	2,640,000,000	2,020,000,000
Debentures	1,450,000,000	1,450,000,000	1,450,000,000	1,450,000,000
Finance lease liabilities	40,696,920	28,665,810	4,844,755	5,150,373
Deferred income tax liabilities, net	108,447,752	68,256,032	60,219,001	21,097,006
Provision for retirement benefit obligations	124,441,364	106,867,154	49,371,055	44,583,916
Other non-current liabilities	60,065,395	110,571,098	-	-
Total non-current liabilities	4,434,524,431	3,878,086,094	4,204,434,811	3,540,831,295
Total liabilities	15,671,058,226	24,253,801,455	9,177,068,286	13,474,238,069

Shareholders' Equity				
Share capital - ordinary shares				
Authorised share capital	1,280,000,000	1,280,000,000	1,280,000,000	1,280,000,000
Issued and paid-up share capital	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	1,186,988,028	1,206,286,840	753,145,041	769,785,087
Unrealised gain on available-for-sale investments	21,228,076	8,546,917	20,714,095	8,095,919
Cumulative currency differences on translation	(480,080,005)	(453,395,072)	-	-
Retained earnings				
Appropriated - legal reserve	128,000,000	128,000,000	128,000,000	128,000,000
Unappropriated	9,646,575,424	9,430,734,049	4,357,787,268	3,502,944,762
Equity attributable to owners of the parent	20,160,566,856	19,978,028,067	15,090,636,225	14,239,815,589
Non-controlling interests	86,868,737	88,273,312	-	-
Total shareholders' equity	20,247,435,593	20,066,301,379	15,090,636,225	14,239,815,589
Total liabilities and shareholders' equity	35,918,493,819	44,320,102,834	24,267,704,511	27,714,053,658

1(b)(ii) Aggregate amount of Group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 30 Sep 2014		As at 31 Dec 2013	
Secured	Unsecured	Secured	Unsecured
(Baht Million)	(Baht Million)	(Baht Million)	(Baht Million)
3,972	2,950	4,842	9,494

Amount repayable after one year

As at 30 Sep 2014		As at 31 Dec 2013	
Secured	Unsecured	Secured	Unsecured
(Baht Million)	(Baht Million)	(Baht Million)	(Baht Million)
11	4,090	94	3,470

Details of any collateral

As at 30 September 2014, the Group's borrowings were secured by personal guarantees from our Chairman and Managing Director, Dr. Viyavood Sincharoenkul and/or various members of his family and certain of our Directors and our subsidiaries, mortgage of land and buildings under construction, mortgage and pledge of machinery and pledge of accounts.

1(c) A cash flow statement, together with a comparative statement for the corresponding period of the immediately preceding financial year.

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2014 (UNAUDITED)

	Group		Group	
	2014	2013	2014	2013
	Baht	Baht	Baht	Baht
	For the 9 months period ended 30 Sep		For the 3 months period ended 30 Sep	
Cash flow from operating activities				
Profit before income tax	1,052,191,147	1,549,567,845	474,470,973	286,301,035
Adjustments for:				
Cash provided by/(used in) operating activities:				
Unrealised (gains) losses on foreign currency translations	212,710,250	211,354,599	52,005,544	120,191,631
Unrealised (gains) losses from revaluation of derivative financial instruments	(560,818,236)	217,036,988	(143,583,668)	85,733,947
Allowance for (reversal of) impairment of trade accounts receivable	9,621,609	(7,625,048)	1,302,558	90,100
Allowance for (reversal of) inventory cost in excess of net realisable value	160,025,111	21,812,850	(181,823,513)	(321,930,183)
Provision for retirement benefit obligations	17,674,210	15,663,221	5,290,099	2,674,213
Depreciation charges	641,985,040	539,127,495	232,729,628	195,092,868
Amortisation charges	7,299,958	6,225,988	2,516,911	2,177,202
Loss on asset revaluation	-	36,740,002	-	-
Finance costs	489,773,249	808,099,364	197,336,957	437,095,175
Dividend income	(1,527,434)	(1,418,771)	(300,298)	(351,180)
Share of profit from investments in associates and a joint venture	(406,948,613)	(343,078,105)	(153,500,464)	(96,121,196)
(Gains) losses on disposal and write-off of property, plant and equipment and intangible assets	896,545	(2,925,780)	802,680	(2,837,369)
Profit before changes in operating assets and liabilities	1,622,882,836	3,050,580,648	487,247,407	708,116,243
Changes in operating assets and liabilities:				
Decrease/(Increase) in operating assets				
- Trade accounts receivable and other receivables	2,202,242,343	595,151,508	(100,165,791)	1,092,765,917
- Amounts due from futures brokers	108,445,618	69,840,669	259,841,994	(136,468,033)
- Inventories	7,264,392,012	(527,239,910)	1,424,116,462	(2,598,625,977)
- Other current assets	(30,443,455)	(29,320,747)	(23,154,847)	2,898,443
- Other non-current assets	(9,044,822)	4,185,697	2,318,663	1,539,145
Increase/(decrease) in operating liabilities				
- Trade accounts payable and other payables	(1,405,373,772)	360,263,171	101,061,786	197,856,267
- Other current liabilities	(3,767,778)	17,283,243	1,077,560	22,295,885
Cash (used in)/provided by operating activities	9,749,332,982	3,540,744,279	2,152,343,234	(709,622,110)
Interest paid	(490,627,259)	(772,392,361)	(175,686,158)	(429,184,266)
Income tax paid	(84,926,973)	(123,958,927)	(58,999,113)	(63,525,270)
Employee benefits paid	(100,000)	-	-	-
Net cash (used in)/provided by operating activities	9,173,678,750	2,644,392,991	1,917,657,963	(1,202,331,646)

	Group		Group	
	2014	2013	2014	2013
	Baht	Baht	Baht	Baht
	For the 9 months period ended 30 Sep		For the 3 months period ended 30 Sep	
Cash flows from investing activities				
Cash received from long-term borrowings to an associate	65,180,000	-	65,180,000	-
Increase (decrease) in fixed deposits at financial institutions	11,602,064	(7,386,240)	8,328,846	36,130,122
Dividends received	525,991,097	459,848,258	300,297	123,311,180
Increase in available-for-sale investments	(40,000)	-	(40,000)	-
Proceeds from disposal of property, plant and equipment and intangible assets	17,422,089	39,082,186	14,323,308	19,806,512
Cash paid for purchases of property, plant and equipment and intangible assets	(2,182,214,623)	(3,003,696,164)	(846,773,347)	(1,322,678,844)
Net cash (used in)/provided by investing activities	(1,562,059,373)	(2,512,151,960)	(758,680,896)	(1,143,431,030)
Cash flows from financing activities				
Increase (decrease) in short-term borrowings from financial institutions	(7,614,842,726)	(1,540,243,912)	(1,377,828,000)	1,950,283,606
Proceeds from long-term borrowings	620,000,000	1,541,000,000	294,000,000	737,000,000
Repayments of long-term borrowings	(85,053,000)	(86,000,000)	(28,351,000)	(28,000,000)
Proceeds from issuance of debentures	-	900,000,000	-	-
Payments on finance lease liabilities	(17,947,385)	(26,059,666)	(7,143,413)	(5,163,285)
Dividend payment	(832,000,000)	(640,000,000)	-	-
Dividend payment from subsidiaries to non-controlling interest	(1,048)	(1,147)	-	-
Net cash (used in)/provided by financing activities	(7,929,844,159)	148,695,275	(1,119,322,413)	2,654,120,321
Net increase/(decrease) in cash and cash equivalents	(318,224,782)	280,936,306	39,654,654	308,357,645
Cash and cash equivalents at beginning of the periods	1,892,728,704	1,534,031,967	1,534,849,268	1,506,610,628
Cash and cash equivalents at end of the periods	1,574,503,922	1,814,968,273	1,574,503,922	1,814,968,273
Supplementary information for cash flows				
Cash paid for acquisition of property, plant and equipment and intangible assets:				
Property, plant and equipment and intangible assets	(2,100,530,996)	(3,117,783,604)	(779,553,102)	(1,340,548,250)
Increase in liabilities under finance lease contracts	42,309,806	58,771,890	11,595,090	3,634,926
(Decrease) Increase in payable from acquisition of assets	(123,993,433)	55,315,550	(78,815,335)	14,234,480
Cash paid for acquisition of property, plant and equipment and intangible assets	(2,182,214,623)	(3,003,696,164)	(846,773,347)	(1,322,678,844)

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

STATEMENT OF CHANGES IN EQUITY (GROUP) FOR THE FINANCIAL QUARTER ENDED 30 SEPTEMBER 2014 (UNAUDITED)

Group	Attributable to owners of the parent										Non-controlling interests	Total shareholders' equity
							Retained earnings			Total		
	Issued and paid-up 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 gain/(loss) on available-for-sale investments	Cumulative currency differences on translating financial information	Appropriated - legal reserve	Unappropriated				
Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht			
Opening amount as at 1 January 2014	1,280,000,000	8,550,989,821	(173,134,488)	1,206,286,840	8,546,917	(453,395,072)	128,000,000	9,430,734,049	19,978,028,067	88,273,312	20,066,301,379	
Profit for the period	-	-	-	-	-	-	-	1,024,991,981	1,024,991,981	(1,745,076)	1,023,246,905	
Other comprehensive income												
Asset revaluation surplus, net of tax	-	-	-	9,684,158	-	-	-	-	9,684,158	-	9,684,158	
Change in tax rate used in deferred tax recognition	-	-	-	(6,078,494)	(41,341)	-	-	(55,082)	(6,174,917)	-	(6,174,917)	
Amortisation on assets revaluation, net of tax	-	-	-	(22,904,476)	-	-	-	22,904,476	-	-	-	
Change in fair value of available-for-sale investments, net of tax	-	-	-	-	12,722,500	-	-	-	12,722,500	-	12,722,500	
Currency differences on translation	-	-	-	-	-	(26,684,933)	-	-	(26,684,933)	341,549	(26,343,384)	
Total other comprehensive income, net of tax	-	-	-	(19,298,812)	12,681,159	(26,684,933)	-	22,849,394	(10,453,192)	341,549	(10,111,643)	
Total comprehensive income	-	-	-	(19,298,812)	12,681,159	(26,684,933)	-	1,047,841,375	1,014,538,789	(1,403,527)	1,013,135,262	
Transactions with shareholders' equity												
Dividend payment	-	-	-	-	-	-	-	(832,000,000)	(832,000,000)	-	(832,000,000)	
Dividend payment from subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	(1,048)	(1,048)	
Total transactions with shareholders' equity	-	-	-	-	-	-	-	(832,000,000)	(832,000,000)	(1,048)	(832,001,048)	
Closing balance as at 30 September 2014	1,280,000,000	8,550,989,821	(173,134,488)	1,186,988,028	2,122,076	(480,080,005)	128,000,000	9,646,575,424	20,160,566,856	86,868,737	20,247,435,593	
Opening amount as at 1 January 2013	1,280,000,000	8,550,989,821	(173,134,488)	1,176,400,847	13,525,669	(347,927,852)	128,000,000	8,224,092,866	18,851,946,863	84,850,059	18,936,796,922	
Profit for the period	-	-	-	-	-	-	-	1,385,842,568	1,385,842,568	15,712,906	1,401,555,474	
Other comprehensive income												
Asset revaluation surplus, net of tax	-	-	-	(9,303,707)	-	-	-	-	(9,303,707)	-	(9,303,707)	
Change in tax rate used in deferred tax recognition	-	-	-	68,774,888	1,225,376	-	-	526,579	70,526,843	-	70,526,843	
Amortisation on assets revaluation, net of tax	-	-	-	(22,262,956)	-	-	-	22,262,956	-	-	-	
Change in fair value of available-for-sale investments, net of tax	-	-	-	-	(2,283,115)	-	-	-	(2,283,115)	-	(2,283,115)	
Currency differences on translation	-	-	-	-	-	(170,263,216)	-	-	(170,263,216)	(13,838,573)	(184,101,789)	
Total other comprehensive income, net of tax	-	-	-	37,208,225	(1,057,739)	(170,263,216)	-	22,789,535	(111,323,195)	(13,838,573)	(125,161,768)	
Total comprehensive income	-	-	-	37,208,225	(1,057,739)	(170,263,216)	-	1,408,632,103	1,274,519,373	1,874,333	1,276,393,706	
Transactions with shareholders' equity												
Dividend payment	-	-	-	-	-	-	-	(640,000,000)	(640,000,000)	-	(640,000,000)	
Dividend payment from subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	(1,147)	(1,147)	
Total transactions with shareholders' equity	-	-	-	-	-	-	-	(640,000,000)	(640,000,000)	(1,147)	(640,001,147)	
Closing balance as at 30 September 2013	1,280,000,000	8,550,989,821	(173,134,488)	1,213,609,072	12,467,930	(518,191,068)	128,000,000	8,992,724,969	19,486,466,236	86,723,245	19,573,189,481	

STATEMENT OF CHANGES IN EQUITY (GROUP) FOR THE 3 MONTHS PERIOD ENDED 30 SEPTEMBER 2014 (UNAUDITED)

Group	Attributable to owners of the parent										
							Retained earnings			Non-controlling interests	Total shareholders' equity
	Issued and paid-up 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 gain/(loss) on available-for-sale investments	Cumulative currency differences on translating financial information	Appropriated - legal reserve	Unappropriated	Total		
Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	Baht	
Opening amount as at 1 July 2014	1,280,000,000	8,550,989,821	(173,134,488)	1,194,707,496	17,356,046	(456,009,759)	128,000,000	9,182,416,680	19,724,325,796	91,107,840	19,815,433,636
Profit for the period	-	-	-	-	-	-	-	456,439,276	456,439,276	(2,686,114)	453,753,162
Other comprehensive income											
Asset revaluation surplus, net of tax	-	-	-	-	-	-	-	-	-	-	-
Change in tax rate used in deferred tax recognition	-	-	-	-	-	-	-	-	-	-	-
Amortisation on assets revaluation, net of tax	-	-	-	(7,719,468)	-	-	-	7,719,468	-	-	-
Change in fair value of available-for-sale investments, net of tax	-	-	-	-	3,872,030	-	-	-	3,872,030	-	3,872,030
Currency differences on translation	-	-	-	-	-	(24,070,246)	-	-	(24,070,246)	(1,552,989)	(25,623,235)
Total other comprehensive income, net of tax	-	-	-	(7,719,468)	3,872,030	(24,070,246)	-	7,719,468	(20,198,216)	(1,552,989)	(21,751,205)
Total comprehensive income	-	-	-	(7,719,468)	3,872,030	(24,070,246)	-	464,158,744	436,241,060	(4,239,103)	432,001,957
Transactions with shareholders' equity											
Dividend payment	-	-	-	-	-	-	-	-	-	-	-
Dividend payment from subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-
Total transactions with shareholders' equity	-	-	-	-	-	-	-	-	-	-	-
Closing balance as at 30 September 2014	1,280,000,000	8,550,989,821	(173,134,488)	1,186,988,028	21,228,076	(480,080,005)	128,000,000	9,646,575,424	20,160,566,856	86,868,737	20,247,435,593
Opening amount as at 1 July 2013	1,280,000,000	8,550,989,821	(173,134,488)	1,221,310,542	15,297,448	(351,688,193)	128,000,000	8,757,416,315	19,428,191,445	91,978,071	19,520,169,516
Profit for the period	-	-	-	-	-	-	-	227,607,184	227,607,184	6,417,130	234,024,314
Other comprehensive income											
Asset revaluation surplus, net of tax	-	-	-	-	-	-	-	-	-	-	-
Change in tax rate used in deferred tax recognition	-	-	-	-	-	-	-	-	-	-	-
Amortisation on assets revaluation, net of tax	-	-	-	(7,701,470)	-	-	-	7,701,470	-	-	-
Change in fair value of available-for-sale investments, net of tax	-	-	-	-	(2,829,518)	-	-	-	(2,829,518)	-	(2,829,518)
Currency differences on translation	-	-	-	-	-	(166,502,875)	-	-	(166,502,875)	(11,726,126)	(178,229,001)
Total other comprehensive income, net of tax	-	-	-	(7,701,470)	(2,829,518)	(166,502,875)	-	7,701,470	(169,332,393)	(11,726,126)	(181,058,519)
Total comprehensive income	-	-	-	(7,701,470)	(2,829,518)	(166,502,875)	-	235,308,654	58,274,791	(5,254,826)	53,019,965
Transactions with shareholders' equity											
Dividend payment	-	-	-	-	-	-	-	-	-	-	-
Dividend payment from subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-
Total transactions with shareholders' equity	-	-	-	-	-	-	-	-	-	-	-
Closing balance as at 30 September 2013	1,280,000,000	8,550,989,821	(173,134,488)	1,213,609,072	12,467,930	(518,191,068)	128,000,000	8,992,724,969	19,486,466,236	86,723,245	19,573,189,481

STATEMENT OF CHANGES IN EQUITY (COMPANY) FOR THE 9 MONTHS PERIOD ENDED 30 SEPTEMBER 2014 (UNAUDITED)

Company	Attributable to equity holders of the parent						Total equity
	Issued and paid-up share capital	Premium on share capital	Asset revaluation surplus, net of accumulated depreciation	Unrealised gain/(loss) on available-for-sale financial assets	Retained earnings		
					Appropriated - legal reserve	Unappropriated	
Baht	Baht	Baht	Baht	Baht	Baht	Baht	
Opening amount as at 1 January 2014	1,280,000,000	8,550,989,821	769,785,087	8,095,919	128,000,000	3,502,944,762	14,239,815,589
Profit for the period	-	-	-	-	-	1,670,202,460	1,670,202,460
Other comprehensive income							
Amortisation on assets revaluation, net of tax	-	-	(16,640,046)	-	-	16,640,046	-
Change in tax rate used in deferred tax recognition	-	-	-	-	-	-	-
Change in fair value of available-for-sale investments, net of tax	-	-	-	12,618,176	-	-	12,618,176
Total other comprehensive income, net of tax	-	-	(16,640,046)	12,618,176	-	16,640,046	12,618,176
Total comprehensive income	-	-	(16,640,046)	12,618,176	-	1,686,842,506	1,682,820,636
Transactions with shareholders' equity							
Dividend payment	-	-	-	-	-	(832,000,000)	(832,000,000)
Total transactions with shareholders' equity	-	-	-	-	-	(832,000,000)	(832,000,000)
Closing balance as at 30 September 2014	1,280,000,000	8,550,989,821	753,145,041	20,714,095	128,000,000	4,357,787,268	15,090,636,225
Opening amount as at 1 January 2013	1,280,000,000	8,550,989,821	723,419,437	12,889,314	128,000,000	3,203,163,659	13,898,462,231
Profit for the period	-	-	-	-	-	944,213,812	944,213,812
Other comprehensive income							
Amortisation on assets revaluation, net of tax	-	-	(16,747,480)	-	-	16,747,480	-
Change in tax rate used in deferred tax recognition	-	-	68,774,888	1,225,376	-	526,579	70,526,843
Change in fair value of available-for-sale investments, net of tax	-	-	-	(2,159,121)	-	-	(2,159,121)
Total other comprehensive income, net of tax	-	-	52,027,408	(933,745)	-	17,274,059	68,367,722
Total comprehensive income	-	-	52,027,408	(933,745)	-	961,487,871	1,012,581,534
Transactions with shareholders' equity							
Dividend payment	-	-	-	-	-	(640,000,000)	(640,000,000)
Total transactions with shareholders' equity	-	-	-	-	-	(640,000,000)	(640,000,000)
Closing balance as at 30 September 2013	1,280,000,000	8,550,989,821	775,446,845	11,955,569	128,000,000	3,524,651,530	14,271,043,765

STATEMENT OF CHANGES IN EQUITY (COMPANY) FOR THE 3 MONTHS PERIOD ENDED 30 SEPTEMBER 2014 (UNAUDITED)

Company	Attributable to equity holders of the parent						T total equity
	Retained earnings						
	Issued and paid-up share capital	Premium on share capital	Asset revaluation surplus, net of accumulated depreciation	Unrealised gain/(loss) on available-for-sale financial assets	Appropriated - legal reserve	Unappropriated	
	Baht	Baht	Baht	Baht	Baht	Baht	
Opening amount as at 1 July 2014	1,280,000,000	8,550,989,821	758,755,449	16,831,316	128,000,000	4,073,688,892	14,808,265,478
Profit for the period	-	-	-	-	-	278,487,968	278,487,968
Other comprehensive income							
Amortisation on assets revaluation, net of tax	-	-	(5,610,408)	-	-	5,610,408	-
Change in tax rate used in deferred tax recognition	-	-	-	-	-	-	-
Change in fair value of available-for-sale investments, net of tax	-	-	-	3,882,779	-	-	3,882,779
Total other comprehensive income, net of tax	-	-	(5,610,408)	3,882,779	-	5,610,408	3,882,779
Total comprehensive income	-	-	(5,610,408)	3,882,779	-	284,098,376	282,370,747
Transactions with shareholders' equity							
Dividend payment	-	-	-	-	-	-	-
Total transactions with shareholders' equity	-	-	-	-	-	-	-
Closing balance as at 30 September 2014	1,280,000,000	8,550,989,821	753,145,041	20,714,095	128,000,000	4,357,787,268	15,090,636,225
Opening amount as at 1 July 2013	1,280,000,000	8,550,989,821	781,478,835	14,765,266	128,000,000	3,655,689,922	14,410,923,844
Profit for the period	-	-	-	-	-	(137,070,382)	(137,070,382)
Other comprehensive income							
Amortisation on assets revaluation, net of tax	-	-	(6,031,990)	-	-	6,031,990	-
Change in tax rate used in deferred tax recognition	-	-	-	-	-	-	-
Change in fair value of available-for-sale investments, net of tax	-	-	-	(2,809,697)	-	-	(2,809,697)
Total other comprehensive income, net of tax	-	-	(6,031,990)	(2,809,697)	-	6,031,990	(2,809,697)
Total comprehensive income	-	-	(6,031,990)	(2,809,697)	-	(131,038,392)	(139,880,079)
Transactions with shareholders' equity							
Dividend payment	-	-	-	-	-	-	-
Total transactions with shareholders' equity	-	-	-	-	-	-	-
Closing balance as at 30 September 2013	1,280,000,000	8,550,989,821	775,446,845	11,955,569	128,000,000	3,524,651,530	14,271,043,765

1(d)(ii) Details of any changes in the company’s share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

	Number of shares	
	As at 30 Sep 2014	As at 31 Dec 2013
Authorised number of ordinary shares		
Balance at beginning of period	1,280,000,000	1,280,000,000
Additional registered	-	-
Balance at end of period	1,280,000,000	1,280,000,000
Issued and fully paid ordinary shares		
Balance at beginning of period	1,280,000,000	1,280,000,000
Additional due to initial public offering of share	-	-
Balance at end of period	1,280,000,000	1,280,000,000

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

The Company did not hold any treasury shares as at 30 September 2014 and 31 December 2013. The Company’s total number of issued shares excluding treasury shares as at 30 September 2014 was 1,280,000,000 (31 December 2013: 1,280,000,000).

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

2 Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The financial figures have been reviewed by the Group’s auditors in accordance with generally accepted auditing standards in Thailand.

3 Where the figures have been audited or reviewed, the auditor’s report (including any qualifications or emphasis of a matter).

Please refer to Section 2.

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and methods of computation in the preparation of the SFRS financial statements for the current reporting period compared with the audited financial statements as at 31 December 2013.

5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reason for, and the effect of, the change.

Please refer to Section 4.

6 Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group		Group	
	For the 9 months period ended 30 Sep		For the 3 months period ended 30 Sep	
	2014	2013	2014	2013
(a) Based on weighted average no. of shares (Baht)	0.80	1.08	0.36	0.18
(b) Based on fully diluted basis (Baht)	0.80	1.08	0.36	0.18
Weighted average no. of shares applicable to basic earnings per share (after adjusting for share split)	1,280,000,000	1,280,000,000	1,280,000,000	1,280,000,000
Weighted average no. of shares based on fully diluted basis	1,280,000,000	1,280,000,000	1,280,000,000	1,280,000,000

7 Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-

- (a) current financial period reported on; and
- (b) immediately preceding financial year.

	Group		Company	
	As at		As at	
	30 Sep 2014	31 Dec 2013	30 Sep 2014	31 Dec 2013
Net asset value per ordinary share based on issued share capital as at end of the period / year (Baht)	15.82	15.68	11.79	11.12

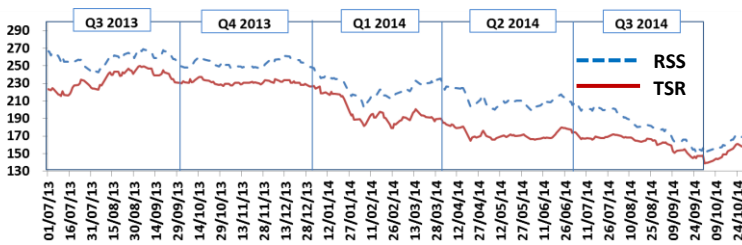
8 A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

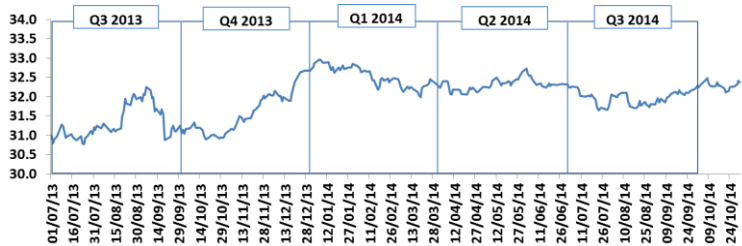
Financial result overview

Amidst a continual decline in rubber price and pent-up demand situation, our profit of THB 456.4 million was made in Q3 2014. Our revenue decrease QoQ and YoY due to the decrease in rubber price even though sale volume was leveled off QoQ and slightly increase YoY. Thanks to our productivity enhancement and efficient inventory management, gross profit increased QoQ. In addition, we also had an increase in other gains. This, together with the lower selling costs, higher profit sharing from joint ventures and associate companies and lower finance cost have posted a higher net profit QoQ and YoY.

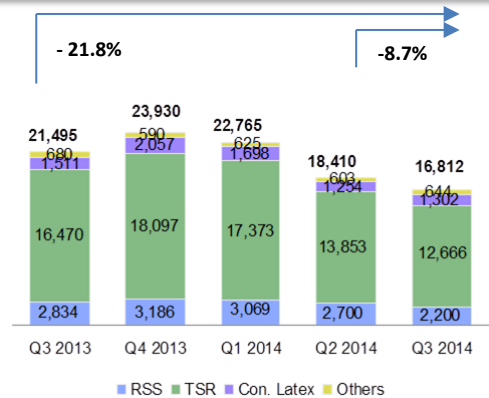
TSR20 and RSS3 Price Movement (US cent: Kg.)



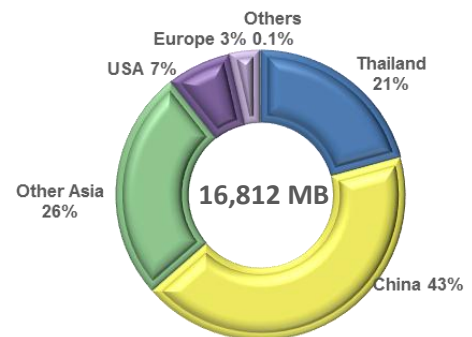
Exchange rate of Thai Baht against US dollar



Revenues by product (THB million)



Revenues by Country (Q3 2014)



Key financial ratios

Key Financial Ratios	Q3 2014	FY 2013	FY 2012
Gross profit margin	5.6%	5.6%	4.8%
Adjusted gross profit margin**	4.9%	6.3%	4.3%
EBITDA margin	5.3%	4.1%	2.9%
Net profit margin	2.7%	2.0%	1.4%
ROA	3.4%*	4.5%	3.6%
ROE	6.8%*	9.3%	7.5%
Current ratio (times)	1.50	1.30	1.47
D/E ratio (times)	0.77	1.21	0.94
Net D/E ratio (times)	0.70	1.11	0.86
Fixed asset turnover (times)	5.67*	8.03	11.38
Inventory Turnover (days)	62.31*	61.52	57.85
Collection Period (days)	28.25*	26.06	24.55
Payment Period (days)	9.83*	9.47	7.18

* Annualised

** Adjusting for (reversal) allowance of inventory cost and realised foreign exchange gains / losses

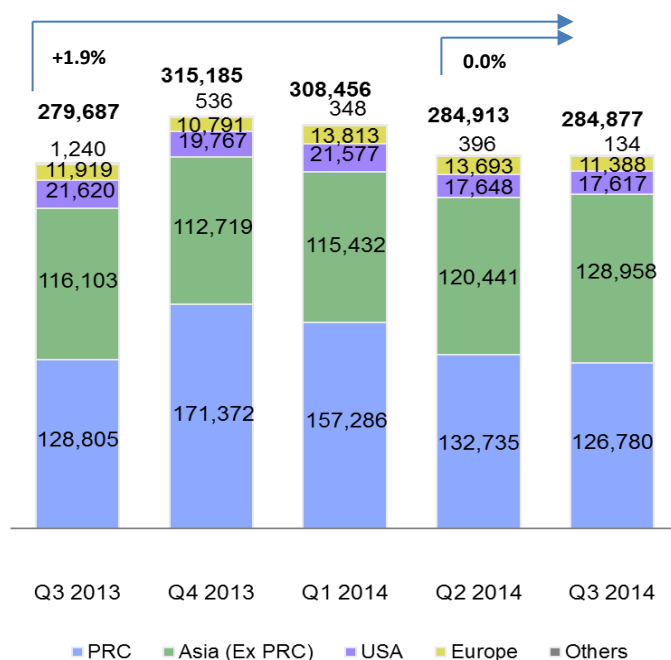
Statements of Comprehensive Income

(Unit : THB million)	Q3 2014	Q3 2013	% YoY	Q2 2014	%QoQ
Revenue from sale of goods and services	16,812.1	21,495.3	-21.8%	18,409.6	-8.7%
Cost of sales and services	(15,871.1)	(20,086.8)	-21.0%	(17,731.0)	-10.5%
Gross profit	941.0	1,408.6	-33.2%	678.6	38.7%
SG&A	(983.6)	(913.7)	7.7%	(913.2)	7.7%
Other income	25.6	31.4	-18.5%	40.5	-36.7%
Gain/(Loss) on foreign exchange	72.8	192.7	-62.2%	97.5	-25.3%
Other gain/(loss) (net)	450.7	(103.4)	535.8%	286.0	57.6%
Operating profit	506.6	615.6	-17.7%	189.3	167.6%
Share of profit from investments in associates and interests in joint ventures	153.5	96.1	59.7%	150.0	2.3%
EBITDA	895.3	909.0	-1.5%	551.0	62.5%
EBIT	660.1	711.7	-7.3%	339.3	94.5%
Finance costs (net)	(185.6)	(425.4)	-56.4%	(204.4)	-9.2%
Income tax (expense) income	(20.7)	(52.2)	-60.3%	26.0	179.6%
Net Profit for the period	453.8	234.1	93.8%	160.9	182.0%
Attributed to Owners of the parent	456.4	227.6	100.5%	166.6	174.0%
Attributed to non-controlling interests	(2.7)	6.5	-141.5%	(5.7)	-52.6%

Total sales of goods and services of Q3 2014 was Baht 16,812.1 million, down 21.8% YoY and 8.7% QoQ. NR price in Q3 2014 was continually affected by the persistence of pent-up demand, the problem of China's financial system and also the start off tapping season in Thailand. As such, the decline of sales YoY and QoQ was mainly driven by the decrease in average selling price while the sale volume remained relatively stable.

Sale volume increased by 1.9% YoY to **284,877 tons**. While most of export sales decreased, domestic sales registered remarkable growth at 42.4%. Chinese market which contributed 44.5% of our sale volume declined by 1.6%, whereas USA and EU declined by 18.5% and 4.5% respectively.

Sales volume (Tons)



Sale volume remained stable in comparison to the last quarter. Due to the slowdown growth rate and problem of financial system in China, our sales to China decreased by 4.5% QoQ. Sales to EU, Japan, India and Vietnam also declined QoQ. However, other Asian markets as well as domestic demand contributed growth to balance out the sale volume to remain stable from Q2 2014.

Gross profit for Q3 2014 was registered at Baht 941.0 million, down 33.2% YoY but up 38.7% QoQ. Our gross profit margin of Q3 2014 was recorded at 5.6%, fell from 6.6% in the same period last year and grew from 3.7% in the last quarter. Global NR supply surplus and pent-up demand together with problem of China's financial system had negative effects on NR price. In Q3 2014, there was a reversal of inventory allowance of Baht 181.8 million. Assuming the reversal of inventory allowance was not made in Q3 2014 but including the realised foreign exchange gains from our hedging policy, our adjusted gross profit margin would have been at 4.9%, which was higher than the adjusted gross profit margin in Q2 2014 at 0.7% but lower than Q3 2013 at 5.6%.

Operating profit for Q3 2014 amounted to Baht 506.6 million, down 17.7% YoY but increased 167.6% QoQ. Operating profit margin for Q3 2014 was 3.0%, increased from 2.9% in Q3 2013 and 1.0% in Q2 2014. The increase in operating profit YoY and QoQ was due to a decrease in selling expenses from lower cess rate in accordance with lower rubber price and an increase in gain from financial derivative instruments from rubber trading, despite being offset by an increase in administrative expenses as a result of legal expense provision and lower gain from foreign exchange.

Revenues by product (THB million)

	Q3 2014	Q3 2013	% YoY	Q2 2014	% QoQ
TSR*	12,666.4	16,474.4	-23.1%	13,852.6	-8.6%
%	75.3%	76.6%		75.2%	
RSS*	2,199.7	2,834.2	-22.4%	2,699.6	-18.5%
%	13.1%	13.2%		14.7%	
LTX	1,302.5	1,511.0	-13.8%	1,253.9	3.9%
%	7.7%	7.0%		6.8%	
Others**	643.5	675.8	-4.8%	603.5	6.6%
%	3.8%	3.1%		3.3%	
Total	16,812.1	21,495.3	-21.8%	18,409.6	-8.7%

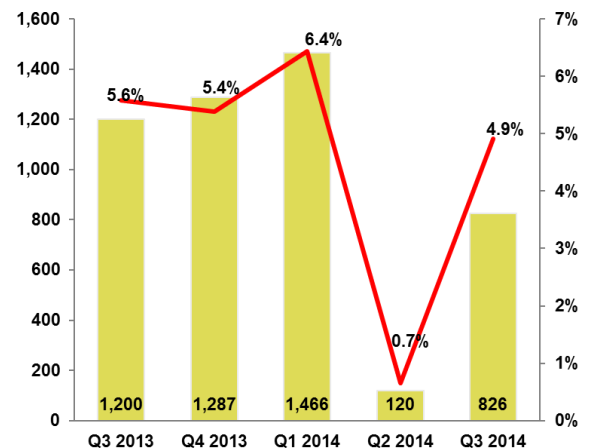
Note:

* Includes processing fee for Thai Government commencing to record from Q3 2012 – Q3 2013.

** Comprises revenue from (i) the sale of dried rubber wood and wood packing product and (ii) the provision of certain services (such as logistics, research and development and information technology services) to our associates and a joint venture entity as well as other external third parties

Net profit for Q3 2014 was Baht 456.4 million, increased by 100.5% YoY and 174.0% QoQ. Net profit margin of Q3 2014 was 2.7%, increased from 1.1% in Q3 2013 and 0.9% in Q2 2014. The increase in net profit margin YoY and QoQ was contributed from the mentioned reasons in operation profit and a decrease in financial costs as a result of lower loss from mark-to-market of USD loan.

Adjusted GP and GPM* (THB million)



Note: * GP and GPM after adjusting for (reversal) allowance of inventory cost and realised forex gains / losses

Business Segmentation Analysis



Technically Specified Rubber (TSR)

Revenue from the sale of TSR declined by 23.1% YoY and 8.6% QoQ. In comparison to the same period last year, the decrease of revenue was mainly driven by 25.1% decrease in average selling price despite a slight increase of sale volume by 2.6%. For quarterly comparison, a decline in revenue was due to 9.2% decrease of average selling price despite 0.7% increase of sale volume.

The increase in sale volume YoY and QoQ of TSR products was mainly driven by our capacity expansion even though having faced with slower demand especially from Chinese market and high inventory level of the tire manufacturers.

Gross profit of TSR decreased by 50.9% YoY but increased 15.3% QoQ. Gross profit margin lowered YoY due to selling price decrease at a faster rate than cost of sales while gross profit increase in QoQ mainly due to the start off tapping season resulted in lower procurement price competition and efficient inventory management.



Ribbed Smoked Sheet (RSS)

Revenue from the sale of RSS declined by 22.4% YoY and 18.5% QoQ. Such decline was driven by a decrease of average selling price by 21.8% and a decrease of sale volume of 0.7%. In comparison with the previous quarter, the decrease in revenue was due to a decrease in average selling price of 8.6% and sale volume decreased by 10.8%.

The decline in sale volume of RSS YoY and QoQ was due to pent-up demand and high inventory level of tire manufacturers.

Our gross profit from the sale of RSS increased 11.3% YoY and 87.9% QoQ. Thanks to our efficient inventory management in Q3 that allow us to improve gross profit from RSS QoQ. The increase in gross profit YoY was due to the fact that cost of sales decrease at a faster rate than selling price.



Concentrated Latex

Revenue from the sale of Concentrated Latex was down 13.8% YoY but up 3.9% QoQ. The decrease of revenue compared with the same period last year was driven from a decrease in average selling price of 12.9% and a decrease in sale volume of 1.0%. Comparing with the previous quarter, the increase in revenue mainly resulted from an increase in sale volume of 9.0%. Despite a decrease of 4.7% in average selling price

The increase in sale volume QoQ of Concentrated Latex was largely contributed from a continuous increase in demand of NR as a raw material for glove manufacturers.

Gross profit from the sale of Concentrated Latex increased by 142.3% YoY and 209.0% QoQ due to our efficient inventory management and higher demand from dipping industries.

Financial Position

(Unit : THB million)	30-Sep-14	31-Dec-13	% change
Cash and cash equivalents	1,574.5	1,892.7	-16.8%
Trade AR and other receivables, net	5,229.4	7,441.2	-29.7%
Inventories, net	9,157.5	16,581.9	-44.8%
Other current assets	930.9	682.5	36.4%
Total current assets	16,892.3	26,598.4	-36.5%
Investments in associates and JVs	3,899.8	4,030.4	-3.2%
Property, plant and equipment, net	14,353.8	12,925.9	11.0%
Other non-current assets	772.7	765.4	0.9%
Total non-current assets	19,026.2	17,721.7	7.4%
Total assets	35,918.5	44,320.1	-19.0%
Short-term borrowings from financial institutions	6,811.3	14,223.1	-52.1%
Trade accounts payable and other payables	2,341.8	3,821.5	-38.7%
Current portion of debenture	1,600.0	1,600.0	0.0%
Other current liabilities	483.4	731.1	-33.9%
Total current liabilities	11,236.5	20,375.7	-44.9%
Long-term borrowings from financial institutions	2,650.9	2,113.7	25.4%
Debentures	1,450.0	1,450.0	0.0%
Other non-current liabilities	333.7	314.4	6.1%
Total non-current liabilities	4,434.5	3,878.1	14.3%
Total liabilities	15,671.1	24,253.8	-35.4%
Issued and paid up share	1,280.0	1,280.0	0.0%
Premium on share capital	8,551.0	8,551.0	0.0%
Retained earnings	9,774.6	9,558.7	2.3%
Non-controlling interests	86.9	88.3	-1.6%
Other items	555.0	588.3	-5.7%
Total shareholders' equity	20,247.4	20,066.3	0.9%
Total liabilities and shareholders' equity	35,918.5	44,320.1	-19.0%

Current assets decreased by Baht 9,706.1 million, or 36.5% from Baht 26,598.4 million as at year end 2013 to Baht 16,892.3 million as at quarter end of Q3 2014 which was due primarily to a decrease in inventories of Baht 7,424.4 million owing to a decline of rubber price, a decrease in trade receivables of Baht 2,211.9 million due to lower average selling price and a decrease in cash and cash equivalents of Baht 318.2 million despite being offset by an increase in derivative financial instruments of Baht 295.6 million.

Non-current assets increased by Baht 1,304.5 million, or 7.4%, from Baht 17,721.7 million as at year end 2013 to Baht 19,026.2 million as at quarter end of Q3 2014 which primarily consisted of an increase in property, plants and equipment of Baht 1,427.9 million (net of depreciation and disposal) for the construction of our new factories and capacity expansion in Thailand and Indonesia as well as for acquisition of landbank for rubber plantation despite being offset by a decrease in investment in associates and joint ventures of Baht 130.6 million.

Current liabilities decreased by Baht 9,139.2 million, or 44.9%, from Baht 20,375.7 million as at year end 2013 to Baht 11,236.5 million as at quarter end of Q3 2014 which was mainly on account of a decrease in short-term loans of

Baht 7,411.8 million and a decrease in account payable of Baht 1,479.7 million which was due to lower level of both inventories and NR price.

Non-current liabilities increased by Baht 556.4 million, or 14.3%, from Baht 3,878.1 million as at year end 2013 to Baht 4,434.5 million as at quarter end of Q3 2014 which was primarily due to an increase in long-term loans of Baht 537.1 million (net of current portion) to support our business expansion.

Equity increased by Baht 181.1 million, or 0.9%, from Baht 20,066.3 million as at year end 2013 to Baht 20,247.4 million as at quarter end of Q3 2014 which was comprised of dividend payment by Baht 832.0 million and the net profit during the period.

Statement of Cash Flows

(Unit : THB million)	9 mo. 2014	9 mo. 2013
CFO	9,173.7	2,644.4
CFI	(1,562.1)	(2,512.2)
CFF	(7,929.8)	148.7
Net increase (decrease) in cash	(318.2)	280.9
Beginning cash	1,892.7	1,534.0
Ending cash	1,574.5	1,815.0

For the period of nine months 2014, cash flow from operation before net change in operating assets and liabilities was Baht 1,622.9 million. We generated cash amounted Baht 8,126.5 million from change in our operating assets and liabilities. We spent Baht 2,100.5 million of CAPEX, principally comprised Baht 1,450.8 million for expansion of NR production capacity and Baht 586.5 million for the investment in rubber plantation business. Our CAPEX is basically financed by long-term loan facilities from financial institutions and proceeds from IPO in Singapore.

9 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

No forecast or prospect statement has been previously disclosed to shareholders.

10 A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

Outlook

Industry in general

In 2014, Natural Rubber Industry continues to be pressured by stuttering global economy, ample supply, and unfavorable market sentiment in China.

However, in longer outlook, the global economy shows signs to recover. The contracted EU, US and Japan economies are expected to be relaxed and growth prospect for the year 2015 is still intact and remain positive. The current slowdown in Chinese rubber consumption is seen temporary, not fundamentally affect. IRSG forecasts world Natural Rubber consumption in 2015 to stay decent before growing at an accelerating rate in 2016, while supply shall adjust to meet demand which will result in smaller surplus. The supply control policy of Thailand to uproot 30% of 25 years old and older by the end of 2014 is another factor to cut down supply and boost the price up. The likelihood of an El nino could potentially delay global rubber output and positively stimulate rubber prices.

The uncertainty of US to reimpose import duty of certain passenger vehicle and light truck tires from China in the future is a factor to limit Chinese import demand growth. Nevertheless, we view this as a reflection of volume adjustment geographically and total sale should not be curbed.

NR Export – Import (Ton)

Export	Q3'14	YoY	Import	Q3'14	YoY
Thailand	855	0%	China	805	3%
Indonesia	699	-1%	EU	377	0%
Malaysia	292	-10%	USA	234	4%
Vietnam	314	-7%	Japan	161	-13%

Source: IRSG

World Economic Indicators, GDP%

	2013	2014f	diff. from Jul'14 update
Annual GDP Growth			
World	3.3	3.3	(0.1)
Advanced Economies	1.4	1.8	0.0
Emerging Economies	4.7	4.4	(0.1)
China	7.7	7.4	0.0

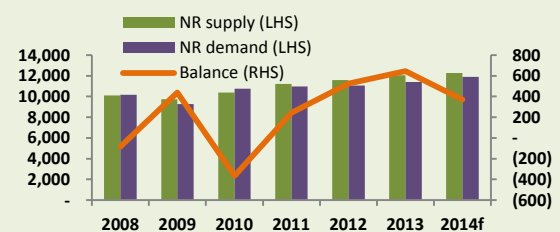
Source: IMF, WEO October 2014

World Tire and Vehicle Production

(million units)	2012	2013	2014f
World vehicle in use	1,115	1,155	1,197
% growth	3.6	3.5	3.6
World vehicle production	85	87	91
% growth	5.7	3.6	4.8
World tyre production	1,601	1,658	1,736
% growth	(0.5)	3.5	4.7

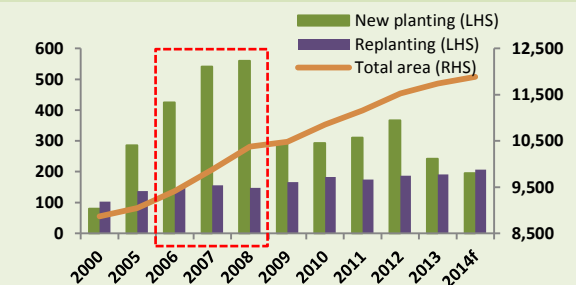
Source: IRSG

NR Balance (000'tons)



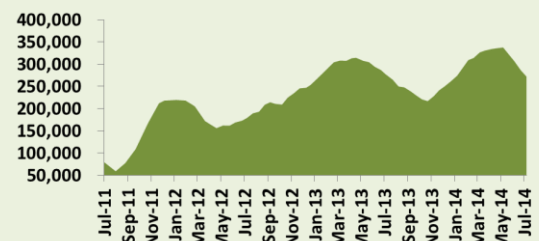
Source: IRSG

NR Planting Area of Main Producers (000' HA)



Source: IRSG

NR Inventory at Qingdao (Ton)



Progress of our business growth plan in value chain



Our strategic plan to aggressively expand and penetrate across Natural Rubber supply chain remains on track.

Upstream Business – to achieve 8,000 hectares in 2014

As at 30 September 2014 the Company had approximately 37,190 rai (5,950 hectares). Most of our lands are in the North of Thailand where approximately 460 rai (74 hectares) are under tapping, 33,395 rai (5,343 hectares) have been planted and will be mature for tapping from 2016 onwards, and 3,335 rai (533 hectares) are land under development prepared for planting during raining season in the next year.

Midstream Business – to expand production capacity to reach 1.5 million by the end of 2015

As at 30 September 2014, our optimum annual capacity was registered at industry record at 1.35 million tons per annum. Total additional capacity from year ended 2013 came from new TSR plants in Phitsanulok. Our new concentrated latex plant in Ubon Ratchathani has already started production in October 2014 while the construction of our 3rd plant in Indonesia in Muara Bungo province is expected to be completed within beginning 2015. The production of our new TSR plant in Myanmar will be slightly delayed due to longer-than-expected approval period from the authorities and unrest situation in Mudon township. The Company aims to reach capacity of 1.5 million tons per annum by the end of 2015.

Customer Coverage – to expand into high potential markets

Our strategic plan to continuously expand in high potential markets, especially in China,

was successfully accomplished. Amid unfavorable market sentiment in china from concerns over poor economic performance and high finished rubber product stock of tire manufacturers, the proportion of our sale volume to total China import of Q3 2014 was 16%, improved from the previous quarter at 15%. Our newly established sales & distribution platform in Vietnam commenced its operation in March 2014 has been doing well.

Downstream Business – Gloves & Hydraulic Hose Manufacturing

Revenue and profit of Siam Sempermed Corporation (SSC), our joint venture in Thailand, in Q3 2014 improved YoY and QoQ. Thanks to the vision of SSC management to penetrate into new markets to gain a bunch of new customers. The profit was enhanced due to lower raw material costs and economy of scale from increase in production utilisation. Our new factory in Suratthani (SSC4) has been successful in ramping up in its utilisation rate as well as profitability. We expect the demand of examination gloves will continue to be strong.

Semperflex Asia Corporation (SAC), one of our investment in manufacturing hydraulic hoses managed by Sri Trang Group continue to perform well. The utilisation rate has been elevated and now run at full capacity. Higher in sale volume and lower raw material costs resulted in the increase in profit YoY and QoQ.

11 Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Not applicable

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

Not applicable

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable

(d) Date payable

Not applicable.

(e) Book closure date

Not applicable.

12 If no dividend has been declared/recommended, a statement to that effect.

Not applicable

PART II – ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

13 Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements with comparative information for the immediately preceding year.

Not applicable

14 In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Not applicable

15 A breakdown of sales.

Not applicable

16 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

Not applicable

CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

On behalf of the Board of Directors of the Company, we hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial results for the third quarter ended 30 September 2014 to be false or misleading in any material aspects.

On behalf of the Board of Directors



Kitichai Sincharoenkul
Executive Director
13 November 2014