



IFS Capital (Thailand)  
Public Company Limited  
IFS 605 / 2015

6<sup>th</sup> May 2015

Subject: Explanation of the Operating Results for Quarter 1/2015

To: The President  
The Stock Exchange of Thailand

We, IFS Capital (Thailand) Public Company Limited, would like to submit herewith the Reviewed Financial Statements for the Quarter 1/2015 ended 31<sup>st</sup> March 2015 as certified by our auditor, Deloitte Touche Tohmatsu Jaiyos Audit Co., Ltd., and to clarify the significant variance of the operating results as follows:-

(Unit : Million Baht)

	For the 1 <sup>st</sup> Quarter ended 31 <sup>st</sup> March			
	2015	2014	Increase / (decrease)	% Change
<b>Revenues</b>				
Factoring Income	59.21	58.63	0.58	0.99
Hire Purchase Income	0.20	0.33	(0.13)	(39.84)
Finance Lease Income	7.18	10.93	(3.75)	(34.33)
Factoring Commission and Service Fee	19.98	19.57	0.41	2.09
Other Income	3.37	3.82	(0.46)	(11.93)
<b>Total Revenues</b>	<b>89.94</b>	<b>93.29</b>	<b>(3.35)</b>	<b>(3.59)</b>
<b>Expenses</b>				
Selling Expenses	3.73	4.20	(0.47)	(11.17)
Administration Expenses	17.80	18.84	(1.04)	(5.52)
Management Benefit Expenses	7.25	7.41	(0.17)	(2.24)
Allowance made (reversal) for Doubtful Accounts	8.09	(3.45)	11.54	(334.60)
<b>Total Expenses</b>	<b>36.87</b>	<b>27.01</b>	<b>9.86</b>	<b>36.52</b>
<b>Profit before Finance Cost and Income Tax Expenses</b>	<b>53.07</b>	<b>66.29</b>	<b>(13.21)</b>	<b>(19.93)</b>
<b>Finance Cost</b>	<b>18.11</b>	<b>20.15</b>	<b>(2.04)</b>	<b>(10.10)</b>
<b>Profit before Income Tax Expenses</b>	<b>34.96</b>	<b>46.14</b>	<b>(11.18)</b>	<b>(24.23)</b>
<b>Income Tax</b>	<b>7.08</b>	<b>9.21</b>	<b>(2.13)</b>	<b>(23.09)</b>
<b>Net Profit</b>	<b>27.88</b>	<b>36.93</b>	<b>(9.05)</b>	<b>(24.51)</b>

#### Quarterly to Quarterly Analysis

For the 1<sup>st</sup> quarter of 2015, the Company reported Net Profit of Baht 27.88 million, a decrease of Baht 9.05 million or 24.51% from the same period last year.

The reason for the decrease in the Company's Net Profit was mainly due to higher allowance made for loan losses of Baht 11.54 million (1Q/2015: Baht 8.09 million, 1Q/2014: (Baht 3.45 million)). This resulted from the increase in specific provision of Baht 7.03 million (1Q/2015: Baht 4.87 million, 1Q/2014: (Baht 2.16 million)) as in 1Q/2014 there was a write-back in allowance for doubtful accounts of Baht 9.79 million from one NPL account), and an increase in collective provision of Baht 4.51 million (1Q/2015: Baht 3.22 million, 1Q/2014: (Baht 1.29 million)). Please be informed accordingly.

Sincerely yours,

(Mr. Tan Ley Yen)  
Director and CEO

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IFS - 001

**Headline:** Reviewed Quarter 1 F/S (F45-1)  
**Security Symbol:** IFS

Announcement Details

**The Company Financial Statement (F45-1)**

Company name	IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED
Quarter	Quarter 1

(In thousands)

The Company Financial Statement

	Quarter 1	
Status	Reviewed	
Ending	31 March	
Year	2015	2014
Net profit (loss)	27,880	36,931
EPS (baht)	0.06	0.08

Type of report	Unqualified opinion
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Please see details in financial statements, auditor's report and remarks from SET SMART

"The company hereby certifies that the information above is correct and complete. In addition, the company has already reported and disseminated its financial statements in full via the SET Electronic Listed Company Information Disclosure (SET Portal), and has also submitted the original report to the Securities and Exchange Commission."

Signature \_\_\_\_\_  
(Mr. Tan Ley Yen)  
Director and CEO  
Authorized to sign on behalf of the company

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**REVIEW REPORT ON INTERIM FINANCIAL INFORMATION  
OF THE INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS**

**TO THE BOARD OF DIRECTORS**

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**

We have reviewed the statement of financial position of IFS Capital (Thailand) Public Company Limited as at March 31, 2015 and the related statement of profit or loss and other comprehensive income, changes in shareholders' equity and cash flows for the three-month period then ended, and the condensed notes to the financial statements. The Company's management is responsible for the preparation and fair presentation of this interim financial information in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim financial information based on our review.

**Scope of Review**

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

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the aforementioned interim financial information has not been prepared in all material respects, in accordance with Thai Accounting Standard No. 34 "Interim Financial Reporting".

**BANGKOK**  
**April 30, 2015**

Nisakorn Songmanee  
Certified Public Accountant (Thailand)  
Registration No. 5035  
**DELOITTE TOUCHE TOHMATSU JAIYOS AUDIT CO., LTD.**

IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

AS AT MARCH 31, 2015

UNIT : BAHT

		"Unaudited"	
	Notes	As at March 31, 2015	As at December 31, 2014
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		225,893,369	172,565,524
Factoring receivable, net	5	2,606,025,236	2,636,437,389
Current portion of hire purchase receivable, net	6	4,877,099	5,867,013
Current portion of lease contract receivable, net	7	157,893,110	168,157,726
Inventory finance receivable, net	8	29,906,553	33,212,643
Amount due from a related company	12	15,566	19,500
Other current assets		2,415,555	3,253,168
Total Current Assets		<u>3,027,026,488</u>	<u>3,019,512,963</u>
<b>NON-CURRENT ASSETS</b>			
Bank deposits held as collateral		152,700	151,687
Hire purchase receivable, net	6	1,607,590	2,100,819
Lease contract receivable, net	7	128,447,058	148,450,507
Plant and equipment	9	90,130,410	27,403,283
Intangible assets		3,586,640	2,738,606
Deferred tax assets		55,706,531	55,279,514
Other non-current assets		372,750	333,150
Total Non-current Assets		<u>280,003,679</u>	<u>236,457,566</u>
<b>TOTAL ASSETS</b>		<u><u>3,307,030,167</u></u>	<u><u>3,255,970,529</u></u>

See condensed notes to the financial statements

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT MARCH 31, 2015**

UNIT : BAHT

		<b>"Unaudited"</b>	
	Notes	As at March 31, 2015	As at December 31, 2014
<b>LIABILITIES AND EQUITY</b>			
<b>CURRENT LIABILITIES</b>			
Short-term loans from financial institutions	10	1,670,000,000	1,570,000,000
Current portion of long-term loans	11	260,560,000	285,240,000
Other current liabilities		50,637,913	62,504,528
Total Current Liabilities		<u>1,981,197,913</u>	<u>1,917,744,528</u>
<b>NON-CURRENT LIABILITIES</b>			
Long-term loans	11	234,260,000	275,600,000
Employee benefit obligations		24,241,981	23,175,442
Total Non-Current Liabilities		<u>258,501,981</u>	<u>298,775,442</u>
<b>TOTAL LIABILITIES</b>		<u>2,239,699,894</u>	<u>2,216,519,970</u>

IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED  
STATEMENT OF FINANCIAL POSITION (CONTINUED)  
AS AT MARCH 31, 2015

UNIT : BAHT

	Notes	"Unaudited" As at March 31, 2015	As at December 31, 2014
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>			
(CONTINUED)			
SHAREHOLDERS' EQUITY			
SHARE CAPITAL			
Authorized share capital			
470,000,000 ordinary shares of Baht 1 each		470,000,000	470,000,000
Issued and paid-up share capital			
470,000,000 ordinary shares of Baht 1 each, fully paid-up		470,000,000	470,000,000
ADDITIONAL PAID-UP CAPITAL			
Premium on ordinary shares		31,746,399	31,746,399
RETAINED EARNINGS			
Appropriated			
Legal reserve		44,362,189	44,362,189
Unappropriated		521,221,685	493,341,971
TOTAL SHAREHOLDERS' EQUITY		1,067,330,273	1,039,450,559
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>3,307,030,167</b>	<b>3,255,970,529</b>

See condensed notes to the financial statements

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2015**  
**"UNAUDITED"**

UNIT : BAHT

	Notes	2015	2014
<b>REVENUES</b>			
Factoring income		59,213,741	58,630,374
Hire purchase income		199,888	332,281
Finance lease income		7,181,232	10,934,855
Factoring commission and service fees		19,978,790	19,569,257
Other income		3,367,724	3,824,119
Total Revenues		<u>89,941,375</u>	<u>93,290,886</u>
<b>EXPENSES</b>			
Selling expenses		3,730,116	4,199,034
Administrative expenses		17,803,244	18,842,465
Management benefit expenses	12	7,246,290	7,412,488
Allowance for doubtful accounts (Reversal)		8,089,711	(3,448,246)
Total Expenses		<u>36,869,361</u>	<u>27,005,741</u>
<b>INCOME BEFORE FINANCE COST AND</b>			
INCOME TAX EXPENSES		53,072,014	66,285,145
FINANCE COST		<u>18,110,776</u>	<u>20,146,460</u>
INCOME BEFORE INCOME TAX EXPENSES		34,961,238	46,138,685
INCOME TAX EXPENSE		<u>7,081,524</u>	<u>9,207,993</u>
<b>PROFIT FOR THE PERIODS</b>		<u><u>27,879,714</u></u>	<u><u>36,930,692</u></u>
<b>BASIC EARNINGS PER SHARE</b>	<b>BAHT</b>	0.06	0.08
<b>WEIGHTED AVERAGE NUMBER OF</b>			
<b>ORDINARY SHARES</b>	<b>SHARES</b>	470,000,000	470,000,000

See condensed notes to the financial statements

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2015**  
**"UNAUDITED"**

UNIT : BAHT

	Issued and Paid-up Share Capital	Premium on Ordinary Shares	Retained Earnings Appropriated Legal Reserve	Unappropriated	Total Shareholders' Equity
<b>Beginning balance as at</b>					
January 1, 2014	470,000,000	31,746,399	37,456,352	425,581,057	964,783,808
Changes during the period					
Total comprehensive income	-	-	-	36,930,692	36,930,692
<b>Ending balance as at</b>					
March 31, 2014	470,000,000	31,746,399	37,456,352	462,511,749	1,001,714,500
<b>Beginning balance as at</b>					
January 1, 2015	470,000,000	31,746,399	44,362,189	493,341,971	1,039,450,559
Changes during the period					
Total comprehensive income	-	-	-	27,879,714	27,879,714
<b>Ending balance as at</b>					
March 31, 2015	470,000,000	31,746,399	44,362,189	521,221,685	1,067,330,273

Notes to the financial statements form an integral part of these statements



**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED**  
**STATEMENT OF CASH FLOWS**  
**FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2015**  
**"UNAUDITED"**

UNIT : BAHT

	Notes	2015	2014
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Income before income tax expenses		34,961,238	46,138,685
Adjustments for :			
Allowance for doubtful accounts (reversal)		8,089,711	(3,448,246)
Gain sales of fixed assets/write-off fixed assets		-	(154,206)
Interest expenses		17,920,769	19,817,035
Employment benefits expense		1,066,539	970,521
Depreciation and amortization		1,673,904	1,046,458
		<u>63,712,161</u>	<u>64,370,247</u>
Operating assets (increase) decrease			
Factoring receivable		21,871,870	217,488,234
Hire purchase receivable		1,494,739	3,269,176
Lease contract receivable		30,690,507	43,356,431
Inventory finance receivable		3,322,624	3,895,919
Amount due from a related company		3,934	(200)
Other current assets		837,613	2,406,955
Fixed deposits pledged as collateral		(1,013)	(1,202)
Non-other current assets		(39,600)	66,000
Operating liabilities increase (decrease)			
Amount due to a related company		-	(19,326)
Other current liabilities		(16,971,938)	(22,862,725)
Cash paid for operating activities		104,920,897	311,969,509
Interest expense paid		(18,015,997)	(19,961,981)
Net cash provided by operating activities		<u>86,904,900</u>	<u>292,007,528</u>

IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED  
STATEMENT OF CASH FLOWS (CONTINUED)  
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2015  
"UNAUDITED"

		UNIT : BAHT	
	Notes	2015	2014
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Cash paid for purchases of fixed assets	4.1	(64,188,400)	(1,311,131)
Cash paid for purchases of intangible assets	4.2	(3,368,655)	(43,335)
Cash received from sale of fixed assets		-	154,206
Net cash used in investing activities		<u>(67,557,055)</u>	<u>(1,200,260)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Cash received from short-term loans			
from financial institutions		3,225,000,000	4,520,000,000
Cash paid for short-term loans			
to financial institutions		(3,125,000,000)	(4,880,000,000)
Cash received from long-term loans		-	100,000,000
Cash paid for long-term loans		<u>(66,020,000)</u>	<u>(66,520,000)</u>
Net cash provided by (used in) financing activities		<u>33,980,000</u>	<u>(326,520,000)</u>
Net decrease in cash and cash equivalents		53,327,845	(35,712,732)
Cash and cash equivalents at beginning of the period		<u>172,565,524</u>	<u>306,469,635</u>
<b>Cash and cash equivalents at end of the period</b>	4.3	<u><u>225,893,369</u></u>	<u><u>270,756,903</u></u>

See condensed notes to the financial statements

**IFS CAPITAL (THAILAND) PUBLIC COMPANY LIMITED  
CONDENSED NOTES TO THE FINANCIAL STATEMENTS  
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2015  
“UNAUDITED”**

**1. GENERAL INFORMATION AND THE COMPANY’S OPERATION**

The Company was incorporated in March 1991, under the laws of Thailand and registered as a Public Company Limited with the Ministry of Commerce on April 18, 2007. The Company’s office is located at 20<sup>th</sup> floor Lumpini Tower, 1168/55 Rama IV Road, Tungmahamek, Sathorn, Bangkok. The principal business activities of the Company are factoring, hire purchase and leasing businesses.

The major shareholders as at March 31, 2015 and December 31, 2014 were IFS Capital Holdings (Thailand) Limited with 36.64% and IFS Capital Limited (registered in Singapore) with 36.49% shareholdings. The major shareholder of IFS Capital Limited is Phillip Asset Pte. Ltd. (registered in Singapore) with 40.78% shareholding.

The Company has been foreign and submitted the request to do business under Section 17 of the Foreign Business Act B.E. 2542 and obtained the license of foreign business operations dated July 3, 2009 from the Department of Business Development to do business in category 3 (21) service business as follows:

- 1) Factoring
- 2) Leasing and hire purchase businesses only to the existing customers committed under the leasing and hire purchase agreements

Thus, the Company has to comply with the conditions specified in the certificate of foreign business operations.

On November 27, 2009, the Company had reapplied for a permission to operate a business under annex 3 (21): service businesses of leasing and hire purchase of vehicles and machineries used in industry, tools used in transport of goods, vessels and carriages used in agriculture to new clients and on April 8, 2010, the Company had obtained the approval from the Department of Business Development.

**2. BASIS FOR PREPARATION OF THE INTERIM FINANCIAL STATEMENTS**

- 2.1 These interim financial statements are prepared in Thai Baht and in compliance with Thai Accounting Standard No. 34 (Revised 2014) “Interim Financial Reporting” and accounting practices generally accepted in Thailand. The Company presents the condensed notes to interim financial statements and the additional information is disclosed in accordance with the regulations of the Office of the Securities and Exchange Commission.
- 2.2 The statements of financial position as at December 31, 2014, presented herein for comparison, have been derived from the financial statements of the Company for the year then ended which had been previously audited.

- 2.3 The unaudited results of operations presented in the three-month period ended March 31, 2015 are not necessarily an indication nor anticipation of the operating results for the full year.
- 2.4 Certain financial information which is normally included in the annual financial statements prepared in accordance with TFRS, but which is not required for interim reporting purposes, has been omitted. In addition, the interim financial statements for the three-month period ended March 31, 2015 should be read in conjunction with the audited financial statements for the year ended December 31, 2014.
- 2.5 The preparation of financial statements in conformity with Thai Financial Reporting Standards requires management to exercise judgment in order to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent assets and liabilities. The actual results may differ from those estimates.
- 2.6 Thai Financial Reporting Standards affecting the presentation and/or disclosure in the current year financial statements

The Federation of Accounting Professions has issued the Notifications regarding Thai Financial Reporting Standards (TFRSs) which are effective for the financial statements for the period beginning on or after January 1, 2015 onwards, as follow:

**Thai Accounting Standards (“TAS”)**

TAS 1 (Revised 2014)	Presentation of Financial Statements
TAS 2 (Revised 2014)	Inventories
TAS 7 (Revised 2014)	Statement of Cash Flows
TAS 8 (Revised 2014)	Accounting Policies, Changes in Accounting Estimates and Errors
TAS 10 (Revised 2014)	Events after the Reporting Period
TAS 11 (Revised 2014)	Construction Contracts
TAS 12 (Revised 2014)	Income Taxes
TAS 16 (Revised 2014)	Property, Plant and Equipment
TAS 17 (Revised 2014)	Leases
TAS 18 (Revised 2014)	Revenue
TAS 19 (Revised 2014)	Employee Benefits
TAS 20 (Revised 2014)	Accounting for Government Grants and Disclosure of Government Assistance
TAS 21 (Revised 2014)	The Effects of Changes in Foreign Exchange Rate
TAS 23 (Revised 2014)	Borrowing Costs
TAS 24 (Revised 2014)	Related Party Disclosures
TAS 26 (Revised 2014)	Accounting and Reporting by Retirement Benefit Plans
TAS 27 (Revised 2014)	Separate Financial Statements
TAS 28 (Revised 2014)	Investments in Associates and Joint Ventures
TAS 29 (Revised 2014)	Financial Reporting in Hyperinflationary Economies
TAS 33 (Revised 2014)	Earnings per Share
TAS 34 (Revised 2014)	Interim Financial Reporting
TAS 36 (Revised 2014)	Impairment of Assets
TAS 37 (Revised 2014)	Provisions, Contingent Liabilities and Contingent Assets
TAS 38 (Revised 2014)	Intangible assets
TAS 40 (Revised 2014)	Investment Property

**Thai Financial Reporting Standards (“TFRS”)**

TFRS 2 (Revised 2014)	Share - Based Payment
TFRS 3 (Revised 2014)	Business Combinations
TFRS 5 (Revised 2014)	Non-current Assets Held for Sale and Discontinued Operations
TFRS 6 (Revised 2014)	Exploration for and Evaluation of Mineral Assets
TFRS 8 (Revised 2014)	Operating Segments
TFRS 10	Consolidated Financial Statements
TFRS 11	Joint Arrangements
TFRS 12	Disclosure of Interests in Other Entities
TFRS 13	Fair Value Measurement

**Thai Accounting Standards Interpretations (“TSIC”)**

TSIC 10 (Revised 2014)	Government Assistance - No Specific Relation to Operating Activities
TSIC 15 (Revised 2014)	Operating Leases - Incentives
TSIC 25 (Revised 2014)	Income Taxes - Change in the Tax Status of an Enterprise or its Shareholders
TSIC 27 (Revised 2014)	Evaluating the Substance of Transactions in the Legal Form of a Lease
TSIC 29 (Revised 2014)	Disclosure - Service Concession Arrangements
TSIC 31 (Revised 2014)	Revenue - Barter Transactions Involving Advertising Services
TSIC 32 (Revised 2014)	Intangible Assets - Web Site Costs

**Thai Financial Reporting Standard Interpretations (“TFRIC”)**

TFRIC 1 (Revised 2014)	Changes in Existing Decommissioning, Restoration and Similar Liabilities
TFRIC 4 (Revised 2014)	Determining whether an Arrangement contains a Lease
TFRIC 5 (Revised 2014)	Rights to Interests arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
TFRIC 7 (Revised 2014)	Applying the Restatement Approach under IAS 29 Financial Reporting in Hyperinflationary Economies
TFRIC 10 (Revised 2014)	Interim Financial Reporting and Impairment
TFRIC 12 (Revised 2014)	Service Concession Arrangements
TFRIC 13 (Revised 2014)	Customer Loyalty Programmes
TFRIC 14	TAS 19 (Revised 2014) - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
TFRIC 15 (Revised 2014)	Agreements for the Construction of Real Estate
TFRIC 17 (Revised 2014)	Distributions of Non-cash Assets to Owners
TFRIC 18 (Revised 2014)	Transfers of Assets from Customers
TFRIC 20	Stripping Costs in the Production Phase of a Surface Mine

Above TFRSs have no material impact on these financial statements.

**2.7 Thai Financial Reporting Standards announced in the Royal Gazette but not yet effective**

The Federation of Accounting Professions issued the Notification regarding Thai Financial Reporting Standard No.4 (Revised 2014) “Insurance Contracts”, which will be effective for the accounting period beginning on or after January 1, 2016 onwards. The Company’s management will adopt such TFRS in the preparation of the Company’s financial statements when it becomes effective.

The Company’s management has assessed the impact of this TFRS and believes that it will not have material impact on the financial statements for the period in which it is initially applied.

### 3. SIGNIFICANT ACCOUNTING POLICIES

The interim financial statements have been prepared based on the basis, accounting policies and method of computation consistent with those used in the financial statements for the year ended December 31, 2014, except the adoption of new and revised Thai Financial Reporting Standards as described in Note 2.

### 4. SUPPLEMENTARY DISCLOSURE OF CASH FLOWS INFORMATION

4.1 Plant and equipment for the three-month periods ended March 31, 2015 and 2014 are as follows:

	<b>2015 Baht</b>	<b>2014 Baht</b>
Other payable - plant and equipment, beginning balance (included in other current liabilities)	-	30,603
<u>Add</u> Purchases of plant and equipment	64,320,010	1,280,528
<u>Less</u> Cash paid for purchases of plant and equipment	<u>(64,188,400)</u>	<u>(1,311,131)</u>
Other payable - plant and equipment, ending balance (included in other current liabilities)	<u>131,610</u>	<u>-</u>

4.2 Intangible assets for the three-month periods ended March 31, 2015 and 2014 are as follows:

	<b>2015 Baht</b>	<b>2014 Baht</b>
Other payable - intangible assets, beginning balance (included in other current liabilities)	2,439,600	-
<u>Add</u> Purchases of intangible assets	929,055	43,335
<u>Less</u> Cash paid for purchases of intangible assets	<u>(3,368,655)</u>	<u>(43,335)</u>
Other payable - intangible asset, ending balance (included in other current liabilities)	<u>-</u>	<u>-</u>

4.3 Cash and cash equivalents as at March 31, 2015 and 2014 consist of the following:

	<b>2015 Baht</b>	<b>2014 Baht</b>
Cash on hand	30,000	30,000
Cash at banks - current accounts	12,612,397	11,015,250
Cash at banks - savings accounts	<u>213,250,972</u>	<u>259,711,653</u>
	<u>225,893,369</u>	<u>270,756,903</u>

## 5. FACTORING RECEIVABLE, NET

Factoring receivable, net as at March 31, 2015 and December 31, 2014 consist of the following:

	2015 Baht	2014 Baht
Factoring receivable	3,446,064,617	3,401,975,949
<u>Less</u> Allowance for doubtful accounts (*)	<u>(100,637,437)</u>	<u>(92,097,154)</u>
	3,345,427,180	3,309,878,795
<u>Less</u> Factoring payable	<u>(739,401,944)</u>	<u>(673,441,406)</u>
Factoring receivable, net	<u>2,606,025,236</u>	<u>2,636,437,389</u>

(\*) As at March 31, 2015 and December 31, 2014, the Company has provided for the allowance for doubtful accounts on a collective basis for factoring receivable which were classified as normal and overdue for less than 3 months which amounted to Baht 5,353,326 and Baht 1,873,201, respectively.

Factoring receivable as at March 31, 2015 and December 31, 2014 were classified by aging as follows:

	2015 Baht	2014 Baht
Current	2,514,990,265	2,060,922,617
Over due :		
Less than 3 months	813,700,373	1,244,029,902
3 - 6 months	26,842,760	6,769,378
9 - 12 months	1,535,561	2,231,089
Restructuring	-	6,616,133
Debtors subject to legal proceedings	88,995,658	81,406,830
	<u>3,446,064,617</u>	<u>3,401,975,949</u>

## 6. HIRE PURCHASE RECEIVABLE, NET

Hire purchase receivable, net as at March 31, 2015 and December 31, 2014 consist of the following:

	2015 Baht	2014 Baht
Outstanding contract price	6,991,663	8,606,130
<u>Less</u> Unearned financing income	<u>(454,898)</u>	<u>(574,626)</u>
	6,536,765	8,031,504
<u>Less</u> Allowance for doubtful accounts (*)	<u>(52,076)</u>	<u>(63,672)</u>
	6,484,689	7,967,832
Due within one year	5,285,534	6,362,641
<u>Less</u> Unearned financing income	<u>(408,435)</u>	<u>(495,628)</u>
Current portion of hire purchase receivable, net	4,877,099	5,867,013
Hire purchase receivable, net	<u>1,607,590</u>	<u>2,100,819</u>

(\*) As at March 31, 2015 and December 31, 2014, the Company has provided for the allowance for doubtful accounts, on a collective basis for hire purchase receivable which were classified as normal and overdue for less than 3 months which amounted to Baht 52,076 and Baht 63,672, respectively.

Aging of hire purchase receivable as at March 31, 2015 and December 31, 2014 were classified by aging as follows:

	<b>2015 Baht</b>	<b>2014 Baht</b>
Current	6,375,765	8,031,504
Over due :		
Less than 3 months	161,000	-
	<u>6,536,765</u>	<u>8,031,504</u>

#### 7. LEASE CONTRACT RECEIVABLE, NET

Lease contract receivable, net as at March 31, 2015 and December 31, 2014 consist of the following:

	<b>2015 Baht</b>	<b>2014 Baht</b>
Outstanding contract price	520,340,570	565,536,642
<u>Less</u> Deposits on long-term lease contracts	(194,561,037)	(205,285,040)
<u>Less</u> Unearned financing income	(32,089,406)	(35,870,968)
	<u>293,690,127</u>	<u>324,380,634</u>
<u>Less</u> Allowance for doubtful accounts (*)	(7,349,959)	(7,772,401)
	<u>286,340,168</u>	<u>316,608,233</u>
Due within one year	245,901,665	258,951,955
<u>Less</u> Deposits on long-term lease contracts	(68,398,960)	(68,342,576)
<u>Less</u> Unearned financing income	(19,609,595)	(22,451,653)
Current portion of lease contract receivable, net	<u>157,893,110</u>	<u>168,157,726</u>
Lease contract receivable, net	<u>128,447,058</u>	<u>148,450,507</u>

(\*) As at March 31, 2015 and December 31, 2014, the Company has provided for the allowance for doubtful accounts on a collective basis for lease contract receivable which were classified as normal and overdue for less than 3 months which amounted to Baht 2,299,496 and Baht 2,530,070, respectively.

Lease contract receivable as at March 31, 2015 and December 31, 2014 were classified by aging as follows:

	<b>2015 Baht</b>	<b>2014 Baht</b>
Current	275,372,826	294,560,937
Over due :		
Less than 3 months	1,056,235	19,005,398
3 - 6 months	7,021,346	1,466,271
6 - 12 months	2,006,575	540,304
Debtors subject to legal proceedings	8,233,145	8,807,724
	<u>293,690,127</u>	<u>324,380,634</u>



## 8. INVENTORY FINANCE RECEIVABLE, NET

Inventory finance receivable, net as at March 31, 2015 and December 31, 2014 consist of the following:

	<b>2015 Baht</b>	<b>2014 Baht</b>
Inventory finance receivable	42,668,840	45,991,464
<u>Less</u> Allowance for doubtful accounts (*)	<u>(12,762,287)</u>	<u>(12,778,821)</u>
Inventory finance receivable, net	<u>29,906,553</u>	<u>33,212,643</u>

(\*) As at March 31, 2015 and December 31, 2014, the Company has provided for the allowance for doubtful accounts on a collective basis for inventory finance receivable which were classified as normal and overdue for less than 3 months which amounted to Baht 40,383 and Baht 56,917, respectively.

Inventory finance receivable as at March 31, 2015 and December 31, 2014 were classified by aging as follows:

	<b>2015 Baht</b>	<b>2014 Baht</b>
Current	29,946,936	33,269,560
Debtors subject to legal proceedings	<u>12,721,904</u>	<u>12,721,904</u>
	<u>42,668,840</u>	<u>45,991,464</u>

## 9. PLANT AND EQUIPMENT

On January 16, 2015, the Company entered into purchase agreement of condominium amounting to Baht 62.50 million as a part of office space to support business expansion in the future. The condominium has been transferred rights of ownership in January 2015.

## 10. SHORT-TERM LOANS FROM FINANCIAL INSTITUTIONS

Short-term loans from financial institutions as at March 31, 2015 and December 31, 2014 consist of the following:

	<b>2015 Baht</b>	<b>2014 Baht</b>
Promissory notes	1,670,000,000	1,570,000,000

As at March 31, 2015 and December 31, 2014, the company have short-term loans from financial institutions bearing interest rates at 3.00% to 3.30% per annum and 3.17% to 3.85% per annum, respectively.

## 11. LONG-TERM LOANS

Long-term loans as at March 31, 2015 and December 31, 2014 consist of the following:

	<b>2015 Baht</b>	<b>2014 Baht</b>
Long-term loan	494,820,000	560,840,000
Current portion of long-term loan	(260,560,000)	(285,240,000)
	<u>234,260,000</u>	<u>275,600,000</u>

As at March 31, 2015 and December 31, 2014, the company entered into long-term loans with several financial institutions at the floating interest rates 3.84% to 4.63% p.a. and 4.03% to 4.88% p.a. respectively, and are repayable quarterly installments, the last installment of such loans fall due in March 2017.

## 12. RELATED PARTY TRANSACTIONS

The accompanying financial statements include certain transactions with related companies. The relationship may be that of shareholding or the companies may have the same group of shareholders or directors. The financial statements reflect the effects of these transactions in the normal business practice, and the price rates, interest rates, terms and conditions are considered to be at arms length, for related party as at the date received by the Board or the shareholders approved.

Balance with related companies as at March 31, 2015 and December 31, 2014 consist of the following:

	<b>Relationship</b>	<b>2015 Baht</b>	<b>2014 Baht</b>
Amount due from a related company			
IFS Capital Limited	Major Shareholder company	15,566	19,500

Significant transactions with related parties for the three-month periods ended March 31, 2015 and 2014 are as follows:

	<b>2015 Baht</b>	<b>2014 Baht</b>
Management benefit expenses		
Short-term benefits	6,851,730	7,039,700
Post-employment benefit	385,052	362,942
Other long-term benefits	9,508	9,846
	<u>7,246,290</u>	<u>7,412,488</u>

### 13. COMMITMENTS

As at March 31, 2015 and December 31, 2014, the Company has the committed credit facility agreements with financial institutions for general corporate funding requirements as follows:

	<b>As at March 31, 2015 Baht</b>	<b>As at December 31, 2014 Baht</b>
Total credit facilities	4,554,000,000	4,556,000,000

As at March 31, 2015 and December 31, 2014, the Company has utilized the letter of credit amounting to Baht 9.98 million and Baht 7.98 million, respectively, for factoring, hire purchase and leasing contract. However, as at March 31, 2015 and December 31, 2014, the Company has unused such credit facilities with banks totaling Baht 1,999 million and Baht 2,078 million respectively.

### 14. FINANCIAL INFORMATION BY SEGMENT

The business segment results are prepared based on the Management of the company. The operating results by business segment provided to Chief Operating Decision Maker to make decisions about allocating resources to, and assessing the performance of, operating segments is measured in accordance with Thai Financial Reporting Standard.

The business segments are described below:

Factoring business: is a short term loan that provides liquidity to the business immediately and enables the business to increase its turnover in the form of buying accounts receivable. The factoring facility is applicable to both domestic and international sales.

Hire purchase and Leasing business: are long term loans for invested in business industry.

Others: encompasses a range of activities from corporate decisions, income and expenses not attributed to the business segments described.

For the three-month periods ended March 31, 2015 and 2014, there is no revenue from a single external customer contributed 10% or more to the Company's total revenue.

The financial statements by business segment for the three-month periods ended March 31, 2015 and 2014 were as follow:

	For the three-month period ended March 31, 2015				For the three-month period ended March 31, 2014			
	Factoring business	Hire purchase and Leasing business	Others	Total	Factoring business	Hire purchase and Leasing business	Others	Total
	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000
Income from operations	79,192	7,381	-	86,573	78,200	11,267	-	89,467
Other income	3,294	74	-	3,368	3,597	227	-	3,824
Total income	82,486	7,455	-	89,941	81,797	11,494	-	93,291
Allowance for doubtful accounts (reversal)	8,540	(450)	-	8,090	(2,620)	(828)	-	(3,448)
operation expenses	26,394	2,385	-	28,779	26,702	3,752	-	30,454
Total operation expenses	34,934	1,935	-	36,869	24,082	2,924	-	27,006
Net income before finance cost and income tax	47,552	5,520	-	53,072	57,715	8,570	-	66,285
Finance cost	16,610	1,501	-	18,111	17,664	2,482	-	20,146
Income tax expenses	5,877	1,204	-	7,081	7,790	1,418	-	9,208
Net income for the years	25,065	2,815	-	27,880	32,261	4,670	-	36,931

  

	As at March 31, 2015				As at December 31, 2014			
	Factoring business	Hire purchase and Leasing business	Others	Total	Factoring business	Hire purchase and Leasing business	Others	Total
	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000	Baht '000
Total assets	2,635,932	292,825	378,273	3,307,030	2,669,650	324,576	261,745	3,255,971

## 15. EVENT AFTER THE REPORTING PERIOD

On April 20, 2015, the ordinary Shareholder's meeting passed a resolution to pay dividend of Baht 0.145 per share on 470,000,000 shares, totaling Baht 68.15 million. Such dividend will be paid on May 18, 2015.

## 16. APPROVAL FOR ISSUANCE OF THE FINANCIAL STATEMENTS

These financial statements have been approved for issue by the authorized director of the Company on April 30, 2015.